1	STATE OF NEW HAMPSHIRE	
2		PUBLIC UTILITIES COMMISSION
3	November 1, 2022 - 1:31 p.m. 21 South Fruit Street	
4	Suite 10 Concord, NH	
5		
6	RE:	DT 22-047 CHARTER COMMUNICATIONS, INC.,
7		COGECO US FINANCE, LLC, d/b/a BREEZELINE, AND COMCAST CABLE
8		COMMUNICATIONS, LLC: Petition for Resolution of Rate Dispute.
9		(Prehearing conference)
10	PRESENT:	Chairman Daniel C. Goldner, Presiding Commissioner Carleton B. Simpson
11 12		Lynn H. Fabrizio, Esq. (PUC Legal Advisor)
13		Doreen Borden, Clerk
14	APPEARANCES:	Cogeco US Finance, LLC, d/b/a
15		Breezeline, and Comcast Cable Communications, LLC:
16 17		Susan S. Geiger, Esq. <i>(Orr & Reno)</i> James White <i>(Comcast)</i> John Maher <i>(Charter)</i>
18		Adrianna Michalska, Esq. (Breezeline)
19		Reptg. Consolidated Communications of Northern New England Company, LLC:
20		Patrick C. McHugh, Esq. Sarah Davis, Esq.
21		Reptg. New Hampshire Dept. of Energy:
22		David K. Wiesner, Esq. Matthew C. Young, Esq.
23		(Regulatory Support Division)
24	Court Rep	oorter: Steven E. Patnaude, LCR No. 52

1 2 INDEX 3 PAGE NO. 4 QUESTION BY CHAIRMAN GOLDNER 4 (To DOE/Atty. Wiesner re: DOE's 5 position on resolution of dispute) 6 **OPENING STATEMENTS BY:** 7 Ms. Geiger 6 Mr. Wiesner 23 8 24 Mr. McHugh 9 **OUESTION BY CHAIRMAN GOLDNER** 28 (to DOE/Atty. Wiesner 10 Re: Dispute/contract law) 11 **RESPONSES BY:** 12 29 Mr. Wiesner 29 Ms. Geiger 13 QUESTION BY CHAIRMAN GOLDNER 31 14 (to Petitioners/Atty. Geiger *Re: Signed contract/dispute)* 15 **RESPONSES BY:** 16 Ms. Geiger 32 17 Mr. McHugh 32 18 QUESTION BY CHAIRMAN GOLDNER 35 (Re: Procedural schedule) 19 **RESPONSE BY:** 20 Mr. McHugh 36 21 QUESTION BY CHAIRMAN GOLDNER 37 22 (Re: Extending the 180-day timeframe) 23 Ms. Geiger 38 39 Mr. Wiesner 24

1 PROCEEDING 2 CHAIRMAN GOLDNER: Okay. We're here 3 this afternoon in Docket DT 22-047 for a 4 prehearing conference regarding the Charter, 5 Breezeline, and Comcast Petition for resolution 6 of a rate dispute. 7 Let's take appearances, beginning with the Petitioners. 8 9 MS. GEIGER: Yes. Good afternoon, Mr. 10 Chairman and Commissioner Simpson. I'm Susan 11 Geiger, from the law firm of Orr & Reno, and I 12 represent the Petitioners in this case. 13 And with me today at counsel's table, 14 from each of the petitioning companies is, first, 15 to my immediate left, Mr. James White, from 16 Comcast; to his left, Mr. John Maher, from 17 Charter; and then, to Mr. Maher's left, Attorney 18 Michalska, from Breezeline. 19 CHAIRMAN GOLDNER: Okay. Thank you 20 very much. And the Respondent, Consolidated. 21 MR. McHUGH: Good afternoon, Mr. 2.2 Chairman, Commissioner Simpson. This is Attorney 23 Patrick McHugh, here on behalf of Consolidated 24 Communications. And with me is Sarah Davis, from

1 Consolidated as well. 2 Thank you. 3 CHAIRMAN GOLDNER: Okay. Very good. 4 And the New Hampshire Department of Energy, in a 5 puzzling chair today, but, nevertheless, I 6 recognize you. 7 MR. WIESNER: Good afternoon, 8 Commissioners. David Wiesner, representing the 9 Department of Energy. With me is co-counsel, 10 Matt Young. 11 We are sitting in a different place, 12 but your stars are in the front row. 13 CHAIRMAN GOLDNER: All right. Very 14 good. Thank you. 15 Okay. Very good. So, just as a 16 preliminary matter, I'll just say the goal of 17 today's PHC, from the Commission point of view, 18 is to sort out a procedural schedule, align on 19 any areas of agreement, simplify the issues, if 20 at all possible. 21 I'll direct a question at Mr. Wiesner 2.2 and the Department of Energy. Under 374:34-a, 23 the DOE has responsibility for the appropriate 24 formula or apportioning costs. Can you share the

1 DOE position, in terms of resolving this dispute 2 under the new statutory and rulemaking regime? I'll say that, to the 3 MR. WIESNER: 4 extent that the -- that it is really 5 Section 1304, dispute resolution and rate 6 setting, which is most at issue in this docket, 7 as we see it, within the context of RSA 374:34-a, 8 and the provisions that provide expressly for the 9 Commission to resolve disputes between attaching 10 entities and pole owners. 11 And, you know, the rules are somewhat 12 in a state of flux, as you know, because we are 13 in the process of separating the rules between 14 the two agencies. But the -- I'll call it the 15 sort of "standard setting" for make-ready and 16 attachment applications in those relevant 17 timelines will be included in the Department of 18 Energy rules. The dispute resolution and rate 19 setting provisions will remain with the 20 Commission, as you're well aware. 21 CHAIRMAN GOLDNER: Okay. All right. 2.2 That is helpful. Any questions, Commissioner 23 Simpson? 24 [Cmsr. Simpson indicating in the negative.]

