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June 2, 1998



Magalie Roman Salas  
Secretary  
Federal Communications Commission  
1919 M Street, N.W.  
Room 222  
Washington, DC 20554

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FEDERAL COMMUNICATIONS COMMISSION  
OFFICE OF THE SECRETARY

RE: CC Docket No. 96-262 Access Reform, CC Docket No. 96-45, Universal Service

Dear Ms. Salas:

On Monday, June 1, 1998, Robert McDonnell, Bell Atlantic, Whit Jordan, BellSouth, and Frank McKennedy, United States Telephone Association (USTA), all representing USTA, met with Rich Lerner and Tamara Preiss of the FCC's Competitive Pricing Division.

The purpose of the meeting was to discuss issues regarding implementation of the FCC's proposal to require the ILECs to recover their Universal Service Fund (USF) contributions through direct increases in Subscriber Line Charges (SLCs) in lieu of exogenous cost adjustments to the interstate access price cap indices. The discussion included clarification of the components of the Commission's plan, customer notification requirements, application of the plan to the price cap baskets and treatment of Centrex services.

Two copies of this notice are being filed in the Office of the Secretary. Please include them in the public record of these proceedings.

Respectfully submitted,

Frank McKennedy  
Director, Legal & Regulatory Affairs

cc: Rich Lerner  
Judy Nitsche  
John Scott

Office of the Secretary  
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