

complete the review is listed below.

FRN 1719267. Please provide a copy of the vendor invoice or contract t from SchoolNet to support the funding request in the amount of \$9460.00

Please fax or email the requested information to my attention. If you have any questions, please feel free to contact me.

It is important that we receive all of the information requested **within 15 calendar days** so we can complete our review. **Failure to do so may result in a reduction or denial of funding. If you need additional time to prepare your response, please let me know as soon as possible.**

Should you wish to cancel your Form 471 application(s), or any of your Individual funding requests, please clearly indicate in your response that it is your intention to cancel an application or funding request(s) Include in any cancellation request the Form 471 application number(s) and/or funding request number(s), and the complete name, title and signature of the authorized individual.

Thank you for your cooperation and continued support of the Universal Service Program.

Louis S Batoff

Schools and Libraries Division

Program Integrity Assurance

(P) 973 581-5019

(F) 973 599-6521

(E) lbato@sl.universalservice.org

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4/4/2008

2:54 PM EST

To: LINDA ALEXANDER @ 1-216-5143337 Solix

Page: %U-005





Schools and Libraries Division

Exhibit C

FAX COVER SHEET

LA

To: Louis S. Batoff - Program Integrity Assurance
Fax: 1.973.599.6521
From: Linda Alexander
Date: May 16, 2008
Pages: 1 (Including Cover)
RE: Spring Cove School District
Application #623265

SLD REQUEST:

FRN 1719267. Please have SchoolNet provide a detailed explanation of the Licensing fees in the amount of \$9460.00 one time charge. Also if there is an original master agreement please forward to me for review.

RESPONSE:

The Licensing fees are \$4.65 each for 2,043 students totaling \$9,499.95.

Any additional questions, please do not hesitate to contact me.

Linda Alexander, email: lalexander000@ameritech.net
Tel: 216.682.0169 Fax: 216.514.3337

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5

May 06, 2008

LINDA ALEXANDER

SPRING COVE SCHOOL DISTRICT

Telephone:

(216) 6820169

Application Number

623265

Response Due Date: MAY 21, 2008

You were recently sent a written request for additional information needed by the Program Integrity Assurance (PIA) team to review your Funding Year 2008 Form 471 application to ensure that it is in compliance with the rules of the Universal Service program. This is a reminder that the response due date is approaching. To date, none of the requested information has been received. The information needed to complete the review is listed below.

FRN 1719267. Please have SchoolNet provide a detailed explanation of the Licensing fees in the amount of \$9460.00 one time charge. Also if there is an original master agreement please forward to me for review.

It is important that we receive all of the information requested so the PIA team can complete its review. Please fax or email the requested information to my attention. If you have any questions please feel free to contact me.

If we do not receive the requested information by MAY 21, 2008, your application(s) will be reviewed using the information currently on file. Failure to respond may result in a reduction or denial of funding.

Should you wish to cancel your Form 471 application, or any of your individual funding requests, please clearly indicate in your response that it is your intention to cancel an application or funding request(s), along with the Form 471 application number(s) and/or funding request number(s), and the complete name, title and signature of the authorized individual.

A copy of this correspondence is being forwarded to your State E-Rate Coordinator for informational purposes only.

Thank you for your cooperation and continued support of the Universal Service Program.

