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State of Utah
Department of Commerce
Division of Public Utilities

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Director, Division of Public Utilities

--= MEMORANDUM =--

TO: PUBLIC SERVICE COMMISSION OF UTAH

FROM: DIVISION OF PUBLIC UTILITIES
Chris Parker, Division Director
William Duncan, Manager, Telecommunications & Water Section
Shauna Benvegna-Springer, Utility Analyst

DATE: August 18, 2011

SUBJECT: Lifeline Reimbursement for Direct Communications Cedar Valley

RE: Docket 11-999-04

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, 2011 to June 30, 2011. 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 of \$515.00 for the period. They have requested reimbursement of forgone revenue of \$3.50 per Lifeline customer. The Company did not request interest revenue lost on Lifeline and Linkup funds 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 **\$1,575.50 to Direct Communications Cedar Valley.**

cc: Kristy Ellers, Direct Communications Cedar Valley

Attachment (1)