

STATE OF IOWA  
DEPARTMENT OF COMMERCE  
UTILITIES BOARD

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IN RE:  MODERN COMMUNICATIONS, INC.	DOCKET NO. 199 IAC 39.2
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**ORDER DESIGNATING ELIGIBLE CARRIER**

(Issued June 2, 2008)

On April 14, 2008, Modern Communications, Inc. (Modern), filed with the Utilities Board (Board) an application for universal service eligible carrier status in certain Iowa exchanges. Modern asks that the Board designate it as an eligible telecommunications carrier (ETC) pursuant to 199 IAC 39.2 in the identified exchanges attached to this order. No objections have been filed regarding this application.

Board rule 39.2 provides a means by which the Board can designate Iowa telecommunications companies to be eligible to receive funding from the universal service fund, as defined by the Telecommunications Act of 1996, 47 U.S.C. § 254 (the Act). Under the Act (and the Federal Communications Commission (FCC) regulations implementing the Act), the Board must determine that a carrier meets certain service requirements before it may be designated an eligible carrier as set forth in subrule 39.2(4). The carrier must:

- 1) Offer the services supported by the federal universal service fund;

- 2) Offer the services using its own facilities or a combination of its own facilities and resale (47 C.F.R. § 54.201(c) provides that "own facilities" includes purchased unbundled network elements);
- 3) Advertise the availability of the supported services; and
- 4) Offer the services throughout the designated service area.

An ETC must also offer a minimum amount of local exchange service, defined in usage minutes, provided with no additional charge to customers. See In re: Federal-State Joint Board on Universal Service, "First Report and Order," CC Docket No. 96-45, March 17, 2005. See also 199 IAC 39.2(1)"b." However, the FCC has not quantified a minimum amount of local usage required to be included in a universal service offering. Id., at ¶ 33. The Board understands that Modern will comply with any and all minimum local usage requirements adopted by the FCC. The Board also understands that until the FCC establishes a minimum requirement, Modern will offer at least one universal service fund offering with unlimited local calling.

In its request for designation, Modern states that it satisfies each of these named requirements. Based upon these unopposed representations and the company's commitment to follow the minimum local usage requirements when adopted by the FCC, the Board finds that Modern offers the services supported by the federal universal service fund, using its own facilities or a combination of its own facilities and resale of the facilities of another carrier.

Modern states that it is licensed by the FCC to serve the areas of ISA 112 (WPOL798) and ISA 26 and 27 (WBQX746) in Iowa as identified in Exhibits A and B attached to this order and that it intends to provide universal service fund-supported services throughout its licensed service areas. The Board finds that this assertion by Modern satisfies 199 IAC 39.2(5).

Modern also states that it will provide to the Board, for informational purposes, a description of the service and rate plan(s) when it commences providing universal service fund offerings to Iowa customers. The Board finds these commitments by Modern adequate to assure that public interest concerns will be satisfied.

The Board also notes that it has recently adopted amendments to the certification and reporting requirements for ETCs. Modern is required to file a certification regarding its use of universal service funds with the Board in addition to various reports. The certification and reports must be made pursuant to 199 IAC 39 as described in Docket No. RMU-06-1, In re: Eligibility, Certification, and Reporting Requirements for Eligible Telecommunications Carriers [199 IAC 39].

**IT IS THEREFORE ORDERED:**

1. Eligible telecommunications carrier status is granted to Modern Communications, Inc., as requested in its application filed April 14, 2008, subject to the voluntary commitments described in the body of this order.

2. The designated service area for Modern Communications, Inc., shall be the area in Iowa where Modern Communications, Inc., is licensed by the Federal Communications Commission to provide service.

3. The Executive Secretary of the Utilities Board shall mail copies of this order to Modern Communications, Inc., the Universal Service Administration Company, the Federal Communications Commission Universal Service Branch, and the Federal Communications Commission Office of the Secretary.

**UTILITIES BOARD**

/s/ John R. Norris

/s/ Krista K. Tanner

ATTEST:

/s/ Judi K. Cooper  
Executive Secretary

/s/ Darrell Hanson

Dated at Des Moines, Iowa, this 2<sup>nd</sup> day of June, 2008.

Exchanges include:

Millersburg  
Keswick  
Webster  
Kinross  
What Cheer  
Harper  
Sigourney  
Hedrick  
Ollie  
Richland

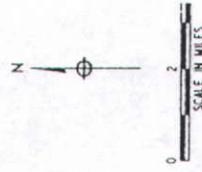
IOWA UTILITIES BOARD  
**IOWA COUNTY**  
 INCUMBENT LOCAL  
 TELEPHONE SERVICE  
 AREA REFERENCE MAP