1 CHAIRMAN GOLDNER: Okay. Okay, very 2 qood. So, we can, if there are any 3 other preliminary matters, we can discuss them 4 here, we can go straight to opening statements, 5 if the Parties wish? 6 MS. GEIGER: Just, Mr. Chairman, I just 7 wanted to bring to the Commission's attention that I did file an affidavit of publication in 8 this docket, as directed in the Order of Notice. 9 10 CHAIRMAN GOLDNER: Thank you. Thank 11 Acknowledged. Thank you, Attorney Geiger. you. 12 Okay. Well, let's go -- let's go to 13 opening statements. And I think we'll start with 14 you, Ms. Geiger, if that's okay? 15 MS. GEIGER: Yes. Thanks very much. 16 Thank you for the opportunity to provide this 17 statement of preliminary position on behalf of 18 the Petitioners. 19 By way of background, as you may know, 20 the Petitioners are cable operators that provide 21 various communication services over their 2.2 respective networks in New Hampshire. And to do 23 that, they attach their facilities to utility 24 poles that are owned by Consolidated and others,

1 including the provision of broadband, which they 2 provide to their customers, which the Petitioners 3 provide to their New Hampshire customers. 4 The terms, conditions, and rates for 5 the Petitioners' access to Consolidated's poles 6 are contained in pole attachment agreements that 7 each Petitioner has with Consolidated, and, in 8 some cases, in three-party agreements with Consolidated and the local distribution electric 9 10 utility. 11 Consolidated charges the Petitioners 12 \$11.67 per attachment for poles that Consolidated 13 solely owns, and charges \$6.84 per attachment for 14 poles that Consolidated owns with another 15 utility. Consolidated also bills a joint use 16 charge to the Petitioners in the amount of \$6.84, 17 for attachments on poles that Consolidated 18 doesn't even own. 19 Consolidated has admitted, in 20 Paragraph 22 of its response to the Petition, 21 that these rates were not calculated with respect 2.2 to any particular formula, and have not changed 23 for several years. 24 During discovery in Docket DT 21-020,

{DT 22-047} [Prehearing conference] {11-01-22}

7

this is the docket in which Consolidated proposes to transfer hundreds of thousands of its poles to Eversource, the Petitioners obtained information leading them to conclude that Consolidated rates were unjust and unreasonable, and excessively high.

1

2

3

4

5

6

7 By their terms, the pole attachment agreements, between the Petitioners and 8 Consolidated, are subject to all laws and 9 10 regulations, which, in any manner, affect the 11 obligations of the parties, and the rights of the 12 parties. These laws and rules are RSA 374:34-a and the PUC's 1300 rules. Those laws and rules 13 14 authorize the Commission to regulate and enforce 15 pole attachment rates, charges, terms and 16 conditions that are just and reasonable, and 17 permit parties to pole attachment agreements to 18 petition the Commission for resolution of 19 disputes that arise under those agreements. 20 The Petitioner's August 22, 2022 21 submission to this Commission amply demonstrates 2.2 that Consolidated's pole attachment rates and 23 fees are unjust and unreasonable. As the 24 Petition and Ms. Kravtin's testimony and

1 attachments demonstrate, the most appropriate way 2 to demonstrate or establish Consolidated's pole 3 rates are consistent with the Commission's 4 Six-Criteria Rate Review standards in PUC 1304.06 5 is to apply the FCC's cable rate formula. And, 6 in so doing, Ms. Kravtin has calculated that the 7 solely owned rate of \$11.67 should be reduced to 8 \$5.33. And the jointly-owned rates of the 6.84 9 should be reduced to \$2.67. 10 And just for comparison purposes, 11 Consolidated's rates -- pole attachment rates in 12 Maine, which has adopted the FCC's cable rate 13 formula, are \$3.56 for a solely owned pole, and 14 \$1.78 for a jointly-owned pole. 15 Lastly, with respect to joint use 16 charges for attachments to poles that 17 Consolidated doesn't own, this is inconsistent 18 with Paragraph 3.2.1 of the pole agreement 19 agreements, which states that licensees, such as 20 the Petitioners, are to pay attachment fees "for 21 each attachment made to licensor's utility 2.2 poles." 23 Now, clearly, since Consolidated 24 doesn't own these poles, Petitioners submit that

