

- BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH -

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In the Matter of the Request of Michael )  
and LaVerne Coseo for One-Time ) DOCKET NO. 06-2218-01  
Distribution from the State Universal )  
Public Telecommunications Support Fund ) REPORT AND ORDER  
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ISSUED: June 12, 2006

SYNOPSIS

The Public Service Commission of Utah grants a one-time distribution from the State Universal Public Telecommunications Service Support Fund to facilitate the provision of telecommunications service by Frontier Communications to customers in Monticello, Utah serving area.

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By The Commission:

On February 27, 2006, Michael and LaVerne Coseo filed a request for a one-time distribution from the State Universal Public Telecommunications Service Support Fund (“USSF” or “Fund”) to Frontier Communications (“Frontier”) for the purpose of a line extension for telephone service, including 911 services, to their property in Monticello, Utah.

The Division of Public Utilities (“Division”) investigated this request. On May 8, 2006, the Division filed its analysis, recommending Commission approval based on an estimate of three customers requesting service at a surveyed customer contribution rate of \$8,525.64 each, resulting in a total estimated customer contribution of \$25,576.93. The total estimated cost of the service extension is \$66,421.93. In accordance with Commission Rule 746-360-9, the Division recommends a one-time USSF distribution of \$30,000 (\$10,000 per customer). The remaining \$10,845 project cost would be paid by Frontier.

We conclude the proposed extension of land line telephone service is in the public interest in providing telephone service to an underserved area, and furthers universal service goals. Frontier will be responsible for submitting its actual incurred costs to the Division for verification, with the final payment from the Fund being for those costs deemed reasonable and necessary for the project. Amounts in excess of \$66,421.93, if any, shall be paid by Frontier. We recognize that the estimates provided by the Division are based upon an assumed three customers requesting telephone service, and that these amounts will change depending upon the number of customers ultimately requesting service. However, in accordance with Rule 746-360-9(B), any one-time USSF distribution provided under this Order shall not exceed \$10,000 per customer.

ORDER

NOW, THEREFORE, IT IS HEREBY ORDERED, that:

1. The request for a one time distribution from the State Universal Public Telecommunications Service Support Fund, calculated in accordance with Commission Rule 746-360-9(B), estimated to be \$30,000.00, is in the public interest and is approved.
2. Each subscriber will pay \$8,525.64 prior to the start of project construction by Frontier Communications.
3. If no subscribers commit to the service extension, Frontier Communications shall formally withdraw the project and its request for USSF support or, alternatively, petition the Commission for exemption under Rule 746-360-8(C).

4. Any additional subscribers who sign up in the area of this extension within five years of completion of the project will pay a customer contribution payment in accordance with Rule 746-360-9.

5. Frontier Communications shall place the same type of facilities and technology as was assumed in developing the Division's construction cost estimate, and will size its facilities to accommodate future growth.

6. Pursuant to *Utah Code Annotated* §§ 63-46b-12 and 54-7-15, agency review or rehearing of this order may be obtained by filing a request for review or rehearing with the Commission within 30 days after the issuance of the order. Responses to a request for agency review or rehearing must be filed within 15 days of the filing of the request for review or rehearing. If the Commission fails to grant a request for review or rehearing within 20 days after the filing of a request for review or rehearing, it is deemed denied. Judicial review of the Commission's final agency action may be obtained by filing a Petition for Review with the Utah Supreme Court within 30 days after final agency action. Any Petition for Review must comply with the requirements of *Utah Code Annotated* §§ 63-46b-14, 63-46b-16 and the Utah Rules of Appellate Procedure.

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DATED at Salt Lake City, Utah this 12<sup>th</sup> day of June, 2006.

/s/ Ric Campbell, Chairman

/s/ Ted Boyer, Commissioner

/s/ Ron Allen, Commissioner

Attest:

/s/ Julie Orchard

Commission Secretary

G#49339