DATE ISSUED: 01-MAY-1999

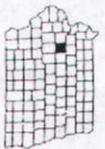
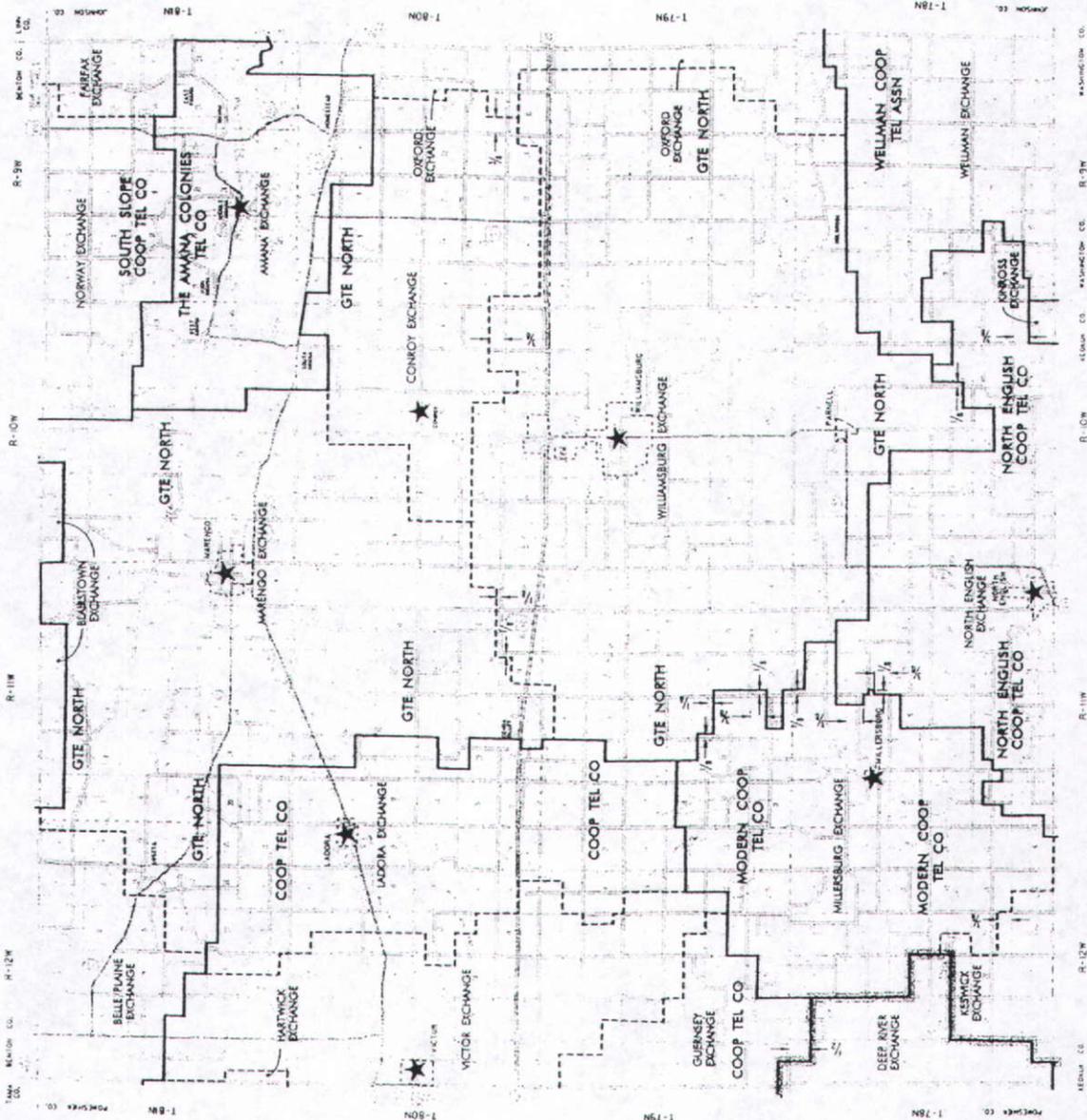
- LEGEND**
- COMPANY BOUNDARY
  - - - EXCHANGE BOUNDARY
  - · - · - AREA CODE / LATA BOUNDARY
  - · - · - LATA BOUNDARY ONLY
  - · - · - CORPORATE BOUNDARY
  - ★ EXCHANGE HEADQUARTERS

BOUNDARIES FOLLOW SECTION, HALF SECTION,  
 OR QUARTER SECTION LINES, OR NATURAL  
 BARRIERS EXCEPT AS DIMENSIONED

**EXHIBIT B**



PREPARED BY STANLEY COSULA  
 IN COOPERATION WITH THE IOWA  
 DEPARTMENT OF TRANSPORTATION



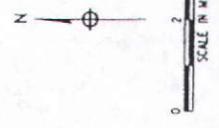
**IOWA UTILITIES BOARD  
KEOKUK COUNTY  
INCUMBENT LOCAL  
TELEPHONE SERVICE  
AREA REFERENCE MAP**

