BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of the Notice of Relinquishment of Eligible Telecommunications Carrier Designation and Discontinuance of Wireless Services of Budget Prepay, Inc. d/b/a Budget Mobile

File No. RD-2018-____

STAFF RECOMMENDATION TO CANCEL DESIGNATION

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COMES NOW the Staff of the Missouri Public Service Commission ("Staff") and for its recommendation states as follows:

1. On July 6, 2017, Budget Prepay, Inc., d/b/a Budget Mobile ("Budget") filed a request to relinquish its Eligible Telecommunication Carrier ("ETC") designation for the receipt of low-income support from the federal Universal Service Fund related to wireless services, which was granted in CO-2012-0043 (see BCES-2018-0026). Budget is a wireless telecommunications provider not certificated by the Commission.

2. In lieu of a memorandum, Staff herein recommends that the Commission grant the Company's request. The Commission does not have specific rules concerning relinquishing, but relies on 47 USC §214(e)(4). The Staff agrees that Budget meets all of the requirements set forth therein.

3. The Company seeks to relinquish its ETC designation and all other designations it holds with the Commission. Additional pleadings have been filed concurrently with this pleading to reflect the Company's request to relinquish authority to offer any services in Missouri.

WHEREFORE, Staff recommends that the Commission grant Budget's request

to relinquish its designation as an Eligible Telecommunications Carrier for the receipt of

low-income support from the federal Universal Service Fund.

Respectfully submitted,

<u>/s/ Whitney Payne</u>

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served by electronic mail, or First Class United States Postal Mail, postage prepaid, on this 7th day of July, 2017, to all counsel of record.

<u>/s/ Whitney Payne</u>



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July 6, 2017

Mr. Morris L. Woodruff Secretary Missouri Public Service Commission 200 Madison Street, P.O. Box 360 Jefferson City, Missouri 65102-0360

Re: Notice of Discontinuance of Wireless Telecommunications Services of Budget PrePay, Inc. d/b/a Budget Mobile; Discontinuance of IXC Certificate of Budget PrePay, Inc. d/b/a Budget Phone; and Relinquishment of ETC Designation

Dear Mr. Woodruff:

Budget PrePay, Inc. ("Budget") hereby gives notice to the Commission that it intends to discontinue providing any and all telecommunications services in the state of Missouri by and through its operating entities.

First, Budget PrePay, Inc. d/b/a Budget Mobile ("Budget PrePay") hereby gives notice to the Commission that it is discontinuing its provision of wireless telecommunications services in Missouri and relinquishing its designation as a Lifeline-only, wireless Eligible Telecommunications Carrier ("ETC"), which was issued by the Commission on April 24, 2013, and was effective on May 4, 2013.¹ Budget PrePay's decision to relinquish its ETC designation is the result of changes in the industry and modifications to the federal Lifeline program.

Notice to all of Budget PrePay's subscribers in Missouri was sent on or before May 5, 2017, to permit them to obtain service from an alternative ETC in anticipation of relinquishing its ETC designation in Missouri on or about June 5, 2017.

The impact of this discontinuance will be minimal because Budget PrePay serves less than 1,800 total subscribers in Missouri, and those consumers will have multiple options for alternative wireless service providers in the state, including TracFone Wireless, Q Link Wireless, Assurance Wireless and Boomerang Wireless.

Additionally, Budget PrePay, Inc. d/b/a Budget Phone ("Budget Phone") is a Competitive Local Exchange Carrier ("CLEC") certificated by the Commission to provide basic local exchange and long distance services throughout the Southwestern Bell Telephone Company, L.P. d/b/a AT&T Missouri service territories, pursuant to the Commission's Order granting a Certificate of Service Authority, issued

¹ In the Matter of the Application of Budget PrePay, Inc., for Designation as a Wireless Eligible Telecommunications Carrier, Order Granting Application for Designation as an Eligible Telecommunications Carrier, File No. CO-2012-0043 (issued Apr. 24, 2013).



September 18, 2002.² On May 31, 2017, Budget filed its application to cancel its certificate of service authority to provide basic local telecommunications service. Budget's application was approved by the Commission in its Order Canceling Certificate, issued June 16, 2017.³ In addition to canceling its authority to provide basic local service, Budget Phone also seeks to cancel its authority to provide long distance, or IXC, service in Missouri. Further, as part of discontinuing its wireline services in Missouri, Budget Phone hereby relinquishes its ETC designation to offer Lifeline support to its basic local phone customers.

In short, Budget seeks: (1) discontinuance of wireless service, including ETC designation; (2) cancelation of its authority to provide wireline long distance service; and (3) relinquishment of its ETC designation as a Lifeline provider to its eligible basic local phone customers.

Should you have any questions or require additional information regarding Budget's filing, please do not hesitate to contact undersigned counsel.

Sincerely,

Is/ Susan B. Cunningham

Susan B. Cunningham

Counsel to Budget PrePay, Inc.

² In the Matter of the Application of Budget Phone, Inc., for a Certificate of Service Authority to Provide Resold and Facilities-based Local Telecommunications Services in Portions of the State of Missouri and to Classify Such Services and the Company as Competitive, Case No. CA-2003-0024, Order Granting Certificate to Provide Resold and Facilities-Based Basic Local Telecommunications Services (issued Sept. 18, 2002).

³ In the Matter of the Application of Budget PrePay, Inc. for Cancellation of its Certificate of Service Authority to Provide Basic Local Telecommunications Services, Case No. CD-2017-0315.