

|                               |            |                |            |                |
|-------------------------------|------------|----------------|------------|----------------|
| features including templates. | INELIGIBLE | \$946          |            | <del>10%</del> |
| <b>TOTAL</b>                  |            | <b>\$9,460</b> | <b>60%</b> | <b>40%</b>     |

Please fax or email the requested information to my attention. If you have any questions or you do not understand what we are requesting, 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 respond 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) [lbatoff@sl.universalservice.org](mailto:lbatoff@sl.universalservice.org)

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---

**From:** Keith Kostrzewski [mailto:kkostrzewski@schoolnet.com]  
**Sent:** Wednesday, July 09, 2008 5:16 PM  
**To:** linda alexander  
**Cc:** Andy Johns  
**Subject:** RE: SPRINGCOVE  
**Importance:** High

Linda, what the SLC is asking us is to verify the attached spreadsheet which determines eRate eligibility (attached is a sample from the SLC, with the requested amount in the table; this is not SchoolNet's version)

What I need to understand is based upon past reimbursements to Spring Cove, does the district expect to receive 100% in return? That will help us here, as it looks like we are 70% eligible, and want to be sure that meets the District expectation.

Thank you.

-Keith

**Keith Kostrzewski**  
SchoolNet, Inc.  
Regional Sales Manager, Northeast  
Office: 646.496.9013  
Cell: 917.428.5749  
Email: [keithk@schoolnet.com](mailto:keithk@schoolnet.com)

---

**From:** linda alexander [mailto:lalexander000@ameritech.net]  
**Sent:** Wednesday, July 09, 2008 4:48 PM  
**To:** Keith Kostrzewski  
**Cc:** 'Epic Communications'  
**Subject:** SPRINGCOVE  
**Importance:** High

Keith

Attached are e-rate Years 10 and 11 agreements, if this not what you need, please contact me

*Linda Alexander*  
*866-716-3336*

This message contains information from Epic Communications, Inc. which may be confidential and privileged. If you are not an intended recipient, please refrain from any disclosure, copying, distribution or use of this information and note that such actions are prohibited. If you have received this transmission in error, please notify by email.

| 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        | 20%                      |                            |
| Providing FTP transfer capacity so that files can be maintained     | ELIGIBLE    | \$1,892        | 20%                      |                            |
| Web Page Creation                                                   | INELIGIBLE  | \$473          |                          | 5%                         |
| 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 features including templates.    | INELIGIBLE  | \$946          |                          | 10%                        |
| <b>TOTAL</b>                                                        |             | <b>\$9,460</b> | <b>60%</b>               | <b>40%</b>                 |

## FAX COVER SHEET

**To:** Louis S. Batoff - Program Integrity Assurance  
**Fax:** 1.973.599.6521  
**From:** Linda Alexander  
**Date:** July 30, 2008  
**Pages:** 3(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 (1)

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 (2)

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](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. (3)

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

| 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        | 20%                      |                            |
| Providing FTP transfer capacity so that files can be maintained     | ELIGIBLE    | \$1,892        | 20%                      |                            |
| Web Page Creation                                                   | INELIGIBLE  | \$473          |                          | 5%                         |
| Chat Page                                                           | INELIGIBLE  | \$473          |                          | 5%                         |
| Homework Assignment Pages                                           | INELIGIBLE  | \$473          |                          | 5%                         |
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| Access to storage features such as a "virtual hard drive"           | INELIGIBLE  | \$473          |                          | 5%                         |
| Access to content creation/editing features including templates.    | INELIGIBLE  | \$946          |                          | 10%                        |
| <b>TOTAL</b>                                                        |             | <b>\$9,460</b> | <b>60%</b>               | <b>40%</b>                 |

**RESPONSE**

4 ~~We do not agree with the cost allocation chart you have provided.~~ 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](mailto:lalexander000@ameritech.net)  
Tel: 216.682.0169 Fax: 216.514.3337

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Exhibit E

*School  
net  
o/o eligible*

Jul 17, 2008

LINDA ALEXANDER

SPRING COVE SCHOOL DISTRICT

Telephone.

