

**Before the  
FEDERAL COMMUNICATIONS COMMISSION  
Washington, D.C. 20554**

---

**In the Matter of** )

**Request for Review of Decision of the  
Universal Service Administrator** )

**Immaculate Conception Grade School** )

---

**CC Docket No. 02-6**

**File No. SLD349380 (FY2003)**

**To: Chief, Wireline Competition Bureau**

**SUPPLEMENT TO REQUEST FOR REVIEW**

**Father John LoSasso  
Immaculate Conception Grade  
School  
760 E. Gunhill Road  
Bronx, NY 10467-6108  
(718) 547-3346**

**Paul C. Besozzi  
Jennifer A. Cetta  
Patton Boggs LLP  
2550 M Street, N.W.  
Washington, DC 20037  
(202) 457-6000**

**Counsel for the Archdiocese of  
New York and Immaculate  
Conception Grade School**

**Dated: September 18, 2009**

**TABLE OF CONTENTS**

SUMMARY..... i

I. STATEMENT OF THE SCHOOL’S INTEREST IN THE REQUEST..... 2

II. KEY BACKGROUND FACTS ..... 2

    A. The School..... 2

    B. FCC Form 470 ..... 2

    C. FCC Form 471 ..... 3

    D. USAC’s Commitment Adjustment Letter..... 4

    E. The School’s Appeal And The USAC Denial Letter..... 4

III. STANDARD OF REVIEW ..... 6

IV. ARGUMENT ..... 7

    A. USAC Failed To Provide Any Documentation Or Evidence To  
    Substantiate Its Commitment Adjustment..... 7

    B. The School’s FCC Form 470 Provided Vendor-Neutral Information  
    And The School Conducted A Fair And Open Bidding Process..... 8

    C. The School Did Not Surrender Control Of The Competitive Bidding  
    Process To Any Service Provider, Including Computer Technical  
    Services, In Connection With The FY2003 Application ..... 10

V. CONCLUSION AND REQUEST FOR RELIEF..... 13

## SUMMARY

Immaculate Conception Grade School (“School”) supplements its timely-filed request for review of a decision by the Schools and Libraries Division of the Universal Service Administrative Company (collectively, “USAC”) seeking recovery of Schools and Libraries Support Mechanism (“E-Rate Program” or “Program”) funds awarded to the School for Funding Year (“FY”) 2003. USAC’s recovery is grounded in the assertion that the School abrogated control over the competitive bidding process to a service provider, Computer Technical Services, Inc. (“CTS”).

USAC has provided no documentation or evidence to substantiate the asserted basis for its action. As such, USAC has denied the School the right to file a comprehensive response to USAC’s claims. The Commission has expressly stated that applicants must be afforded the opportunity to demonstrate that they did not violate the Commission’s competitive bidding rules. USAC has meaningfully denied the School that opportunity.

Nevertheless, the School maintains that it made the decisions, without influence or participation by CTS, about the services to be acquired. The vendor-neutral descriptions contained on the relevant FCC Form 470 for FY2003 did not provide any competitive advantage to CTS or for that matter any other bidder in the process. Therefore, there was no violation of the competitive bidding rules and the basis for the request for return of funds now, going on 7 years after the Form 470 was posted, is incorrect.

Moreover, the School acted in good faith and there is no assertion that there has been any fraud or misuse of program funds. To require the return of funds now, so many years later, by a small private Catholic school would work an undue, unfair and unsustainable hardship.

**Before the  
FEDERAL COMMUNICATIONS COMMISSION  
Washington, D.C. 20554**

---

<b>In the Matter of</b>	)	
	)	
<b>Request for Review of Decision of the Universal Service Administrator</b>	)	<b>CC Docket No. 02-6</b>
	)	
<b>Immaculate Conception Grade School</b>	)	<b>File No. SLD349380 (FY2003)</b>
	)	

---

**To: Chief, Wireline Competition Bureau**

**SUPPLEMENT TO REQUEST FOR REVIEW**

Immaculate Conception Grade School (the “School” or “Immaculate”), acting through counsel and pursuant to and in accordance with Sections 54.719-54.721 of the Federal Communication Commission’s (“Commission”) rules, hereby supplements its previously-filed Request For Review (“Request”).<sup>1</sup> Therein, the School sought review of USAC’s ruling on appeal to affirm its previous decision to recover certain Schools and Libraries Support Mechanism (“E-Rate Program” or “Program”) funding provided to the School for FY2003.

USAC claims the recovery is justified because the School did not conduct a fair and open competitive bidding process and improperly surrendered control of that process to the ultimately successful service provider, Computer Technical Services, Inc. (“CTS”).<sup>2</sup> The School

---

<sup>1</sup> On June 17, 2009, the School filed a Request for Review with the Federal Communications Commission (“FCC” or “Commission”) seeking review of the April 23, 2009, denial by Schools and Libraries Division of the Universal Service Administrative Company (collectively, “USAC”) of an appeal the School filed with USAC for Funding Year (“FY”) 2003. FCC Administrative Record (“FCCAR”) at 00001-00006. The School respectfully requests that the Commission associate this Supplement To Request For Review (hereinafter “Supplement”) with that filing.

<sup>2</sup> FCCAR00005-00006 (USAC Letter dated April 23, 2009, denying the School’s FY2003 funding requests for Funding Request Numbers (“FRNs”) 941033, 941034 (the “Denial Letter”).

respectfully submits that USAC's conclusion is factually in error and not legally supportable. Therefore, the School's Request must be granted and USAC's efforts to recover the FY2003 Program funds terminated.

**I. STATEMENT OF THE SCHOOL'S INTEREST IN THE REQUEST**

The School has standing to file its appeal because Section 54.719(c) of the Commission's rules provides that "[a]ny person aggrieved by an action taken by a division of the Administrator ... may seek review from the Federal Communications Commission."<sup>3</sup> In this case, the School is directly aggrieved by USAC's Denial Letter and its continued effort to recover previously-approved Program funds expended in accordance with that approval.

**II. KEY BACKGROUND FACTS**

**A. The School**

Immaculate is a private, coed, Catholic elementary school located in the Bronx, New York, one of a number of such schools in the Archdiocese of New York that participate in the E-Rate Program. The School serves more than 600 students in grades NS-8.

**B. FCC Form 470**

On November 1, 2002, USAC posted the School's FCC Form 470, Application No. 37741000424541, indicating the School's intent to seek telecommunications, Internet access, and internal connections services.<sup>4</sup> The School did not post a separate RFP for any of the services.

---

<sup>3</sup> 47 C.F.R. § 54.719(c).

<sup>4</sup> FCCAR00007--00013 (FCC Form 470, Application No. 377410000424541, Nov. 1, 2002).

Specifically, on its FCC Form 470, the School sought the following services:

Telecommunications	
Local Voice Service	6 lines
Long Distance Voice Service	6 lines
Cellular Telephone Service	4 lines
Internet Access	
Dedicated Internet Service	110 computers
Internal Connections	
Network Maintenance	110 Connections
Technical Support	110 Connections
Telephone System Maintenance	50 Connections
Internal Wiring	50 Connections

The School conducted a competitive bidding process pursuant to the Commission's rules and waited 28 days after posting the FCC Form 470 before choosing Verizon-New York, Inc., AT&T Corp., Nextel of New York, Inc. and CTS for the services requested.

**C. FCC Form 471**

On January 17, 2003, the School filed its certified FCC Form 471, Application No. 349380, with USAC certifying its selection of Verizon-New York Inc., AT&T Corp. and Nextel of New York, Inc. as its telecommunications providers and CTS as its Internet access and internal connections service provider.<sup>5</sup> Specifically, the FCC Form 471 included the following funding requests: FRN 941034 for Internet access and FRN 941033 for internal connections. USAC subsequently approved the FY2003 funding request and to date has disbursed \$12,960.00 for FRN 941034 and \$66,150.00 for FRN 941033.

---

<sup>5</sup> FCCAR00014-00017 (FCC Form 471 Application No. 349380).

**D. USAC's Commitment Adjustment Letter**

USAC sent the School a Notification of Commitment Adjustment Letter (“COMAD”) for the FRNs listed above, adjusting USAC’s funding commitment to \$0.00.

Therein USAC provided the following Funding Commitment Adjustment Explanation:

After a thorough investigation, it has been determined that this funding commitment must be rescinded in full. During the course of review, it was determined that the service provider Computer Technical Services participated in the preparation of the Form 470 which established the competitive bidding process for FRN[s] 941033 [and 941034] by drafting the content of the Form 470 and submitting the Form 470 to USAC. FCC rules require applicants to submit a Form 470 to initiate the competitive bidding process, and to conduct a fair and open process. Accordingly, the applicant should not have a relationship with a service provider prior to the competitive bidding that would unfairly influence the outcome of a competition or would furnish the service provider with “inside” information or allow it to unfairly compete in any way. By having the service provider engaged in the preparation and submission of its Form 470, the applicant surrendered control of the competitive bidding process to the service provider who participated in the competitive bidding process as a bidder. Accordingly, the commitment has been rescinded in full and USAC will seek recovery of any funds disbursed in violation of the program’s competitive bidding rules. USAC has determined that both the applicant and the service provider are responsible for this rule violation; if any funds were disbursed, USAC will seek recovery of the improperly disbursed funds from both the applicant and the service provider.<sup>6</sup>

**E. The School's Appeal And The USAC Denial Letter**

The School timely appealed the COMAD to USAC on November 28, 2008, but on April 23, 2009, USAC issued its Denial Letter.<sup>7</sup> USAC’s explanation on appeal (“Denial Explanation”) was as follows:

---

<sup>6</sup> FCCAR00018-00023 (Notification of Commitment Adjustment Letter for Form 471 Application No. 349380, Oct. 6, 2008).

<sup>7</sup> FCCAR00004-00006.

Program rules prohibit service providers from participating in developing, filling out, completing and posting the Form 470. Even if the FCC Forms 470 in question provided vendor-neutral information, USAC disagrees that a fair and open bidding process was conducted by Immaculate Conception G School. Further, USAC disagrees with the appellant's assertion that Immaculate Conception G School did not surrender control of the competitive bidding process to a service provider.

In filing [sic] out the FCC Forms 470, CTS helped the entities to determine what types of services to seek. In so doing, the entities necessarily revealed information to CTS that it did not reveal to any other prospective bidder.

According to the documentation provided to USAC, a representative of CTS filled out and submitted the FCC Form 470, which constitutes a violation of the prohibition against service providers filling out forms that require an applicant's certification, as well as a violation of the requirement that the FCC Form 470 be completed by the entity that will negotiate with prospective bidders. CTS assisted in completing the FCC Form 470 even though Immaculate Conception G School was the entity that would negotiate with prospective bidders.

Additionally, CTS performed many of the competitive bidding tasks that would ordinarily have been performed by Immaculate Conception G School. For example Immaculate Conception G School did not have to prepare a list of services to bid out, fill out the FCC Form 470, or submit the FCC Form 470 to USAC. Therefore, the assistance that CTS provided to Immaculate Conception G School may have caused the entity to look more favorably on CTS bid as opposed to bids from companies who did not provide such assistance.

