1		STATE OF NEW HAMPSHIRE	
2		PUBLIC UTILITIES COMMISSION	
3			
4	June 19, 202	0 - 10:39 a.m.	
5	[Remote Hearing conducted via Webex]		
6	DE.	DT 20-068	
7	KE:	SPRINT COMMUNICATIONS COMPANY, L.P.:	
8		Telecommunications Relay Service. (Prehearing conference)	
9			
10	PRESENT:	Chairwoman Dianne Martin, Presiding Cmsr. Kathryn M. Bailey	
11		Cmsr. Michael S. Giaimo	
12		Jody Carmody, Clerk and PUC Remote Hearing Host	
13 14	APPEARANCES:		
15		Reptg. N.H. Telephone Association: Paul Phillips, Esq. (Primmer, Piper)	
16 17		Reptg. PUC Staff: Eric Wind, Esq.	
18		Amanda Noonan, Dir./CS&EA Div. Kath Mullholand, Dir./RI&S Div.	
19	ALSO PRESENT		
20	Laurie Meyer, ASL (American Sign Language) Rebekah Mallory, ASL (American Sign Language) Jenni Thomas, ASL (American Sign Language) Susan Thomas-Gaines, ASL (American Sign Language)		
21			
22	Denise Garci	a, CART (Communication Access Real-time Translation)	
23	0		
2 4	Court Rep	orter: Steven E. Patnaude, LCR No. 52	

1		
2	INDEX	
3		PAGE NO.
4	DISCUSSION ON MOTION FOR CONFIDENTIAL	8
5	& PROPRIETARY TREATMENT	
6	STATEMENTS OF PRELIMINARY POSITION BY:	
7	Ms. Painter	9
8	Mr. Phillips	1 4
9	Mr. Wind	20
10	QUESTIONS BY:	
11	Chairwoman Martin	6
12	Cmsr. Bailey	18
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		

PROCEEDING

2.

1.3

2.2

CHAIRWOMAN MARTIN: All right. Thank you. Good morning, everyone.

We're here this morning in Docket -sorry about that -- Docket DT 20-049 [20-068?],
which is the Sprint Communications Company L.P.'s
Request for Rate Adjustment for
Telecommunications Relay Services for a
prehearing conference.

We're doing this hearing remotely. As Chairwoman of the Public Utilities Commission, I find that due to the State of Emergency declared by the Governor as a result of the COVID-19 pandemic and in accordance with the Governor's Emergency Order Number 12 to Executive Order 2020-04, this public body is authorized to meet electronically.

Please note that there is no physical location to observe and listen contemporaneously to this hearing, which was authorized pursuant to the Governor's Emergency Order. However, in accordance with the Emergency Order, I am confirming that we are utilizing Webex for this electronic hearing. All members of the

Commission have the ability to communicate contemporaneously during this hearing through this platform. And the public has access to contemporaneously listen and, if necessary, participate.

1.3

2.2

We previously gave notice to the public of the necessary information for accessing the hearing in the Order of Notice. If anybody has a problem during the hearing, please call (603)271-2431. In the event the public is unable to access the hearing, the hearing will be adjourned and rescheduled.

And, just to clarify, in case I mistakenly spoke at the beginning, it is Docket DT 20-068. Okay.

If you need to be recognized by me during this hearing, if you could just put your hand up. If you're having a problem or there are any issues, if you put your hand up, we'll pause and try to resolve it.

We will start with roll call attendance of the Commission, and then we'll take appearances. Commissioners, please state where you're located, and, if anyone else is with you,

```
1
         please identify them.
 2.
                   My name is Dianne Martin. I'm the
         Chairwoman of the Public Utilities Commission.
 3
 4
         And I am located at my home, in Deerfield, New
 5
         Hampshire, and I am alone.
 6
                   Commissioner Bailey.
 7
                   CMSR. BAILEY: Good morning, everyone.
         My name is Commissioner Kathryn Bailey. And I'm
 8
         located at my home, and no one is with me.
 9
10
         to see you.
11
                   CHAIRWOMAN MARTIN: Commissioner
         Giaimo.
12
                   CMSR. GIAIMO: Good morning. Michael
1.3
14
         Giaimo. I'm in Concord, New Hampshire, at the
15
         Public Utility Commission's offices, and I am by
16
         myself.
17
                   CHAIRWOMAN MARTIN: Okay. Let's take
18
         appearances please. Starting with Ms. Painter.
19
                   MS. PAINTER: Good morning. My name is
20
         Michelle Painter. And I represent Sprint
21
         Communications.
2.2
                   CHAIRWOMAN MARTIN: Thank you.
23
                   MS. PAINTER: Would you like me to
24
         state my location or do I not need to?
```

