January 8, 2019

All Affected Cities, Counties and Towns All Certificated Local Exchange Providers

RE: Right of Way Use Fees

Ladies and Gentlemen:

Under State Code §56-468.1, the Virginia Department of Transportation (VDOT) is responsible for calculating the monthly fee per access line and reporting it to all affected localities and certificated providers of local exchange telephone services.

Annual Reports received indicate there were 2,450,168 access lines and 5,041,941 feet of new installation as of September 30, 2018. Based upon that information, and the latest highway mileage figure of 71,267.02, the public right of way use fee will be \$1.20 per access line for the period July 1, 2019, through June 30, 2020. This is an increase per access line of \$.11 (6.13%) from last year. With the ongoing average decrease of 2.45% in access lines and the ongoing average increase of 8.78% in feet of new installation, along with the calculated annual 6.13% increase in the fee per access line, the total fees projected to be collected during this rate period should substantially remain the same.

All telecommunication companies affected by this legislation should take the necessary steps to include the charge on their billings and submit collections to the appropriate governmental entity. Monies due VDOT should be sent using the Public Right-of-Way Use Fee Remittance Advice form. The Remittance Advice form can be accessed at: http://www.virginiadot.org/business/row-usefee.asp

Should there be any questions regarding the right of way use fee, please contact Edward Land at (804) 786-4429.

Sincerely,

Matt Reynolds. State Utilities Property Manager

Virginia Department of Taxation cc: Virginia Association of Counties Virginia Municipal League Virginia Telecommunication Industry Association

State Corporation Commission

Ms. Laura A. Farmer