Agenda Date: 09/12/08 Agenda Item: IVB



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TELECOMMUNICATIONS

IN THE MATTER OF THE PETITION OF WARWICK)
VALLEY TELEPHONE COMPANY FOR CERTIFICATION)
WITH REGARD TO THE USE OF UNIVERSAL SERVICE)
SUPPORT – YEAR 2009

ORDER OF APPROVAL & CERTIFICATION

DOCKET NO. TO01090575

(SERVICE LIST ATTACHED)

BY THE BOARD:

On June 25, 2008, pursuant to 47 <u>C.F.R.</u> §54.314, Warwick Valley Telephone Company ("Warwick") filed a verified petition with the Board of Public Utilities ("Board") requesting that the Board file a certification with the Federal Communications Commission ("FCC") stating that Warwick's use of Universal Service Support funds ("USS") is consistent with the purposes for which such funds may be used, according to federal law. On July 8, 2008, Warwick sent certification of publication regarding this matter. This certification must be filed by the Board with the FCC by October 1, 2008 in order for Warwick to receive its full allocation of funds under requirements imposed by the FCC.

Warwick is an incumbent local exchange carrier ("ILEC") providing telecommunications services to customers in the Townships of Vernon and West Milford, New Jersey, and the towns of Warwick and Goshen, New York. Warwick provides service to approximately 20,467 access lines, of which approximately 7,511 are in New Jersey. Warwick is a rural telephone company as defined by the Telecommunications Act of 1996, P.L. 104-104, 110 Stat. 56 (codified in scattered sections of 47 <u>U.S.C.</u> §§151 <u>et seq.</u>) (hereinafter, the Act). <u>See</u> 47 <u>U.S.C.</u> §153(37). The Board has previously certified Warwick as an eligible telecommunications carrier pursuant to 47 <u>U.S.C.</u> §214(e). <u>See</u> Order of Approval, <u>I/M/O a Petition by Warwick Valley Telephone Company for Designation as an Eligible Telecommunications Carrier Under the Telecommunications Act of 1996, Docket No. TO97080587 (November 25, 1997). Under the Act, certification as an Eligible Telecommunications Carrier is necessary in order to receive federal Universal Service Support. 47 U.S.C. §254(e).</u>

The FCC's rule at 47 <u>C.F.R.</u> §54.314(a) requires that, in order for Warwick to receive USS funds, the Board must file an annual certification with the USS fund administrator and state to the FCC that "all federal high-cost support provided to [Warwick] will be used only for provision, maintenance, and upgrading of facilities and service for which the support is intended."

Pursuant to 47 <u>C.F.R.</u> §54.314(d), the Board's annual certification must be filed with the administrator and the FCC by October 1, 2008, in order for Warwick to receive USS fund support for 2009.

By previous Order, dated August 22, 2007 at Docket No. TO01090575, the Board certified Warwick's use of USS funds in order for Warwick to receive support in 2008. In that Order, the Board stated:

Because state certification is now required on an annual basis, and in order to ensure use of Universal Service Support funds in a manner consistent with federal law, the Board <u>DIRECTS</u> Warwick to continue to submit to the Board, no later that July 1st and January 1st of each year, a report, in a manner and format to be determined by Staff, providing auditable information sufficient to determine Warwick's compliance with federal law, including, but not limited to, compliance with the FCC's required uses of Universal Service Support funds. The Board <u>FURTHER DIRECTS</u> Warwick to continue to file its future requests for Board certification no later than July 1st of each year, absent extenuating circumstances, and to simultaneously publish notice of the filing in newspapers of general circulation in its service territory. Such notice shall be reviewed by Staff prior to its publication.

Warwick has filed the following information:

- A Cost Support Response Form prepared as of June 24, 2008 (schedules for 2008 pro forma and 2009 projected).
- B Affidavit of Kenneth Volz, Vice President of Warwick, certifying use of USS funds for 2009 will be for intended purposes under the Act.
- C A copy of the proof of newspaper publication of this filing.

Having reviewed the petition and the information submitted in support thereof, the Board <u>HEREBY CERTIFIES</u> that Warwick shall use the federal USS it receives during 2009 for the provision, maintenance and upgrading of facilities and service for which such support is intended, as required by Section 254(e) of the Telecommunications Act of 1996 and 47 <u>C.F.R.</u> §54.101 <u>et seq.</u>

Because state certification is now required on an annual basis, and in order to ensure continued use of Universal Service Support funds in a manner consistent with federal law, the Board DIRECTS Warwick to continue to submit to the Board, no later than July 1st and January 1st of each year, a report, in a manner and format to be determined by Staff, providing auditable information sufficient to determine Warwick's compliance with federal law, including, but not limited to, compliance with the FCC's required uses of Universal Service Support funds.

The Board <u>FURTHER DIRECTS</u> Warwick to continue to file its future requests for Board certification no later than July 1st of each year, absent extenuating circumstances, and to simultaneously publish notice of the filing in newspapers of general circulation in its service territory. Such notice shall be reviewed by Staff prior to its publication. In addition, the Board requests that the Attorney General's office provide, to both the Office of the Secretary of the FCC and the Administrator of the high-cost universal service support mechanism, a letter transmitting this Order to serve as compliance with the certification requirements as set forth in 47 C.F.R. §54.315.

DATED: 9)15/08

BOARD OF PUBLIC UTILITIES

JEANNE M. FOX PRESIDENT

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NICHOLAS ASSELTA COMMISSIONER OSEPH L. FIORDALISO

ELIZABETH RANDALI COMMISSIONER

ATTEST:

KRISTI IZZO SECRETARY

I HEREBY CERTIFY that the within document is a true copy of the original in the files of the Board of Public Utilities

BPU Docket No. TO01090575

IN THE MATTER OF THE PETITION OF WARWICK VALLEY TELEPHONE COMPANY FOR CERTIFICATION WITH REGARD TO THE USE OF UNIVERSAL SERVICE SUPPORT – YEAR 2009 - DOCKET NO. TO01090575

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