(216) 6820169

Application Number

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

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

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This information can be viewed at  
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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

**Total Ineligible Cost** % of

Provision of web site traffic (bandwidth)

ELIGIBLE

\$1,892

20%

Provision of disk space for storing applicant-provided content

ELIGIBLE

\$1,892

20%

Providing FTP transfer capacity so that files can be maintained

ELIGIBLE

\$1,892

20%

Web Page Creation

INELIGIBLE

\$473

5%

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 features including templates.

INELIGIBLE

\$946

10%

TOTAL

\$9,460

60%

40%

Please fax or email the requested information to my attention. If you have any questions or you do not understand what we are requesting, 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 respond 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.**

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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) [lbatoff@sl.universalservice.org](mailto:lbatoff@sl.universalservice.org)

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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          |
| <b>TOTAL</b>                                                        |             | <b>70%</b>               | <b>30%</b>                 | <b>\$9,460</b> |

-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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7/10/2008

| <b>Feature/Service</b>                                              | <b>Eligibility</b> | <b>Cost</b>    | <b>% of Total Eligible Cost</b> | <b>% of Total Ineligible Cost</b> |
|---------------------------------------------------------------------|--------------------|----------------|---------------------------------|-----------------------------------|
| Provision of web site traffic (bandwidth)                           | ELIGIBLE           | \$1,892        | 20%                             |                                   |
| Provision of disk space for storing applicant-provided content      | ELIGIBLE           | \$1,892        | 20%                             |                                   |
| Providing FTP transfer capacity so that files can be maintained     | ELIGIBLE           | \$1,892        | 20%                             |                                   |
| Web Page Creation                                                   | INELIGIBLE         | \$473          |                                 | 5%                                |
| 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 features including templates.    | INELIGIBLE         | \$946          |                                 | 10%                               |
| <b>TOTAL</b>                                                        |                    | <b>\$9,460</b> | <b>60%</b>                      | <b>40%</b>                        |

---

**From:** Keith Kostrzewski [mailto:kkostrzewski@schoolnet.com]  
**Sent:** Wednesday, July 09, 2008 5:16 PM  
**To:** linda.alexander  
**Cc:** Andy Johns  
**Subject:** RE: SPRINGCOVE  
**Importance:** High

Linda, what the SLC is asking us is to verify the attached spreadsheet which determines eRate eligibility (attached is a sample from the SLC, with the requested amount in the table; this is not SchoolNet's version)

What I need to understand is based upon past reimbursements to Spring Cove, does the district expect to receive 100% in return? That will help us here, as it looks like we are 70% eligible, and want to be sure that meets the District expectation.

Thank you.

-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:** Wednesday, July 09, 2008 4:48 PM  
**To:** Keith Kostrzewski  
**Cc:** 'Epic Communications'  
**Subject:** SPRINGCOVE  
**Importance:** High

