# THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

Before Commissioners:

Pat Apple, Chairman

Shari Feist Albrecht Jay Scott Emler

In the Matter of a General Investigation for	)	
Access Point, Inc. to Show Cause Why This	)	,
Commission Should Not Initiate Sanctions and	)	Docket No. 18-APTC-159-SHO
Fines and any Certificate of Convenience and	)	
Authority the Carrier Holds Be Canceled,	)	
Suspended, or Revoked for Non-Compliance	)	
with Commission Orders and Kansas Statutes.	)	

#### ORDER ACKNOWLEDGING COMPLIANCE; CLOSING DOCKET

NOW, the above-captioned matter comes before the State Corporation Commission of the State of Kansas (Commission) for consideration and decision. Having reviewed its files and records and being duly advised in the premises, the Commission makes the following findings:

- 1. On October 17, 2017, the Commission issued an *Order to Show Cause* in this docket requiring Access Point, Inc. (Access Point) to explain why it should not be subject to enforcement actions for failing to comply with various Commission orders and Kansas statutes.
- 2. Specifically, Access Point was directed to explain the following deficiencies: (1) failure to pay its Kansas Universal Service Fund (KUSF) assessment of \$901.44 for the period of March 1, 2016, through February 28, 2017, and \$45.68 of accrued penalties; and (2) failure to remit its property tax return as required by K.S.A. 79-5a02.
- 3. Commission Staff (Staff) submitted a Report and Recommendation (R&R) to the Commissioners on November 17, 2017, attached hereto and made a part hereof by reference.

4. Staff's R&R explained that since the issuance of the *Order to Show Cause*, Access

Point has come into compliance with its two outstanding deficiencies. Access Point has remitted

its delinquent KUSF assessment and penalty, and remitted its property tax return.

5. Therefore, Staff recommended the Commission dismiss this show cause proceeding

and close the docket.

6. The Commission finds Staff's findings and recommendations to be reasonable and

hereby adopts the same.

IT IS, THEREFORE, BY THE COMMISSION ORDERED THAT:

A. This show cause proceeding is hereby dismissed, and the docket is closed.

B. The parties have fifteen (15) days, plus three (3) days if service of this order is by

mail, from the date this order was served in which to petition the Commission for reconsideration

of any issue or issues decided herein. K.S.A. 66-118; K.S.A. 77-529(a)(1).

C. The Commission retains jurisdiction over the subject matter and parties for the

purpose of issuing such further order, or orders, as it may deem necessary.

BY THE COMMISSION IT IS SO ORDERED.

Apple, Chairman; Albrecht, Commissioner; Emler, Commissioner

Dated: NOV 2 8 2017

Lynn M. Retz

Secretary to the Commission

**MRN** 

Order Mailed Date

NOV 29 2017

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Sam Brownback, Governor

Pat Apple, Chairman Shari Feist Albrecht, Commissioner Jay Scott Emler, Commissioner

## REPORT AND RECOMMENDATION UTILITIES DIVISION

**TO:** Chairman Pat Apple

Commissioner Shari Feist Albrecht Commissioner Jay Scott Emler

FROM: Sandy Reams, Assistant Chief of Telecommunications

Christine Aarnes, Chief of Telecommunications

Jeff McClanahan, Director of Utilities

**DATE:** November 17, 2017

**SUBJECT:** Docket No. 18-APTC-159-SHO

In the Matter of a General Investigation for Access Point, Inc. to Show Cause Why this Commission Should Not Initiate Sanctions and Fines and any Certificate of Convenience and Authority the Carrier Holds Be Canceled, Suspended or Revoked

for Non-Compliance with Commission Orders and Kansas Statutes.

#### **EXECUTIVE SUMMARY:**

On October 17, 2017, the Commission issued an Order opening this Docket and requiring Access Point, Inc. (Access Point) to show cause why it should not be subject to sanctions and fines or its Certificates of Convenience to offer competitive local exchange carrier (CLEC)<sup>1</sup> and interexchange carrier (IXC)<sup>2</sup> services cancelled, suspended, or revoked for failure to comply with Commission orders and Kansas statutes. Access Point was directed to respond to the Order or come into compliance within 30 days of the Order's issuance.

Access Point has come into compliance with its Kansas Universal Service Fund (KUSF) obligations pursuant to K.S.A. 66-2008(a) and its property tax return filings per K.S.A. 79-5a02. Staff recommends the Commission issue an Order dismissing the show cause and closing this Docket.

#### **BACKGROUND:**

In a Report and Recommendation (R&R) dated October 9, 2017, Staff explained Access Point was non-compliant with Commission orders and Kansas statutes. Specifically, Access Point owed

<sup>&</sup>lt;sup>1</sup> Docket No. 08-APTC-705-COC, May 1, 2008 Order (Docket 08-705 Order).

<sup>&</sup>lt;sup>2</sup> Docket No. 98-APTC-014-COC, Oct. 7, 1997 Order and Certificate (Docket 98-014 Order).

\$901.44 of assessments to the KUSF as a result of a change in revenues and assessments reported for the period of March 1, 2016, through February 28, 2017, (KUSF Year 20) and \$45.68 of accrued penalties.<sup>3</sup> Staff also stated Access Point was delinquent in remitting its property tax return as required by K.S.A. 79-5a02. Staff, therefore, recommended that the Commission issue an Order requiring Access Point to show cause why it should not be subject to sanctions and fines or its Certificates of Convenience to offer CLEC and IXC services cancelled, suspended, or revoked for failure to comply with Commission orders and Kansas statutes.

#### **ANALYSIS:**

On November 17, 2017, Access Point remitted the delinquent KUSF assessment and penalty balance. The Company has remitted its property tax return. Therefore, Access Point is in compliance with Commission Orders and its statutory obligations.

### **RECOMMENDATION:**

Access Point is in compliance with its regulatory and statutory obligations. Staff, therefore, recommends that the Commission issue an Order dismissing the show cause and closing this Docket.

<sup>&</sup>lt;sup>3</sup> Docket No. 94-GIMT-478-GIT, Feb. 19, 1997 Order; Docket No. 06-GIMT-332-GIT, Jan. 23, 2006 Order; and Docket No. 10-GIMT-188-GIT, Jan. 23, 2010 Order.

### **CERTIFICATE OF SERVICE**

	C-159-SHO
first class mail/hand delivered onNOV 2 8 20	ched Order has been served to the following parties by means of
RICHARD E. BROWN, PRESIDENT/CEO ACCESS POINT, INC. 1100 CRESCENT GREEN DR STE 109 CARY, NC 27518 Fax: 919-851-5422 richard.brown@accesspointinc.com	JACKIE GILPIN ACCESS POINT, INC. 1100 CRESCENT GREEN STE 109 CARY, NC 27518 Fax: 919-851-5422
MICHAEL NEELEY, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION 1500 SW ARROWHEAD RD TOPEKA, KS 66604-4027 Fax: 785-271-3167 m.neeley@kcc.ks.gov	NICOLE STEPHENS, KUSF ADMINISTRATOR MANAGE GVNW CONSULTING, INC. 3220 PLEASANT RUN SUITE A SPRINGFIELD, IL 62711 Fax: 719-594-5803 nstephens@gvnw.com
DAVID G. WINTER, SENIOR CONSULTANT GVNW CONSULTING, INC. 2270 LA MONTANA WAY, Ste 200 COLORADO SPRINGS, CO 80918 Fax: 719-594-5803 dwinter@gvnw.com	
	/S/ DeeAnn Shupe DeeAnn Shupe

Order Mailed Date NOV 29 2017