



**Universal Service
Administrative Co.**

2026 FCC Form 499-A/Q True Up

	Contribution Factor	Circularity Factor
1st quarter 2025	.363000	.264573
2nd quarter 2025	.366000	.266277
3rd quarter 2025	.360000	.262866
4th quarter 2025	.381000	.274620

For the 2026 FCC Form 499-A/Q True Up, the following inputs will be used:

A.	Avg. of 2 highest FCC Contribution Factors	.373500
B.	Avg. of 2 lowest FCC Contribution Factors	.361500
C.	Avg. of 2 FCC Circularity Factors associated with 2 highest FCC Contribution Factors	.270449
D.	Avg. of 2 FCC Circularity Factors associated with 2 lowest FCC Contribution Factors	.263720
E.	Avg. of all FCC Contribution Factors	.367500
F.	Avg. of all FCC Circularity Factors	.267084
G.	1st quarter 2025 projected collected interstate and international revenue (Q1)	Lines 120b & 120c on November 2024 form 499Q
H.	2nd quarter 2025 projected collected interstate and international revenue (Q2)	Lines 120b & 120c on February 2025 form 499Q
I.	3rd quarter 2025 projected collected interstate and international revenue (Q3)	Lines 120b & 120c on May 2025 form 499Q
J.	4th quarter 2025 projected collected interstate and international revenue (Q4)	Lines 120b & 120c on August 2025 form 499Q
K.	499A Contribution Base: Year 2025 collected interstate and international revenue	Lines 423d & 423e on the 2026 form 499A.



2026 FCC Form 499-A/Q True Up

1. The first step in the True Up is to determine if the company is *de minimis* for purposes of the A/Q True Up using the following formula:
 $(499A \text{ Contribution Base} * .256)$
 - a. If the result is $< \$10,000$, then the contributor is *de minimis* and any USF contribution charges billed to the filer ID for their four 499Q filings for 2025 are reversed.
 - b. If the result is $> \text{ or } = \$10,000$, then the contributor is NOT *de minimis*; continue to step 2.
2. The next step in the True Up is determining which FCC Contribution Factor and associated FCC Circularity Factor to use in the True Up Calculation. After determining which factor is applicable, it will be used to replace the "Average FCC Contribution Factor" in step 3.
 - a. Average of 2 highest FCC Contribution Factors and the associated average FCC Circularity Factor should be used if $(499A) > (Q1 + Q2 + Q3 + Q4)$.
 - b. Average of 2 lowest FCC Contribution Factors and the associated average FCC Circularity Factor should be used if $(499A) < (Q1 + Q2 + Q3 + Q4)$.
 - c. Average of all 4 FCC Contribution Factors and the associated average FCC Circularity Factor should be used if $(499A) = (Q1 + Q2 + Q3 + Q4)$.
3. Using the inputs noted above, the A/Q True Up formula for calculating necessary USF contribution credits or debits is:
 - a. $(499A \text{ Contribution Base}) - (Q1 + Q2 + Q3 + Q4) = \text{True Up Base}$
 - b. $(\text{True Up Base} * \text{Average FCC Contribution Factor}) - (\text{True Up Base} * \text{Average FCC Contribution Factor} * \text{Average FCC Circularity Factor}) = \text{Quarterly Credit or Debit}$
 - c. $\text{Quarterly Credit or Adjustment} / 3 = \text{Monthly Credit or Debit}$