



PUBLIC NOTICE

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WIRELINE COMPETITION BUREAU ANNOUNCES UPDATED LIFELINE MINIMUM SERVICE STANDARDS AND INDEXED BUDGET AMOUNT

WC Docket No. 11-42

By this Public Notice, the Wireline Competition Bureau (Bureau) announces the updated standard levels for speed and usage allowances for Lifeline-supported services as required by the *2016 Lifeline Modernization Order*.¹ We specifically announce the newly calculated minimum service standards for fixed broadband. We also remind providers of the updated minimum service standards for mobile broadband and mobile voice service, as established in the Commission's rules. These standards will take effect on December 1, 2017. Finally, we announce that the budget for federal universal service support for the Lifeline program for calendar year 2018 will be \$2,279,250,000.²

The *2016 Lifeline Modernization Order* established minimum service standards for certain Lifeline-supported services and either established annual increases in those standards in the Commission's rules or directed the Bureau to update the minimum service standards pursuant to calculations set out in the order.³

Fixed broadband minimum service standards. Beginning December 1, 2017, the Lifeline minimum service standard for fixed broadband speed will be 15 Mbps downstream and 2 Mbps upstream, as calculated from FCC Form 477 data.⁴ We note that the Commission provides an exception to the fixed broadband minimum service standard when the Lifeline provider does not offer any generally available residential fixed broadband packages that meet the minimum service standard at a subscriber's residence.⁵ In such situations, the Lifeline provider may receive Lifeline support for the highest performing generally available residential fixed broadband service residential offering of at least 4 Mbps downstream and 1

¹ *Lifeline and Link Up Reform and Modernization et al.*, WC Docket No. 11-42 et al., Third Report and Order, Further Report and Order, and Order on Reconsideration, 31 FCC Rcd 3962, 3989-3997, paras. 73-98 (2016) (*2016 Lifeline Modernization Order*); 47 CFR § 54.408.

² See *2016 Lifeline Modernization Order*, 31 FCC Rcd at 4110, para. 403.

³ *Id.* at 3988-4000, paras. 69-106; 47 CFR § 54.408(b)-(c).

⁴ See 47 CFR § 54.408(c)(1)(i); *2016 Lifeline Modernization Order*, 31 FCC Rcd at 3993-94, paras. 88-90; FCC, *Form 477 Resources* (May 6, 2014), <https://www.fcc.gov/general/form-477-resources-filers> (The fixed broadband speed standard was derived from the FCC Form 477 fixed broadband subscription data as of June 30, 2016. The data was ordered lexicographically by download speed then upload speed to determine percentiles).

⁵ See 47 CFR § 54.408(d); *2016 Lifeline Modernization Order*, 31 FCC Rcd at 4000-4001, paras. 107-113.

Mbps upstream.⁶ Beginning December 1, 2017, the Lifeline minimum service standard for fixed broadband data usage will be 250 GB per month, as calculated from Urban Rate Survey data.⁷

Mobile broadband minimum service standards. The 2016 Lifeline Modernization Order established an automatic update to the Lifeline minimum service standards for mobile broadband service through November 30, 2019.⁸ Beginning December 1, 2017, the Lifeline minimum service standard for mobile broadband data usage will increase to 1 GB per month.⁹ The Lifeline minimum service standard for mobile broadband speed remains 3G mobile technology.¹⁰

Mobile voice telephony minimum service standards. The 2016 Lifeline Modernization Order established an automatic update to the Lifeline minimum service standards for mobile voice service through November 30, 2018.¹¹ Beginning December 1, 2017, the Lifeline minimum service standard for mobile voice service will increase to 750 minutes per month.¹²

Annual budget. The 2016 Lifeline Modernization Order adopted an initial budget of \$2.25 billion for the calendar year beginning January 1, 2017.¹³ The 2016 order also stated that the budget amount will be indexed to inflation in accordance with the Consumer Price Index for all items from the Department of Labor, Bureau of Labor Statistics.¹⁴ To perform this calculation, the Bureau used the annual percent change factor for the preceding year to the year in which the calculation is being performed, here 2016.¹⁵ Based on this calculation, the indexed budget for federal universal service support for the Lifeline program for the calendar year beginning January 1, 2018 will be \$2,279,250,000.

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⁶ 47 CFR § 54.408(d).

⁷ See 47 CFR § 54.408(c)(1)(ii); *2016 Lifeline Modernization Order*, 31 FCC Rcd at 3994, para. 90; FCC, *Urban Rate Survey Data & Resources* (Apr. 18, 2014), <https://www.fcc.gov/general/urban-rate-survey-data-resources> (2017 Broadband Survey data).

⁸ See 47 CFR § 54.408(b)(2); *2016 Lifeline Modernization Order*, 31 FCC Rcd at 3994-97, paras. 91-98.

⁹ 47 CFR § 54.408(b)(2)(ii)(B).

¹⁰ 47 CFR § 54.408(b)(2)(i).

¹¹ See 47 CFR § 54.408(b)(3); *2016 Lifeline Modernization Order*, 31 FCC Rcd at 3998-99, paras. 100-102.

¹² 47 CFR § 54.408(b)(3)(ii).

¹³ 47 CFR § 54.423(a)(1); *2016 Lifeline Modernization Order*, 31 FCC Rcd at 4110, paras. 400-402.

¹⁴ 47 CFR § 54.423(a)(3); *2016 Lifeline Modernization Order*, 31 FCC Rcd at 4110, para. 403.

¹⁵ See United State Department of Labor, Bureau of Labor Statistics, *Consumer Price-Index All Urban Consumer U.S. City Average, Not Seasonally Adjusted, Series CUUR0000SA0* (last visited May 9, 2017), <https://www.bls.gov/cpi/cpid1612.pdf> (annual average 12-month percent change for 2016 was 1.3%).