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## Funding Status – FY 2018

USAC issued Wave 21 on Friday, August 31<sup>st</sup> for \$15.0 million. Cumulative funding as of Wave 21 is \$1.70 billion, including \$69.2 million for North Carolina.

## Updates on USAC’s E-Rate Productivity Center and Legacy System

### *Counterintuitive Form 498 URL:*

Most E-rate applicants already have valid Form 498s on file. Those still needing to file (or update) their Form 498s, however, should be aware of a recently updated, but potentially misleading, USAC link. Instructions for filing a Form 498 start on the “[Obtain an Applicant 498 ID](#)” page. As a part of this process, applicants are asked to upload banking information by completing the following online form and attaching the appropriate documentation (bank statement or voided check).

The screenshot shows the USAC E-FILE 'UPLOAD DOCUMENTS' form. At the top is the USAC logo and the text 'Universal Service Administrative Company®'. Below that is a yellow bar with 'E-FILE' and a white bar with 'UPLOAD DOCUMENTS'. The form is addressed to 'Processing Team'. It contains several input fields: 'Company Name', 'Confirmation No/Filer ID/Form 498 ID', 'Name (first, middle initial, last)' with sub-fields for 'First', 'MI', and 'Last', 'Phone Number' with sub-fields for 'xxxx-xxxx-xxxx' and 'Ext.', and 'Email'. A blue box contains a note: 'Please attach only one file; acceptable extensions are .jpg, .bmp, .jpeg, .gif, .doc, .docx, .pdf, .xls, .xlsx, .ppt, or .pptx.' Below this note is an 'Attachment:' label and a 'Browse...' button, with a red arrow pointing to the 'Attachment:' label. At the bottom of the form are two buttons: 'Send' and 'Exit'.

Somewhat surprisingly, the URL for this address references the term “service provider,” not “applicant” (<https://efile.universalservice.org/ServiceProviderManagement/V1/BankValidation>). If this URL seems too counterintuitive, an alternative (and often faster) way to submit banking validation information is via email to [498bankverification@usac.org](mailto:498bankverification@usac.org) including applicant name and contact information, the Form 498 ID, and the scanned bank information.

## E-Rate Updates and Reminders

### *Upcoming 2018 E-Rate Dates:*

September 7 Last day of the PIA summer deferral period. Application reviews placed on hold during this period will be reactivated.

September 10 FY 2017 Form 486 deadline for funding committed in Wave 54. Other upcoming Form 486 deadlines include:

Wave 55	09/12/2018
Wave 56	10/26/2018
Wave 57	11/26/2018

Applicants missing these (or earlier) deadlines should watch carefully for “Form 486 Urgent Reminder Letters” in EPC. The Reminders will afford applicants with 15-day extensions to submit their Form 486s without penalty.

The first Form 486 deadline for FY 2018 is not until October 29, 2018.

September 10 Deadline to submit comments on the Department of Agriculture’s Rural Utilities Service proposal for the implementation of its \$600 million pilot broadband program ([e-Connectivity Pilot](#)). Coincidentally, this is the same deadline for the submission of comments on the FCC’s \$100 million pilot broadband telehealth program ([FCC 18-112](#)). Neither pilot program is directly related to E-rate, but both are designed to promote broadband in rural areas.

September 13 Deadline to submit reply comments on the FCC’s Proposed Eligible Services List for FY 2019 ([DA 18-789](#)).

September 19 USAC webinar entitled [Navigating the E-rate Invoicing Process](#).

September 30 Service Delivery Deadline (“SDD”) for FY 2017 non-recurring FRNs. This is also the deadline for requesting a one-year SDD extension (see USAC News Brief referenced below).

### *Public Comments on the Eligible Services List for FY 2019:*

The [State E-Rate Coordinators’ Alliance \(“SECA”\)](#) was the only party filing substantial comments to the FCC’s Proposed Eligible Services List (“ESL”) for FY 2019 ([DA 18-789](#)). SECA’s comments suggested clarifications to several aspects on the ESL including:

1. A definition of eligible Category 1 Network Equipment sufficient to cover all components (leased or purchased) necessary to integrate Leased Lit fiber circuits into a fully functional network.

