STATE OF NEW HAMPSHIRE

Inter-Department Communication

DATE: March 29, 2011 **AT (OFFICE):** NHPUC

David

FROM: David Goyette, Utility Analyst III - Telecommunications

- **SUBJECT:** DT 11-062 FairPoint Communications NNE Special Contract with Pharmerica
 - **TO:** Debra Howland, Executive Director Kate Bailey, Director - Telecommunications

On March 25, 2011, Northern New England Telephone Operations LLC d/b/a FairPoint Communications - NNE (FairPoint) filed a special contract with Pharmerica. Under the contract, FairPoint will provide Pharmerica 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, Pharmerica is allowed to order additional service at the rates set forth in the contract.

In its cover letter FairPoint stated the filing contains confidential, commercial, and financial information exempt from public disclosure under RSA 91-A:5, IV.

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).