



Conseil de la radiodiffusion et des
télécommunications canadiennes

Canadian Radio-television and
Telecommunications Commission

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Our File: 8695-C12-06/99

January 2, 2001

BY TELECOPIER

Mr. J. David Farnes
Vice President, Regulatory Affairs
Canadian Wireless Telecommunications Association
275 Slater Street, Suite 500
Ottawa, Ontario
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Dear Mr. Farnes:

Re: Changes to the contribution regime, Decision CRTC 2000-745

Thank you for your letter dated 12 December 2000 regarding the above-noted matter.

The CWTA has requested clarification with respect to the reporting requirements of paging operators that solely offer retail paging services. Commission staff has reviewed your submission and refers to paragraph 91 of Decision 2000-745 which states:

"91. The Commission also concludes that:

- a) retail Internet and *retail paging service revenues are not contribution-eligible*, in consideration of the nature of these services, existing policies with respect to their contribution exempt status and administrative complications. However, *any revenues generated by Internet and paging service providers from the provision of any other telecommunications services will be contribution-eligible*. In addition, any revenue generated by another telecommunications service provider supplying underlying telecommunications facilities to retail Internet and paging service providers (for example, interconnecting circuits used by Internet and paging service providers) will be contribution-eligible;..." (emphasis added).

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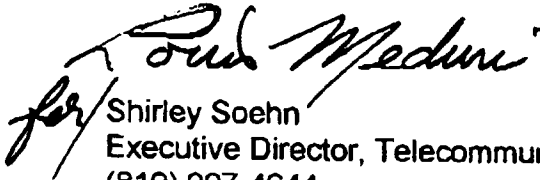
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The intention of the reporting requirements is to determine contribution-eligible revenues as stated in paragraphs 106 and 128 and clarified in question number 9 of the Information Bulletin. As retail paging service revenues are not contribution-eligible revenues, telecommunication service providers that solely offer retail paging services are not required to report their revenues to the Commission at any time. However, if a telecommunications service provider has any contribution-eligible revenues as well as retail paging services, the revenues must be reported to the Commission by 15 January 2001 and 31 March each year with the deduction for the retail paging services identified.

I trust that this is satisfactory.

Yours sincerely,



for Shirley Soehn
Executive Director, Telecommunications
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c.c.: Scott Hutton, CRTC (819) 997-4573