Your Letter of Appeal seems to indicate that because Immaculate Conception G School certified the FCC Form 470 and chose the service provider, the entity maintained control of the competitive bid process. However, for the reasons noted above, USAC determined that a competitive bid violation did occur. Consequently, the appeal is denied.

As noted in its timely filed Request, the School respectfully disagrees with USAC's analysis and conclusions. This Supplement outlines in greater detail the grounds for that disagreement.

### III. STANDARD OF REVIEW

USAC's authority to administer the E-Rate Program is limited to implementing and applying the Commission's rules and the Commission's interpretations of those rules as found in Commission decisions and orders.<sup>8</sup> USAC is not empowered to make policy, interpret any unclear provisions of the governing statute or the rules promulgated by the Commission,<sup>9</sup> or create the equivalent of new guidelines.<sup>10</sup> USAC is responsible for "administering the universal support mechanisms in an efficient, effective, and competitively neutral manner."<sup>11</sup> The Commission's review of the Denial Letter is *de novo*, without being bound by any findings or conclusions of USAC.<sup>12</sup>

First, the School fully complied with the Commission's rules on seeking competitive bids by signing and certifying the FCC Form 470,<sup>13</sup> carefully considering all bids submitted,<sup>14</sup> and waiting the required four weeks before making commitments with the selected providers of services.<sup>15</sup>

Second, CTS did not violate any of Commission's rules described above: CTS neither signed nor certified the FCC Form 470. In addition, contrary to USAC's assertion in the COMAD, CTS did not prepare or select services the School sought in the FCC Form 470.

---

<sup>8</sup> 47 C.F.R. § 54.702(c).

<sup>9</sup> *Id.*

<sup>10</sup> *Changes to the Board of Directors of the Nat'l Exchange Carrier Ass'n, Inc., Third Report and Order*, 13 FCC Rcd 25058, 25066-67 (1998).

<sup>11</sup> 47 C.F.R. § 54.701(a).

<sup>12</sup> 47 C.F.R. § 54.723.

<sup>13</sup> 47 C.F.R. § 54.504(b)(2).

<sup>14</sup> 47 C.F.R. § 54.504(b)(2)(vii).

<sup>15</sup> 47 C.F.R. § 54.504(b)(4).

Because USAC's conclusion is inaccurate and without foundation in Commission rules or precedent, the COMAD must be rescinded.

#### IV. **ARGUMENT**

##### A. **USAC Failed To Provide Any Documentation Or Evidence To Substantiate Its Commitment Adjustment**

The SLD failed to provide any specific language, documents or other evidence to support the conclusions in its Denial Explanation that CTS impermissibly participated in the School's competitive bidding process for FY2003. That explanation refers to "documentation provided to USAC," but does not identify what that "documentation" is, what is the context of the allegations or what in the "documentation" supported USAC's conclusions.

USAC's failure to substantiate its finding denies the School its due process rights to file a meaningful and substantive appeal to the FCC.<sup>16</sup> The Commission has clearly concluded that without specific information to determine the basis for a denial, applicants cannot provide comprehensive responses to USAC's arguments.<sup>17</sup> Yet the Commission has expressly instructed USAC that applicants must be afforded the "opportunity to demonstrate that they did not violate the Commission's competitive bidding rules."<sup>18</sup> Similarly, the School cannot file an informed appeal without specific information from USAC on which it is basing its decision.<sup>19</sup>

---

<sup>16</sup> Moreover, the Commission has also noted that with the passage of time, the ability of applicants to effectively respond to allegations of rule violations years before can be substantially affected. *Request for Review of the Decision of the Universal Service Administrator by Academy of Careers and Technology*, Order, 21 FCC Rcd 5348, 5351, ¶8 n.20 (2006) ("Academy of Careers Order"). Again, the USAC COMAD came some six years after the original Form 470 was filed.

<sup>17</sup> *Academy of Careers Order*, 23 FCC Rcd at 5350, ¶6.

<sup>18</sup> *Academy of Careers Order*, 23 FCC Rcd at 5348, ¶1.

<sup>19</sup> The School filed a FOIA Request with the FCC on November 26, 2008, in an attempt to obtain the information, but has been unsuccessful in its efforts to obtain any information relied upon by USAC.

**B. The School's FCC Form 470 Provided Vendor-Neutral Information And The School Conducted A Fair And Open Bidding Process**

The Commission's competitive bid requirements for the E-Rate Program require applicants to seek competitive bids for eligible services through completing, certifying and submitting FCC Form 470 to USAC. Among the competitive bid requirements, an applicant must name a contact person and wait 28 days<sup>20</sup> before selecting "the most cost-effective service or equipment offering, with price being the primary factor."<sup>21</sup>

The School complied with all aspects of the Commission's competitive bidding process. On November 1, 2002, USAC posted the School's FCC Form 470 for FY2003. Among the services it requested, the School sought Internet access described as "dedicated Internet service" for "110 computers." It also sought internal connections, described as "network maintenance" for "110 connections;" "telephone system maintenance" for "50 connections;" "technical support" for "110 connections; and "internal wiring" for "50 connections." This request was posted for a period of at least 28 days in accordance with Commission rules. After waiting 2 and 1/2 months, the School considered all bids received and selected CTS as the low-cost provider for Internet access and internal connections. The School filed its FCC Form 471 on January 17, 2003.

A simple, cursory review of the FCC Form 470 demonstrates that the services requested are vendor neutral and cannot benefit any one specific provider over another. The School sought basic Internet access and internal connections services in FY2003. The type of generic Internet access the School sought is offered by most vendors. For example, in seeking Internet access,

---

<sup>20</sup> 47 C.F.R. § 54.504(b)(4).

<sup>21</sup> 47 C.F.R. § 54.504(b)(2)(vii).

the School's FCC Form 470 states that it is seeking "dedicated Internet service." Similarly, when describing internal connections, the School listed "network maintenance" and "technical support." These are vendor-neutral, ubiquitous terms describing service that any service provider in the market of providing such services could bid upon. Clearly, CTS could not have an unfair advantage or inside information regarding the provision of services described in such a generic manner.

Although effectively conceding that vendor-neutral language was employed, USAC simply disagrees that the presence of such generic terms had any effect on the fairness and openness of the competitive bidding process. It offers no FCC rule or precedent that supports simply ignoring the significance of the concededly-generic terms.

If in fact a service provider gave an applicant highly restrictive specifications for its FCC Form 470 that only one service provider could fulfill, one could legitimately question whether a bona fide fair and open competitive bidding process took place. This was not the case here. The School's FCC Form 470 specifications were extremely general and provided great flexibility. A variety of competing vendors could meet these specifications. Due to the specifications' generality, the School could not have staged an unfair and effectively closed bidding process. All bidders were on a "level playing field" and therefore there could have been no actual harm to the competitive bidding process.<sup>22</sup> There is no evidence that other any other bidders were not considered.<sup>23</sup> Absent any demonstration of any such competitive advantage, the competitive bidding process should not be deemed to have been tainted.<sup>24</sup>

---

<sup>22</sup> See *Request for Review of Decisions of the Universal Service Administrator by Approach Learning and Assessment Centers, et al.*, Order, 23 FCC Rcd 15510, 15513-14, ¶18 (Telecom. Access Pol. Div. 2008) ("*Approach Order*").

<sup>23</sup> See *Request for Review of a Decision of the Universal Service Administrator by Aberdeen School District*, Order, 22 FCC Rcd 8757, 8763, ¶19 (2007) ("*Aberdeen Order*").

<sup>24</sup> *Id.*, ¶18; see *Requests for Review of Decisions of the Universal Service Administrator by Delano Joint High School District et al.*, Order,

In sum, the School complied with all aspects of the FCC's competitive bidding process by signing and certifying its FCC Form 470 and waiting at least the mandatory 28 days to consider bids and carefully considered any and all bids before choosing CTS as its service provider. USAC has presented no genuine evidence that the competitive bidding process failed to be fair and open in compliance with the Commission's rules.

**C. The School Did Not Surrender Control Of The Competitive Bidding Process To Any Service Provider, Including Computer Technical Services, In Connection With The FY2003 Application**

The School did not abrogate its competitive bid responsibility. Contrary to USAC's assertion that CTS helped the School determine what types of services to seek, the School's pastor has declared:

Immaculate and only School personnel, including myself, decided what E-Rate eligible services the School required and for which the School would seek E-Rate Program support in each of the Funding Years. No service provider, consultant or other third party, including Computer Technical Services ("CTS"), dictated, controlled, influenced or otherwise had a role in the substantive decisions about or selection of the services sought on the relevant FCC Form 470 applications for the Funding Years. The contents of those applications were determined solely by Immaculate and the School's personnel. Immaculate personnel certified the FCC Form 470s. The descriptions of the services sought chosen by the School did not provide a preference to any bidder. The service providers selected and reflected on the relevant FCC Form 471s, including CTS, were chosen solely by Immaculate and School personnel, including myself, through a competitive bidding process conducted and controlled by Immaculate School personnel and no other party.<sup>25</sup>

---

23 FCC Rcd 15399,15403-04, ¶18 (Telecom. Access Pol. Div. 2008); *Request for Review of a Decision of the Universal Service Administrator by Hillsboro Independent School District*, Order, 23 FCC Rcd 15424, 15429, ¶10 (Telecom. Access Pol. Div. 2008).

<sup>25</sup> FCCAR00024-00025 (Declaration of Father John LoSasso).

Again, USAC has offered no evidence that the School failed to remain in charge of determining the services to be acquired and what would be the contents of its FCC Form 470. CTS also has declared that it did not influence or participate in the School's competitive bid process.<sup>26</sup>

There has been no abrogation by the School of its responsibilities under the rules. Rather, the School expressly complied with the Commission's competitive bidding rules by signing and certifying its FCC Form 470, reviewing bids received, and selecting its service providers, including CTS, after the time allotted under Commission rules had elapsed.

In *MasterMind*, the Commission expressly recognized that a service provider may be involved in providing technical and vendor-neutral assistance during the competitive bidding process.<sup>27</sup> Specifically, in *MasterMind*, where the applicant did not name a MasterMind employee as the contact person and a MasterMind employee did not sign the FCC Form 470,<sup>28</sup> the Commission held that no competitive bidding violation occurred – despite service provider involvement. Only where an applicant named a MasterMind employee as the contact person on their Forms 470 and permitted the service provider to prepare and distribute RFPs to potential bidders did the

---

<sup>26</sup> FCCAR00026-00038 (Declaration of John Rodriguez).

<sup>27</sup> *Request for Review of Decisions of the Universal Service Administrator by Mastermind Internet Services*, 16 FCC Rcd 4028 (2000) (“*MasterMind Order*”); see also *Requests for Review of the Decisions of the Universal Service Administrator by Approach Learning and Assessment Center et al.*, Order, 22 FCC Rcd 5296 (2007); Universal Service Administrative Company, <http://www.usac.org> (USAC describes on its Web site what role a service provider may take without violating the competitive bidding rules.); SLD Training Presentations for applicants and service providers on Enforcement and Program Compliance for the FY 2002-2004, <http://www.usac.org/sl/about/training-presentations/> (This presentation is now listed on the Training Presentations archive page of USAC's Web site. It provides guidance for service providers at the time the FCC Form 470 was filed). Service providers can communicate with an applicant so long as such communication is neutral and does not taint the competitive bidding process. A service provider can provide basic information regarding the E-rate Program to an applicant and can assist with an applicant's RFP so long as the assistance is neutral. Clerical and ministerial assistance does not automatically create a competitive bidding violation. See also *Requests for Review of the Decisions of the Universal Service Administrator by Caldwell Parish School et al.*, Order, 23 FCC Rcd 2784, 2788-89, ¶12 (2008) (“*Caldwell Order*”) (service provider provision of Fed Ex service for FCC Form 470 was not assistance which interfered with competitive bidding process).

