

THE STATE CORPORATION COMMISSION
OF THE STATE OF KANSAS

Before Commissioners: Thomas E. Wright, Chairman
 Michael C. Moffet
 Joseph F. Harkins

In the Matter of Filing the Audit Report for)
the Kansas Universal Service Fund Fiscal) Docket No. 08-GIMT-1045-GIT
Year 2005-2006 (Year 9).)

**ORDER GRANTING MOTION TO ACCEPT AUDIT REPORT AND
INCORPORATING RECOMMENDED CHANGES**

NOW COMES the above-captioned matter for consideration and determination by the State Corporation Commission of the State of Kansas (Commission). Having examined its files and records and being fully advised in the premises, the Commission finds and concludes as follows:

1. On May 29, 2008, Commission staff (Staff) filed a motion requesting the Commission review the audit report for Year 9 of the Kansas Universal Service Fund (KUSF), from March 1, 2005 through February 28, 2006, and issue an order accepting the report. Staff also pointed out several recommended changes to current audit procedures contained in the report and recommended the Commission adopt the recommended changes.
2. On June 10, 2008, the Commission issued its order setting a date for comment on the audit recommendations; the date set for comment was July 3, 2008.
3. No comments were received on the audit recommendations; therefore, the Commission accepts the audit recommendations and changes as set forth in the Year 9 audit and in Staff's motion and orders that the KUSF administrator incorporate those recommendations on a going-forward basis.

4. On July 7, 2008, Solix, the KUSF administrator, filed a letter in this docket submitting March 2007 through February 2008 KUSF fiscal year selections for carrier reviews. That letter made selections based upon the Commission accepting the audit recommendations made during the Year 9 review. Due to the number of carriers' revenues, the number of companies within certain groups changed, resulting in Solix suggesting slight modification to the number of carriers audited within each group. The Commission adopts Solix's recommended modifications and orders that the carrier selections continue as recommended by Solix in its letter dated July 3, 2008, and filed in this docket July 7, 2008.

IT IS, THEREFORE, BY THE COMMISSION ORDERED THAT:

A. Staff's motion to accept the audit report for Year 9 of the KUSF and incorporated recommended audit procedures is granted. The Commission adopts Solix's recommended modifications contained within the July 3, 2008i letter and directs Solix to continue with March 2007 through February 2008 carrier selection on the basis of the new procedures.

B. The parties have fifteen days, plus three days if service of this order is by mail, from the date this order was served in which to petition the Commission for reconsideration of any issue or issues decided herein. K.S.A. 66-118b; K.S.A. 2007 Supp. 77-529(a)(1).

C. The Commission retains jurisdiction over the subject matter and parties for the purpose of entering such further orders as it may deem necessary.

BY THE COMMISSION IT IS SO ORDERED.

Wright, Chmn.; Moffet, Com; Harkins, Com.

Dated: JUL 25 2008

ORDERED MAILED

JUL 25 2008



**EXECUTIVE
DIRECTOR**

Susan K. Duffy
Executive Director

crh