



GARY HERBERT.  
*Governor*  
GREG BELL  
*Lieutenant Governor*

State of Utah  
Department of Commerce  
Division of Public Utilities

FRANCINE GIANI  
*Executive Director*

THAD LEVAR  
*Deputy Director*

CHRIS PARKER  
*Director, Division of Public Utilities*

May 22, 2012

**TO: PUBLIC SERVICE COMMISSION**

**FROM: DIVISION OF PUBLIC UTILITIES**

Chris Parker, Director  
Bill Duncan, Manager, Telecommunications and Water  
Paul M. Anderson, Utility Technical Consultant

**Re: Utah Docket No. 12-2419-T02, TARIFF :** Direct Communications Cedar Valley (Direct) submits for approval a revised tariff that offers a Broadband Package combining telephone service with Broadband service. Also, the company would like to increase the rate for Static IP.

**ISSUE:**

In an attempt to be competitive in its operating area, Direct is proposing to offer a monthly broadband package combining telephone service with broadband service for residential and business customers. Residential customers would continue to pay either the basic one party service rate of \$16.50 plus \$28.50 for broadband, or the emergency line rate of \$1.00 plus \$13.00 for broadband. Business customers would continue to pay the one party service rate of \$26.00 plus \$38.00 for broadband. The static IP monthly charge will be increased from \$5.00 to \$10.00 for both residential and business IP connections. The existing SLC and Extended Area Service charges will remain unchanged.

**RECOMMENDATION: Approve Tariff Modification**

The Division has reviewed this modification for any rate increase to base rates that would require a rate hearing and has found none. The Division recommended to Direct that they also show the business broadband package on this tariff sheet. Direct made this recommended correction in a second letter dated May 16, 2012 from its consultant, GVNW. The Division therefore recommends that these changes become effective June 1, 2012.

CC: Kip Wilson, Direct Communications Cedar Valley, LLC  
Patricia E. Schmid, Assistant Attorney General, Utah Attorney General's  
Office  
Ray Hendershot, Vice President, GVNW  
Marialie Martinez, Manager, Customer Service, Utah Division of Public  
Utilities  
Eric Orton, Office of Consumer Services