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Action Request Response

To: Public Service Commission of Utah

From: Utah Division of Public Utilities

Chris Parker, Director
Brenda Salter, Assistant Director
Abdinasir Abdulle, Utility Technical Consultant Supervisor
Shauna Benvegnu-Springer, Utility Technical Consultant

Date: June 3, 2025

Re: **Docket No. 25-576-T01**, TARIFF Skyline Telecom d/b/a CentraCom. Proposed
Tariff Revisions

Recommendation (Approve Tariff Sheets)

The Division of Public Utilities ("DPU" or "Division") has reviewed the tariff filing and recommends the Public Service Commission ("PSC" or "Commission") approve Skyline Telecom d/b/a CentraCom's ("Skyline" or "Company") proposed revisions to its tariff rates to comply with the Federal Communications Commission's ("FCC") intercarrier compensation rules. The Division recommends the tariff changes be approved with an effective date of July 1, 2025.

Issue

On May 20, 2025, Skyline submitted its revised tariff sheets, which follow the current FCC rules governing intercarrier compensation. The Commission issued an Action Request on May 20, 2025, for the Division to investigate the proposed changes and report its findings and recommendations by June 3, 2025. This memorandum represents the Division's response to the Commission's Action Request.



Background

Issuing carriers must match terminating access by July 1, 2025, by decreasing specific capped interstate switched access rates. It is expected that the FCC will approve the National Exchange Carrier Association's (NECA) proposed rate change filing, effective July 1, 2025. The rates are based on an 18.4483% rate decrease, as announced by NECA on April 10, 2025.

Discussion

The Division reviewed the redlined version and final versions of the tariff sheets submitted with the Company's filing. The proposed rates have been adjusted by the announced NECA rate proposal dated April 10, 2025. Skyline is requesting a decrease in twelve Local Transport rates, with the rate difference per month as follows:

- Entrance Facility: Voice Grade Two Wire - \$5.65
- Entrance Facility: Voice Grade Four Wire - \$9.04
- Entrance Facility: High Capacity DS1 - \$27.52
- Entrance Facility: High Capacity DS3 - \$251.32
- Direct Trunked Transport Direct Trunked Facility: Voice Grade - \$0.40
- Direct Trunked Transport Direct Trunked Facility: High Capacity DS1 - \$1.89
- Direct Trunked Transport Direct Trunked Facility: High Capacity DS3 - \$16.43
- Direct Trunked Termination: Voice Grade - \$4.04
- Direct Trunked Termination: High Capacity DS1 - \$9.78
- Direct Trunked Termination: High Capacity DS3 - \$62.83
- Multiplexing: DS3 to DS1 - \$57.32
- Multiplexing: DS1 to Voice - \$22.13

The Division received information from the Company regarding the number of times each rate was billed in the past 12 months. Based on the information received from the Company on June 3, 2025, the Division reviewed and analyzed the impact on revenue due to the rate changes. Skyline is not using eleven of the twelve rates unless necessary. The Company used one rate, the Local Transport Voice Grade Four Wire rate, in the past year. The revenue impact of the decrease in the rate will be under \$5,500.00. Therefore, the reduction in rates has no material effect on revenue.

Conclusion

The Division reviewed Skyline's filing and had no concerns with the proposed revisions.

The Division recommends the Commission approve the filing as submitted, effective July 1, 2025, as requested.

cc: Ryan Denzel, JSI
Chad Wray, Skyline Telecom
Bawb Nielsen, Skyline Telecom