



Enforcement Bureau
Investigations and Hearings
Division

FEDERAL COMMUNICATIONS COMMISSION

WASHINGTON, DC 20554

September 10, 2012

DA 12-1467

**SENT VIA CERTIFIED MAIL, RETURN RECEIPT REQUESTED
AND EMAIL**

Mr. Jonathan M. Slaughter, No. 13660-002
FCI Yazoo City Low
Federal Correctional Institution
P.O. Box 5000
Yazoo City, MS 39194

Re: Notice of Debarment
File No. EB-12-IH-0050

Dear Mr. Slaughter:

The Federal Communications Commission (Commission) hereby notifies you that, pursuant to Section 54.8 of its rules, you are prohibited from participating in activities associated with or relating to the schools and libraries universal service support mechanism (E-Rate program) for three years from either the date of your receipt of this Notice of Debarment, or of its publication in the Federal Register, whichever is earlier in time (Debarment Date).¹

On May 9, 2012, the Commission's Enforcement Bureau (Bureau) sent you a Notice of Suspension and Initiation of Debarment Proceeding (Notice of Suspension)² that was published in the Federal Register on May 24, 2012.³ The Notice of Suspension suspended you from participating in activities associated with or relating to the E-Rate program. It also described the basis for initiating debarment proceedings against you, the applicable debarment procedures, and the effect of debarment.

As discussed in the Notice of Suspension, on September 29, 2011, you pled guilty to converting approximately \$892,000 in E-Rate checks, payable to six schools and 14 school

¹ 47 C.F.R. § 54.8(g); *see also* 47 C.F.R. § 0.111 (delegating authority to the Enforcement Bureau to resolve universal service suspension and debarment proceedings).

² Letter from Theresa Z. Cavanaugh, Chief, Investigations and Hearings Division, Enforcement Bureau, Federal Communications Commission, to Jonathan M. Slaughter, Notice of Suspension and Initiation of Debarment Proceeding, 27 FCC Rcd 5091 (Enf. Bur. 2012) (Attachment 1).

³ 77 Fed. Reg. 31010 (May 24, 2012).

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districts located in 13 states, to your personal use while you were the owner and president of E-Rate Consulting Services, LLC (ECS).⁴ Between May 2006 and January 2009, you deposited those E-Rate funds into your ECS bank account for your personal use instead of transmitting them to your clients.⁵ Pursuant to Section 54.8(c) of the Commission's rules, your conviction of criminal conduct in connection with the E-Rate program is the basis for this debarment.⁶

In accordance with the Commission's debarment rules, you were required to file with the Commission any opposition to your suspension or its scope, or to your proposed debarment or its scope, no later than 30 calendar days from either the date of your receipt of the Notice of Suspension or of its publication in the Federal Register, whichever date occurred first.⁷ The Commission did not receive any such opposition from you.

For the foregoing reasons, you are debarred from participating in activities associated with or related to the E-Rate program for three years from the Debarment Date.⁸ During this debarment period, you are excluded from participating in any activities associated with or related to the E-Rate program, including the receipt of funds or discounted services through the E-Rate program, or consulting with, assisting, or advising applicants or service providers regarding the E-Rate program.⁹

Sincerely,

Theresa Z. Cavanaugh,
Chief
Investigations and Hearings Division
Enforcement Bureau

cc: Johnnay Schrieber, Universal Service Administrative Company (via e-mail)
Rashann Duvall, Universal Service Administrative Company (via e-mail)
Andrew O. Schiff, Assistant United States Attorney, United States Department of Justice (via e-mail)

⁴ *United States v. Jonathan Slaughter*, Case No. 2:11cr162-MEF-01, Plea Agreement at 3–5 (M.D. Ala. 2011) (*Plea Agreement*); see Appendix.

⁵ *Id.* at 4–5.

⁶ 47 C.F.R. § 54.8(c).

⁷ 47 C.F.R. §§ 54.8 (e)(3), (4). Any opposition had to be filed no later than June 13, 2012.

⁸ *Id.* §§ 54.8(e)(5), (g).

⁹ *Id.* §§ 54.8(a)(1), (5), (d).

Appendix

ECS' CLIENTS	STATE	TOTAL AMOUNT CONVERTED
Dermott Public School District	Arkansas	\$6,809.24
Citrus County School District	Florida	\$678,288.69
Eckerd Halfway House/E-Ku Sumees	Florida	\$5,670
Hendry County School District	Florida	\$39,031.19
Kuna Joint School District	Idaho	\$3,523.67
Middleton School District #134	Idaho	\$4,299.25
The Winchendon School	Massachusetts	\$8,316.00
Northwood Children's Services	Minnesota	\$24,797.66
Prairie Academy	Minnesota	\$4,673.99
Poplar Bluff School District	Missouri	\$7,672.77
Red Cloud Community School District	Nebraska	\$2,254.52
SAU 41—Hollis Brookline Schools	New Hampshire	\$1,765.18
Beaufort County School District	North Carolina	\$9,730.00
Middle Ohio Education	Ohio	\$23.01
Penns Valley Area School District	Pennsylvania	\$10,966.83
Bedford County School District	Tennessee	\$23,215.94
Banquete Independent School District	Texas	\$18,655.72
Cleburne Independent School District	Texas	\$7,231.32
Leander Independent School District	Texas	\$31,872.31
Teague Independent School District	Texas	\$3,190.56
TOTAL		\$891,987.85