

## Federal Communications Commission Washington, D.C. 20554

June 8, 2007

Scott Barash Acting Chief Executive Officer Universal Service Administrative Company 2000 L St. NW, Suite 200 Washington, DC 20036

RE: Memorandum of Understanding between the Federal Communications Commission and the Universal Service Administrative Company

Dear Mr. Barash:

This letter follows up on the Memorandum of Understanding (MOU) between the Federal Communications Commission and the Universal Service Administrative Company (USAC), executed on June 4, 2007. Because the MOU's success depends on the effective implementation of its terms, USAC should develop an Execution Matrix that articulates: (1) each of the USAC obligations that are contained in the MOU; (2) all actions that USAC must take to implement each of its obligations under the MOU; (3) the target date for completing each of those actions: and (4) the name and title of the USAC employee(s) responsible for completion of each action with complete contact information for each of those employees. USAC should send the draft Execution Matrix to me and those copied below by August 1, 2007.

We look forward to working with you as we move forward with an effective implementation of the MOU. If you have any questions, please do not hesitate to call me.

Sincerely

Anthony J. Dale

cc: Kent R. Nilsson, Inspector General

Tom Navin, Chief, Wireline Competition Bureau Mindy Ginsburg, Deputy Managing Director Mark Stone, Deputy Managing Director Mark Stephens, Chief Financial Officer