1 CHAIRWOMAN MARTIN: You don't need to. MS. PAINTER: Okay. Thank you. 2. 3 CHAIRWOMAN MARTIN: Mr. Phillips. 4 MR. PHILLIPS: Thank you, Madam 5 Chairwoman and Commissioners. My name is Paul 6 Phillips. I'm an attorney with Primmer, Piper, 7 Eggleston & Cramer, in Manchester. 8 participating from my home, in Plymouth, New 9 Hampshire. I'm here representing the New 10 Hampshire Telephone Association, which is 11 comprised of all of the incumbent local exchange 12 carriers in the State of New Hampshire. 1.3 And I'm joined today by Chris Rand, who is the Vice President of Granite State 14 15 Communications, and serves as President of the 16 New Hampshire Telephone Association. 17 CHAIRWOMAN MARTIN: Mr. Phillips, can 18 you clarify whether you're representing just the 19 Association or the individual incumbent local 20 exchange carriers? 21 MR. PHILLIPS: Thank you, Madam 2.2 Chairwoman. For this purpose, I represent the 23 Association and all of its constituent members. 24 CHAIRWOMAN MARTIN: Okay. Thank you.

•

1 And Mr. Wind.

1.3

2.2

MR. WIND: Good morning, and thank you.

My name is Eric Wind. And I am representing the

Commission Staff in this matter.

Accompanying me today is Amanda Noonan, the Division Director for Consumer Services and External Affairs. And also on the line is Kath Mullholand, who is recently retired, but I believe still the Division Director for Regulatory Innovation and Strategy, which is the de facto telecom regulator for the Commission.

CHAIRWOMAN MARTIN: All right. Thank you.

Mr. Wind, did you want to open up with setting the stage for this proceeding?

MR. WIND: As a preliminary matter, I will just note that Attorney Painter, Attorney Phillips, and myself agreed on an agenda or order for this proceeding. So, we will first turn to the other preliminary matter of confidentiality, and then take preliminary positions in the normal order of Attorney Painter, Attorney Phillips, and then myself. And then, the public will be given an opportunity to comment.

```
1
                   CHAIRWOMAN MARTIN: Okay. Thank you.
 2.
                   Ms. Painter, did you want to be heard
 3
         on the motion?
 4
                   MS. PAINTER: Yes.
                                        Thank you,
 5
         Chairwoman Martin and Commissioners.
 6
                   As part of its filing, Sprint filed a
 7
         Motion for Confidential and Proprietary
 8
         Treatment. And the only part of the filing that
         was marked "confidential" was the section related
 9
10
         to the proposed rates. And, as noted in the
11
         Motion, those are highly confidential.
12
         Revelation of those to the public could create
1.3
         competitive harm to Sprint. It's generally
14
         information that is not available to the public
15
         or even generally available within the Company
16
         it's kept confidential.
17
                   So, we would request that the
18
         Commission grant the Motion for Confidentiality
19
         and keep the proposed rates confidential.
20
                   CHAIRWOMAN MARTIN: Okay. Thank you.
21
         Is there any objection to that?
2.2
                   MR. WIND: No objection from Staff.
23
                   CHAIRWOMAN MARTIN: Mr. Phillips,
24
         you're on mute.
```

MR. PHILLIPS: My apologies. We have no objection.

1.3

2.2

CHAIRWOMAN MARTIN: Okay. Thank you. We'll take the Motion under advisement and issue an order on that. But please treat all confidential information that was marked as such as confidential in this proceeding.

All right. Ms. Painter, would you like to start?