1 these joint use charges are not authorized, and 2 that they are unjust and unreasonable. 3 Now, turning to the issues costs raised 4 in the Commission's Notice of Prehearing 5 Conference, the Commission has raised three broad 6 issues. And I'd like to address each of them, if 7 I could. The first issue is "whether 8 9 Consolidated and any pole owners meet the definition of a "public utility" under RSA 362:2, 10 11 I, such that they are subject to pole attachment 12 rate regulation by the Commission under New 13 Hampshire law?" It's important to note that 14 Consolidated has admitted, in Paragraph 4 of its 15 response, that it is a "public utility" under RSA 16 362:2, and it is a pole owner. 17 Given that admission, as well as the 18 definition of "pole" in RSA 374:34-a, I, and in 19 the PUC's rules, it is clear that Consolidated is 20 subject to the Commission's pole attachment rate 21 regulation. 2.2 The second issue raised in the Order of 23 Notice is "whether, assuming that Consolidated is 24 subject to pole attachment rate regulation in New

1 Hampshire" -- or, "under New Hampshire law, the 2 Petitioners' requests are barred by" -- "requests 3 for relief are barred by their agreements with 4 Consolidated." The Petitioners clearly believe 5 that that is not the case. 6 Rule 1304.03 clearly states that "A 7 party to a pole attachment agreement...can petition the commission for resolution of a 8 dispute arising under such agreement." And RSA 9 10 374:34-a, VII, provides the Commission with 11 express "authority to hear and resolve" such 12 complaints and disputes. 13 Therefore, it's illogical and inconsistent with the above-cited rule and law to 14 15 argue that the Petitioners' pole attachment 16 agreements themselves could somehow bar the 17 Petitioners from seeking relief from the unjust 18 and unreasonable rates, terms and conditions of 19 those agreements. 20 Consolidated's position appears to be 21 that, because the Petitioners, or their 2.2 predecessors, voluntarily entered into pole attachment agreements with Consolidated, or its 23 24 predecessors, that the Petitioners must abide by

1 the rates, terms and conditions of those 2 agreements, despite having recently determined that some of those rates, terms and conditions 3 4 are unjust and unreasonable. Consolidated's 5 position is totally at odds with RSA 374:34-a, 6 VII, which plainly states that "the commission 7 has authority to hear and resolve complaints 8 concerning...voluntary agreements", as well as "complaints concerning pole attachment rates, 9 charges, terms and conditions." 10 11 Consolidated has argued that the 12 Petitioners' only recourse for excessive rates 13 that have not changed for several years is to 14 terminate the pole attachment agreements in their 15 entirety, and then renegotiate them in their 16 entirety. 17 Now, in our Petition, in Paragraphs 78 18 through 83, the Petitioners explain why their 19 pole attachment agreements do not prevent them 20 from pursuing their claims at this time and in 21 this docket. More specifically, Section 15.6 of 2.2 the pole attachment agreements states that 23 "Agreements are subject to all laws, ordinances, 24 and regulations, which, in any manner, affect the

1 rights and obligations of the parties under the 2 agreements." Such a law is RSA 374:34-a, which 3 requires that pole attachment rates be just and 4 reasonable, and which gives this Commission 5 authority to resolve pole attachment rate 6 disputes. Nothing in RSA 374:34-a requires an 7 attaching entity to terminate their pole 8 attachment agreement before seeking redress from this Commission for unjust and unreasonable pole 9 10 attachment rates.

11 In addition, Section 15.10 of the pole 12 attachment agreement describes the dispute 13 resolution process, in the case where the 14 licensee claims that a term or condition is 15 unjust or unreasonable. These Petitioners have 16 followed that process, with respect to their 17 unjust and unreasonable pole attachment rates, 18 and that process indicates that it culminates 19 with a complaint filed with this Commission. 20 That dispute resolution provision in the pole 21 attachment agreements contains no requirement 2.2 that the Petitioners must first terminate the 23 agreements in their entirety prior to filing a 24 complaint with this Commission.

1 The only provision in the pole 2 attachment agreement that describes a termination 3 and renegotiation process is Section 3.1.2, and 4 that only applies when Consolidated has given 5 notice of a "change in rates" that licensees find 6 unacceptable. Here, because Consolidated's rates 7 have not changed for several years, that 8 provision does not apply to this dispute. But, even if the pole attachment 9 10 agreements could somehow be construed as 11 requiring Petitioners to terminate their 12 agreements and renegotiate them, such an 13 interpretation would be unjust and unreasonable, and can't be enforced. Under Section 10.3.1 of 14 15 the pole attachment agreements, if the 16 Petitioners were to terminate their agreements 17 with Consolidated, and were not able to 18 renegotiate them within 60 days, the Petitioners 19 would be required to remove their facilities from 20 Consolidated's poles, which would prevent the 21 Petitioners from providing services to their 2.2 customers. 23 Because such a termination and 24 renegotiation provision places the Petitioners at

the mercy of Consolidated, and leads to a harsh and unreasonable result, that provision cannot be enforced under New Hampshire law. And the cite I would refer the Commission to is *Gamble versus the University of New Hampshire*, at 136 New Hampshire 9, it's a 1992 case. In addition, Consolidated's position