Louis S Batoff

Schools and Libraries Division

Program Integrity Assurance

(P) 973 581-5019

(F) 973 599-6521

(E) lbatoft@sl.universalservice.org

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5/14/2008

6:50 AM EST

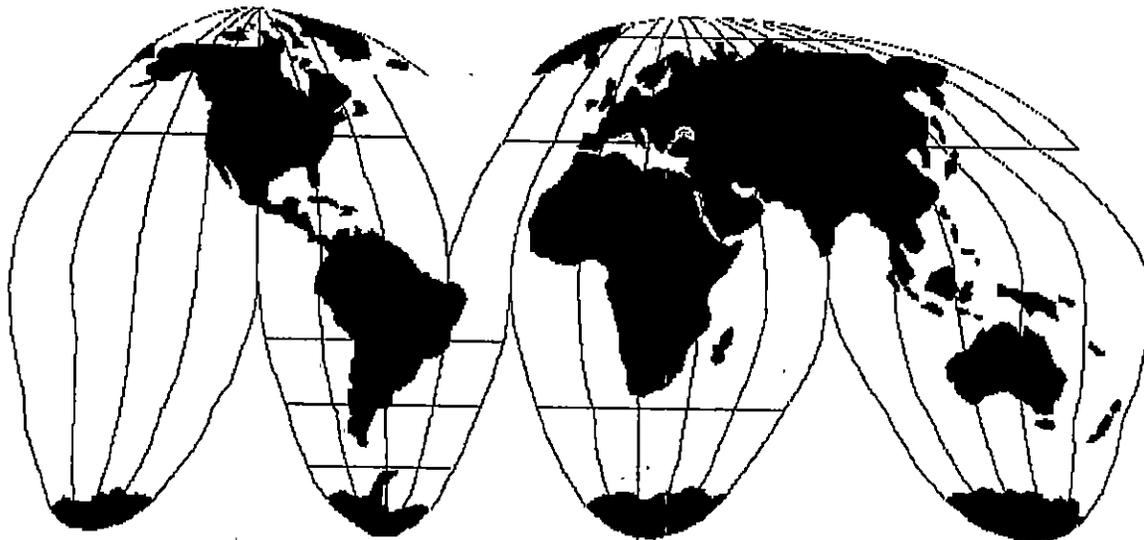
To: LINDA ALEXANDER @ 1-216-5143337 Solix

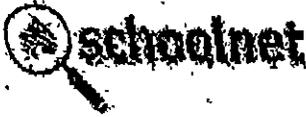
Page: %U-00

5



Schools and Libraries Division

FACSys[®] Fax Messaging Gateway**Fax enable your world with FACSys[®]****Brought to you by emFAST Inc.
www.facsys.com****To:** LINDA ALEXANDER**From:** Batoff, Louis**Fax Number:** 1-216-5143337**Subject:** E-RATE APP 623265 2ND 15-DAY**Date:** May 14, 2008**Pages:** 5**Time:** 6:50:13 AM**Note:**



Addendum to Master Agreement

This addendum ("Addendum") entered into as of January 24, 2008 between Spring Cove School District ("DISTRICT") and SchoolNet, Inc. ("SchoolNet") will serve as an amendment to the agreement made on July 1, 2004 between the parties and any previously executed amendments thereto (collectively, the "Agreement"). All terms not otherwise defined herein shall have the meanings given to them in the Agreement.

1. **Product Licensing:** This Addendum shall provide for the continuation of product licensing of the Outreach Module for the period from July 1, 2008 to June 30, 2009 (the "Renewal Period") for a total of up to 2,043 students.
2. **Professional Services:** Ongoing support services, professional development and any other professional services shall be separately contracted under additional addenda, based on SchoolNet's then-current rates. SchoolNet's rate card will be provided upon request; SchoolNet reserves the right to change SchoolNet's rates on thirty (30) days' prior written notice.
3. **Pricing and Payment Schedule:** The total cost for the Product Licensing during the Renewal Period will be \$9,460 as summarized in the table below.

Payment Due Date	Description of Payment	Total Payment Amount
Upon Renewal Date	Licensing Fees	\$9,460
Total		\$9,460

All payments shall be invoiced prior to the due dates specified above, and are due on such due date.

Thank you for your continued relationship with us. We look forward to serving you for many years to come.

SchoolNet, Inc.

C. Andrew Johns
Chief Operating Officer/Chief Financial Officer

Approved:
Spring Cove School District

Name:
Title: Superintendent

2/5/08

epic communications

From: Keith Kostrzewski [kkostrzewski@schoolnet.com]
Sent: Friday, January 11, 2008 9:55 AM
To: Schimminger, Cathy; Ahmed Uddin
Cc: office@epicinc.org; rpenos@epicinc.org
Subject: RE: E-Rate information

Good morning Rosemary and Cathy.
For the 2008-2009 year, Outreach licensee will be \$9,261 for 2,000 Students.
Should I prepare a renewal agreement?