<sup>28</sup> *MasterMind Order*, 16 FCC Rcd at 4034-35, ¶14.

Commission determine that the applicant had surrendered control of the bidding process to an employee of MasterMind.

The facts in this case are inapposite to the facts in *MasterMind*. In the instant case, CTS neither signed nor served as the contact person on the School's FCC Form 470. Father John LoSasso, the School's pastor, served as the contact person and certified the School's FCC Form 470. The School -- not CTS -- selected the vendor-neutral services it sought without involvement from CTS. The School chose vendor-neutral services without involvement or input from CTS and that did not favor CTS' selection. As a result, no Commission competitive bid violation occurred.<sup>29</sup>

USAC asserts that the School "may have" looked more favorably on the CTS bid, but offers no demonstration that the School actually did so. The School respectfully submits that the Commission should not, years after the grant of the support, uphold a COMAD based on USAC's speculation that something "may have" occurred.

In its COMAD, USAC asserts that "[d]uring the course of review, it was determined that the service provider Computer Technical Services participated in the preparation of the Form 470 ..." However, although USAC refers to "documentation" that it received, USAC fails to produce any evidence supporting this claim. Father John LoSasso, the School's pastor, unequivocally states that the School controlled the competitive bidding process through the FCC Form 470.<sup>30</sup> John Rodriguez, CTS' former president, has stated that neither he nor his staff ever participated in the preparation of the School's Form 470.<sup>31</sup> Thus, the School respectfully submits that USAC has failed to make its case.

---

<sup>29</sup> Again, USAC has cited no FCC precedent permitting USAC to conclude that mere administrative assistance, such as perfunctory data entry tasks, constitutes the surrender by a school of its entire competitive bidding process. See *Calhwell Order*, *supra* n.27.

<sup>30</sup> Father John LoSasso Declaration, at ¶3.

<sup>31</sup> John Rodriguez Declaration, at ¶16.

Furthermore, there is absolutely no evidence here of any activity by the School intended to defraud or abuse the E-Rate Program.<sup>32</sup> Nor is there any evidence of any waste, fraud or abuse or misuse of funds.<sup>33</sup> Moreover, the imposition of a requirement to reimburse the requested funds under these circumstances so many years after they were originally approved and expended would impose an undue hardship on the School.<sup>34</sup> The School acted in good faith.<sup>35</sup> Doing so would not further the purpose of preserving and advancing access to universal service support for schools and libraries.<sup>36</sup> Under such circumstances, it would be inequitable to uphold the USAC Denial Letter.<sup>37</sup> The Commission should not do so.

## **V. CONCLUSION AND REQUEST FOR RELIEF**

For the reasons set forth above, the School respectfully requests that the Commission grant this Request and direct USAC to overturn its prior decision and cancel the COMAD relating to the FY2003 funding requests for FRNs 941034 for Internet access and FRN 941033 for internal connections.

---

<sup>32</sup> See *Request for Review of the Decision of the Universal Service Administrator by New Haven Free Public Library*, Order, 23 FCC Rcd 15446, 15449, ¶17 (Telecom. Access Pol. Div. 2008); *Request for Review of the Decision of the Universal Service Administrator by the District of Columbia Public Schools*, Order, 23 FCC Rcd 15585, 15588, ¶15 (Telecom. Access Pol. Div. 2008); *Request for Review of the Decision of the Universal Service Administrator by Teleca Academy of Accelerated Studies*, Order, 23 FCC Rcd 15456, 15458-59, ¶16 (Telecom. Access Pol. Div. 2008).

<sup>33</sup> See *Requests for Review of Decisions of the Universal Service Administrator by Broadbus Independent School District et al.*, Order, 23 FCC Rcd 15547, 15551-52, ¶12 (Telecom. Access Pol. Div. 2008).

<sup>34</sup> See *Request for Review of a Decision by the Universal Service Administrator by Radford City Schools*, Order, 23 FCC Rcd 15451, 15453, ¶4 (Telecom. Access Pol. Div. 2008); *Request for Review of a Decision of the Universal Service Administrator by Grand Rapids Public Schools*, Order, 23 FCC Rcd 15413, 15416, ¶16 (Telecom. Access Pol. Div. 2008).

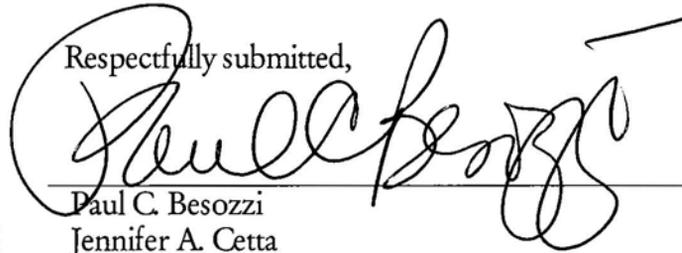
<sup>35</sup> See *Request for Waiver of the Decision by the Universal Service Administrator by Great Rivers Education Cooperative, Forrest City, Arkansas*, Order, 21 FCC Rcd 14115, 14119, ¶19 (Wireline Compet. Bur. 2006).

<sup>36</sup> See *Request for Review of a Decision by the Universal Service Administrator by Adams County School District 14*, Order, 22 FCC Rcd 6019, 6022, ¶18 (2007).

<sup>37</sup> See *Approach Order*, at 1551, ¶4.

There is just no evidence, as opposed to surmise by USAC, of the School's failure to comply with the core program requirements, and the School complied with the Commission's rules. In the spirit of *MasterMind*, taking into consideration all of the circumstances outlined above, the School respectfully submits that the Commission must find that there has been no violation of the competitive bidding process and grant its Request to rescind the COMAD.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Paul C. Besozzi", is written over a horizontal line. A long, thin arrow points from the right side of the signature towards the top right of the page.

Father John LoSasso  
Immaculate Conception Grade School  
760 E. Gunhill Road  
Bronx, NY 10467-6108  
(718) 547-3346

Paul C. Besozzi  
Jennifer A. Cetta  
Patton Boggs LLP  
2550 M Street N.W.  
Washington, DC 20037  
(202) 457-6000

Counsel for the Archdiocese of New York and  
Immaculate Conception Grade School

Dated: September 18, 2009

## CERTIFICATE OF SERVICE

I, Jennifer A. Cetta, certify on this 18<sup>th</sup> day of September, 2009, a copy of the foregoing “Supplement To Request For Review” has been served via electronic mail or first class mail, postage pre-paid, to the following:

Priya Aiyar  
Legal Advisor to Chairman Genachowski  
Federal Communications Commission  
445 12<sup>th</sup> Street, S.W.  
Washington, D.C. 20554  
[Priya.Aiyar@fcc.gov](mailto:Priya.Aiyar@fcc.gov)

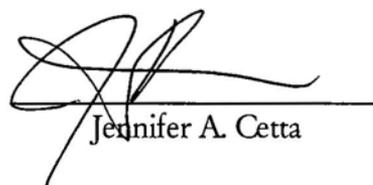
Sharon Gillett  
Bureau Chief  
Wireline Competition Bureau  
Federal Communications Commission  
445 12<sup>th</sup> Street, S.W.  
Washington, D.C. 20554  
[Sharon.Gillett@fcc.gov](mailto:Sharon.Gillett@fcc.gov)

Randy Clarke  
Legal Counsel to the Bureau Chief  
Wireline Competition Bureau  
Federal Communications Commission  
445 12<sup>th</sup> Street, S.W.  
Washington, D.C. 20554  
[Randy.Clarke@fcc.gov](mailto:Randy.Clarke@fcc.gov)

Jennifer McKee  
Acting Division Chief  
Telecommunications Access Policy Division  
Wireline Competition Bureau  
Federal Communications Commission  
445 12<sup>th</sup> Street, S.W.  
Washington, D.C. 20554  
[Jennifer.McKee@fcc.gov](mailto:Jennifer.McKee@fcc.gov)

Gina Spade  
Assistant Division Chief  
Telecommunications Access Policy Division  
Wireline Competition Bureau  
Federal Communications Commission  
445 12<sup>th</sup> Street, S.W.  
Washington, D.C. 20554  
[Gina.Spade@fcc.gov](mailto:Gina.Spade@fcc.gov)

Letter of Appeal  
Schools and Libraries Division-  
Correspondence Unit  
100 S. Jefferson Road  
P.O. Box 902  
Whippany, N.J. 07981



Jennifer A. Cetta

June 17, 2009

Paul C. Besozzi  
Direct: 202-457-5292  
Fax: 202-457-6315  
pbesozzi@pattonboggs.com

**VIA ELECTRONIC FILING**

Ms. Marlene Dortch  
Secretary  
Federal Communications Commission  
445 12th Street SW  
Washington, DC 20554

**Re: Appeal Of USAC Decision On Appeal Of Notification Of Commitment Adjustment  
CC Docket No. 02-6**

<b>Applicant Name:</b>	Immaculate Conception G School
<b>Billed Entity Number:</b>	10691
<b>Funding Year</b>	2003
<b>Form 471 App. Number:</b>	349380
<b>Funding Request Numbers:</b>	941033, 941034

Dear Ms. Dortch:

Immaculate Conception Grade School (“Immaculate”), acting through counsel and pursuant to Sections 54.719-54.721 of the Commission’s rules<sup>1</sup>, hereby timely files this Request for Review (“Appeal”). The Appeal requests Commission review of the adverse decision of the Administrator of the Universal Service Administrative Company (“USAC”) denying the funding requests enumerated above for Funding Year 2003 and seeking recovery of previously disbursed E-rate support funds. *See* Exhibit 1 attached hereto.

More specifically, on April 23, 2009, USAC’s Schools and Libraries Division (“SLD”) issued a decision denying an appeal filed by Immaculate with USAC. In its decision USAC held that Immaculate was responsible for an E-rate program rule violation relating to the Commission’s competitive bidding rules. The USAC appeal denial reiterated a previous USAC decision requiring

---

<sup>1</sup> 47 C.F.R. §§ 54.719-54.721.

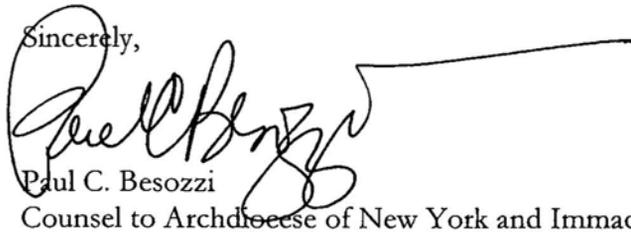
Ms. Marlene Dortch  
June 17, 2009  
Page 2

the applicant to return previously disbursed funds made available pursuant to the referenced Funding Request Numbers ("FRNs").

