BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

Petition of Assist Wireless, LLC for Designation as an Eligible Telecommunications Carrier for the Purpose of Offering Lifeline Service on a Wireless Basis)))	Docket No. 18-2597-01
on a Wireless Basis)	

FosterLaw

904 West Ave, Suite 107 Austin, TX 78701 (512) 708-8700 (512) 697-0058/fax Mark Foster Texas Bar No. 07293850 <u>mark@mfosterlaw.com</u> Jason A. Danowsky Texas Bar No. 24092318 <u>mark@mfosterlaw.com</u>

June 22, 2018

DIRECT TESTIMONY OF BYRON YOUNG

1 WHAT IS YOUR NAME AND BUSINESS ADDRESS?

2 My name is Byron Young, and my business address is 7524 Mosier View Court, Suite 100. Fort

3 Worth, TX 76118

4 WHAT IS YOUR POSITION WITH THE APPLICANT IN THIS PROCEEDING?

5 I serve as the Chief Executive Office of Assist Wireless, LLC ("Assist" or the "Company"), the

Applicant in this proceeding, and have held that position since the Company's inception in October2010.

8 PLEASE DESCRIBE YOUR EMPLOYMENT BACKGROUND.

9 I have more than 20 years of experience in the broadband, telecommunications and Internet 10 industries. I have served as an owner/member and as director as Chairman on several Boards of 11 Directors of both public and private companies in the utility industry, including both 12 telecommunications companies and energy companies.

13 ARE YOU FAMILILAR WITH ASSIST'S PETITION IN THIS CASE AND ARE THE

14 STATEMENTS THEREIN TRUE AND CORRECT?

Yes, and I would like to incorporate Assist's Petition of Assist Wireless, Inc. to Amend its
Designation as an Eligible Telecommunications Carrier for the purpose of offering Lifeline service
on a wireless basis into this testimony by reference.

18 WHAT IS THE PURPOSE OF YOUR TESTIMONY IN THIS PROCEEDING?

19 The purpose of my testimony is to demonstrate that Assist satisfies the requirements of the Public

- 20 Service Commission of Utah ("Commission"), under the rules of Utah Admin. Code R746-341, et
- 21 seq. to receive Utah Universal Service Fund ("UUSF") support for Lifeline service provided in the
- 22 State of Utah and, further, that grant of this designation is in the public interest.

1 PLEASE BRIEFLY DESCRIBE ASSIST AND ITS OPERATIONS.

Assist is a Texas limited liability company with principal offices in Fort Worth, Texas. Assist was formed by experienced telecom industry professionals, including myself, to provide high-caliber wireless services to consumers. The Company's business plan is to provide competitive offerings for domestic wireless voice and data services primarily to low-income consumers. For its wireless offerings, the Company provides affordable prepaid voice service, enhanced with optional data services and supported by high quality customer service.

State	Docket Number	Date of Approval
Arkansas	10-093-U	February 28, 2011
Maryland	TE-10537	August 17, 2011
Missouri	RA-2011-0384	November 7, 2011
Michigan	U-18348	July 31, 2017
Minnesota	P6978/M-17-213	November 15, 2017
Oklahoma	PUD 201100137	November 29, 2011
Utah	17-2597-01	December 21, 2017
Wisconsin	8289-TI-100	December 28, 2016

8 Assist is designated as an ETC provider in the following states:

9

Assist has pending applications for ETC designation in the following states:

State	Proceeding Number
Arizona	T-21017A-17-0233
Louisiana	S-31856
Washington	UT-160877

PLEASE BRIEFLY DESCRIBE THE SERVICES THAT ASSIST PROVIDES TO LIFELINE CUSTOMERS IN UTAH.

Assist offers prepaid wireless plans to Utah Lifeline consumers as described in the Stipulation filed
in Docket No. 17-2597-01. These plans consist of a set number of prepaid minutes, texts, and data
per month, without rollover.

6 WHAT IS THE PURPOSE OF YOUR TESTIMONY TODAY?

The testimony I am providing today focuses on Assist's request for approval to receive UUSF
support. As I will explain in my testimony, Assist meets the Commission's requirements for receipt
of UUSF support.

10 WHAT LIFELINE SERVICES WILL ASSIST OFFER TO QUALIFYING UTAH 11 CONSUMERS IF THE COMMISSION APPROVES ASSIST'S REQUEST TO RECEIVE 12 UUSF SUPPORT?

If Assist's Amended Petition is approved and Assist is allowed to receive funds from the UUSF, it will use the \$3.50 per customer per month in state support to provide its Lifeline customers enhanced support. Specifically, Assist proposes to apply the additional \$3.50 support to each of its plans with a cost and not applying the support to the no cost minimum plans. This would result in the following plans:

- 750 minutes and 1500 text messages at no cost.
- 1000 minutes and unlimited text messages for \$1.50 monthly.
- 50 minutes, 100 text messages, and 500MB of data at no cost.
- 1000 minutes, unlimited text messages, and 1GB of data for \$21.50 monthly.
- Unlimited minutes and text messages and 500MB of data for \$22.50 monthly.
- Unlimited minutes and text messages and 1 GB of data for \$26.50 monthly.