Keith

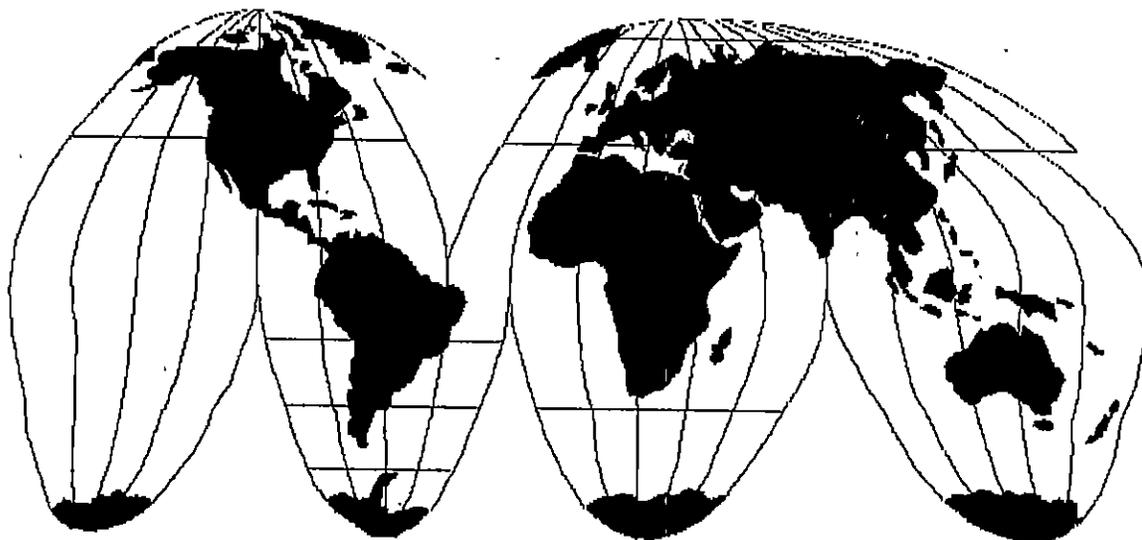
Attached are e-rate Years 10 and 11 agreements, if this not what you need, please contact me

*Linda Alexander*  
*866-716-3336*

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*To:* LINDA ALEXANDER

*From:* Batoff, Louis

*Fax Number:* 1-216-5143337

*Subject:* ERate App# 623265 REQUEST ADD'L

*Date:* July 17, 2008

*Pages:* 11

*Time:* 9:22:55 AM

*Note:*

Exhibit F

TRANSMISSION VERIFICATION REPORT

TIME : 11/03/2008 03:06  
NAME :  
FAX :  
TEL :  
SER.# : BROF4J643635

|              |                 |
|--------------|-----------------|
| DATE, TIME   | 11/03 03:05     |
| FAX NO./NAME | 19735996521     |
| DURATION     | 00:00:34        |
| PAGE(S)      | 02              |
| RESULT       | OK              |
| MODE         | STANDARD<br>ECM |

**FAX COVER SHEET**

**To: Louis S. Batoff - Program Integrity Assurance**  
**Fax: 1.973.599.6521**  
**From: Linda Alexander**  
**Date: November 3, 2008**  
**Pages: 2 (Including Cover)**  
**RE: Spring Cove School District  
Application #623265**

**SLD REQUEST**

**FRN 1719267**

This is the correspondence between our Services department and your provider. We will need the questions answered before we can complete this FRN request for Web Hosting

Within the spreadsheet that stated 30% Ineligibles, I need a detail written description of how that 30% ineligibility was derived at.

**RESPONSE**

**The individual that provided the so-called "30% ineligible" calculation is not presently with School Net.**

**His work product was reviewed by the current School Net officials and they submitted the attached, corrective letter to the SLD.**

**Therefore the 30% ineligible letter is withdrawn; please use the letter dated**

## FAX COVER SHEET

To: Louis S. Batoff - Program Integrity Assurance  
Fax: 1.973.599.6521  
From: Linda Alexander  
Date: November 3, 2008  
Pages: 2 (Including Cover)  
RE: Spring Cove School District  
Application #623265

### SLD REQUEST

FRN 1719267

This is the correspondence between our Services department and your provider. We will need the questions answered before we can complete this FRN request for Web Hosting

Within the spreadsheet that stated 30% Ineligibles, I need a detail written description of how that 30% ineligibility was derived at.