Immaculate is aggrieved by USAC's April 23, 2009, decision and submits that (a) USAC failed to provide any specific documents or other evidence to support its conclusion, (b) the vendor neutral terms used by Immaculate did not reflect any surrender of control over the competitive bidding process and (c) neither Immaculate nor the relevant service provider acted inconsistent with applicable FCC precedent. For these various reasons outlined in Immaculate's appeal to USAC, and others that it will submit to the Commission, the latest USAC decision is unwarranted and unjustified under the rules, policies and requirements governing the E-rate Program applicable to the referenced Application and FRNs.

Immaculate will supplement this Appeal with a full discussion of the facts, Immaculate's position and supporting arguments.

Sincerely,

A handwritten signature in black ink, appearing to read "Paul C. Besozzi", with a long horizontal line extending to the right from the end of the signature.

Paul C. Besozzi  
Counsel to Archdiocese of New York and Immaculate Conception G School

cc: James P. McCabe, Esq.  
USAC

# **EXHIBIT 1**



**Universal Service Administrative Company**  
Schools & Libraries Division

---

**Administrator's Decision on Appeal – Funding Year 2003-2004**

April 23, 2009

Cynthia B. Schultz  
Patton Boggs LLP  
2550 M Street, N.W.  
Suite 550  
Washington, DC 20037

Re: Applicant Name: IMMACULATE CONCEPTION G SCHOOL  
Billed Entity Number: 10691  
Form 471 Application Number: 349380  
Funding Request Number(s): 941033, 941034  
Your Correspondence Dated: November 28, 2008

After thorough review and investigation of all relevant facts, the Schools and Libraries Division (SLD) of the Universal Service Administrative Company (USAC) has made its decision in regard to your appeal of USAC's Funding Year 2003 Commitment Adjustment Letter for the Application Number indicated above. This letter explains the basis of USAC's decision. The date of this letter begins the 60 day time period for appealing this decision to the Federal Communications Commission (FCC). If your Letter of Appeal included more than one Application Number, please note that you will receive a separate letter for each application.

Funding Request Number(s): 941033, 941034  
Decision on Appeal: **Denied**  
Explanation:

- Program rules prohibit service providers from participating in developing, filling out, completing and posting the Form 470. Even if the FCC Forms 470 in question provided vendor-neutral information, USAC disagrees that a fair and open bidding process was conducted by Immaculate Conception G School. Further, USAC disagrees with the appellant's assertion that Immaculate Conception G School did not surrender control of the competitive bidding process to a service provider.

In filing out the FCC Forms 470, CTS helped the entities to determine what types of services to seek. In so doing, the entities necessarily revealed information to CTS that it did not reveal to any other prospective bidder.

According to the documentation provided to USAC, a representative of CTS filled out and submitted the FCC Form 470, which constitutes a violation of the prohibition against service providers filling out forms that require an applicant's certification, as well as a violation of the requirement that the FCC Form 470 be completed by the entity that will negotiate with prospective bidders. CTS assisted in completing the FCC Form 470 even though Immaculate Conception G School was the entity that would negotiate with prospective bidders.

Additionally, CTS performed many of the competitive bidding tasks that would ordinarily have been performed by Immaculate Conception G School. For example Immaculate Conception G School did not have to prepare a list of services to bid out, fill out the FCC Form 470, or submit the FCC Form 470 to USAC. Therefore, the assistance that CTS provided to Immaculate Conception G School may have caused the entity to look more favorably on CTS bid as opposed to bids from companies who did not provide such assistance.

Your Letter of Appeal seems to indicate that because Immaculate Conception G School certified the FCC Form 470 and chose the service provider, the entity maintained control of the competitive bid process. However, for the reasons noted above, USAC determined that a competitive bid violation did occur. Consequently, the appeal is denied.

If your appeal has been approved, but funding has been reduced or denied, you may appeal these decisions to either USAC or the FCC. For appeals that have been denied in full, partially approved, dismissed, or canceled, you may file an appeal with the FCC. You should refer to CC Docket No. 02-6 on the first page of your appeal to the FCC. Your appeal must be received or postmarked within 60 days of the date on this letter. Failure to meet this requirement will result in automatic dismissal of your appeal. If you are submitting your appeal via United States Postal Service, send to: FCC, Office of the Secretary, 445 12th Street SW, Washington, DC 20554. Further information and options for filing an appeal directly with the FCC can be found in the "Appeals Procedure" posted in the Reference Area of the SLD section of the USAC website or by contacting the Client Service Bureau. We strongly recommend that you use the electronic filing options.

We thank you for your continued support, patience and cooperation during the appeal process.

Schools and Libraries Division  
Universal Service Administrative Company

cc: John LoSasso

Cynthia B. Schultz  
Patton Boggs LLP  
2550 M Street, N.W.  
Suite 550  
Washington, DC 20037

Billed Entity Number: 10691  
Form 471 Application Number: 440709  
Form 486 Application Number:

FCC Form

Approval by OMB  
3060-0806

**470**

**Schools and Libraries Universal Service  
Description of Services Requested  
and Certification Form**

Estimated Average Burden Hours Per Response: 4.0 hours

This form is designed to help you describe the eligible telecommunications-related services you seek so that this data can be posted on the Fund Administrator website and interested service providers can identify you as a potential customer and compete to serve you.

Please read instructions before beginning this application.

(To be completed by entity that will negotiate with providers.)

**Block 1: Applicant Address and Identifications**

<b>Form 470 Application Number:</b> 377410000424541
<b>Applicant's Form Identifier:</b> 200347010691
<b>Application Status:</b> CERTIFIED
<b>Posting Date:</b> 11/01/2002
<b>Allowable Contract Date:</b> 11/29/2002
<b>Certification Received Date:</b> 12/19/2002

<b>1. Name of Applicant:</b> IMMACULATE CONCEPTION G SCHOOL		
<b>2. Funding Year:</b> 07/01/2003 - 06/30/2004		<b>3. Your Entity Number</b> 10691
<b>4a. Applicant's Street Address, P.O.Box, or Route Number</b> 760 E GUNHILL RD		
<b>City</b> BRONX	<b>State</b> NY	<b>Zip Code</b> 10467-6108
<b>b. Telephone number</b> (718) 547- 3346		<b>C. Fax number</b> (718) 882- 0054
<b>d. E-mail Address</b> ctyangel01@aol.com		
<b>5. Type Of Applicant</b>		
<input checked="" type="checkbox"/> Individual School (individual public or non-public school)		
<input type="checkbox"/> School District (LEA;public or non-public[e.g., diocesan] local district representing multiple schools)		
<input type="checkbox"/> Library (including library system, library branch, or library consortium applying as a library)		
<input type="checkbox"/> Consortium (intermediate service agencies, states, state networks, special consortia)		
<b>6a. Contact Person's Name:</b> FR. JOHN LOSASSO		
<i>First, fill in every item of the Contact Person's information below that is different from Item 4, above. Then check the box next to the preferred mode of contact. (At least one box MUST be checked.)</i>		
<b>6b. Street Address, P.O.Box, or Route Number</b>		
<input checked="" type="checkbox"/> 760 E GUNHILL RD		
<b>City</b>	<b>State</b>	<b>Zip Code</b>

BRONX	NY	10467-6108
<input checked="" type="checkbox"/> <b>6c. Telephone Number</b> (718) 547- 3346		
<input checked="" type="checkbox"/> <b>6d. Fax Number</b> (718) 882- 0054		
<input checked="" type="checkbox"/> <b>6e. E-mail Address</b> ctyangel01@aol.com		

**Block 2: Summary Description of Needs or Services Requested**

**7 This Form 470 describes (check all that apply):**

a.  Tariffed services - telecommunications services, purchased at regulated prices, for which the applicant has no signed, written contract. A new Form 470 must be filed for tariffed services for each funding year.

b.  Month-to-month services for which the applicant has no signed, written contract. A new Form 470 must be filed for these services for each funding year.

c.  Services for which a new written contract is sought for the funding year in Item 2.

d.  A multi-year contract signed on or before 7/10/97 but for which no Form 470 has been filed in a previous program year.

**NOTE: Services that are covered by a signed, written contract executed pursuant to posting of a Form 470 in a previous program year OR a contract signed on/before 7/10/97 and reported on a Form 470 in a previous year as an existing contract do NOT require filing of a Form 470.**

**What kinds of service are you seeking: Telecommunications Services, Internet Access, or Internal Connections? Refer to the Eligible Services List at [www.sl.universalservice.org](http://www.sl.universalservice.org) for examples. Check the relevant category or categories (8, 9, and/or 10 below), and answer the questions in each category you select.**

**8  Telecommunications Services**  
**Do you have a Request for Proposal (RFP) that specifies the services you are seeking ?**

a.  **YES**, I have an RFP. It is available on the Web at or via (check one):  
 the Contact Person in Item 6 or  the contact listed in Item 11.

b.  **NO**, I do not have an RFP for these services.

**If you answered NO, you must list below the Telecommunications Services you seek. Specify each service or function (e.g., local voice service) and quantity and/or capacity(e.g., 20 existing lines plus 10 new ones). See the Eligible Services List at [www.sl.universalservice.org](http://www.sl.universalservice.org) for examples of eligible Telecommunications Services. Remember that only eligible telecommunications providers can provide these services under the universal service support mechanism. Add additional lines if needed.**

Service or Function:	Quantity and/or Capacity:
Local Voice Service	6 Lines
Long Distance Voice Service	6 Lines
Cellular Telephone Service	4 Lines

**9  Internet Access**  
**Do you have a Request for Proposal (RFP) that specifies the services you are seeking ?**

a.  **YES**, I have an RFP. It is available on the Web at or via (check one):  
 the Contact Person in Item 6 or  the contact listed in Item 11.

b.  **NO**, I do not have an RFP for these services.

If you answered **NO**, you must list below the Internet Access Services you seek. Specify each **service or function** (e.g., monthly Internet service) and quantity and/or capacity(e.g., for 500 users). See the Eligible Services List at [www.sl.universalservice.org](http://www.sl.universalservice.org) for examples of eligible Internet Access services. Add additional lines if needed.

Service or Function:	Quantity and/or Capacity:
Dedicated Internet Service	110 Computers

**10**  **Internal Connections**

*Do you have a Request for Proposal (RFP) that specifies the services you are seeking ?*

a  **YES**, I have an RFP. It is available on the Web at or via (check one):  
 the Contact Person in Item 6 or  the contact listed in Item 11.

b  **NO**, I do not have an RFP for these services.

If you answered **NO**, you must list below the Internal Connections Services you seek. Specify each **service or function** (e.g., local area network) and quantity and/or capacity(e.g., connecting 10 rooms and 300 computers at 56kbps or better). See the Eligible Services List at [www.sl.universalservice.org](http://www.sl.universalservice.org) for examples of eligible Internal Connections services. Add additional lines if needed.