2. Proper Form 471 treatment of Category 2 software which is listed separately in the ESL, but not included as a subcategory in the Form 470.
3. Guidance on the categorization of client licenses.
4. Confirmation that leased equipment may be categorized under either Internal Connections (“IC”) or Managed Internal Broadband Services (“MIBS”).

More broadly, with respect to Category 2, SECA noted the understandable confusion of applicants as to the proper classification of equipment maintenance as either Basic Maintenance of Internal Connections (“BMIC”), IC, or MIBS — a distinction initially, but no longer required, to implement the previous 2/5 rule for Priority 2 equipment. SECA recommended the elimination of the Category 2 subcategories.

### *FCC Decision Watch:*

The FCC has issued another set of “streamlined,” precedent-based decisions ([DA 18-897](#)). Applicants facing similar problems as addressed in these decisions may garner useful information by carefully reading the additional FCC explanations found in the footnotes. The original appeal and waiver requests can be found online in the FCC’s [Search for Filings](#).

In last week’s decisions, the FCC:

1. Dismissed:
  - a. Three Requests for Review and/or Waiver deemed moot for which USAC had already taken the actions requested or for which the applicants had already been fully compensated.
2. Granted:
  - a. One Request for Review, originally filed in 2001, waiving the FCC’s 30% rule and remanding the application to USAC for review.
  - b. One Request for Review giving an applicant additional time to respond to USAC’s requests for information.
  - c. Two Requests for Waiver for ministerial and/or clerical errors on Form 471 applications or in responses to PIA questions.
  - d. One Request for Waiver of the appeal- or waiver-filing deadline for an applicant filing such a request “only a few days late.”
3. Denied:
  - a. Four Requests for Waiver of invoice deadline extensions.
  - b. Six Requests for Waiver for applications filed more than two weeks after the close of the FY 2018 window.
  - c. One Request for Review for ministerial and/or clerical “errors” for which the petitioner had not demonstrated good cause to justify changes to its E-rate application.
  - d. One Request for Review, originally filed in 2000, of a denied service substitution.
  - e. Three Requests for Waiver for untimely-filed waivers or appeals.

## USAC News Brief Dated August 31 – FY 2017 Non-Recurring Service Delivery Deadlines

[USAC's Schools and Libraries News Brief of August 31, 2018](#), reminds applicants that the Service Delivery Deadline (“SDD”) for most FY 2017 non-recurring services is September 30, 2018, unless extended automatically, or upon request, for a second year.

Automatic SDD extensions are granted if FCDLs or Revised FCDLs (for specified reasons only) were issued on or after March 1, 2018.

Applicants only — not service providers — can request SDD extensions. Such a request must be made via a Form 500 by the original SDD date — i.e., by September 30, 2018.

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*Newsletter information and disclaimer: This newsletter may contain unofficial information on prospective E-rate developments and/or may reflect E-Rate Central's own interpretations of E-rate practices and regulations. Such information is provided for planning and guidance purposes only. It is not meant, in any way, to supplant official announcements and instructions provided by the SLD, FCC, or NCDPI.*

*Additional North Carolina specific E-rate information is available through our Web site — <http://www.e-ratecentral.com/us/stateInformation.asp?state=NC>. Note that this site provides easy access to formatted North Carolina applicant E-rate histories via the Billed Entity Number (“BEN”) search mechanism in the upper left-hand corner. Detailed information can be obtained by “drilling down” using the links for specific funding years and individual FRNs.*

*For further information, follow E-Rate Central on Twitter, Facebook, and LinkedIn.*



*If you have received this newsletter from a colleague and you would like to receive your own copy of the North Carolina E-Rate Forum, send an email to [join-ncerate@lists.dpi.state.nc.us](mailto:join-ncerate@lists.dpi.state.nc.us). Please include your name, organization, telephone, and e-mail address.*

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