

BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the Nebraska) Application No. NUSF-61.09
Public Service Commission,)
seeking to review traffic)
studies to determine the)
appropriate percentage of)
assessable revenues subject to) ORDER
the Nebraska Universal Service)
Fund: United States Cellular)
Corporation's (U.S. Cellular))
request for approval of traffic)
study.) Entered: December 15, 2015

BY THE COMMISSION:

O P I N I O N A N D F I N D I N G S

On November 3, 2015, United States Cellular Corporation (U.S. Cellular) filed a request with the Commission to accept the results of its traffic study conducted in 2015. U.S. Cellular proposes to use the inverse percentage to determine the assessable intrastate revenues for the Nebraska Universal Service Fund (NUSF). Notice of the application appeared in the Daily Record, Omaha, Nebraska on November 6, 2015. No protests or interventions were filed; therefore, the Commission processed this application pursuant to its Rule of Modified Procedure.

In June 2006, the Federal Communications Commission considered the safe harbor percentage for wireless carrier revenues that should be considered interstate. The FCC raised the wireless safe harbor percentage from 28.5 percent (28.5%) to 37.1 percent (37.1%) for interstate contributions. The FCC also allows companies to report a percentage of revenue (through a traffic study or actual traffic data) as an alternative to the safe harbor upon request and documentation.

Similarly, the Commission has adopted a rule that permits a carrier to use the relevant FCC safe harbor provisions or to request the Commission to approve an allocation factor. See Neb. Admin. Code, Title 291, Chapter 10, Rule 002.01D1b.

In its request, U.S. Cellular confidentially filed a copy of the company's traffic study submission to the FCC and USAC to establish an allocation factor to use as an alternative to the FCC safe harbor provision. U.S. Cellular proposes to use the

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inverse of the federal traffic study percentage to report intrastate revenues for NUSF assessment as of January 1, 2016.

Upon review of the request made by U.S. Cellular, the Commission is of the opinion and finds its request to contribute to the NUSF based on its traffic study should be, and it is hereby, approved. The allocation factor is approved as provided in the confidential attachment to this Order. The Commission finds it should keep the traffic study information and updates filed by U.S. Cellular, confidential as requested.

O R D E R

IT IS THEREFORE ORDERED by the Nebraska Public Service Commission that the allocation factor contained in Confidential Attachment "A" shall be, and it is hereby, approved.

IT IS FURTHER ORDERED that U.S. Cellular Corporation shall use the inverse of its federal traffic study percentage for the purposes of reporting intrastate revenues effective January 1, 2016, for Nebraska remittances.

ENTERED AND MADE EFFECTIVE at Lincoln, Nebraska this 15th day of December, 2015.

NEBRASKA PUBLIC SERVICE COMMISSION

COMMISSIONERS CONCURRING:

Tim Schram
Crystal Inwades
Dee Johnson

Chairman *Gerald L. Vap*

ATTEST: *Jeffrey L. Puley*

Executive Director

//s//Frank E. Landis
//s//Gerald L. Vap