



E-rate Program

E-rate FY 2014 Update

May 8, 2014 – Tampa
May 13, 2014 – Los Angeles

The presentations below for the May 2014 service provider training sessions are about the current E-rate Program and are relevant to FY2014. The Federal Communications Commission is considering a major modernization to the program which could affect the program rules, procedures, process, and forms.



FY 2014 Demand Estimate

USAC		Estimate of Demand (Post Discount)		2014				
FISN 10% Reauthorization Report								
Request Date as of COB:			Monday, April 14, 2014					
Priority 1	Priority 2	Internet Access	Priority 1	Priority 2	Total	Percent		
19	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.0%		
20-29	\$1,602,285.15	\$1,064,730.72	\$2,667,024.87	\$144,884.95	\$69,532.35	\$204,417.30	\$2,871,442.17	0.1%
30-39	\$2,698,360.51	\$971,747.69	\$3,670,108.20	\$0.00	\$0.00	\$3,670,108.20	0.1%	
40-49	\$72,601,965.90	\$39,434,331.27	\$112,036,327.17	\$3,356,699.21	\$788,715.49	\$4,145,414.70	\$116,181,728.87	2.4%
50-59	\$101,883,003.34	\$43,921,961.59	\$145,804,964.93	\$6,374,960.48	\$499,145.61	\$6,874,106.07	\$152,679,071.00	3.2%
60-69	\$183,386,200.54	\$105,793,147.88	\$289,179,348.42	\$25,402,542.27	\$105,383.33	\$26,487,925.60	\$315,667,274.02	6.8%
70-79	\$347,851,843.08	\$206,865,126.57	\$554,716,969.65	\$29,680,545.79	\$2,579,582.06	\$32,260,127.84	\$586,977,097.49	12.2%
80-89	\$724,895,049.32	\$299,295,740.19	\$1,024,190,790.51	\$413,851,599.79	\$36,888,617.24	\$450,740,214.03	\$1,474,931,004.04	29.8%
90-99	\$324,949,795.24	\$203,040,949.89	\$527,990,745.13	\$1,499,518,826.09	\$174,379,918.85	\$1,673,898,744.74	\$2,201,889,489.87	45.6%
TOTAL	\$1,759,869,093.58	\$870,387,744.80	\$2,630,256,838.38	\$1,978,389,842.55	\$216,091,794.73	\$2,194,471,637.28	\$4,824,728,475.66	100.0%
	36.8%	18.0%	54.9%	41.0%	4.8%	45.5%	100.0%	

Notes:
These figures represent the total collection of requests received within the filing window. The estimate includes those requests for which the certifications were received and submitted by the deadline. The figure above may reflect some duplicate applications. These requests are as submitted by the applicants and not yet reviewed for compliance with program rules.

Fund Year: 2014
Apps Received: 45,731
FISN: 125,215
Total Post Discount: \$4,824,728,475.66
Deadline (Window Close): 3/26/2014 11:59:59 PM



FY 2014 Demand Estimate

- Key areas of FY 2014 demand
 - Total demand \$4.8 B
 - Priority One (P1) demand \$2.6 B
 - Priority One requests exceeded cap
 - Priority Two (P2) demand decreased slightly



FY 2014 vs. FY 2013

FY 2014 Demand

- Total applications 45,731
- Total P1 \$ requested \$2.63B
- Telecom \$1.76B
- Internet \$870m
- Total P2 \$ requested \$2.19B
- BMIC \$216m
- IC \$1.98B
- P2 at 90 % \$1.67B

FY 2013 Demand

- Total applications 45,189
- Total P1 \$ requested \$2.71 B
- Telecom \$1.9 B
- Internet \$790 m
- Total P2 \$ requested \$2.28 B
- BMIC \$280 m
- IC \$2.0 B
- P2 at 90 % \$1.76 B



Impact of FY2014 Demand

- FY 2014 cap is \$2,413,817,693.
- P1 demand estimate is slightly greater than the E-rate cap.
- The USAC Board has authorized funding all P1 if rollover funds are available.
- No decision regarding funding P2.



Notable Events

- FCC E-rate Modernization NPRM released on July 23, 2013
 - Sought comments on a variety of subjects
 - Over 1,500 responses received
- FCC E-rate Modernization Public Notice released on March 6, 2014
 - Sought further comment on three primary issues
 - Nearly 600 comments received



FY 2014 Funding Decisions

- All decisions will be rendered faster.
- Target is to have most decisions out by October 2014.
- First wave will be issued sooner than last year.



Agenda

- Highly interactive
- Plenty of time for questions
- Valuable information
- We are here to help you



Questions?