-Keith

Keith Kostrzewski
Office: 646.496.9013
Cell: 917.428.5749
Email: keithk@schoolnet.com

-----Original Message-----

From: Schimminger, Cathy [mailto:cschimminger@scsd.k12pen.com]
Sent: Tuesday, January 08, 2008 2:15 PM
To: Ahmed Uddin
Cc: Keith Kostrzewski; rpenos@epicinc.org; office@epicinc.org
Subject: Re: E-Rate information

ahmend

I noticed that you have rosemary at scsd email address, rosemary does contract work for us on erate, i forwarded this info to her and her office. please note their email address is @epicinc.org ... thanks Phone number is 216-514-3336

> Hi Rosemary,
>
> Per our discussion yesterday on e-rate information, you will be
> contacted by Keith Kostrzewski and he will be providing you the
> information you need. Keith has been apprised of your time constraints.
> Please let me know if I can be of any further assistance.
>
>
> Thanks
>
>
> Ahmed M. Uddin
>
> Manager, CS Program Management Office
>
> SchoolNet Inc.
>
> 525 Seventh Avenue
>
> 4th Floor
>
> New York, NY 10018
>
> Phone: 646-201-5577
>
> Fax: 212-675-0815
>
> www.schoolnet.com <<http://www.schoolnet.com/>>

>
>
>
>
--
Cathy Schimminger, Technology Administrator Spring Cove School District 1100 E. Main
Street Roaring Spring PA 16673
Phone:814-224-5124
Fax: 814-224-5516
<http://springcove.schoolnet.com>

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We may monitor email to and from our network.

143025884

May 06, 2008

LINDA ALEXANDER

SPRING COVE SCHOOL DISTRICT

Telephone:

(216) 6820169

Application Number

623265

463 X 2043 = 9,459.09

KERK
KOSTERZINS

Response Due Date: MAY 21, 2008

The Program Integrity Assurance (PIA) team is in the process of reviewing all Funding Year 2008 Form 471 Applications for schools and libraries discounts to ensure that they are in compliance with the rules of the Universal Service program. We are currently in the process of reviewing your Funding Year 2008 Form 471 Application. To complete our review, we need some additional information. The information needed to complete the review is listed below.

FRN 1719267. Please have SchoolNet provide a detailed explanation of the Licensing fees in the amount of \$9460.00 one time charge. Also if there is an original master agreement please forward to me for review.

2043 students X 4.65 = 9499.95

Please fax or email the requested information to my attention. If you have any questions, please feel free to contact me.

It is important that we receive all of the information requested within 15 calendar days so we can complete our review. **Failure to do so may result in a reduction or denial of funding. If you need additional time to prepare your response, please let me know as soon as possible.**

Should you wish to cancel your Form 471 application(s), or any of your individual funding requests, please clearly indicate in your response that it is your intention to cancel an application or funding request(s). Include in any cancellation request the Form 471 application number(s) and/or funding request number(s), and the complete name, title and signature of the authorized individual

Thank you for your cooperation and continued support of the Universal Service Program

Louis S Batoff

Schools and Libraries Division

Program Integrity Assurance

(P) 973 581-5019

(F) 973 599-6521

(E) lbatofff@sl.universalservice.org

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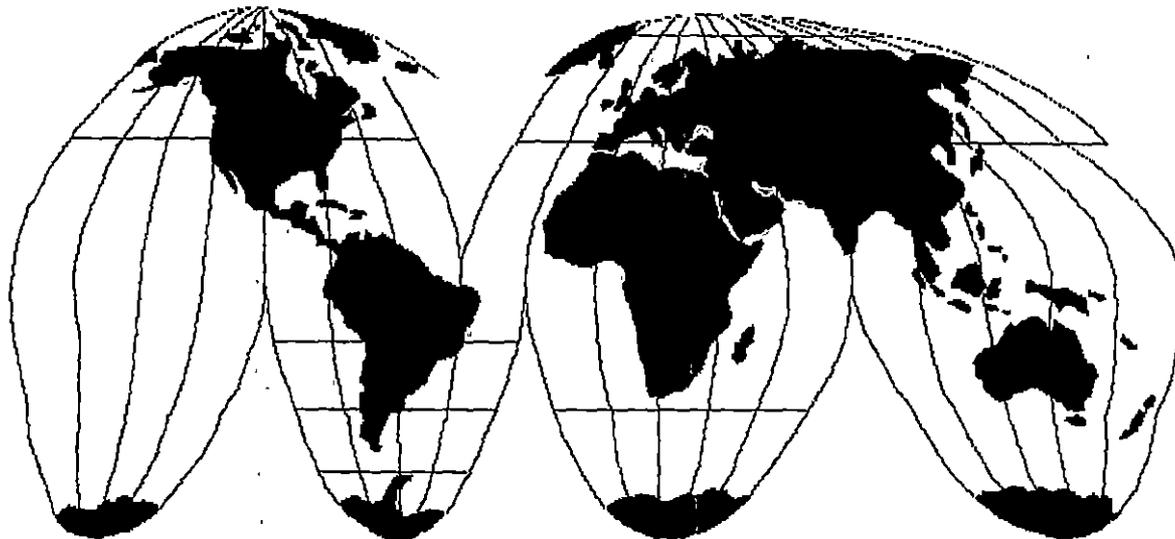