MS. PAINTER: Yes. Thank you.

a proud provider of telecommunications Relay
Services to the citizens of New Hampshire since
1991. We value our longstanding partnership and
look forward to continuing to provide exceptional
service to those New Hampshire citizens who rely
on relay service to communicate. Sprint is a
leader of TRS services throughout the country and
even internationally. Sprint provides TRS in 38
states, including Puerto Rico and the U.S. Virgin
Islands, as well as to the Federal government and
to the country of New Zealand.

On May 6, 2020, Sprint made a filing with the New Hampshire Public Utilities

1.3

2.2

Commission to provide new service options and to update our pricing package for at least the next five years. Sprint is requesting rate adjustments for TRS and Captioned Telephone Service, or CapTel, effective 60 days after the Commission approves the rates.

One of Sprint's key strategies is to deliver the best-cost value and to ensure that customers know what to expect. Most State TRS contracts have rates in effect for approximately three to five years, and the FCC adjusts their reimbursement rates every year. So, the current rate in New Hampshire went into effect over six years ago, or on March 1st, 2014. As I will discuss, there are new services that are being provided and valid justifications for the pricing modification and increase.

So, first, I'll talk about the new service offerings. Sprint is pleased to offer two new services: Spanish-to-Spanish relay services and Automated 711, that would be included in the pricing package, and then another service option that would be in addition to the pricing package and has separate pricing, and

that's Relay Conference Captioning.

1.3

2.2

So, Intrastate Spanish provides New Hampshire relay users with the ability to make Spanish relay calls to callers within New Hampshire. Sprint will provide the Commission with a dedicated toll-free number for in-state Spanish calling, and will modify its outreach materials to notify customers and promote this new number. And the New Hampshire reporting package would include these calls.

With Automated 711, New Hampshire Relay users who have a registered customer profile with Spanish or Speech-to-Speech preferences would automatically be routed to a Relay Agent with those skills. New Hampshire's monthly reporting package would include those calls as well.

New Hampshire Relay users, turning on to the Relay Captioning Conference [sic], which is RCC, the users who need to participate in conference calls, webinars, or online training sessions can join with RCC. It ensures meeting attendees who are deaf, hard-of-hearing, or have a speech disability are in synch with their colleagues and can view content via transcripts.

1

2

3

4

5

6

7

8

9

10

11

12

1.3

14

15

16

17

18

19

20

21

2.2

23

24

The same high-quality captioners who produce closed-captioning for television shows will deliver fast and accurate captions to New Hampshire Relay meeting attendees. RCC is available for meetings with two or more attendees and is intended for business purposes only. participants have two options to speak directly or type their responses, and the captioner will speak directly through the conference bridge while viewing captions via an internet-connected computer or mobile device. RCC is offered at a rate separate from the monthly recurring charge, which is included in the Sprint proposal. addition, I should note that RCC service is not an "on-demand" service. A person who requests the service will need to reserve it 48 hours in advance.

Now, onto the pricing proposal.

Sprint's pricing proposal has an updated pricing structure and a rate change for New Hampshire.

Today, the pricing structure is a combined per minute charge and a monthly recurring charge.

The proposal is to change it to a monthly recurring charge only. And a monthly recurring

charge rate structure has become popular with some of our other state customers, including those with traffic profiles that are similar to New Hampshire. Our state customers find it beneficial to provide their budget offices with more stable and predictable financials by having a steady monthly recurring rate.

2.

1.3

2.2

It's also beneficial, because, subject to a possibility of some dramatic traffic changes, it would be the same charge applicable throughout the contract term. A fixed pricing structure avoids increasing prices per minute incurred as minutes of use continue to decline and service-related costs increase.

New Hampshire's TRS and CapTel usages have continued to decline. And we anticipate this trend will continue, because consumers are moving away from traditional TTY to wireless devices and other internet services, such as IP Relay and IP CapTel. And the FCC reimburses for those services.