### RESPONSE

**The individual that provided the so-called "30% ineligible" calculation is not presently with School Net.**

**His work product was reviewed by the current School Net officials and they submitted the attached, corrective letter to the SLD.**

**Therefore, the 30% ineligible letter is withdrawn; please use the letter dated October 20, 2008 as the basis for eligibility of the School Net product in Spring Cove School District.**

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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C. Andrew Johns  
Chief Financial Officer

October 20, 2008

Mr. Lou Batoff  
Technology Services  
Schools & Libraries Division  
USAC  
100 S. Jefferson Road  
Whippany, NJ 07981

**RE: Web Hosting – Spring Cove School District**

Dear Mr. Batoff:

This letter amends SchoolNet's previous correspondence from Keith Kostzewski concerning the above-referenced E-rate funding request. Spring Cove School District is purchasing the following from SchoolNet:

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

The web hosting that SchoolNet provides has many features in addition to the functionality stated above. However, Spring Cove is purchasing its solution from SchoolNet based on receiving the functionality of the specific items listed above.

If you have any further questions about this matter, please feel free to contact Jenni Norris, Vice President of Sales - East Region, by phone, (305) 389-2347 or email, [jnorris@schoolnet.com](mailto:jnorris@schoolnet.com).

Sincerely yours,

C. Andrew Johns  
Chief Financial Officer

*PIA  
Backup*

*SchoolNet*

Oct 28, 2008

LINDA ALEXANDER

SPRING COVE SCHOOL DISTRICT

Telephone:

(216) 6820169

Application Number

623265

**Response Due Date:** November 11, 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**

**This is the correspondence between our Services department and your provider. We will need the questions answered before we can complete this FRN request for Web Hosting**

Within the spreadsheet that stated 30% Ineligibles, I Need a detail written description of how that 30% ineligibility was derived at.

The individual that provided the so-called "30% Ineligible" calculation is not with SchoolNet. ~~The~~ <sup>It is</sup> was produced <sup>presumably</sup>

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

was reviewed by the current SchoolNet officials & submitted the attached. If we do not receive the requested information by OCTOBER 6, 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.

corrective letter to the SLD, Newford.

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.

the 30% ineligible letter is w/d; please

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

use the letter dated Oct 21, 2008. (attached).

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

007

(F) 973 599-6521

(E) [lbatoff@sl.universalservice.org](mailto:lbatoff@sl.universalservice.org)