1

2

3

4

5

6

7

23

24

that the Petitioners must terminate and 8 9 renegotiate their entire pole attachment 10 agreements, when only one issue, rates and 11 charges, is disputed, is unjust, unreasonable, 12 and inconsistent with the severability clause of 13 the agreement, Section 15.4. That section 14 provides that "The invalidity or unenforceability 15 of one provision of the agreement does not affect 16 the entirety of the agreement." If an essential 17 element, like rates, is unenforceable, the 18 parties must promptly attempt to renegotiate a 19 substitute for that element. They do not have to 20 go back and renegotiate the entire agreement. 21 Attachment rates are, arguably, 2.2 probably one of the most material or essential

elements of the agreements. And the Petitioners are willing to renegotiate the rates. But

Consolidated wants the Petitioners to terminate their entire agreements, thereby exposing the Petitioners to having to remove their facilities from Consolidated's poles, if the agreement can't be renegotiated within 60 days. So, Consolidated's "terminate and renegotiate" provision is unjust, unreasonable, and can't be enforced.

1

2

3

4

5

6

7

8

The last issue that the Commission 9 raised in its Order of Notice is "whether, 10 11 assuming that Consolidated is subject to pole 12 attachment rate regulation under New Hampshire 13 law, and the Petitioners' request for relief are 14 not contractually barred, the Petitioners are 15 entitled to the relief requested in the Petition, 16 including mediation under New Hampshire law, 17 including RSA 374:34-a and PUC Rules 1304.06."

With respect to the request for mediation, the Petitioners respectfully withdraw that request. In our Petition and cover letter, we asked that the Commission schedule -- or, excuse me, appoint a member of its Staff as a mediator to provide an expedited mediation session within 45 days of the filing of the

1 The Petition was filed on August 22nd. Petition. 2 We are almost at that point now. And, so, we 3 don't want to delay this matter any further, and 4 are withdrawing that request. So, that issue is 5 moot. 6 As for the merits of the complaint, the 7 Petitioners believe that they have filed 8 sufficient information in this docket to prove by a preponderance of the evidence that 9 10 Consolidated's pole attachment rates and its JU 11 fees are unjust and unreasonable. 12 And, more specifically, I would direct 13 the Commission to the prefiled Testimony of 14 Patricia Kravtin, which discusses in great deal 15 why the FCC's cable rate formula satisfies this 16 Commission's pole attachment rate-setting 17 criteria and which calculates a just and 18 reasonable rate. And I would note that the 19 response that Consolidated filed to the Petition 20 contains no rebuttal to that formula or to the 21 rates that Ms. Kravtin has calculated. 2.2 Now, I'd like to turn to a response briefly to some of the issues raised in 23 Consolidated's response. 24

Consolidated responded to the Petitioners' request for relief concluding, in very summary fashion, that the Petitioners have failed to state claims upon which relief may be granted; that the Commission lacks jurisdiction over the request for refunds; and that the Commission should dismiss the Petition.

1

2

3

4

5

6

7

8 However, other than citing to the Time 9 Warner order, which I'll discuss in a minute, the 10 response contains no substantive legal arguments 11 to support Consolidated's position, and is devoid 12 of any facts demonstrating that Consolidated's 13 pole attachment rates are lawful, just, and 14 reasonable.

15 Second, as for the Commission's 16 authority to resolve this dispute and grant 17 retroactive rate relief or for refunds, I would 18 not that RSA 374-a [sic] and the Commission's 19 rules clearly give the Commission authority to 20 resolve disputes arising under existing pole 21 attachment agreements, and the Commission also 2.2 has the authority to order Consolidated to pay 23 refunds, with interest, for the amounts the Petitioners' paid to Consolidated for the second 24

1 half of 2021 and subsequent billing periods that 2 exceed the just and reasonable rates that are 3 established in this docket. 4 Now, in support of its argument that 5 the Commission doesn't have authority to do that, 6 Consolidated cites the Time Warner order that I 7 just mentioned, Order Number 24,387, and that was issued back in 2012. But the facts of the Time 8 9 Warner case are easily distinguishable from this 10 case. 11 In that case, in Time Warner, PSNH had 12 increased its pole attachment rates, but Time 13 Warner didn't pay the increase, they paid the 14 lower rates, for several years. PSNH brought a 15 breach of contract claim against Time Warner in 16 court seeking to recover unpaid amounts. Time 17 Warner came to this Commission, arguing that the 18 Commission should decide whether Time Warner's 19 rates, the rates that they paid were just and 20 reasonable, and should decide the issue of unpaid 21 pole attachment fees. However, the Commission 2.2 decided that it did not have jurisdiction over 23 the contractual dispute, the unpaid balance, 24 which it left to the court to decide. But this

1 Commission did assert jurisdiction over the issue 2 of whether PSNH's rates were just and reasonable. 3 In the instant docket, we do not have a 4 dispute over unpaid invoices. Here, the 5 Petitioners have continued to pay unreasonably 6 high rates, and are simply seeking a refund in 7 accordance with PUC Rule 1304.07. That rule states "When the Commission determines just and 8 reasonable rates that differ from the rates paid 9 10 by the petitioner, the Commission shall order a 11 payment or a refund as appropriate. Such refund 12 or payment shall be the difference between the 13 amount actually paid and the amount that would 14 have been paid under the rates established by the 15 Commission, plus interest, as of the date of the Petition." 16 17 These Petitioners began disputing their

pole attachment rates as a result of information that they obtained in the pole transfer docket, DT 21-020. And they formally disputed their pole attachment rates starting with the bills issued for second half of 2021, and all bills submitted thereafter. Therefore, if the Commission decides to reduce Consolidated's rates, the Petitioners

