STATE OF NEW HAMPSHIRE PUBLIC UTILITIES COMMISSION

DT 06-067

FREEDOM RING COMMUNICATIONS, LLC D/B/A BAYRING COMMUNICATIONS

Complaint Against Verizon New Hampshire Re: Access Charges

Order Nisi Directing FairPoint to Revise Tariff

ORDER NO.25,002

August 11, 2009

On March 21, 2008, the Commission issued Order No. 24,837, concluding that the carrier common line (CCL) charge contained in NHPUC Tariff No. 85 of Northern New England Telephone Operations LLC, d/b/a FairPoint Communications – NNE (FairPoint) is properly imposed when: (1) Verizon¹ provides the use of its common line and (2) it facilitates the transport of calls to a Verizon end user. Based on the evidence, the Commission further decided the inverse to be true, that is, when the use of Verizon's common line and the presence of a Verizon end user are lacking, the CCL charge may not be imposed. Order No. 24,837 at 27. As previously stated, the tariff provisions are complex and understanding them requires a sophisticated understanding of the telecommunications industry and the history of such charges. *Id.* The Commission's interpretation of the tariff was based on the evidence presented at hearing combined with its understanding of the industry and the purpose of the tariff charges.

On May 7, 2009, the New Hampshire Supreme Court reversed the Commission's decision in Order No. 24,837, finding, based on a *de novo* review, that the plain language of the tariff did not comport with the Commission's interpretation of the language. *Appeal of Verizon New England*, No. 2008-0645, slip op (N.H. May 7, 2009). With regard to the Commission's

Verizon was authorized to transfer its assets to FairPoint by Order No. 24,823, dated February 25, 2008, and FairPoint adopted the former Verizon tariff on April 1, 2008.

interpretation of the tariff in light of the evolution of the telephone industry since the tariff was first adopted, the Court stated "[w]ere we to review the PUC's tariff interpretation deferentially for mere reasonableness or rationality, we might find this argument persuasive." *Id.* at 7.

The order of notice in this proceeding established that in the event Verizon's interpretation of the current tariffs was found to be reasonable, the Commission would decide whether any prospective modifications to the tariffs are appropriate. Based upon the record developed in this proceeding, the Commission found that FairPoint's access tariff should permit the imposition of CCL charges only in those instances when a carrier uses FairPoint's common line and the common line facilitates the transport of calls to a FairPoint end-user. Order No. 24,837 at 27. Because the language of the tariff does not clearly reflect this finding, we direct FairPoint, pursuant to RSA 378:1 and 378:3, to modify its tariff to clarify that FairPoint shall charge CCL only when a FairPoint common line is used in the provision of switched access services. Such modifications shall include at a minimum, revisions to, or removal of, the following tariff provisions:

Section 5: "Carrier common line access service is billed to each switched access service provided under this tariff in accordance with the regulations set forth herein and in Section 4.1, and at the rates and charges contained in Section 30.5."

Section 5.4. 1.A: "General - Except as set forth herein, all switched access service provided to the customer will be subject to carrier common line access charges."

Section 5.4. 1.C: "The switched access service provided by the Telephone Company includes the switched access service provided for both interstate and intrastate communications. The carrier common line access rates and charges will be billed to each switched access service provided under this tariff in accordance with Section 4.1 and Section 5.4.2."

DT 06-067 - 3 -

Based upon the foregoing, it is hereby

ORDERED *NISI*, that subject to the effective date below, FairPoint file revisions to its NHPUC Tariff No. 85 as outlined above, within 30 days from the date of this order; and it is

FURTHER ORDERED, that the Executive Director shall cause a copy of this Order *Nisi* to be published once in a statewide newspaper of general circulation or of circulation in those portions of the state where operations are conducted, such publication to be no later than August 21, 2009 and to be documented by affidavit filed with this office on or before September 11, 2009; and it is

FURTHER ORDERED, that all persons interested in responding to this Order *Nisi* be notified that they may submit their comments or file a written request for a hearing which states the reason and basis for a hearing no later than August 28, 2009 for the Commission's consideration; and it is

FURTHER ORDERED, that any party interested in responding to such comments or request for hearing shall do so no later than September 4, 2009; and it is

FURTHER ORDERED, that this Order *Nisi* shall be effective September 10, 2009, the Commission provides otherwise in a supplemental order issued prior to the effective date.