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10/28/2008  
007

11:55 AM EST

To: LINDA ALEXANDER @ 1-216-5143337

Solix

Page: %U-





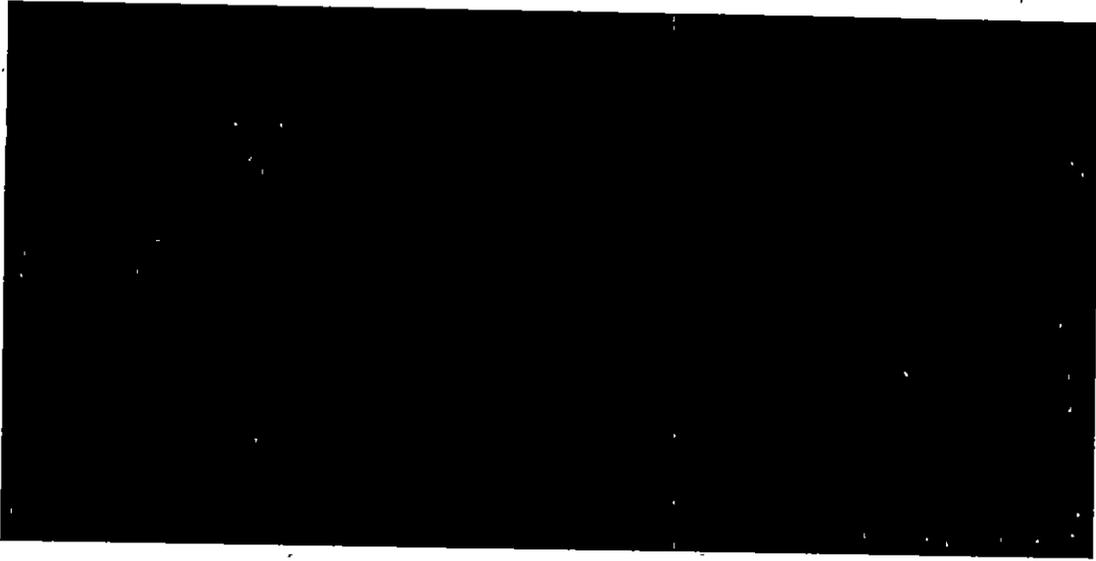
**Schools and Libraries Division**

10/28/2008  
007

11:55 AM EST

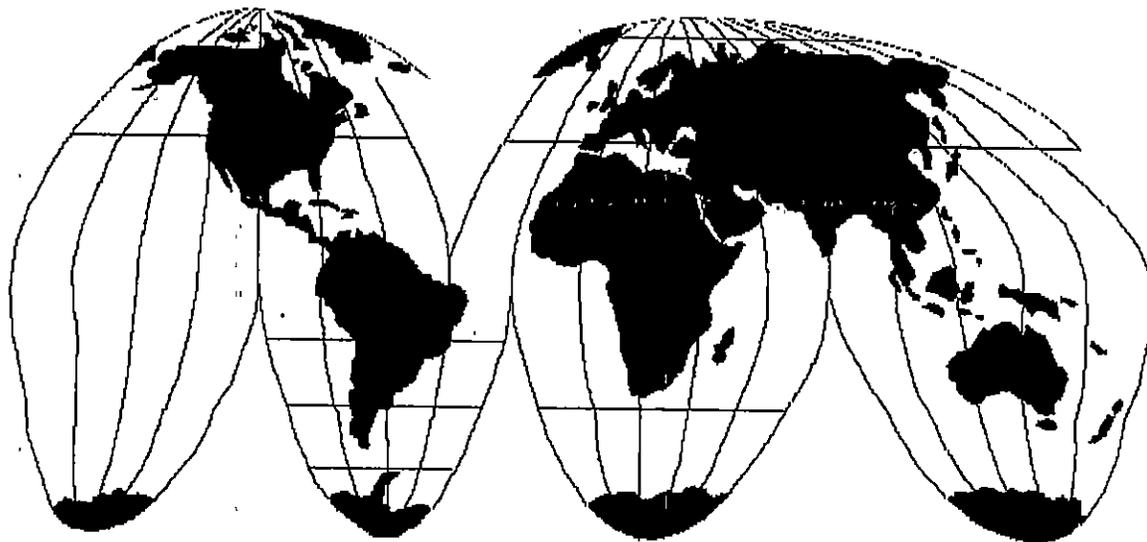
To: LINDA ALEXANDER @ 1-216-5143337 Solix

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*To:* LINDA ALEXANDER

*From:* Batoff, Louis

*Fax Number:* 1-216-5143337

*Subject:* E-RATE APP 623265 15-DAY LETTER

*Date:* October 28, 2008

*Pages:* 7

*Time:* 11:55:40 AM

*Note:*

## Rosemary Enos

---

**From:** Epic Communications [office@epicinc.org]  
**Sent:** Monday, October 06, 2008 1:05 PM  
**To:** jnorris@schoolnet.com; arojas@schoolnet.com  
**Cc:** 'Epic Communications'  
**Subject:** FW: ERate App# 623265 REQUEST ADD'L DOCUMENTATION (LB)  
**Attachments:** image001.jpg; image003.gif; image002.png

**Importance:** High

Jerri,

Thanks for the conversation today – following is the string of emails from the SLD regarding the issue of eligibility for the SchoolNet web hosting product.

We heard from the SLD today that next Thursday, Oct. 16<sup>th</sup> is our absolute deadline for this request and that if we do not have a response for this request by then they will deny the FRN based on lack of documentation/information. I am traveling to the Spring Cove District on Monday the 13<sup>th</sup> – so if we could have a resolution by then – that would be great!

I am available this week at the numbers listed below for any clarification/e-rate questions, so please don't hesitate to call me if you need assistance.