Service or Function:	Quantity and/or Capacity:
Network Maintainance	110 Connections
Technical Support	110 Connections
Telephone System Maintainance	50 Connections
Internal Wiring	50 Connections

**11** (Optional) Please name the person on your staff or project who can provide additional technical details or answer specific questions from service providers about the services you are seeking. This need not be the contact person listed in Item 6 nor the signer of this form.

Name: \_\_\_\_\_ Title: \_\_\_\_\_

Telephone number  
 () - \_\_\_\_\_

Fax number  
 () - \_\_\_\_\_

E-mail Address \_\_\_\_\_

**12.**  Check here if there are any restrictions imposed by state or local laws or regulations on how or when providers may contact you or on other bidding procedures. Please describe below any such restrictions or procedures, and/or provide Web address where they are posted and a contact name and telephone number for service providers without Internet access.

**13.** If you intend to enter into a multi-year contract based on this posting or a contract featuring an option for voluntary extensions you may provide that information below. If you have plans to purchase additional services in future years, or expect to seek new contracts for existing services, summarize below (including the likely timeframes).

**Block 3: Technology Assessment**

**14.**  **Basic telephone service only:** If your application is for basic local and long distance telephone service

(wireline or wireless) only, check this box and skip to Item 16.

15. Although the following services and facilities are ineligible for support, they are usually necessary to make effective use of the eligible services requested in this application. Unless you indicated in Item 14 that your application is ONLY for basic telephone service, you must check at least one box in (a) through (e). You may provide details for purchases being sought.

a. Desktop software: Software required  has been purchased; and/or  is being sought.

b. Electrical systems:  adequate electrical capacity is in place or has already been arranged; and/or  upgrading for additional electrical capacity is being sought.

c. Computers: a sufficient quantity of computers  has been purchased; and/or  is being sought.

d. Computer hardware maintenance: adequate arrangements  have been made; and/or  are being sought.

e. Staff development:  all staff have had an appropriate level of training /additional training has already been scheduled; and/or  training is being sought.

f. Additional details: Use this space to provide additional details to help providers to identify the services you desire.

**Block 4: Recipients of Service**

16. Eligible Entities That Will Receive Services:

Check the ONE choice (a,b or c) that best describes this application and the eligible entities that will receive the services described in this application. You will then list in Item 17 the entity/entities that will pay the bills for these services.

a.  Individual school or single-site library.

b.  Statewide application for (enter 2-letter state code) representing (check all that apply):

- All public schools/districts in the state:
- All non-public schools in the state:
- All libraries in the state:

If your statewide application includes INELIGIBLE entities, check here.  If checked, complete Item 18.

c.  School district, library system, or consortium application to serve multiple eligible entities:

Number of eligible sites	
<i>For these eligible sites, please provide the following</i>	
Area Codes (list each unique area code)	Prefixes associated with each area code (first 3 digits of phone number) separate with commas, leave no spaces

If your application includes INELIGIBLE entities, check here.  If checked, complete Item 18.

**17. Billed Entities**

List the entity/entities that will be paying the bills directly to the provider for the services requested in this application. These are known as Billed Entities. At least one line of this item must be completed. Attach additional sheets if necessary.

Entity	Entity Number
IMMACULATE CONCEPTION G SCHOOL	10691

**18. Ineligible Participating Entities**

Does your application also seek bids on services to entities that are not eligible for the Universal Service Program? If so, list those entities here (attach pages if needed):

Ineligible Participating Entity	Area Code	Prefix

**Block 5: Certification and Signature**

**19. The applicant includes:(Check one or both)**

- a.  schools under the statutory definitions of elementary and secondary schools found in the No Child Left Behind Act of 2001, 20 U.S.C. Secs. 7801(18) and (38), that do not operate as for-profit businesses, and do not have endowments exceeding \$50 million; and/or
- b.  libraries or library consortia eligible for assistance from a State library administrative agency under the Library Services and Technology Act of 1996 that do not operate as for-profit businesses and whose budgets are completely separate from any school (including, but not limited to elementary and secondary schools, colleges and universities).

**20. All of the individual schools, libraries, and library consortia receiving services under this application are covered by:**

- a.  individual technology plans for using the services requested in the application, and/or
- b.  higher-level technology plans for using the services requested in the application, or
- c.  no technology plan needed; application requests basic local and/or long distance telephone service only.

**21. Status of technology plans (if representing multiple entities with mixed technology plan status, check both a and b):**

- a.  technology plan(s) has/have been approved by a state or other authorized body.
- b.  technology plan(s) will be approved by a state or other authorized body.
- c.  no technology plan needed; application requests basic local and long distance telephone service only. .

22.  I certify that the services the applicant purchases at discounts provided by 47 U.S.C. Sec. 254 will be used solely for educational purposes and will not be sold, resold, or transferred in consideration for money or any other thing of value.

23.  I recognize that support under this support mechanism is conditional upon the school(s) or library(ies) I represent securing access to all of the resources, including computers, training, software, maintenance, and electrical connections necessary to use the services purchased effectively.

24.  I certify that I am authorized to submit this request on behalf of the above-named entities, that I have examined this request, and to the best of my knowledge, information, and belief, all statements of fact contained herein are true.

25. Signature of authorized person:

26. Date (mm/dd/yyyy): 12/18/2002

27. Printed name of authorized person: **FR. JOHN LOSASSO**

28. Title or position of authorized person: **PASTOR**

29a. Address of authorized person:

City: State: Zip:

29b. Telephone number of authorized person: **(718) 653 - 2200**

29c. Fax number of authorized person: **()**

29d. E-mail address number of authorized person:

**Persons willfully making false statements on this form can be punished by fine or forfeiture, under the Communications Act, 47 U.S.C. Secs. 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. Sec. 1001.**

**Service provider involvement with preparation or certification of a Form 470 can taint the competitive bidding process and result in the denial of funding requests. For more information, refer to the "Service Provider Role in Assisting Customers" at [www.sl.universalservice.org/vendor/manual/chapter5.doc](http://www.sl.universalservice.org/vendor/manual/chapter5.doc) or call the Client Service Bureau at 1-888-203-8100.**

**NOTICE:** Section 54.504 of the Federal Communications Commission's rules requires all schools and libraries ordering services that are eligible for and seeking universal service discounts to file this Description of Services Requested and Certification Form (FCC Form 470) with the Universal Service Administrator. 47 C.F.R. § 54.504. The collection of information stems from the Commission's authority under Section 254 of the Communications Act of 1934, as amended. 47 U.S.C. § 254. The data in the report will be used to ensure that schools and libraries comply with the competitive bidding requirement contained in 47 C.F.R. § 54.504. All schools and libraries planning to order services eligible for universal service discounts must file this form themselves or as part of a consortium.

An agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a currently valid OMB control number.

The FCC is authorized under the Communications Act of 1934, as amended, to collect the information we request in this form. We will use the information you provide to determine whether approving this application is in the public interest. If we believe there may be a violation or a potential violation of a FCC statute, regulation, rule or order, your application may be referred to the Federal, state, or local agency responsible for investigating, prosecuting, enforcing, or implementing the statute, rule, regulation or order. In certain cases, the information in your application may be disclosed to the Department of Justice or a court or adjudicative body when (a) the FCC; or (b) any employee of the FCC; or (c) the United States Government is a party of a proceeding before the body or has an interest in the proceeding. In addition, information provided in or submitted with this form or in response to subsequent inquiries may also be subject to disclosure consistent with the Communications Act of 1934, FCC regulations, the Freedom of Information Act, 5 U.S.C. § 552, or other applicable law.

If you owe a past due debt to the federal government, the information you provide may also be disclosed to the Department of the Treasury Financial Management Service, other Federal agencies and/or your employer to offset your salary, IRS tax refund or other payments to collect that debt. The FCC may also provide the information to these agencies through the matching of computer records when authorized.

If you do not provide the information we request on the form, the FCC may delay processing of your application or may return your application without action.

The foregoing Notice is required by the Paperwork Reduction Act of 1995, Pub. L. No. 104-13, 44 U.S.C. § 3501, et seq.

Public reporting burden for this collection of information is estimated to average 4 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, completing, and reviewing the collection of information. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing the reporting burden to the Federal Communications Commission, Performance Evaluation and Records Management, Washington, DC 20554.

Please submit this form to:

**SLD-Form 470  
P.O. Box 7026  
Lawrence, Kansas 66044-7026  
1-888-203-8100**

For express delivery services or U.S. Postal Service, Return Receipt Requested, mail this form to:

**SLD-Form 470  
c/o Ms. Smith  
3833 Greenway Drive  
Lawrence, Kansas 66046  
1-888-203-8100**

FCC Form 470  
May 2003

[New Search](#)

[Return To Search Results](#)

**Schools and Libraries Universal Service Program  
Services Ordered and Certification Form 471  
Application Display**

**Block 1: Billed Entity Information**

**Applicant's Form Identifier:**

471 Application Number: 349380

Cert. Postmark Date: 01/17/2003

Out of Window Letter Date: Not applicable

Funding Year: 07/01/2003 -  
06/30/2004

Form Status: CERTIFIED - In Window

Billed Entity Number:  
10691

RAL Date: 02/04/2003

Name: IMMACULATE CONCEPTION G SCHOOL

Address: 760 E GUNHILL RD

City: BRONX State: NY Zip: 10467 6108

Contact Name: Fr. John LoSasso

Address:

City: State: Zip:

Type of Application: SCHOOL

Ineligible Orgs: N

**Block 3: Impact of Services Ordered in THIS Application**

Number of students to be served: 858

Number of library patrons to be served:

SERVICE DESCRIPTION	BEFORE ORDER	AFTER ORDER
f. Direct connections to the Internet: How many before and after your order?	1	1
g. Direct connections to the Internet: Highest speed before and after your order?	1.1Mbps	1.5 Mbps
h. Internet access(for schools): How many rooms have Internet access before and after your order?	35	46
j. Internet Access: How many computers (or other devices) with Internet access before and after your order?	110	110

**Block 4: Worksheets**

Worksheet A No: 444189

Student Count: 878

Weighted Product (Sum. Column 8): 790.2

Shared Discount: N/A

1. School Name: IMMACULATE CONCEPTION G SCHOOL  
 2. Entity Number: 10691 3. Rural/Urban: Urban  
 4. Student Count: 878 5. NSLP Students: 852 6. NSLP Students/Students: 97.038%  
 7. Discount: 90% 8. Weighted Product: 790.2

---

**Block 5: Discount Funding Request(s)**


---

FRN: 940459 FCDL Date: 06/30/2003	
11. Category of Service: Telecommunications Service	12. 470 Application Number: 377410000424541
13. SPIN: 143001359	14. Service Provider Name: Verizon - New York Inc.
15. Contract Number: T	16. Billing Account Number: 7186533346
17. Allowable Contract Date: 11/29/2002	18. Contract Award Date:
19a. Service Start Date: 07/01/2003	19b. Service End Date: 06/30/2004
20. Contract Expiration Date:	
21. Attachment #: 01	22. Block 4 Entity Number: 10691
23a. Monthly Charges: \$483.67	23b. Ineligible monthly amt.: \$.00
23c. Eligible monthly amt.: \$483.67	23d. Number of months of service: 12
23e. Annual pre-discount amount for eligible recurring charges ( 23c x 23d): \$5,804.04	
23f. Annual non-recurring (one-time) charges: 0	23g. Ineligible non-recurring amt.: 0
23h. Annual pre-discount amount for eligible non-recurring charges ( 23f - 23g): \$0.00	
23i. Total program year pre-discount amount ( 23e + 23h): \$5,804.04	
23j. % discount (from Block 4): 90	
23k. Funding Commitment Request ( 23i x 23j): \$5,223.64	

