

STATE OF NORTH DAKOTA
PUBLIC SERVICE COMMISSION

Public Service Commission
USF Use Certification 47CFR54.314 (2008)
Compliance

Case No. PU-07-244

ORDER

September 19, 2007

Section 254(e) of the Telecommunications Act of 1996 (Act) requires telecommunications carriers to use universal service support "only for the provision, maintenance, and upgrading of facilities and services for which support is intended." On May 23, 2001, the Federal Communications Commission (FCC) released its Fourteenth Report and Order, Twenty-Second Order on Reconsideration, and Further Notice of Proposed Rulemaking in CC Docket No. 96-45, and Report and Order in CC Docket No. 00-256 (Fourteenth R&O). The Fourteenth R&O requires that each state public utility regulatory authority file an annual certification with the FCC to ensure that rural telecommunications carriers receiving federal funds under the program use the support only as provided in Section 254(e) of the Act. State certification must be filed no later than October 1 of each year in order for certified telecommunications carriers to receive support for the following year, 47 C.F.R. § 54.314(d).

On August 28, 2002, the NDPSC issued an order in Case No. PU-439-02-441 indicating that any telecommunications carrier providing local exchange service in North Dakota that desires to have NDPSC certification to the FCC under 47 C.F.R. §§54.313 or 54.314 shall file an affidavit with the NDPSC by September 14 of each year, as described in the order, certifying that federal support they receive is used only for the provision, maintenance, and upgrading of facilities and services for which the support is intended as required by Section 254(e). The NDPSC further ordered that affidavits filed with the NDPSC will be the basis for the NDPSC's certification to the FCC.

Affidavits regarding use of federal universal service support for the year 2008 were filed with the NDPSC by the companies listed in the ordering clause below.

Under North Dakota law, the NDPSC has limited jurisdiction over rural telecommunications carriers. The FCC in its order recognized that some states have only limited regulatory oversight to ensure that federal universal support is reflected in intrastate rates and concluded that such states may nonetheless certify to the FCC that carriers in the state had accounted to the state commission for receipt of federal support, and that the support will be used as required under Section 254(e). (See Fourteenth R&O at ¶ 188). The FCC also recognized that some carriers may not be subject to the jurisdiction of a state regulatory authority, and in those instances carriers

can certify directly to the FCC by means of a sworn affidavit executed by a corporate officer attesting to the use of the support only for purposes permitted under the Act. (See Fourteenth R&O at ¶ 189).

Based on the foregoing, the NDPSC issues the following:

Order

The NDPSC orders:

1. The NDPSC certifies that the following Eligible Telecommunications Carriers providing local exchange service in North Dakota have accounted to the NDPSC by affidavit that all federal support they receive is used only for the provision, maintenance, and upgrading of facilities and services for which the support is intended as required by Section 254(e), or that they will only use the support they receive during the four quarters of 2008 (and all quarters thereafter) for the provision, maintenance, and upgrading of facilities and services for which the support is intended under and consistent with Section 254(e) of the Act and 47 C.F.R. § 54.101 throughout each respective company's study area:

LIST OF COMPANIES

Absaraka Co-operative Telephone Company, Inc.	Nemont Telephone Cooperative Inc.
Badlands Cellular of North Dakota Limited Partnership	North Central RSA 2 of North Dakota Limited Partnership
BEK Communications Cooperative	North Dakota 5 – Kidder Limited Partnership
Bismarck MSA Limited Partnership	North Dakota Network Co.
Citizens Telecommunications Company of Minnesota, LLC	North Dakota RSA 3 of North Dakota Limited Partnership
Consolidated Telcom	North Dakota Telephone Company
Dakota Central Telecom I	Northwest Communications Cooperative, a Cooperative Association
Dakota Central Telecommunications Cooperative	Northwest Dakota Cellular of North Dakota Limited Partnership
Dickey Rural Access, Inc.	Polar Communications Mutual Aid Corporation
Dickey Rural Communications Inc.	Polar Telcom, Inc.
Dickey Rural Telephone Cooperative	Polar Telecommunications, Inc.
Griggs County Telephone Company	Red River Rural Telephone Association
Halstad Telephone Company	Red River Telecom, Inc.
HTC Services, Inc.	Reservation Telephone Cooperative
Inter-Community Telephone Company, LLC	Sagebrush Cellular, Inc.
James Valley Cooperative Telephone Company	SRT Communications, Inc.
Loretel Systems, Inc.	Turtle Mountain Communications
Midcontinent Communications	United Telephone Mutual Aid Corporation
Mid-Rivers Telephone Cooperative Inc.	Venture Communications, Inc.
Midstate Communications Inc.	WWC Holding Co., Inc.
Midstate Telephone Company	West River Cooperative Telephone Company

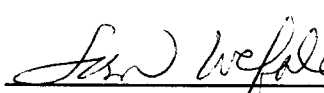
Missouri Valley Communications, Inc.
Moore & Liberty Telephone Company

West River Telecommunications Cooperative
Wolverton Telephone Company

2. The NDPSC certification is based upon the affidavits filed by the foregoing named Eligible Telecommunications Carriers.
3. The North Dakota Public Service Commission will send a copy of each of the filed affidavits to the Federal Communications Commission and the Universal Service Administrative Company.

PUBLIC SERVICE COMMISSION


Tony Clark
Commissioner


Susan E. Wefald
President


Kevin Cramer
Commissioner