

**BEFORE THE  
SOUTH DAKOTA PUBLIC UTILITIES COMMISSION**

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**IN THE MATTER OF THE REQUEST OF  
MIDSTATE COMMUNICATIONS, INC. FOR  
CERTIFICATION REGARDING ITS USE OF  
FEDERAL UNIVERSAL SERVICE  
SUPPORT.**

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**ANNUAL ETC  
CERTIFICATION FILING**

Midstate Communications, Inc. (the “Company”), by and through its attorney, makes this filing to seek certification from the South Dakota Public Utilities Commission (the “Commission”) to comply with the provisions of ARSD §§20:10:32:52 and 20:10:32:54 of the Commission’s rules pertaining to eligible telecommunications carriers (“ETCs”).

In accordance with 47 C.F.R. § 54.314, federal universal service high-cost support provided to carriers will be made available only if the State Commission files the requisite annual certification with the FCC and USAC. The certification required specifically for rural carriers to receive federal high-cost universal service support for all four quarters during calendar year 2025 is currently due to be filed with the FCC and USAC on or before October 1, 2024. The certification may be presented to these entities online through the 54.314 system or in the form of a letter from the State Commission, identifying which carriers in the State are eligible to receive federal high-cost support during the 12-month period and certifying that the carriers listed will only use the support for the provision, maintenance and upgrading of facilities and services for which the support is intended.

As part of its annual request to the Commission for certification, the Company provides the following information:

1. The Company is a rural telephone company that has previously been designated by this Commission as an ETC. The Company provides: (A) local exchange voice services and (B) broadband services to customer locations within its established rural service area(s), study area(s) in South Dakota. These services include all the essential services that are included in the federal definition of universal service and are included on **Confidential Exhibit C** and **Confidential Exhibit C-1**.

2. The provisions of ARSD §20:10:32:54 addressing the annual “Certification requirements” adopted by this Commission require a progress report on any previously filed service quality improvement plan. Thus, the Company files as **Confidential Exhibit A** and **Confidential Exhibit A-1** hereto its progress report. The provisions of ARSD §20:10:32:54 in part ask for information on “how much universal service support was received” by the ETC. Accordingly, **Confidential Exhibit A** and **Confidential Exhibit A-1** include the Company’s 2023 federal universal service receipts. These same Confidential Exhibits also show total expenditures made by the Company in 2023 relating to the provision, maintenance and upgrading of facilities and services for which universal service support is intended under federal law. In addition, to the extent that the Company’s actual capital investments in 2023 differ from the 2023 planned investment information previously provided to this Commission, the differences are noted in **Confidential Exhibit A** and **Confidential Exhibit A-1**. Finally, **Confidential Exhibit A** and **Confidential Exhibit A-1**, per the provisions of ARSD §20:10:32:54(2) include additional information detailing progress made toward meeting 2023 service quality improvement plan

targets, providing an explanation regarding any network improvement targets that were not met.

3. The Company also provides the Commission with a "two-year service quality improvement plan" as required by ARSD §20:10:32:54(1) including planned expenditures for calendar years 2025 and 2026 relating to the provision, maintenance, and upgrading of facilities and services for which universal service support is intended. (See attached **Confidential Exhibit B** and **Confidential Exhibit B-1**).

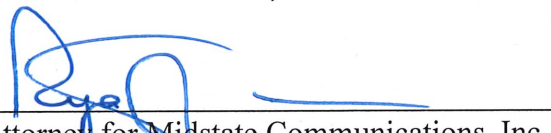
4. The Company is using federal high-cost universal service support amounts thus far received in 2024 to meet the objectives identified in previously filed service quality improvement plans and will continue to do so with respect to universal service amounts received in 2025. This use of federal universal service support will enable the Company to: (A) maintain rates for its local exchange services that are affordable and reasonably comparable to rates being charged for the same services in urban areas; and (B) upgrade its telecommunications facilities and equipment as necessary to meet evolving service requirements, including those related to broadband services, and maintain high quality service. The use of federal high-cost universal service support for these purposes is clearly consistent with the federal universal service provisions.

5. Also attached are **Confidential Exhibit C** and **Confidential Exhibit C-1**, documents containing the certifications required under the provisions of ARSD §§ 20:10:32:54(6) and 20:10:32:54(7). Lastly, attached **Exhibit D** is the Affidavit of the Company's General Manager/CEO submitted to support the Company's request for certification.

6. Based on all the foregoing information, including all information provided within **Confidential Exhibits A, A-1, B, B-1, C, and C-1** and **Exhibit D** (all attached hereto), the Company requests that this Commission issue an appropriate certification to the FCC and USAC indicating that the Company is in compliance with 47 U.S.C. § 254(e) and should receive all federal high cost universal service support determined for distribution to the Company in 2025. In order to ensure that this certification is issued to the FCC prior to October 1, 2024, the Company would further ask the Commission to expedite this process, to the extent needed to meet such deadline.

Dated this 26<sup>th</sup> day of June, 2024.

Respectfully submitted,  
CUTLER LAW FIRM, LLP



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