Schools and Libraries Division

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www.facsys.com

To: LINDA ALEXANDER

From: Batoff, Louis

Fax Number: 1-216-5143337

Subject: ERate App# 623265 REQUEST ADD'L

Date: May 06, 2008

Pages: 6

Time: 9:46:07 AM

Note:

Exhibit D

FAX COVER SHEET

To: Louis S. Batoff - Program Integrity Assurance
Fax: 1.973.599.6521
From: Linda Alexander
Date: July 30, 2008
Pages: 2 (Including Cover)
RE: Spring Cove School District
Application #623265

SLD REQUEST

FRN 1719267 The letter will represent correspondence that has been sent to School Net with no reply. This will give you an opportunity of contacting the provider to obtain the required information to complete this review

The Schools and Libraries Division is currently evaluating the eligibility of web hosting services for SPRING COVE SCHOOL DISTRICT. In order to make a positive determination for discounted service, additional information is required

Please provide a cost allocation based on tangible information that provides a reasonable and appropriate delineation between the eligible and ineligible components of your service. The cost allocation should include both cost/percentage of ineligible and eligible components as well as how these figures were derived. It is important that we receive both pieces of information so we may fully understand the rationale used to determine your cost allocation.

RESPONSE

Please see the attached cost allocation chart from the vendor.

Any additional questions, please do not hesitate to contact me.

Linda Alexander, email: lalexander000@ameritech.net
Tel: 216.682.0169 Fax: 216.514.3337

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epic communications

From: Keith Kostrzewski [kkostrzewski@schoolnet.com]
Sent: Thursday, July 10, 2008 1:50 PM
To: linda alexander
Cc: Epic Communications
Subject: RE: SPRINGCOVE

Here you go Linda.

Feature/Service	Eligibility	% of Total Eligible Cost	% of Total Ineligible Cost	Cost
Provision of web site traffic (bandwidth)	ELIGIBLE	20%		\$1,892
Provision of disk space for storing applicant-provided content	ELIGIBLE	30%		\$2,838
Providing FTP transfer capacity so that files can be maintained	ELIGIBLE	20%		\$1,892
Web Page Creation	INELIGIBLE		10%	\$946
Homework Assignment Pages	INELIGIBLE		5%	\$473
Access to specialized content (e.g., need a user name and password)	INELIGIBLE		5%	\$473
Access to software applications	INELIGIBLE		5%	\$473
Access to content creation/editing features including templates.	INELIGIBLE		5%	\$473
TOTAL		70%	30%	\$9,460

-Keith

Keith Kostrzewski
SchoolNet, Inc.
Regional Sales Manager, Northeast
Office: 646.496.9013
Cell: 917.428.5749
Email: keithk@schoolnet.com

From: linda alexander [mailto:lalexander000@ameritech.net]
Sent: Thursday, July 10, 2008 11:17 AM
To: Keith Kostrzewski
Cc: Andy Johns; 'Epic Communications'
Subject: RE: SPRINGCOVE
Importance: High

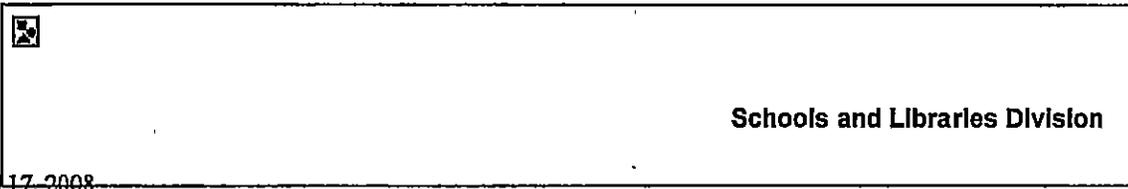
Keith

Please provide me with your breakdown of services reflecting 70% E-rate eligible and the 30% which is not eligible.