FRN: 940465 FCDL Date: 06/30/2003	
11. Category of Service: Telecommunications Service	12. 470 Application Number: 377410000424541
13. SPIN: 143001192	14. Service Provider Name: AT&T Corp.
15. Contract Number: T	16. Billing Account Number: 7186533346
17. Allowable Contract Date: 11/29/2002	18. Contract Award Date:
19a. Service Start Date: 07/01/2003	19b. Service End Date: 06/30/2004
20. Contract Expiration Date:	
21. Attachment #: 02	22. Block 4 Entity Number: 10691
23a. Monthly Charges: \$45.81	23b. Ineligible monthly amt.: \$.00
23c. Eligible monthly amt.: \$45.81	23d. Number of months of service: 12
23e. Annual pre-discount amount for eligible recurring charges ( 23c x 23d): \$549.72	
23f. Annual non-recurring (one-time) charges: 0	23g. Ineligible non-recurring amt.: 0
23h. Annual pre-discount amount for eligible non-recurring charges ( 23f - 23g): \$0.00	

<b>23i. Total program year pre-discount amount ( 23e + 23h):</b> \$549.72
<b>23j. % discount (from Block 4):</b> 90
<b>23k. Funding Commitment Request ( 23i x 23j):</b> \$494.75

<b>FRN:</b> 940539 <b>FCDL Date:</b> 06/30/2003	
<b>11. Category of Service:</b> Telecommunications Service	<b>12. 470 Application Number:</b> 377410000424541
<b>13. SPIN:</b> 143000890	<b>14. Service Provider Name:</b> Nextel of New York, Inc.
<b>15. Contract Number:</b> T	<b>16. Billing Account Number:</b> 7186533346
<b>17. Allowable Contract Date:</b> 11/29/2002	<b>18. Contract Award Date:</b>
<b>19a. Service Start Date:</b> 07/01/2003	<b>19b. Service End Date:</b> 06/30/2004
<b>20. Contract Expiration Date:</b>	
<b>21. Attachment #:</b> 03	<b>22. Block 4 Entity Number:</b> 10691
<b>23a. Monthly Charges:</b> \$71.45	<b>23b. Ineligible monthly amt.:</b> \$.00
<b>23c. Eligible monthly amt.:</b> \$71.45	<b>23d. Number of months of service:</b> 12
<b>23e. Annual pre-discount amount for eligible recurring charges ( 23c x 23d):</b> \$857.40	
<b>23f. Annual non-recurring (one-time) charges:</b> 0	<b>23g. Ineligible non-recurring amt.:</b> 0
<b>23h. Annual pre-discount amount for eligible non-recurring charges ( 23f - 23g):</b> \$0.00	
<b>23i. Total program year pre-discount amount ( 23e + 23h):</b> \$857.40	
<b>23j. % discount (from Block 4):</b> 90	
<b>23k. Funding Commitment Request ( 23i x 23j):</b> \$771.66	

<b>FRN:</b> 941033 <b>FCDL Date:</b> 06/30/2003	
<b>11. Category of Service:</b> Internal Connections	<b>12. 470 Application Number:</b> 377410000424541
<b>13. SPIN:</b> 143025657	<b>14. Service Provider Name:</b> Computer Technical Services, Inc.
<b>15. Contract Number:</b> ICSGH	<b>16. Billing Account Number:</b> ICSGH
<b>17. Allowable Contract Date:</b> 11/29/2002	<b>18. Contract Award Date:</b> 12/20/2002
<b>19a. Service Start Date:</b> 07/01/2003	<b>19b. Service End Date:</b>
<b>20. Contract Expiration Date:</b> 06/30/2004	
<b>21. Attachment #:</b> 04	<b>22. Block 4 Entity Number:</b> 10691
<b>23a. Monthly Charges:</b> \$.00	<b>23b. Ineligible monthly amt.:</b> \$.00
<b>23c. Eligible monthly amt.:</b> \$0.00	<b>23d. Number of months of service:</b> 12
<b>23e. Annual pre-discount amount for eligible recurring charges ( 23c x 23d):</b> \$0.00	
<b>23f. Annual non-recurring (one-time) charges:</b> 73500	<b>23g. Ineligible non-recurring amt.:</b> 0
<b>23h. Annual pre-discount amount for eligible non-recurring charges ( 23f - 23g):</b> \$73,500.00	
<b>23i. Total program year pre-discount amount ( 23e + 23h):</b> \$73,500.00	
<b>23j. % discount (from Block 4):</b> 90	
<b>23k. Funding Commitment Request ( 23i x 23j):</b> \$66,150.00	

<b>FRN:</b> 941034 <b>FCDL Date:</b> 06/30/2003	
<b>11. Category of Service:</b> Internet Access	<b>12. 470 Application Number:</b> 377410000424541

<b>13. SPIN:</b> 143025657	<b>14. Service Provider Name:</b> Computer Technical Services, Inc.
<b>15. Contract Number:</b> ICSGH	<b>16. Billing Account Number:</b> ICSGH
<b>17. Allowable Contract Date:</b> 11/29/2002	<b>18. Contract Award Date:</b> 12/20/2002
<b>19a. Service Start Date:</b> 07/01/2003	<b>19b. Service End Date:</b>
<b>20. Contract Expiration Date:</b> 06/30/2004	
<b>21. Attachment #:</b> 04	<b>22. Block 4 Entity Number:</b> 10691
<b>23a. Monthly Charges:</b> \$1,200.00	<b>23b. Ineligible monthly amt.:</b> \$.00
<b>23c. Eligible monthly amt.:</b> \$1,200.00	<b>23d. Number of months of service:</b> 12
<b>23e. Annual pre-discount amount for eligible recurring charges ( 23c x 23d):</b> \$14,400.00	
<b>23f. Annual non-recurring (one-time) charges:</b> 0	<b>23g. Ineligible non-recurring amt.:</b> 0
<b>23h. Annual pre-discount amount for eligible non-recurring charges ( 23f - 23g):</b> \$0.00	
<b>23i. Total program year pre-discount amount ( 23e + 23h):</b> \$14,400.00	
<b>23j. % discount (from Block 4):</b> 90	
<b>23k. Funding Commitment Request ( 23i x 23j):</b> \$12,960.00	

---

**Block 6: Certifications and Signature**

---

24a. Schools: Y

24b. Libraries or Library Consortia: N

26a. Individual Technology Plan: Y

26b. Higher-Level Technology Plan(s): N

26c. No Technology Plan Needed:

27a. Approved Technology Plan(s): Y

27b. State Approved Technology Plan: N

27c. No Technology Plan Needed:

[<< Previous](#)

---

1997 - 2008 © , Universal Service Administrative Company, All Rights Reserved

---

**Schools & Libraries Division****Notification of Commitment Adjustment Letter****Funding Year 2003: 7/01/2003 - 6/30/2004**

October 6, 2008

**Fr. John LoSasso**  
**IMMACULATE CONCEPTION G SCHOOL**  
**760 E GUNHILL RD,**  
**BRONX, NY 10467 6108**

**Re: Form 471 Application Number: 349380**  
**Funding Year: 2003**  
**Applicant's Form Identifier:**  
**Billed Entity Number: 10691**  
**FCC Registration Number: 0013490677**  
**SPIN Name: Computer Technical Services**  
**Service Provider Contact Person: Patricia LoSasso-Rose**

Our routine review of Schools and Libraries Program funding commitments has revealed certain applications where funds were committed in violation of program rules.

In order to be sure that no funds are used in violation of program rules, the Universal Service Administrative Company (USAC) must now adjust your overall funding commitment. The purpose of this letter is to make the adjustments to your funding commitment required by program rules, and to give you an opportunity to appeal this decision. USAC has determined the applicant is responsible for all or some of the program rule violations. Therefore, the applicant is responsible to repay all or some of the funds disbursed in error (if any).

This is NOT a bill. If recovery of disbursed funds is required, the next step in the recovery process is for USAC to issue you a Demand Payment Letter. The balance of the debt will be due within 30 days of the Demand Payment Letter. Failure to pay the debt within 30 days from the date of the Demand Payment Letter could result in interest, late payment fees, administrative charges and implementation of the "Red Light Rule." Please see the "Informational Notice to All Universal Service Fund Contributors, Beneficiaries, and Service Providers" at <http://www.universalservice.org/fund-administration/tools/latest-news.aspx#083104> for more information regarding the consequences of not paying the debt in a timely manner.

**FCCAR00018**

**TO APPEAL THIS DECISION:**

If you wish to appeal the Commitment Adjustment Decision indicated in this letter, your appeal must be received or postmarked within 60 days of the date of this letter. Failure to meet this requirement will result in automatic dismissal of your appeal. In your letter of appeal:

1. Include the name, address, telephone number, fax number, and e-mail address (if available) for the person who can most readily discuss this appeal with us.
2. State outright that your letter is an appeal. Identify the date of the Notification of Commitment Adjustment Letter and the Funding Request Numbers you are appealing. Your letter of appeal must include the Billed Entity Name, the Form 471 Application Number, Billed Entity Number, and FCC Registration Number (FCC RN) from the top of your letter.
3. When explaining your appeal, copy the language or text from the Notification of Commitment Adjustment Letter that is the subject of your appeal to allow the SLD to more readily understand your appeal and respond appropriately. Please keep your letter specific and brief, and provide documentation to support your appeal. Be sure to keep copies of your correspondence and documentation.
4. Provide an authorized signature on your letter of appeal.

If you are submitting your appeal electronically, please send your appeal to [appeals@sl.universalservice.org](mailto:appeals@sl.universalservice.org) using your organization's e-mail. If you are submitting your appeal on paper, please send your appeal to: Letter of Appeal, Schools and Libraries Division, Dept. 125 - Correspondence Unit, 100 South Jefferson Road, Whippany, NJ 07981.

Additional options for filing an appeal can be found in the "Appeals Procedure" posted in the Appeals Area of the SLD section of the USAC web site or by contacting the Client Service Bureau at 1-888-203-8100. We strongly recommend that you use the electronic appeals options.

While we encourage you to resolve your appeal with the SLD first, you have the option of filing an appeal directly with the Federal Communications Commission (FCC). You should refer to CC Docket No. 02-6 on the first page of your appeal to the FCC. Your appeal must be received or postmarked within 60 days of the date of this letter. Failure to meet this requirement will result in automatic dismissal of your appeal. If you are submitting your appeal via United States Postal Service, send to: FCC, Office of the Secretary, 445 12th Street SW, Washington, DC 20554. Further information and options for filing an appeal directly with the FCC can be found in the "Appeals Procedure" posted in the Reference Area of the SLD section of the USAC web site, or by contacting the Client Service Bureau. We strongly recommend that you use the electronic filing options.

