performance plan by August 23, 2016 shall not receive support in remote areas beginning January 1, 2017.

- (1) From January 1, 2017, to December 31, 2017, each such competitive eligible telecommunications carrier shall receive two-thirds of the monthly support amount the carrier received for December 2014 for the relevant study area.
- (2) From January 1, 2018, to December 31, 2018, each such competitive eligible telecommunications carrier shall receive one-third of the monthly support amount the carrier received for December 2014 for the relevant study area.
- (3) Beginning January 1, 2019, no such competitive eligible telecommunications carrier shall receive universal service support for the relevant study area pursuant to this section or §54.307.
- (h) Support for unserved remote areas of Alaska. Beginning January 1, 2017, support that, but for paragraph (g) of this section, would be allocated to carriers subject to paragraph (g) of this section shall be allocated for a reverse auction, with performance obligations established at the time of such auction, for deployment of mobile service to remote areas of Alaska, as defined in §54.307(e)(3)(i), that are without commercial mobile radio service as of December 31, 2014.

 $[81 \; \mathrm{FR} \; 69714, \; \mathrm{Oct.} \; 7, \; 2016]$ 

## §54.318 [Reserved]

## § 54.319 Elimination of high-cost support in areas with 100 percent coverage by an unsubsidized competitor.

(a)-(c) [Reserved]

(d) High-cost universal service support pursuant to subpart K of this part shall be eliminated for those census blocks of an incumbent rate-of-return local exchange carrier study area where an unsubsidized competitor, or combination of unsubsidized competitors, as defined in §54.5, offer(s) voice and broadband service meeting the obligations public interest in §54.308(a)(2) to at least 85 percent of residential locations in the census block. Qualifying competitors must be able to port telephone numbers from consumers.

- (e) After a determination that a particular census block is served by a competitor as defined in paragraph (d) of this section, support provided pursuant to subpart K of this part shall be disaggregated pursuant to a method elected by the incumbent local exchange carrier. The sum of support that is disaggregated for competitive and non-competitive areas shall equal the total support available to the study area without disaggregation.
- (f) For any incumbent local exchange carrier for which the disaggregated support for competitive census blocks represents less than 25 percent of the support the carrier would have received in the study area in the absence of this rule, support provided pursuant to subpart K of this part shall be reduced according to the following schedule:
- (1) In the first year, 66 percent of the incumbent's disaggregated support for the competitive census block will be provided;
- (2) In the second year, 33 percent of the incumbent's disaggregated support for the competitive census blocks will be provided;
- (3) In the third year and thereafter, no support shall be provided pursuant to subpart K of this part for any competitive census block.
- (g) For any incumbent local exchange carrier for which the disaggregated support for competitive census blocks represents 25 percent or more of the support the carrier would have received in the study area in the absence of this rule, support shall be reduced for each competitive census block according to the following schedule:
- (1) In the first year, 83 percent of the incumbent's disaggregated support for the competitive census blocks will be provided:
- (2) In the second year, 66 percent of the incumbent's disaggregated support for the competitive census blocks will be provided;
- (3) In the third year, 49 percent of the incumbent's disaggregated support for the competitive census blocks will be provided;
- (4) In the fourth year, 32 percent of the incumbent's disaggregated support the competitive census block will be provided;