DATE ISSUED: 01-MAY-1999

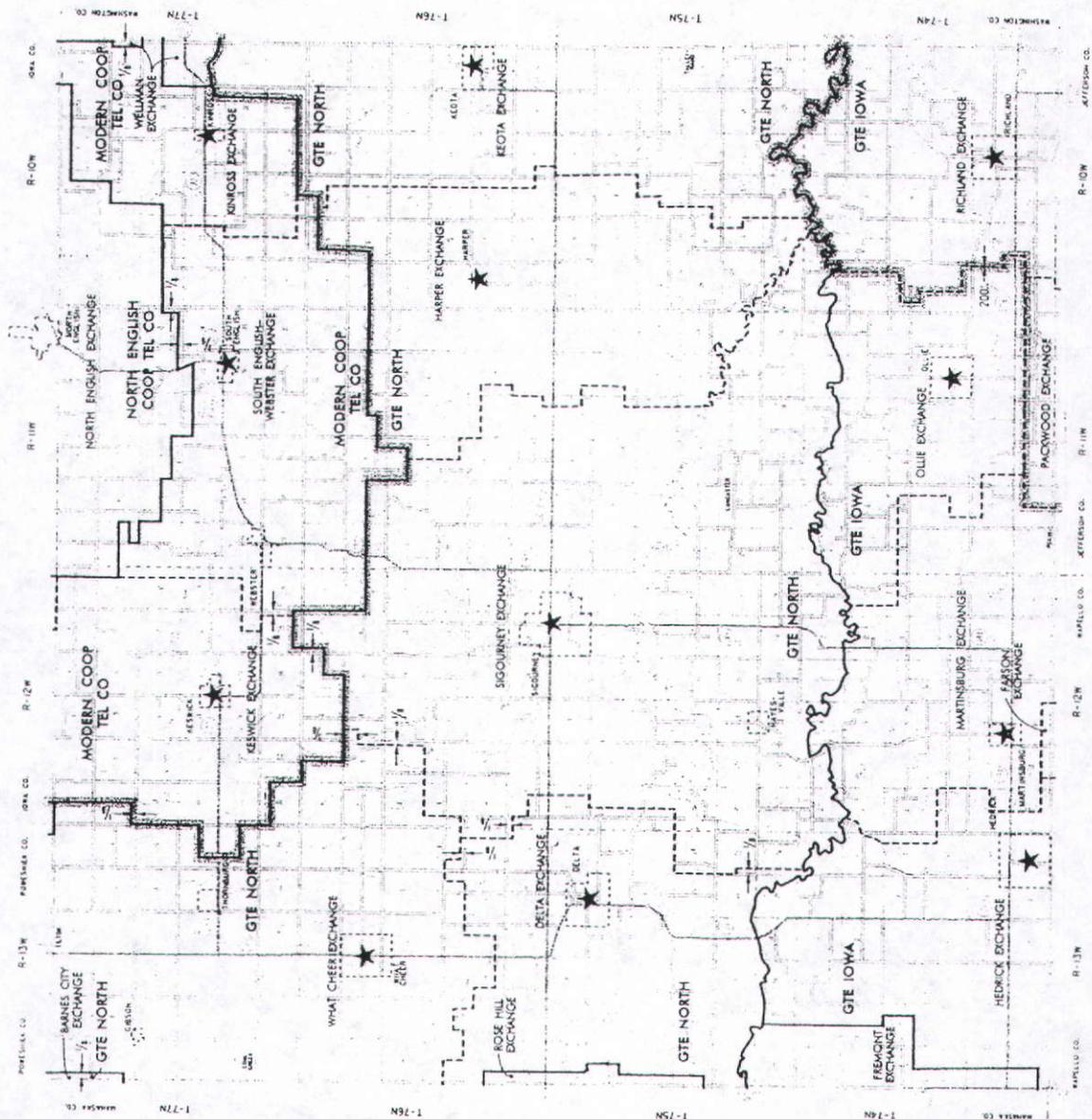
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  - - - EXCHANGE BOUNDARY
  - · - · - AREA CODE / LATA BOUNDARY
  - · - · - LATA BOUNDARY ONLY
  - · - · - CORPORATE BOUNDARY
  - ★ EXCHANGE HEADQUARTERS

BORDERIES (COLOR SECTION, HALF SECTION, QUARTER SECTION LINES, OR NATIONAL BARRIERS EXCEPT AS INDICATED)

**EXHIBIT B**



PREPARED BY STANLEY CONSUL  
IN COOPERATION WITH THE IOWA  
DEPARTMENT OF TRANSPORTATION



IOWA UTILITIES BOARD  
**WAPELLO COUNTY**  
 INCUMBENT LOCAL  
 TELEPHONE SERVICE  
 AREA REFERENCE MAP

DATE ISSUED: 01-MAY-1999

**EXHIBIT B**

- LEGEND**
- COMPANY BOUNDARY
  - - - EXCHANGE BOUNDARY
  - AREA CODE / LATA BOUNDARY
  - LATA BOUNDARY ONLY
  - CORPORATE BOUNDARY
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- BOUNDARIES FOLLOW SECTION HALF SECTION, OR QUARTER SECTION LINES, OR NATURAL BARRIERS EXCEPT AS DIMENSIONED



PREPARED BY STANLEY CONSULT  
 IN COOPERATION WITH THE IOWA  
 DEPARTMENT OF TRANSPORTATION