**FUNDING COMMITMENT ADJUSTMENT REPORT**

On the pages following this letter, we have provided a Funding Commitment Adjustment Report (Report) for the Form 471 application cited above. The enclosed Report includes the Funding Request Number(s) from your application for which adjustments are necessary. Immediately preceding the Report, you will find a guide that defines each line of the Report.

The SLD is also sending this information to your service provider(s) for informational purposes. If USAC has determined the service provider is also responsible for any rule violation on these Funding Request Numbers, a separate letter will be sent to the service provider detailing the necessary service provider action.

Please note that if the Funds Disbursed to Date amount is less than the Adjusted Funding Commitment amount, USAC will continue to process properly filed invoices up to the Adjusted Funding Commitment amount. Please note the Funding Commitment Adjustment Explanation in the attached Report. It explains why the funding commitment is being reduced. Please ensure that any invoices that you or your service provider submit to USAC are consistent with program rules as indicated in the Funding Commitment Adjustment Explanation. If the Funds Disbursed to Date amount exceeds your Adjusted Funding Commitment amount, USAC will have to recover some or all of the disbursed funds. The Report explains the exact amount (if any) the applicant is responsible for repaying.

Schools and Libraries Division  
Universal Services Administrative Company

cc: Patricia LoSasso-Rose  
Computer Technical Services

## A GUIDE TO THE FUNDING COMMITMENT ADJUSTMENT REPORT

A report for each E-rate funding request from your application for which a commitment adjustment is required is attached to this letter. We are providing the following definitions for the items in that report.

**FUNDING REQUEST NUMBER (FRN):** A Funding Request Number is assigned by the SLD to each individual request in your Form 471 once an application has been processed. This number is used to report to applicants and service providers the status of individual discount funding requests submitted on a Form 471.

**SERVICES ORDERED:** The type of service ordered from the service provider, as shown on Form 471.

**SPIN (Service Provider Identification Number):** A unique number assigned by the Universal Service Administrative Company to service providers seeking payment from the Universal Service Fund for participating in the universal service support mechanisms. A SPIN is also used to verify delivery of services and to arrange for payment.

**SERVICE PROVIDER NAME:** The legal name of the service provider.

**CONTRACT NUMBER:** The number of the contract between the applicant and the service provider. This will be present only if a contract number was provided on your Form 471.

**BILLING ACCOUNT NUMBER:** The account number that your service provider has established with you for billing purposes. This will be present only if a Billing Account Number was provided on your Form 471.

**SITE IDENTIFIER:** The Entity Number listed in Form 471, Block 5, Item 22a. This number will only be present for "site specific" FRNs.

**ORIGINAL FUNDING COMMITMENT:** This represents the original amount of funding that SLD had reserved to reimburse you for the approved discounts for this service for this funding year.

**COMMITMENT ADJUSTMENT AMOUNT:** This represents the amount of funding that SLD has rescinded because of program rule violations.

**ADJUSTED FUNDING COMMITMENT:** This represents the adjusted total amount of funding that SLD has reserved to reimburse for the approved discounts for this service for this funding year. If this amount exceeds the Funds Disbursed to Date, the SLD will continue to process properly filed invoices up to the new commitment amount.

**FUNDS DISBURSED TO DATE:** This represents the total funds that have been paid to the identified service provider for this FRN as of the date of this letter.

**FUNDS TO BE RECOVERED FROM APPLICANT:** This represents the amount of improperly disbursed funds to date as a result of rule violation(s) for which the applicant has been determined to be responsible. These improperly disbursed funds will have to be recovered from the applicant.

**FUNDING COMMITMENT ADJUSTMENT EXPLANATION:** This entry provides an explanation of the reason the adjustment was made.

**Funding Commitment Adjustment Report for  
Form 471 Application Number: 349380**

---

Funding Request Number:	941033
Services Ordered:	INTERNAL CONNECTIONS
SPIN:	143025657
Service Provider Name:	Computer Technical Services
Contract Number:	ICSGH
Billing Account Number:	ICSGH
Site Identifier:	10691
Original Funding Commitment:	\$66,150.00
Commitment Adjustment Amount:	\$66,150.00
Adjusted Funding Commitment:	\$0.00
Funds Disbursed to Date:	\$66,150.00
Funds to be Recovered from Applicant:	\$66,150.00

**Funding Commitment Adjustment Explanation:**

After a thorough investigation, it has been determined that this funding commitment must be rescinded in full. During the course of review, it was determined that the service provider Computer Technical Services participated in the preparation of the Form 470 which established the competitive bidding process for FRN 941033 by drafting the content of the Form 470 and submitting the Form 470 to USAC. FCC rules require applicants to submit a Form 470 to initiate the competitive bidding process, and to conduct a fair and open process. Accordingly, the applicant should not have a relationship with a service provider prior to the competitive bidding that would unfairly influence the outcome of a competition or would furnish the service provider with "inside" information or allow it to unfairly compete in any way. By having the service provider engaged in the preparation and submission of its Form 470, the applicant surrendered control of the competitive bidding process to the service provider who participated in the competitive bidding process as a bidder. Accordingly, the commitment has been rescinded in full and USAC will seek recovery of any funds disbursed in violation of the program's competitive bidding rules. USAC has determined that both the applicant and the service provider are responsible for this rule violation; if any funds were disbursed, USAC will seek recovery of the improperly disbursed funds from both the applicant and the service provider.

**PLEASE SEND A COPY OF THIS PAGE WITH YOUR  
CHECK TO ENSURE TIMELY PROCESSING**

---

Funding Request Number:	941034
Services Ordered:	INTERNET ACCESS
SPIN:	143025657
Service Provider Name:	Computer Technical Services
Contract Number:	ICSGH
Billing Account Number:	ICSGH
Site Identifier:	10691
Original Funding Commitment:	\$12,960.00
Commitment Adjustment Amount:	\$12,960.00
Adjusted Funding Commitment:	\$0.00
Funds Disbursed to Date:	\$12,960.00
Funds to be Recovered from Applicant:	\$12,960.00

**Funding Commitment Adjustment Explanation:**

After a thorough investigation, it has been determined that this funding commitment must be rescinded in full. During the course of review, it was determined that the service provider Computer Technical Services participated in the preparation of the Form 470 which established the competitive bidding process for FRN 941034 by drafting the content of the Form 470 and submitting the Form 470 to USAC. FCC rules require applicants to submit a Form 470 to initiate the competitive bidding process, and to conduct a fair and open process. Accordingly, the applicant should not have a relationship with a service provider prior to the competitive bidding that would unfairly influence the outcome of a competition or would furnish the service provider with "inside" information or allow it to unfairly compete in any way. By having the service provider engaged in the preparation and submission of its Form 470, the applicant surrendered control of the competitive bidding process to the service provider who participated in the competitive bidding process as a bidder. Accordingly, the commitment has been rescinded in full and USAC will seek recovery of any funds disbursed in violation of the program's competitive bidding rules. USAC has determined that both the applicant and the service provider are responsible for this rule violation; if any funds were disbursed, USAC will seek recovery of the improperly disbursed funds from both the applicant and the service provider.

**PLEASE SEND A COPY OF THIS PAGE WITH YOUR  
CHECK TO ENSURE TIMELY PROCESSING**

## DECLARATION

1. I, Father John LoSasso, am the pastor of Immaculate Conception Church and, as such, am responsible for Immaculate Conception Grade School ("Immaculate" or "School") in the Bronx, New York. I have occupied that position since 1996. In my position I have overall responsibility for Immaculate's participation as an applicant in the Schools and Libraries Support Mechanism ("E-Rate Program") administered by the Universal Service Administrative Company ("USAC"). That included the applications for E-Rate Program support for Funding Years 2002, 2003, 2004 and 2005 ("Funding Years"). As such I am familiar with Immaculate's participation in the E-Rate Program application process for such support for the Funding Years.

2. I have reviewed the Notification of Commitment Adjustment Letters, issued in October, 2008, whereby USAC has rescinded the support previously approved under Funding Commitment Decision Letters for certain Funding Request Numbers for each of the Funding Years ("COMADs"), as well as the Immaculate appeals filed with USAC concerning those COMADs and USAC's April 23, 2009 denials of the Immaculate appeals for Funding Years 2003, 2004 and 2005.

3. Immaculate and only School personnel, including myself, decided what E-Rate eligible services the School required and for which the School would seek E-Rate Program support in each of the Funding Years. No service provider, consultant or other third party, including Computer Technical Services ("CTS"), dictated, controlled, influenced or otherwise had a role in the substantive decisions about or selection of the services sought on the relevant FCC Form 470 applications for the Funding Years. The contents of those applications were determined solely by Immaculate and the School's personnel. Immaculate personnel certified the FCC Form 470s. The descriptions of the services sought chosen by the School did not provide a preference to any bidder. The service providers selected and reflected on the relevant FCC Form 471s, including CTS, were chosen solely by Immaculate and School personnel, including myself, through a competitive bidding process conducted and controlled by Immaculate School personnel and no other party.

I declare under penalty of perjury this 8<sup>th</sup> day of September, 2009 that the foregoing representations and statements are true and correct.

A handwritten signature in cursive script, appearing to read "John LoSasso", is written over a horizontal line.

John LoSasso

## DECLARATION

1. I, John Rodriguez, am the former President of Computer Technical Services, Inc. ("CTS"). I held that position from the time it was formed in 2001 until CTS was dissolved in 2006. I further incorporate by reference the contents of the attached documents from the Supreme Court of the State of New York, Bronx County, dated July 25, 2006, attesting to the dissolution of CTS.

2. I never received a copy of any Notification of Commitment Adjustment Letters ("COMAD") from the Universal Service Administrative Company ("USAC").

3. In my capacity at CTS I had responsibility for CTS' participation as a service provider in the Universal Service Program's Schools and Libraries Support Mechanism ("E-Rate Program") administered by USAC. This included E-Rate Program- supported services to be provided by CTS for Funding Years ("FY") 2002, 2003, 2004 and 2005.

4. I have reviewed the COMADs sent to Immaculate Conception Grade School (Billed Entity No. 10691), whereby USAC has rescinded the support approved under Funding Commitment Decision Letters for the following Funding Request Nos. ("FRN"): 796580 for FY 2002; FRNs 941033, 941034 for FY 2003; FRNs 1067034, 1067036, 1067038, 1067040, 1067041 for FY 2004; and FRNs 1222900, 1222901, 1222903, 1224617, 1224626 for FY 2005 for the Immaculate Conception Grade School. In particular, I have reviewed the Funding Commitment Adjustment Explanation therein.

5. I also have reviewed the COMADs sent to Our Lady of Grace School (Billed Entity No. 10671), whereby USAC has rescinded support approved under FCDLs for FRNs 941058 and 9411060 in FY 2003 and FRN 1072548 in FY 2004.

6. At no time did I or any member of CTS participate in the preparation or submission of Immaculate Conception's or Our Lady of Grace's FCC Forms 470 for the Funding Years at issue in the COMADs.

7. At no time did I or any member of CTS participate, other than as a bidder, in Immaculate Conception's or Our Lady of Grace's competitive bid process.

8. CTS provided the services to Immaculate Conception and Our Lady of Grace, properly billed USAC and was properly paid for the work performed.