1 are entitled to refunds, with interest, from the 2 date of the Petition, and for all payments 3 actually made as of the date of the Petition. 4 Although there may be a potential 5 disagreement over the exact dollar amount of each 6 refund, there can be no disagreement that the 7 Commission's rules require the Commission to order refunds, if the Commission reduces 8 9 Consolidated's pole attachment rates in this 10 docket. 11 Now, the last thing that I'd like to 12 respond to in Consolidated's response is at 13 Page 2, where they state that "none of the 14 Petitioners have provided this Commission with 15 the entirety of their contractual relationships 16 with Consolidated for purposes of adjudicating 17 the present dispute." Consolidated's response 18 belies this assertion. Paragraph 6 of 19 Consolidated's response admits Paragraph 6 of the 20 Petition, which states that "A representative 21 example of Petitioner's pole attachment 2.2 agreements is contained in Attachment 1 to the 23 Affidavits" that we filed with the Petition. 24 So, inasmuch as Consolidated has

1 admitted that the pole attachment agreements 2 submitted with the Petition are representative of 3 the agreements that the Petitioners' have with 4 Consolidated, they are sufficient for purposes of 5 adjudicating this dispute. Moreover, if 6 Consolidated believes that these submitted pole 7 attachment agreements do not represent the 8 totality of the parties' agreements, then 9 Consolidated is free to submit its copies of the 10 same agreements.

11 The last issue that the Chairman noted 12 that we would be discussing today is the 13 procedural schedule. And the Order of Notice did 14 encourage the parties to confer to see if there 15 could be any areas of agreement over that 16 schedule. I have -- I emailed Attorney McHugh, 17 and he kindly responded, and I also emailed 18 Attorney Wiesner and Attorney Kreis, regarding a 19 procedural schedule. We have not reached an 20 agreement on that schedule.

One thing that's very important for the Commission to note with regard to a schedule, as explained in Paragraphs 8 and 9 of the Petition, is that, by operation of law, under federal law,

1 the Commission's authority to adjudicate pole 2 attachment disputes requires that it take final 3 action on the Petitioners' complaint within 180 4 days after the complaint is filed, because there 5 are no state rules or regulations that extend 6 that deadline beyond 180 days. By my 7 calculation, the 180th day is Saturday, February 18th. Therefore, a final order must be 8 issued no later than Friday, February 17th, 2023. 9 Thank you very much for the opportunity 10 11 to provide these comments. I realize they were 12 quite lengthy. But the issues in this docket are 13 very, very important to the Petitioners. Thank 14 you. CHAIRMAN GOLDNER: 15 Okay. Thank you, 16 Attorney Geiger. 17 Let's turn to the Department of Energy, 18 and Attorney Wiesner. 19 Thank you, Mr. Chairman. MR. WIESNER: 20 The Department wants to see this 21 dispute resolved between the Petitioners and 2.2 Consolidated in a timely and effective manner. 23 We will collaborate with the Parties to develop a 24 procedural schedule for adjudication of this

1 dispute, keeping in mind the relevant 180 day 2 timeline under federal law. And we agree with 3 the Petitioners that that timeline is important. 4 It's compliance with that timeline that permits 5 the state to effectively reverse preempt what 6 would otherwise be FCC jurisdiction over pole 7 attachment disputes, and I believe the state 8 statute even has a strong policy to keep those 9 disputes in New Hampshire, and not send them off 10 to Washington and the FCC. 11 As this may be viewed essentially as a 12 rate and contractual dispute between 13 telecommunications carries and the utility pole 14 owner, the Commission should expect to look 15 primarily to those parties to develop the record 16 to support its ultimate decision in this docket. 17 With that said, we are happy to 18 participate in an appropriate manner in this 19 proceeding. 20 CHAIRMAN GOLDNER: Okay. Thank you, 21 Attorney Wiesner. 2.2 And we'll turn now to Attorney McHugh. 23 MR. McHUGH: Thank you, Mr. Chairman. 24 I'll be, I think, relatively brief.

1 I think, first and foremost, the 2 Commission needs to determine whether or not a 3 "dispute" exists. There's been a lot of words 4 thrown around in paper and pleadings, and 5 prefiled testimony, simply stating that a 6 "dispute exists". But, really, the question is 7 "is there a dispute?" And, when you look back 8 through everything, I submit there really is no 9 evidence of an actual dispute. 10 What we have here is a contract, a 11 contract governed by New Hampshire law. And it 12 contains various elements of what it relates to 13 in terms of pole attachments, including a lot of 14 elements, including the rates. The rates are 15 straightforward. There's no dispute what the 16 rates are. There's no dispute how the rates have 17 been applied to pole attachments. There's 18 certainly no dispute in terms of anything related 19 to how attachments are made to the poles, at 20 least so far as I've read the pleadings. There's no complaint about timeframes, in terms of 21 2.2 allowing or disallowing pole attachments by 23 Consolidated on either its jointly-owned poles or

on its solely-owned poles.