Thanks,  
Rosemary

Rosemary Enos  
Epic Communications  
216-514-3336 (phone)  
216-514-3337 (fax)  
216-218-9193 (cell)

---

**From:** linda alexander [mailto:lalexander000@ameritech.net]  
**Sent:** Thursday, October 02, 2008 12:37 PM  
**To:** 'Rosemary Enos'  
**Subject:** FW: ERate App# 623265 REQUEST ADD'L DOCUMENTATION (LB)

*Linda Alexander*

This message contains information from Epic Communications, Inc. which may be confidential and privileged. If you are not an intended recipient, please refrain from any disclosure, copying, distribution or use of this information and note that such actions are prohibited. If you have received this transmission in error, please notify by email."

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**From:** Batoff, Louis [mailto:LBATOFF@sl.universalservice.org]  
**Sent:** Friday, September 19, 2008 8:03 AM  
**To:** LINDA ALEXANDER@1-216-5143337

Cc: lalexander000@ameritech.net

Subject: ERate App# 623265 REQUEST ADD'L DOCUMENTATION (LB)

Dear Ms Alexander:

I am enclosing correspondence between our Services department and your provider. To date we have not recieved the necessary information to satisfy our question on the Web Hosting and how the 30% ineligible was determined.

I am requesting your assistance in resolving this matter.

Please do not hesitate to contact me if you have any questions or concerns

Sincerely,

Louis S Batoff

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**USAC**

Universal Service Administrative Company

**Schools and Libraries Division**

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Sep 19, 2008

LINDA ALEXANDER  
SPRING COVE SCHOOL DISTRICT

Telephone: (216) 6820169  
Application Number 623265

**Response Due Date: OCTOBER 6, 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**

**This is the correspondence between our Services department and your provider. We will need the questions answered before we can complete this FRN request for Web Hosting**

**From:** Gabaly, Sami  
**Sent:** Monday, August 11, 2008 2:37 PM  
**To:** 'Keith Kostrzewski'  
**Subject:** RE: Web Hosting-Spring Cove School District

Hi Keith,

Thank you for the response, but I need further information regarding your web hosting solution. Within the spreadsheet that stated 30% ineligibles, I Need a detail written description of how that 30% ineligibility was derived at.

If you have any questions please feel free to contact me, my contact information is stated below.

Thank you,

**Sami Gabaly**

**Technology Services**

**Schools & Libraries Division**

**100 S. Jefferson Rd**

**Whippany, NJ 07981**

**Voice: (973) 581-6704**

**Fax: (973) 599-6545**

**[sgabaly@sl.universalservice.org](mailto:sgabaly@sl.universalservice.org)**

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---

**From:** Keith Kostrzewski [mailto:kkostrzewski@schoolnet.com]

**Sent:** Monday, August 11, 2008 2:04 PM

**To:** Gabaly, Sami

**Subject:** RE: Web Hosting-Spring Cove School District

| 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          |
| <b>TOTAL</b>                                                        |             | <b>70%</b>               | <b>30%</b>                 | <b>\$9,460</b> |

-Keith

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

*PIA backup*

**From:** Gabaly, Sami [mailto:SGABALY@sl.universalservice.org]  
**Sent:** Friday, August 01, 2008 3:17 PM  
**To:** Keith Kostrzewski  
**Subject:** Web Hosting-Spring Cove School District

Hi Keith,

I just received the information regarding the attached web hosting solution that you provide. Can you please provide me with written details regarding the rationale as how the 30% ineligible portion was derived?

If you have any questions please feel free to contact me, my contact information is stated below.

Thank you in advance,

**Sami Gabaly**  
**Technology Services**  
**Schools & Libraries Division**  
**100 S. Jefferson Rd**  
**Whippany, NJ 07981**  
**Voice: (973) 581-6704**  
**Fax: (973) 599-6545**  
**[sgabaly@sl.universalservice.org](mailto:sgabaly@sl.universalservice.org)**

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) [lbatoﬀ@sl.universalservice.org](mailto:lbatoﬀ@sl.universalservice.org)

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