I declare under penalty of perjury this 27<sup>th</sup> day of August, 2009, that the foregoing representations and statements are true and correct.

A handwritten signature in black ink, appearing to read "John Rodriguez", written over a horizontal line.

John Rodriguez

SUPREME COURT OF THE STATE OF NEW YORK  
BRONX COUNTY

-----X  
In the Matter of the Application of

Index No.: 8731/06

PABLO RODRIGUEZ,  
Petitioner,

**NOTICE OF ENTRY**

For the Judicial Dissolution and Liquidation of  
Computer Technical Services, Inc., Pursuant  
to BCL §1104-a, *et seq.*, for an Accounting, for the  
Appointment of a Receiver Pursuant to  
BCL § 1202, *et seq.*; for an Order Granting Judgment  
in favor of Petitioner for any sum found to be Due  
and Owing and for a Temporary Restraining  
Order Pursuant to BCL § 1115 and CPLR § 6301 .  
-----

**COUNSEL:**

PLEASE TAKE NOTICE that the within is a true and accurate copy of the Decision and  
Order of Honorable Judge George D. Salerno, dated July 10, 2006, and filed in the Supreme Court  
of the State of New York, Bronx County.

Dated: New York, New York  
July 25, 2006

Yours, etc.

By: 

Stewart A. McMillan, Esq.  
Attorneys for Petitioner,  
PABLO RODRIGUEZ  
50 East 42<sup>nd</sup> Street, Suite 1306  
New York, New York 10017  
Tel. No. (212) 661-2490  
File No. 3150-0031

TO: Uche Emelumadu, Esq.  
Madu, Edozie & Madu, P.C.  
Attorneys for Respondent,  
YANELLY AMADOR  
3007 Eastchester Road  
Bronx, NY 10469  
(718) 379-3500

Desmond Lyons, Esq.  
Lyons and McGovern, LLP  
Attorneys for Respondent,  
COMPUTER TECHNICAL SERVICES, INC.  
16 New Broadway  
Sleepy Hollow, New York 10591  
(914) 631-1336

Israel Rubin, Esq.  
Greenberg Traurig, LLP  
COURT APPOINTED RECEIVER  
200 Park Avenue  
New York, NY 10166  
(212) 801-2226

of the  
State of New York



GEORGE D. SALERNO  
JUSTICE

July 13, 2006

Hon. Israel Rubin  
Greenberg Traurig, LLP  
200 Park Avenue  
New York, New York 10166

Dear Judge Rubin:

Enclosed please find a copy of my order, as well as a copy of the Petitioner Rodriguez's Order to Show Cause.

You may wish to have the parties forward, to you, a copy of the remaining papers, which are: Amador's Opposition papers, and the Transcript from the May 15, 2006 proceeding. Thank you.

Sincerely,

A handwritten signature in cursive script, appearing to read "George D. Salerno".

George D. Salerno, J.S.C.

Encl:

cc: Uche Emelumadu, Esq.  
Madu, Edozie & Madu, P.C.  
Attorneys for Respondent Amador  
3007 Eastchester Road  
Bronx, New York 10469  
718-379-3500

cc: Stewart A. McMillan, Esq.  
McMillan, Constabile, LLC  
Attorneys for Petitioner,  
Pablo Rodriguez  
2180 Boston Road  
Larchmont, New York 10538  
(914)834-3500  
(212)661-2490 - Direct Line

FCCAR00030

G.05

PART 2

SUPREME COURT OF THE STATE OF NEW YORK  
COUNTY OF BRONX:

Case Disposed	<input type="checkbox"/>
Settle Order	<input type="checkbox"/>
Schedule Appearance by Receiver	<input checked="" type="checkbox"/>

In RE: PABLO RODRIGUEZ

Index No. 8731/06

-against-

Hon. George D. Salerno

Justice.

For the Dissolution and Liquidation  
of Computer Technical Services, Inc.  
etc

The following papers numbered 1 to 6 Read on this motion.

Noticed on \_\_\_\_\_ and duly submitted as No. \_\_\_\_\_ on the Motion Calendar of 5/22/06

RODRIGUEZ'S Petition		PAPERS NUMBERED	
Notice of Motion <del>Order to Show Cause</del> Exhibits and Affidavits Annexed <sup>Affs of Service</sup>		1-3	4a-4e
Answering Affidavit and Exhibits AMADOR'S AFF in Opp		5	
Replying Affidavit and Exhibits Transcript of 5/15/06 Hearing		6	
_____ Affidavits and Exhibits			
Pleadings - Exhibit			
Stipulation(s) - Referee's Report - Minutes			
Filed Papers			
Memoranda of Law			

Upon the foregoing papers this and the hearing held on  
May 15, 2006, the Petitioner's OSC  
is decided in the annexed  
Memorandum decision and order

Motion is Respectfully Referred to:  
Justice:  
Dated:

Dated: July 10, 2006

Hon. George D. Salerno  
J.S.C.  
GEORGE D. SALERNO

SUPREME COURT OF THE STATE OF NEW YORK  
BRONX COUNTY

-----X  
In the Matter of the Application of

PABLO RODRIGUEZ

Index No. 873 1/06

Petitioner

For the Judicial Dissolution and Liquidation of  
Computer Technical Services, Inc. Pursuant to  
BCL§1104-a, et seq., for an Accounting, for the  
Appointment of a Receiver Pursuant to  
BCL§1202, et seq.; for an Order  
in favor of Petitioner for  
and Owing; and for a Temporary  
Order Pursuant to BCL§1115 and C.P.R. 86-301

-----X  
HON. GEORGE D. SALERNO:

Petitioner moves by Order to Show Cause, pursuant to Business  
Corporation Law §1104-a for an accounting and dissolution of the corporation,  
Computer Technical Services Inc., and upon granting such relief appointing a  
receiver to wind up the affairs of the corporation pursuant to Business Corporation  
Law §1202. Pending oral argument and a hearing, a temporary restraining order  
was issued enjoining the  
corporate funds or selling  
business of the corporation.

This proceeding was commenced by Pablo Rodriguez who is allegedly the

President and majority shareholder of Computer Technical Services, Inc., a corporation established pursuant to the laws of New York State on September 9, 2001. When the corporation was formed only two persons were shareholders, the petitioner and Jamie Parra. The corporation was engaged in the business of providing computer and internet technology services. Approximately one year after the corporation was formed, Wendell Amador was hired as a secretary and later became a shareholder. Amador's affidavit regarding the circumstances surrounding the ownership, except to acknowledge that stock was issued to Amador because of his close personal relationship to her. Jamie Parra also became a shareholder and held the title of Vice President.

Prior to the commencement of this proceeding Parra transferred his shares to Rodriguez and as a result of this transfer Rodriguez claims to own 66 2/3% of the corporate stock. Both Amador and Rodriguez claim to be the recipient of Parra's shares. Amador alleges that Rodriguez in 2004, the corporation paid \$2,000 to Amador for the purchase of shares. Amador refers to this payment by check and exhibit was submitted. Moreover, even assuming such a transaction occurred the use of corporate funds to purchase the individual shares of a stockholder would ordinarily retire the stock. A fortiori,

Parra contradicts the alleged transaction as portrayed by Amador. He testified at the hearing that he transferred his shares prior to the commencement of this proceeding to Rodriguez. In addition, petitioner annexed to his submission a copy of a letter from Parra, dated January 10, 2005 in which Parra attests to the transfer of his shares to petitioner Rodriguez.

Parra also testified that Amador's corporate responsibility was to have the corporation's funds deposited in a bank account which is detrimental to the corporation. Parra also alleges corporate waste and the diversion of corporate assets. He also alleges that irreconcilable differences have arisen between himself and Amador which interfere with the management and operation of the corporation.

In this regard, Rodriguez charges Amador with opening a separate (corporate) account at North Fork Bank without authority, as a means of diverting corporate funds. The impact of opening a separate account apart from the corporation's principal customer, United Service Administrative, has according to petitioner electronically transferred funds earned by the corporation to the North Fork Account. Moreover, the corporate address listed for the account opened at



Amador made unauthorized payments to members of her family such as Suriel Castillo and that Amador's brother Henry Rojas applied for unemployment benefits even though he was never employed by the corporation. It also appears that Amador formed a new corporation that bears a name strikingly similar to Computer Technical Services the entity that Amador claims to hold a majority interest. Petitioner identifies two checks drawn on the corporation account maintained by at Chase each checks paid for a new entity.

The clear and convincing evidence presented by the parties to the proceeding before this court leaves no doubt that Computer Technical Services cannot continue to function effectively. Moreover, the dissension is manifestly affecting the profitability of the corporation (see Matter of Gordon v. Weiss Inc., 32 A.D.2d 279, 301 N.Y.S.2d 839). The principal protagonists involved in the operation of Computer Technical Services anticipated rewards for their efforts which encompass the participating in the growth and the increased value of the business company. (See Ingle v. Glamore Motor Sales Inc., 73 N.Y.2d 1183, 525 N.E.2d 1311, 538 N.Y.S.2d 771). Unfortunately this expectation has not been met.

Therefore, petitioner's motion is granted and this Court appoints Hon. Israel

Rubin, Greenberg Traurig, LLP 200 Park Avenue, New York, New York 10166,  
212-801-2226, as a receiver of the property for the purpose of winding up the  
affairs of the corporation.

This constitutes the decision and order of this Court.

Date: *July 10, 2006*

*Frank S. Palermo*  
U.S.C.

**AFFIDAVIT OF SERVICE**

STATE OF NEW YORK    )  
                                  )ss.:  
COUNTY OF NEW YORK )

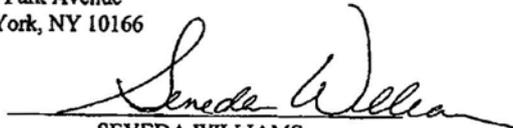
I, SEVEDA WILLIAMS, being sworn, say; I am not a party to this action, am over 18 years of age, and reside in **Brooklyn, New York**.

On **July 27, 2006**, I served the within **NOTICE OF ENTRY** by faxing and depositing true copies thereof enclosed in post-paid wrappers, in an official depository under the exclusive care and custody of the U.S. Postal Service within New York State, addressed to:

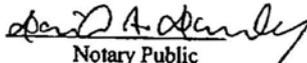
Uche Emelumadu, Esq.  
Madu, Edozie & Madu, P.C.  
Attorneys for Respondent,  
YANELLY AMADOR  
3007 Eastchester Road  
Bronx, NY 10469

Desmond Lyons, Esq.  
Lyons and McGovern, LLP  
Attorneys for Respondent,  
COMPUTER TECHNICAL SERVICES, INC.  
16 New Broadway  
Sleepy Hollow, New York 10591

Israel Rubin, Esq.  
Greenberg Traurig, LLP  
COURT APPOINTED RECEIVER  
200 Park Avenue  
New York, NY 10166

  
SEVEDA WILLIAMS

Sworn to before me this  
27<sup>th</sup> day of July, 2006

  
Notary Public  
DANIEL A. DONNELLAN  
NOTARY PUBLIC OF NEW JERSEY  
My Commission Expires 11/30/2008