So, Sprint's primary pricing proposal is based on four primary points. First, the prices per billable minute for wireline relay

```
1
         services are increasing across the industry.
 2
         Second, as minutes of relay decrease and
 3
         infrastructure costs increase, the per-minute
 4
         cost of the service increases. Third, labor
 5
         costs have increased due to labor wage increases.
 6
         Finally, investments in technology are necessary
 7
         to maintain communications on par with standard
 8
         phone users. And Sprint consistently invests in
         its relay products to ensure it fulfills its
 9
10
         obligations.
11
                    So, in conclusion, Sprint's goal is to
12
         work with the New Hampshire Utilities Commission
1.3
         towards mutually agreeable pricing. We value
14
         very much our relationship with New Hampshire and
         its user communities. We look forward to
15
16
         continuing our long partnership with the New
17
         Hampshire Commission and with the Northeast Deaf
18
         and Hard of Hearing Services to continue to
19
         provide New Hampshire Relay service.
20
                    Thank you.
2.1
                    CHAIRWOMAN MARTIN: Thank you.
                                                    Mr.
2.2
         Phillips.
23
                    MR. PHILLIPS:
                                   Thank you, Madam
24
         Chairwoman.
```

2.

1.3

2.1

2.2

The Commission has invited the New Hampshire Telephone Association to participate today as mandatory parties. We thank the PUC for the invitation. But we do want to make sure at the outset that it's understood that we don't wish to complicate this case for Sprint. We don't want to delay the Commission's proceeding in this docket. NHTA does not see a need to participate actively in the case, nor do we need to have access to any confidential information.

There are separate issues involving the administration of the TRS Trust that bear no relation to the Sprint filing. And, in NHTA's view, those issues should be addressed in a separate proceeding.

Some background is in order. The member companies of NHTA are all of the incumbent local exchange carriers, who were original parties in 1991 when this Commission established the New Hampshire TRS Program, in Docket DE 90-225.

To carry out the PUC's order to establish a mechanism for the ILECs to recover their costs of providing TRS service, the ILECs

established the TRS Trust, and designated the PUC as the Trust Administrator.

Since February, the NHTA has had ongoing discussions with Commission Staff about transitioning the administration of the TRS Trust to a third party administrator. Those discussions are ongoing. NHTA has had a chance to review the legal framework of the TRS Trust, and has received a legal analysis about the respective rights and obligations of the parties, including the Commission.

And, regardless of who's ultimately responsible for approving or appointing the third party administrator, I want to be clear that NHTA is committed to identifying and designating a new third party administrator at some point in the future.

CHAIRWOMAN MARTIN: Mr. Phillips, I apologize for interrupting. I can't see

Ms. Meyer on the screen anymore. Can anyone else?

MR. PHILLIPS: I cannot see Ms.

Meyer.

2.

1.3

2.1

2.2

CHAIRWOMAN MARTIN: I think we should

```
1
         confirm that she is still able to see us before
 2
         we proceed. Mr. Wind or Ms. Carmody, could you
 3
         check on that please.
 4
                   MS. NOONAN: Chairwoman Martin?
 5
                   CHAIRWOMAN MARTIN: Yes.
 6
                   MS. NOONAN: I thought Ms. Meyer was
 7
         going to be alternating interpreting with another
         interpreter, Ms. Mallory, who was unable to get
 9
         in via Webex, but is linked in via Ms. Meyer.
10
         So, I think, when they are switching, I think we
11
         will only see Rebekah.
12
                   CHAIRWOMAN MARTIN: Okay.
1.3
                   MS. NOONAN: Laurie, you're on mute.
14
                   MS. MEYER: Rebekah is working right
15
         now.
16
                   CHAIRWOMAN MARTIN: Okay. So, we can
17
         proceed. Excellent. Thank you.
18
                    I apologize, Mr. Phillips.
19
                   MR. PHILLIPS: No, that's fine.
                                                     Thank
20
               I think that's an important issue.
         you.
2.1
                   But the long and short of it is that
2.2
         NHTA is committed to designating a new third
         party administrator and working in junction with
23
24
         the Commission on that process.
```

```
1
                    And, if necessary, NHTA plans to
 2
         petition the PUC to approve that process.
 3
         that would be a separate proceeding from this
 4
              And, for present purposes, we don't see a
 5
         need to have involvement in the PUC's
 6
         consideration of the issues in this docket.
 7
                    Thank you.
                    CHAIRWOMAN MARTIN: Okay. Commissioner
 8
 9
         Bailey.
10
                    CMSR. BAILEY:
                                   Thank you.
11
                    Mr. Phillips, the Order of Notice
         noticed this docket as a docket where we would
12
1.3
         consider the future of the Trust Fund. Can you
         tell me why it should be split into a different
14
         docket?
15
                   MR. PHILLIPS: I'm sorry, Commissioner
16
17
         Bailey. You broke up in the middle there, and I
18
         didn't quite hear the substance of the point you
19
         were making.
20
                    CMSR. BAILEY: Sorry. Can you hear me
21
         now?
2.2
                    MR. PHILLIPS:
                                   Yes.
23
                    CMSR. BAILEY: The Order of Notice in
24
         this docket noticed the issue about the Trust
```

1.3

2.2

this docket?