24

{DT 22-047} [Prehearing conference] {11-01-22}

25

1 So, really, what it is is you have, you 2 know, very large, sophisticated corporations, who 3 have signed agreements, voluntarily signed 4 agreements with a very clear rate. And now, all 5 of a sudden, they decide "Well, we don't like the 6 rates. So, we're going to claim it's a dispute." 7 But there's really no dispute when you pull it And, if there's no dispute -- first of 8 back. 9 all, I don't know that I agree that the 180-day 10 shot clock even applies when you get to the 11 procedural schedule. 12 And I would urge the Commission, in 13 part, to look at the FCC -- it's an FCC docket 14 labeled "EB Docket Number 17-245", and the 15 decision was released on July 18 of 2018. And it 16 talks about different disputes, and the FCC, when 17 they applied the 180-day shot clock. And it's 18 really to pole attachments and procedures for 19 attaching. And it talks about extending a 20 different shot clock to really things that have 21 to do with rates, and not delaying attachments or 2.2 the procedures for attaching, and that's a 23 270-day shot clock. 24 But, really, the Commission's order, in

terms of the commencement of the adjudicative proceeding, I think hit so many issues that need to be decided first. And that is, are the agreements, do they preclude everything here? Do we even really have a dispute? And that is -that is not uncontested on our side. We don't really agree that there's a dispute.

1

2

3

4

5

6

7

8 We certainly agree that, all of a 9 sudden, they decided, for whatever reason, over a 10 year's time, that they were going to raise issues 11 about what they pay. But that doesn't mean 12 there's a dispute under a legally valid and 13 binding New Hampshire contract. So that, I 14 think, is really, from our perspective, one of the foremost issues that need to be decided. 15

16 You know, in terms of the fact that we 17 didn't file prefiled testimony or anything in our 18 response. First of all, we weren't required to, 19 at least as I read the Commission's Commencement 20 of the Adjudicative Proceeding. That's number 21 one. And, number two, from the various timing of 2.2 when it was -- when the Petition was filed by the 23 cable companies, then delivered to Consolidated, 24 it certainly wasn't in any way reasonable or

1 practical to think that, after they have been 2 working on this Petition for probably over a 3 year, given the timing, that all of a sudden, in 4 the manner of a couple of weeks, that CCI was 5 going to turn around and file some wholesome 6 defense, with prefiled testimony and everything 7 else, I don't even think that's realistic, nor 8 was it required, at least by -- certainly, by my reading of the Commission's order. 9 10 So, we'll see if we can get in a 11 technical session an agreed-upon schedule; 12 doesn't sound like it. But I think there are other matters of law that need to be decided in 13 14 the first instance. Because, if you decide there 15 really is no dispute, then there's no shot clock, 16 and, in fact, there may even be no case. But 17 that, perhaps, is a second matter to discuss 18 during the technical session. 19 Anyway, that's, in my attempt to be 20 brief, that's all I'll say for now. And, 21 certainly, I'm happy to answer your questions as 2.2 well. 23 CHAIRMAN GOLDNER: Thank you. I'11 24 just maybe start with one, and then I'll turn it

1 over to Commissioner Simpson. It's a question, I 2 think, for Mr. Wiesner. 3 Do you -- this question of "is there a 4 dispute?" that Attorney McHugh highlighted, and 5 the contract law piece of it, do you have any 6 thoughts on that topic? 7 MR. WIESNER: I mean, when you look at 8 the statute, RSA 374:34-a, there is a reference 9 to the "inability of pole owners to reach agreement with a party seeking a pole 10 11 attachment." But the exact interrelation between 12 contractual rights and regulatory rate-setting is 13 not perfectly clear. 14 I would suggest that, if Consolidated 15 believes that the Petition should be dismissed, 16 that perhaps they should file a motion to 17 dismiss, based on the Petitioners' filing and 18 their interpretation of the law. 19 CHAIRMAN GOLDNER: Thank you, Attorney 20 Wiesner. 21 Perhaps, I can give Attorney Geiger an 2.2 opportunity to comment? 23 MS. GEIGER: Yes. Mr. Chairman, given 24 where we are procedurally in the 180 day deadline

1 that we believe does apply, I don't think giving 2 Consolidated time to file a motion to dismiss 3 really is appropriate. If Consolidated thought 4 that the Petition should be dismissed they could 5 have filed a motion to dismiss with their 6 response. 7 I realize that the Commission's Order of Notice said "file a response". But there 8 would be nothing there that would bar -- would 9 10 bar Consolidated from filing a motion to dismiss. 11 So, I would argue that the time for 12 filing a motion to dismiss is passed. Thev should have filed it by October 14th, which is 13 14 the deadline that you gave them for filing a 15 response. I think we need to move to an 16 adjudicative schedule. 17 And I believe that there clearly is a 18 dispute. The term "dispute" is not contained or defined in the Commission's rules. But I think 19 20 commonsense would tell you that we have a dispute 21 here. And, if it isn't clear from the Commission's -- from the Petitioners' Petition in 2.2 this docket, most certainly it has to be made 23 24 clear from the information that NECTA put into

