



State of Utah  
Department of Commerce  
Division of Public Utilities

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--= MEMORANDUM =--

**TO:** PUBLIC SERVICE COMMISSION OF UTAH

**FROM:** DIVISION OF PUBLIC UTILITIES  
Philip J. Powlick, Director  
William Duncan, Manager, Telecommunications & Water Section  
Casey J. Coleman, Technical Consultant

**DATE:** July 26, 2010

**SUBJECT:** Lifeline Reimbursement for Direct Communications Cedar Valley  
Docket 10-999-04

The Division has reviewed and conducted a desk audit of the Semi-annual Lifeline Report of Direct Communications Cedar Valley, pursuant to Administrative Rule R746-341-7(A), for the period of January 1, 2010 to June 30, 2010. The Division finds that the amounts claimed are reasonable and justified. The desk audit included a review of the amounts and numbers submitted on the invoice, a comparison to previous reports and a discussion with Direct Communications Cedar Valley.

Direct Communications Cedar Valley submitted claims for administrative, advertising, voucher or other program expenses at \$88.32 per month. It has submitted reimbursement for forgone revenue of \$3.50 per Lifeline customer. Interest accrual amounts on Lifeline and Linkup funds

were not requested to be reimbursed. No outreach efforts were reported due to the agreement with the Division of Community & Culture and the Division of Public Utilities.

We recommend that the Commission disburse from the Universal Service Fund the amount equal to the program expenses and discounts granted for **\$1,709.40 to Direct Communications Cedar Valley.**

cc: Kristy Ellers, Direct Communications Cedar Valley