STATE OF NEW HAMPSHIRE

Inter-Department Communication

DATE: January 26, 2009 **AT (OFFICE):** NHPUC

FROM: David Goyett

David Goyette, Utility Analyst III - Telecommunications

SUBJECT: DT 09-004 Fairpoint Communications - NNE

Special Contract with Bank of America, N.A. for ISDN-PRI Service

TO: Debra Howland, Executive Director

Kate Bailey, Director - Telecommunications

On January 8, 2009, Northern New England Telephone Operations LLC d/b/a Fairpoint Communications - NNE (Fairpoint) filed a special contract between Fairpoint and Bank of America, N.A. Under the contract, Fairpoint will provide Bank of America, N.A. with ISDN-PRI service, including Port, Local Distribution Channel, and Caller ID with Name, for a period of 24 months. During the first 12 months of the contract Bank of America, N.A. is allowed, at any time, to order additional circuits. In support of the filing, Fairpoint submitted records and information, including contract terms and conditions, which are subject to confidential treatment pursuant to RSA 378:43.

Staff has reviewed the cost study data submitted by Fairpoint and confirmed that the contract rates exceed the price floor requirements as defined in Order Nos. 23,357 and 23,493 (Docket No. DT 99-018). Based on its analysis, Staff recommends that the special contract be allowed to go into effect pursuant to RSA 378:18-b, II(a).