1

• Unlimited minutes and text messages and 2GB of data for \$36.50 monthly.

2 IS ASSIST ELIGIBLE TO RECEIVE UUSF SUPPORT UNDER 6 SECTION 54-8b-15 OF 3 THE UTAH CODE?

Yes. Section 54-8b-15(15) provides that "[a] facilities-based or nonfacilities-based wireless
telecommunications provider is eligible for distributions from the Universal Telecommunications
Service Support Fund under the lifeline program" Assist, as a facilities-based wireless
telecommunications provider, is eligible for distributions from the UUSF to support its Lifeline
service.

9 DOES ASSIST MEET THE REQUIREMENTS FOR RECEIPT OF UUSF SET FORTH IN 10 R746-8-403?

11 Yes. R746-8-403 includes conditions for receipt of UUSF support that are applicable to all ETCs, 12 as well as minimum service standards that are applicable to wireless ETCs. Assist meets each of 13 these conditions. The Commission's rules provide that "an ETC may receive an ongoing 14 distribution through ongoing participation in a Commission-approved Lifeline program upon a specific finding of public interest by the Commission." As I will explain later in my testimony, 15 16 amendment of Assist's ETC designation to include authorization to receive UUSF support will 17 serve the public interest. R746-8-403(2) of the Utah Administrative Code further provides that 18 UUSF support "may not exceed \$3.50 per Lifeline subscriber per month of subscription to a 19 service" that meets certain minimum service standards. Specifically, the Lifeline service must (1) 20 meet FCC Lifeline requirements for broadband set forth in 47 C.F.R. § 54.408 and "for wireless 21 Lifeline, allow[s], at no charge beyond the basic monthly fee, unlimited texting and at least 750 22 voice minutes per month" or (2) meet FCC requirements for broadband set forth in 47 C.F.R. § 23 54.408 and not include a voice component. I testified earlier that Assist's enhanced Lifeline plans

meet the first prong of the minimum service standards by offering mobile broadband Internet
access service that meets the FCC's standards, unlimited texting, and at least 750 airtime minutes
for no additional charge to Lifeline-eligible consumers.

4 WILL ASSIST COMPLY WITH THE COMMISSION'S RULES GOVERNING ETCS

5 THAT ARE APPROVED TO RECEIVE UUSF SUPPORT FOR LIFELINE SERVICE?

6 Yes. Assist will comply with the Commission's rules governing ETCs that are approved to 7 participate in Utah's Lifeline program. In particular, Assist will fulfill the duties as detailed in 8 R746-8-403(3) and (4). Those duties include: providing potential Lifeline subscribers with 9 application materials and information; verifying the eligibility of Lifeline applicants using the 10 FCC's national verifier system or, if the national verifier system is not operational, through Utah's 11 Lifeline program administrator; submitting a Lifeline subscriber list to the Division of Public 12 Utilities by May 1 each year; and neither requiring nor prohibiting a Lifeline subscriber from purchasing additional services from the ETC. 13

14 WHY IS IT IN THE PUBLIC INTEREST FOR ASSIST TO RECEIVE DISBURSEMENTS 15 FROM THE UUSF?

16 Expansion of Assist's designation as an ETC to include UUSF support will serve the public 17 interest, as required by R746-8-403(1) of the Commission's rules, by enabling Assist to provide 18 enhanced Lifeline benefits to Utah Lifeline customers. Those enhanced Lifeline benefits will 19 provide a valuable alternative to the existing Lifeline services available to low-income Utah 20 households. Specifically, Assist's receipt of UUSF support will benefit low-income Utah 21 consumers by increasing the number of Lifeline providers able to use the additional UUSF support 22 to offer enhanced Lifeline service. Utah Lifeline consumers will have more minutes to contact (or 23 be contacted by) current and prospective employers, health care providers, government services,

1 and to remain in contact with family members and friends. More importantly, it will ensure the 2 availability of high-quality mobile service and emergency services to a population that may 3 currently lack such services. As discussed in Assist's initial petition for designation as an ETC, 4 consumers will benefit from Assist's high quality service, competitive pricing, and a dedicated 5 focus and marketing emphasis on low-income consumers who are eligible for Lifeline supported 6 services. Assist offers low-income consumers a competitive option of no contract/no credit 7 check/no deposit service. Assist further expects consumers will choose Assist's service offerings 8 for their high-quality service and Assist's attention to overall customer satisfaction. As provided 9 by the Act, the availability of basic telecommunications services to low-income consumers is 10 critical to the provision of public health, safety, and other services. In addition, the FCC has long 11 acknowledged the benefits to consumers of being able to choose from a variety of 12 telecommunications providers and the resulting variety of telecommunications services they provide.¹ 13

14 DOES THIS CONCLUDE YOUR TESTIMONY?

15 Yes.

¹ See, e.g., Lifeline and Link Up Reform and Modernization et al., WC Docket No. 11-42 et al., Third Report and Order, Further Report and Order, and Order on Reconsideration, FCC 16-38 (FCC rel. Apr. 27, 2016) ("[W]e expect that increasing provider participation will increase competition among providers in the Lifeline program and incentivize providers to offer better quality services.").