

## PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE  
SAN FRANCISCO, CA 94102-3298



July 8, 2010

Mr. Paul Clanon  
Executive Director  
California Public Utilities Commission  
505 Van Ness Avenue, 5<sup>th</sup> Floor  
San Francisco, CA 94102

Dear Mr. Clanon:

Re: Request for Approval of the California Teleconnect Fund (CTF) Budget for  
Fiscal Year 2011-12

In compliance with Section 273 (a) of the Public Utilities Code, the CTF Administrative Committee (Committee) hereby submits the attached proposed CTF Program Budget for the fiscal year 2011-12. The CTF program was established by Commission Decision 96-10-066 to provide a 50% discount on selected telecommunications and Internet access services to qualifying K-12 schools, libraries, government-owned and operated hospitals and health clinics, and community-based organizations within the state of California. In addition, Commission D.08-06-020 (Rulemaking 06-05-028) expanded the CTF program to include, among other things, California Community Colleges and California Telehealth Network participants. This program is funded by a surcharge on all end-users of intrastate telecommunications services.

There was a quorum present at our recent meeting of June 18, 2010, to discuss and adopt the budget. All voting members adopted the budget that is attached.

The proposed budget reflects the projected reimbursements to carriers, as well as administrative expenses associated with the program. The Committee included funding for administration of the program in the area of outreach to increase the level of CTF participation by non-profit community-based organizations, rural health care providers, and schools and libraries. The overall budget recommended by the Committee has increased from approximately \$69.907 million last year to the current recommendation of \$73.45 million.

Please do not hesitate to contact me with any questions by e-mail at [rselken@bcoe.org](mailto:rselken@bcoe.org) or by phone at (530) 532-5678.

Sincerely,

A handwritten signature in blue ink that reads "Russ Selken".

Russ Selken, Chairperson  
CTF Administrative Committee

cc: President M. Peevey  
Commissioner T. Simon  
Commissioner D. Grueneich  
Commissioner J. Bohn  
Commissioner N. Ryan  
J. M. Leutza, Director, Communications Division

Att: 2011-2012 Recommended Budget by the CTF Administrative Committee

**California Teleconnect Fund (CTF)**  
PUBLIC PROGRAM BUDGET DEVELOPMENT (\$000s)\*  
FOR FISCAL YEAR 2011-2012  
(July 1, 2011 through June 30, 2012)

**Submitted by CTF-AC**

<b>PROGRAM EXPENSES</b>		
a	Carrier Claims	\$70,000
b	Interest for Untimely Payment	\$50
c	Administrative Committee-Per Diem	\$8
d	Administrative Committee-Travel and Others	\$18
e	Administrative Committee-Special Needs Accommodation	\$8
f	Audits	\$1,400
g	Banking Fee	\$5
h	Inter-agency Cost	\$165
i	CPUC Staff Costs	\$686
j	Programming and Document Storage	\$5
k	Outreach	\$1,400
<b>Total Program Expenses (sum of a thru k)</b>		<b><u>\$73,745</u></b>

\*Proposed by CTF Administrative Committee

Voting Committee Members:

Calvin Chang : Public Hospitals/Clinics  
Michael Funk: Community Based Organizations  
Richard Matthews : Deaf and Disabled  
Alik Lee : Division of Ratepayer Advocates, CPUC  
Anna Montes: Consumer/Community Based Organizations  
Vivian Pisano: Public Libraries

Committee Members recused from voting:

Jeff Mondon: AT&T  
Russ Selken: K-12 Schools