STATE OF NEW HAMPSHIRE

Inter-Department Communication

DATE: June 25, 2012 **AT (OFFICE):** NHPUC

FROM: Les Stachow, Telecommunications Division

SUBJECT: DT 12-126 Level 3 Communications, LLC

Intrastate Access Reform

TO: Commissioners

Debra Howland, Executive Director

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On May 14 2012, Level 3 Communications, LLC ("Level3"), filed changes to its NH Intrastate Access Service rate schedule, to comply with the Federal Communications Commission (FCC) Report and Order FCC 11-161. On June 15, Level 3 submitted the required worksheet.

FCC Order 11-161 requires that CLECs reduce their revenue from intrastate switched access rates by one half of the difference between the revenue from intrastate access as recorded during the fiscal year October 1, 2010 through September 30, 2011(FY 2011), and the revenue that would have been produced using interstate rates and FY 2011 intrastate demand. Carriers are allowed to calculate the allowed revenue and create a rate design to produce the allowed revenue.

Staff reviewed the Level 3 Access filing, and determined that the proposed rate schedule revisions are consistent with the requirements of the FCC Order.

Staff therefore recommends that this filing be allowed to go into effect as proposed, on July 1, 2012.