By order of the Public Utilities Commission of New Hampshire this eleventh day of August, 2009.

Thomas B. Getz

Chairman

Clifton C. Below Commissioner

Attested by:

Debra A. Howland

Executive Director & Secretary

BENJAMIN J ARON SPRINT NEXTEL 2001 EDMUND HALLEY DR BLDG A RESTON VA 20191 SUSAN GEIGER ORR & RENO PC ONE EAGLE SQUARE PO BOX 3550 CONCORD NH 03302-3550 SHIRLEY J LINN FAIRPOINT COMMUNICATIONS INC 521 E MOREHEAD ST STE 250 CHARLOTTE NC 28202

KELLY ATWOOD DEVINE MILLIMET & BRANCH PA 43 NORTH MAIN ST CONCORD NH 03301-4934 KIMBERLY J GOLD AT&T COMMUNICATIONS OF NE INC 99 BEDFORD ST ROOM 420 BOSTON MA 02111 DEBRA A MARTONE MERRIMACK COUNTY TELEPHONE C PO BOX 337 11 KEARSARGE AVE CONTOOCOOK NH 03229-0337

ANNMARIE BERRY FAIRPOINT NEW ENGLAND 155 GANNETT DR SOUTH PORTLAND ME 04106-6942 MEREDITH A HATFIELD OFFICE OF CONSUMER ADVOCATE 21 SOUTH FRUIT ST STE 18 CONCORD NH 03301

PATRICK C MCHUGH DEVINE MILLIMET & BRANCH PA 43 NORTH MAIN ST CONCORD NH 03301

BARBARA BROHL QWEST COMMUNICATIONS CORPORA 1801 CALIFORNIA STE 1000 DENVER CO 80202 NANCY HUBERT BRETTON WOODS TELEPHONE CO MT WASHINGTON PLACE BRETTON WOODS NH 03575 ALEXANDER W MOORE VERIZON COMMUNICATIONS INC 185 FRANKLIN ST 13TH FLR BOSTON MA 02110-1585

GENT CAV OTEL TELEKOM INC ONE SUNDIAL AVE STE 210 MANCHESTER NH 03103 JEREMY L KATZ SEGTEL INC PO BOX 610 LEBANON NH 03766 MICHAEL J MORRISSEY FAIRPOINT COMMUNICATIONS INC 521 E MOREHEAD ST STE 250 CHARLOTTE NC 28202

MICHELLE CONSALVO AT&T 99 BEDFORD STREET BOSTON MA 02110 GREGORY M KENNAN FAGELBAUM & HELLER LLP PO BOX 230 SHERBORN MA 01770

STEPHEN NELSON DUNBARTON TELEPHONE CO 2 STARK HIGHWAY SOUTH DUNBARTON NH 03045

FREDERICK J COOLBROTH DEVINE MILLIMET & BRANCH PA 43 N MAIN ST CONCORD NH 03301 MATTHEW T KINNEY RNK INC 333 ELM ST STE 310 DEDHAM MA 02026 PENN PFAUTZ AT&T 200 S LAUREL AVE RM E4-3A01 MIDDLETOWN NJ 07748

PAULA W FOLEY ONE COMMUNICATIONS 5 WALL ST BURLINGTON MA 01803 SARAH KNOWLTON MCLANE GRAF RAULERSON & MIDD PO BOX 459 PORTSMOUTH NH 03802-0459 KAREN M POTKUL XO COMMUNICATIONS SERVICES INC 1601 TRAPELO RD STE 397 WALTHAM MA 02451

Docket #: 06-067 Printed: August 11, 2009

FILING INSTRUCTIONS: PURSUANT TO N.H. ADMIN RULE PUC 203.02(a),

WITH THE EXCEPTION OF DISCOVERY, FILE 7 COPIES (INCLUDING COVER LETTER) TO:

DEBRA A HOWLAND EXEC DIRECTOR & SECRETARY NHPUC 21 SOUTH FRUIT STREET, SUITE 10 CONCORD NH 03301-2429 R EDWARD PRICE GLOBAL CROSSING TELECOMMUNICA 225 KENNETH DR ROCHESTER NY 14623 MICHAEL S TENORE RNK INC D/B/A RNK TELECOM 333 ELM ST STE 310 DEDHAM MA 02026

CHRIS RAND
GRANITE STATE TELEPHONE
600 SOUTHSTARK HIGHWAY PO BOX:
WEARE NH 03281

BEN THAYER BAYRING COMMUNICATIONS 359 CORPORATE DR PORTSMOUTH NH 03801-2888

MICHAEL C REED TDS TELECOMMUNICATIONS CORPOR 24 DEPOT SQUARE UNIT 2 NORTHFIELD VT 05663-6721 ROJEAN TULK FAIRPOINT COMMUNICATIONS INC 155 GANNETT DR SOUTH PORTLAND ME 04106-6942

MARTIN C ROTHFELDER ROTHFELDER STERN LLC 625 CENTRAL AVE WESTFIELD NJ 07090 ANN WALSH
DIXVILLE TELEPHONE CO
ONE CRANBERRY HILL STE 105
LEXINGTON MA 02421

KEVIN M SHEA FAIRPOINT COMMUNICATIONS INC 900 ELM STREET 19TH FLOOR MANCHESTER NH 03101 DARREN R WINSLOW UNION COMMUNICATIONS 13 CENTRAL ST PO BOX 577 FARMINGTON NH 03901

PETER L SHEPHERD VERIZON NEW HAMPSHIRE 125 HIGH ST BOSTON MA 02110

ALAN M SHOER ADLER POLLOCK & SHEEHAN PC ONE CITIZEN'S PLAZA 8TH FLR PROVIDENCE RI 02903-1345

WILLIAM STAFFORD GRANITE STATE TELEPHONE 600 SOUTH STARK HWY PO BOX 87 WEARE NH 03281

Docket #: 06-067 Printed: August 11, 2009

PURSUANT TO N.H. ADMIN RULE 203.09 (d), FILE DISCOVERY

DIRECTLY WITH THE FOLLOWING STAFF

RATHER THAN WITH THE EXECUTIVE DIRECTOR

LIBRARIAN NHPUC 21 SOUTH FRUIT ST, SUITE 10 CONCORD NH 03301-2429

KATE BAILEY NHPUC 21 SOUTH FRUIT ST, SUITE 10 CONCORD NH 03301-2429

LYNN FABRIZIO NHPUC 21 SOUTH FRUIT ST, SUITE 10 CONCORD NH 03301-2429

DAVID GOYETTE NHPUC 21 SOUTH FRUIT ST, SUITE 10 CONCORD NH 03301-2429

ROBERT IIUNT NHPUC 21 SOUTH FRUIT ST, SUITE 10 CONCORD NH 03301-2429

KATH MULLHOLAND NHPUC 21 SOUTH FRUIT ST, SUITE 10 CONCORD NH 03301-2429

F ANNE ROSS NHPUC 21 SOUTH FRUIT ST, SUITE 10 CONCORD NH 03301-2429

BULK MATERIALS:

Upon request, Staff may waive receipt of some of its multiple copies of bulk materials filed as data responses. Staff cannot waive other parties' right to receive bulk materials.

Docket #: 06-067 Printed: August 11, 2009

DISCOVERY

PURSUANT TO N.H. ADMIN RULE 203.09 (d), FILE DISCOVERY

DIRECTLY WITH THE FOLLOWING STAFF RATHER THAN WITH THE EXECUTIVE DIRECTOR

AMANDA NOONAN CONSUMER AFFAIRS DIRECTOR NHPUC 21 SOUTH FRUIT ST, SUITE 10 CONCORD NH 03301-2429

Docket #: 06-067 Printed: August 11, 2009