1 the record in the pole transfer docket, 21-020. 2 I think it's abundantly clear that 3 there is a disagreement between these Petitioners 4 and Consolidated about what the appropriate rate 5 for pole attachments should be. And, granted, 6 there are voluntary agreements. But the law 7 talks about "voluntary agreements", and it talks 8 about the Commission's ability to look at 9 voluntary agreements when there's a dispute. 10 CHAIRMAN GOLDNER: And, Attorney 11 Geiger, I'm hoping you can help me out with this, 12 because it's been 30 years since Contract Law 13 class, and I don't --14 MS. GEIGER: Forty-two for me. 15 CHAIRMAN GOLDNER: I think I might have 16 been -- it might be well over 30. 17 So, you know, it seems like there was a 18 contract that was signed. And, to Attorney 19 McHugh's point, that, you know, that was the 20 contract. And I just would like to give you an 21 opportunity to maybe educate the Commission a 2.2 little bit on how you see the signed contract and 23 this -- and the fact that there is a signed 24 contract in place. I'm not sure I'm able to

1 follow, to Attorney McHugh's point, that if only 2 one party disputes it, is that a "dispute"? 3 So, I'm just -- I hope you can just 4 educate me on how that works? 5 MS. GEIGER: Right. I think you have to focus in on the "unjust and unreasonable rate" 6 7 language that the Commission is bound to follow. If Consolidated's logic were to 8 prevail, pole attachers would never have the 9 ability to argue for a reduction in their rates, 10 11 even if they were exorbitantly high, which they 12 are in this case. Just because, you know, two 13 parties reached agreement 20 years ago about a 14 rate that would enable my clients to get on 15 Consolidated's predecessor's poles, doesn't mean 16 sitting here, 20 years later, that those rates 17 are still just and reasonable. And that's the 18 dispute. 19 CHAIRMAN GOLDNER: Okay. That's 20 helpful. 21 Attorney McHugh, would you like to --2.2 any comments? You don't have to, I just want to 23 give you the opportunity. 24 MR. McHUGH: Well, sorry. I don't have

1 the ability to predict the existence of a 2 procedural schedule when none exists, nor do I 3 make it a habit of trying to play judge or 4 commissioner. So, the attempt here to now say 5 "CCI didn't file a motion to dismiss, you know, 6 it should now be barred", because we didn't file 7 a motion, we weren't required to file a motion to 8 dismiss, pursuant to the -- again, that's my 9 reading of the Commencement of Adjudicative 10 Proceeding. We clearly asked, I think, for the 11 case to be dismissed as part of the relief. And 12 we certainly can file a motion to dismiss. Ι 13 don't think there's anything barring me from 14 doing it. Certainly, what the Commission does 15 with it, in terms of timing, that might be 16 another matter. 17 But the one thing I guess I didn't 18 comment on, that I just don't want to leave alone 19 in the record, is what I believe to be nonsense 20 about "removing all of these pole attachments", 21 if somehow these agreements were somewhat 2.2 terminated. I mean, you know, I don't recall the exact numbers from whatever came out in the 23 24 Eversource pole sale, other than I know we're

1 talking about, in that docket, about 355, 356,000 2 poles. 3 Clearly, Consolidated has more utility 4 poles in the State of New Hampshire than what it 5 just proposes to sell to Eversource. So, the 6 fact that -- the fact that an agreement 7 terminates, like, that we're going to magically, 8 in some amount of time, either take down hundreds and thousands of attachments for all of these 9 10 companies, it's just nonsense. I mean, no one 11 was talking about taking down attachments. 12 And my reading of what Attorney Davis 13 wrote in response to the various letter-writing 14 campaigns by the cable companies, nowhere did I 15 find, you know, nowhere do I think I found any 16 reference to "take down your attachments, if 17 these agreements terminate." I mean, that's just 18 not going to happen, and nor is it our position 19 that they have to come down. 20 There is a separate process, for 21 example, for companies that don't have 2.2 agreements, how they get negotiated. We have a 23 statutory requirement to negotiate in good faith, 24 to not discriminate. And, as those negotiations

1 going on, I believe there's a timeframe. And, if 2 they don't work out, then final disputes would 3 come to you, to the Commission. 4 But, to somehow turn around and say 5 "Oh, my God, we're going to be, you know, held 6 hostage by Consolidated, because we're going to have to take down all of these hundreds of 7 thousands of attachments", that's just not even 8 9 realistic. 10 So, I didn't want to let that one go in 11 the record. I know that's not a direct response 12 to Attorney Geiger's response to me. But I think 13 I've said enough. 14 Thank you. 15 CHAIRMAN GOLDNER: Thank you, Attorney 16 McHugh. No problem. 17 Commissioner Simpson, is there anything 18 you'd like to ask? 19 CMSR. SIMPSON: Not at this time. 20 Thanks. 21 CHAIRMAN GOLDNER: Okay. All right. 2.2 So, I guess my next question would be 23 relative to how you would like or how you would suggest to the Commission that the Commission 24

