



Filed via FCC ECFS in Docket 02-6

July 10, 2012

Julie Veach Chief, Wireline Competition Bureau Federal Communications Commission 445 12th Street, S.W. Washington, D.C. 20552

Re: Schools and Libraries Funds Available for Carry-forward.

Dear Ms. Veach:

In preparation for USAC's Universal Service Support Mechanism Fund Size Projections for the Fourth Quarter 2012, due to be filed on August 2, 2012, we have reviewed the funds currently available for the Schools and Libraries Universal Service Support mechanism. We have identified an additional \$650 million that are available to be carried forward into subsequent funding years. This, coupled with the \$400 million previously identified in the Third Quarter 2012 filing, brings the total funds available for carry-forward to \$1,050 million. We believe such funds would be sufficient to make commitments at the 90% discount level for Priority 2 requests for Funding Year 2012.

Sincerely,

/s/

Richard A. Belden Chief Operating Officer