Linda Alexander

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From: Batoff, Louis [LBATOFF@sl.universalservice.org]
Sent: Thursday, July 17, 2008 9:23 AM
To: LINDA ALEXANDER@ 1-216-5143337
Cc: lalexander000@ameritech.net
Subject: ERate App# 623265 REQUEST ADD'L DOCUMENTATION (LB)



Jul 17, 2008

LINDA ALEXANDER
SPRING COVE SCHOOL DISTRICT
Telephone:
Application Number

(216) 6820169
623265

Response Due Date: AUGUST 1, 2008

The Program Integrity Assurance (PIA) team is in the process of reviewing all Funding Year 2008 Form 471 Applications for schools and libraries discounts to ensure that they are in compliance with the rules of the Universal Service program. We are currently in the process of reviewing your Funding Year 2008 Form 471 Application. To complete our review, we need some additional information. The information needed to complete the review is listed below

FRN 1719267 The letter will represent correspondence that has been sent to SchoolNet with no reply. This will give you an opportunity of contacting the provider to obtain the required information to complete this review

The Schools and Libraries Division is currently evaluating the eligibility of web hosting services for SPRING COVE SCHOOL DISTRICT.. In order to make a positive determination for discounted service, additional information is required

I have attached a letter that describes web hosting features, per USAC and the FCC, which is considered eligible versus ineligible. I have also attached a sample spreadsheet for you to review this spreadsheet which contains generic web hosting services along with sample (not official) eligibility status. Under Column C, Row 12 of the spreadsheet is the dollar amount that equates to your requested amount for Web Hosting Services under that 471 application. Please modify the spreadsheet as it pertains to your service offering, indicating the eligible and ineligible features, costs and percentage of total.

The attached PDF. Document is a copy of your provided backup 471 Invoiced documentation.

The Schools and Libraries Division is currently evaluating the eligibility of web hosting services for SPRING COVE SCHOOL DISTRICT. In order to make a positive determination for discounted service, additional information is required.

The FCC has defined the eligibility of Web Hosting as follows:

A web hosting service that provides a means for a school or library to display content on the Internet is eligible.

Domain name registration necessary for the creation of a school or library website is eligible for discount.

Funding is limited strictly to the eligible web hosting function. Some web hosting services may include ineligible features, such as software applications and content editing features. Funding will not be provided for such features. Any cost allocation must be based on tangible information that provides a reasonable and appropriate delineation between the eligible and ineligible components.

This information can be viewed at
http://www.usac.org/_res/documents/sl/pdf/els_archive/2008-eligible-services-list.pdf Page #7.

Examples of ineligible "content features" are:

- Access to specialized content (e.g., need a user name and password)
- Access to software applications
- Access to storage features such as a "virtual hard drive"
- Access to content creation/editing features including templates.

Examples of eligible web hosting

- Provision of web site traffic (bandwidth)
- Provision of disk space for storing applicant-provided content
- Providing FTP transfer capacity so that files can be maintained

Please provide a cost allocation based on tangible information that provides a reasonable and appropriate delineation between the eligible and ineligible components of your service. The cost allocation should include both cost/percentage of ineligible and eligible components as well as how these figures were derived. It is important that we receive both pieces of information so we may fully understand the rationale used to determine your cost allocation.

Please visit <http://www.usac.org/sl/applicants/step06/cost-allocation-guidelines-products-services.aspx> for cost allocation guidelines. We also recommend that you visit <http://www.usac.org/sl/applicants/step06/free-services-advisory.aspx> for an understanding of products and services offered to customers at no cost (free).

Thank you for your cooperation and I look forward to hearing from you.

Should you have any questions, please feel free to email (preferred) or call me.

Feature/Service	Eligibility	Cost	% of Total Eligible Cost	% of Total Ineligible Cost
Provision of web site traffic (bandwidth)	ELIGIBLE	\$1,892	✓ 20%	
Provision of disk space for storing applicant-provided content	ELIGIBLE	\$1,892	30 20%	
Providing FTP transfer capacity so that files can be maintained	ELIGIBLE	\$1,892	✓ 20%	
Web Page Creation	INELIGIBLE	\$473		10 8%
Chat Page	INELIGIBLE	\$473		5%
Homework Assignment Pages	INELIGIBLE	\$473		✓ 5%
Access to specialized content (e.g., need a user name and password)	INELIGIBLE	\$473		✓ 5%
Access to software applications	INELIGIBLE	\$473		✓ 5%
Access to storage features such as a "virtual hard drive"	INELIGIBLE	\$473		5%
Access to content creation/editing				✓