1 proceed with respect to the procedural schedule? 2 The working assumption is the 180-day 3 requirement, Attorney McHugh, to your point, 4 maybe it is, maybe it isn't. But that's my 5 working assumption at the moment. Which would 6 mean that we would need a hearing, if there was 7 no agreement or settlement, you know, certainly 8 by mid-January, to give us enough time to be responsive before the February 17th deadline. 9 10 So, I'll just put that out there, in 11 terms of something that the Commission would need 12 is, if there is no agreement or settlement, a 13 hearing by mid-January timeframe. And then, 14 inside of that, I think the parties can operate 15 as they see fit. 16 Any thoughts or comments on how to get 17 to a procedural schedule? Because, Attorney 18 McHugh, I think you were indicating some concern, 19 in terms of sitting down and sorting through 20 that. And, obviously, that's something we, the 21 Commission, need to move forward. 2.2 MR. McHUGH: Understood. And, yes, we 23 can see if we can work something out in the 24 technical session. If not, I'm happy to file,

1 say, by, well, Thursday, so, Thursday, or Friday 2 at the latest, our preferred procedural 3 schedules, so that you can make a very efficient 4 decision on what it needs to be. 5 But I will also point out that there's 6 nothing from preventing the cable companies, who, 7 again, have been working on this complaint, I'm 8 sure, for over a year, to agree to extend the 9 180 days for some reasonable period of time, so 10 that not everybody is jammed up, including, you 11 know, Thanksgiving, Christmas, and everything 12 else, to get to a rush to this judgment to a 13 further timeframe. 14 So, you know, there's no mad rush, from 15 Consolidated's perspective, to say "Oh, no, no, 16 We get to go to the FCC." That's not what no. 17 anybody is looking to do here at Consolidated. 18 So, if the cable companies can be reasonable, and 19 the Department agrees, we can certainly 20 voluntarily extend that deadline, is the way I 21 see it. 2.2 CHAIRMAN GOLDNER: Is there the 23 possibility, Attorney Geiger, Attorney Wiesner, 24 in your mind, of extending that schedule, or is

1 that a statutory requirement that can't move, in 2 your opinion? 3 MS. GEIGER: Our initial reaction is 4 that the federal law is very clear, and that is 5 that this Commission has jurisdiction over pole 6 attachment complaints, dispute resolution, so 7 long as it issues a final order within 180 days 8 of the complaint, unless, by the Commission's 9 rules or regulations, a different time period is 10 established, up to 365 days. 11 In New Hampshire, rules and regulations 12 have a specific meaning, as the Commission is 13 aware. Rules are promulgated under the 14 Administrative Procedures Act under RSA 541-A. 15 I'm not aware of any Commission rule or any other 16 rule that has a deadline beyond 180 days, or any 17 deadline, for that matter. I think the rules are 18 silent about a time period for resolution of pole 19 attachment disputes. 20 Therefore, I would argue that the 21 federal law is very clear on this Commission's 2.2 jurisdiction. And, as this Commission is aware, 23 jurisdiction is an issue that can be raised at 24 any time. So, if, for some reason, things

1 don't -- if parties aggrieved by this Commission's final determination and there is an 2 3 appeal, there is a possibility that, in an 4 appellate review, a review in court may decide 5 that the Commission didn't have jurisdiction if 6 it issued an order beyond 180 days, and the 7 parties don't have the authority to agree to 8 extend the statutory deadline. 9 So, we would argue that the 180 days 10 should apply here. 11 CHAIRMAN GOLDNER: Okay. Attorney 12 Wiesner, any thoughts? 13 MR. WIESNER: We have not researched 14 the issue. So, I'm not really in a position to 15 say whether the parties can waive the 180-day 16 statutory requirement. Under federal law, if 17 there is an opportunity for a waiver, I don't 18 think we'd be adverse to it. 19 But I think it's probably best for us 20 to proceed on the assumption that the 180 days is 21 binding. 2.2 CHAIRMAN GOLDNER: Okay. Very good. 23 Okay. I'll just maybe repeat the 24 earlier comment where, if the -- the working

40

1 assumption is the February 17th deadline, so, the 2 Commission would need a hearing mid-January. And 3 then, the deadlines inside of that period would 4 be up to the parties. 5 If you can't agree on a schedule, is it 6 customary for everyone to submit their own 7 concept of the schedule? MS. GEIGER: Correct. 8 9 CHAIRMAN GOLDNER: Okay. Can we get 10 that, can everybody commit to get that by Friday, 11 if either aligned or unaligned? 12 MS. GEIGER: Yes. 13 MR. McHUGH: Yes. 14 CHAIRMAN GOLDNER: Okay. Okay, thank 15 Is there anything else we need to cover you. 16 today? 17 MS. GEIGER: I don't think so. 18 CHAIRMAN GOLDNER: Okay. Thank you. 19 I'll get you out of here in time for supper. So, 20 thank you for your time today. And we are 21 adjourned. 2.2 (Whereupon the prehearing conference 23 was adjourned at 2:15 p.m., and a 24 technical session was held thereafter.)