STATE OF NEW HAMPSHIRE

Inter-Department Communication

DATE: May 18, 2011 **AT** (**OFFICE**): NHPUC

FROM: David Goyette, Utility Analyst III - Telecommunications

SUBJECT: DT 11-101 FairPoint Communications - NNE

Special Contract with Northeast Utilities Service Company

TO: Debra Howland, Executive Director

Kate Bailey, Director - Telecommunications

On May 11, 2011, Northern New England Telephone Operations LLC d/b/a FairPoint Communications - NNE (FairPoint) filed a special contract with Northeast Utilities Service Company. Under the contract, FairPoint will provide Northeast Utilities Service Company with Frame Relay service with standard features, including DS1 Port and Access, for a period of 60 months.

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).