Fund administration as one that would be included in this docket. And I'm just curious to know why you think we should open a separate docket, and why we shouldn't get both issues accomplished in

MR. PHILLIPS: Well, of course, I don't presume to tell the Commission how to run its cases. But I do believe there's a legal issue that we've identified, in terms of the appropriate responsibility for appointing and approving the third party administrator. And I understand, in my discussions with Director Mullholand, that NHTA may take a slightly different view from Commission Staff on that point.

And, so, it is NHTA's view, having had a long history of not intervening, interfering with, and delaying fellow carriers' cases, that those issues that we've identified are best handled separately and not within the framework of this case, which is really specific to the Sprint filing.

CMSR. BAILEY: Is that because you think that those legal issues are going to take a

1 long time to resolve?

Wind.

1.3

2.2

MR. PHILLIPS: Well, of course, without having made a filing or expressed a position or heard the Commission's position, and I'm not sure how long it would take, but I think there's a potential that it could take longer than perhaps we think.

CMSR. BAILEY: Okay. Thank you.

CHAIRWOMAN MARTIN: All right. Mr.

MR. WIND: Thank you. And I do need to correct myself from earlier, to amend the record just slightly. Kath Mullholand is not appearing with me on behalf of Staff today. She is observing as a member of the public.

Moving on. Staff is looking forward to the discussions that will follow this prehearing conference relating to Sprint's proposed rates and services as New Hampshire's TRS provider. We will work collaboratively in making an assessment whether Sprint's proposed changes will result in safe and adequate service at just and reasonable rates, as is required by RSA 374:1 and 374:2.

Additionally, Staff believes it is

appropriate to assess whether the Commission remains the appropriate entity to oversee the TRS funds going forward. Simply stated, regulatory changes leave the Commission with fewer and fewer resources directed at telecommunications regulation. With diminishing levels of staffing with expertise in telecommunications regulation, we believe it is appropriate to raise the issue in this proceeding. Thus the language in the Order of Notice that stated "whether, in light of telephone industry deregulation, the Commission is the appropriate party to administer the TRS Fund."

1.3

2.2

I thank Attorney Phillips for providing some background. Without going into too much depth or repeating anything that he said, it is true that the Docket DE 90-225 was opened to assess the means by which New Hampshire telephone utilities would comply with a federal statutory obligation to provide TRS. By agreement of the parties at that time, the proceeding resulted in a single statewide TRS provider being selected; the establishment of a cost recovery mechanism based on a per access line charge; and the

1.3

2.2

creation of the TRS Fund, administered by an escrow agent and overseen by the Commission. In Order Number 20,236, Sprint was selected as that service provider and was granted a franchise to provide telecommunications relay services statewide.

As Attorney Painter pointed out, Sprint has served as New Hampshire's TRS provider ever since. The last decade, however, has seen telecommunications utilities largely deregulated in New Hampshire. Notably, SB 48, enacted in 2012, broadly curtailed the Commission's jurisdiction over telecommunications services and providers. Since that enactment, the Commission has restructured its staff, and no longer maintains a dedicated telecommunications division, and is unlikely to retain staff members with subject matter expertise in telecommunications regulation going forward.

To be clear, nothing Staff is raising today implicates telecommunications service providers' duty to provide TRS. Pursuant to N.H. Code Admin. Rules Puc 404.09, ELECs and ILECs must still provide telecommunications relay

```
1
         services. Pursuant to 47 C.F.R. Section 64.603,
 2.
         common carriers must still provide TRS
 3
         services.
 4
                    As an additional aside, pursuant to
 5
         Order 26,051, certain funds from a wholesale
 6
         Performance Plan currently flow into the TRS
 7
         Fund. With these factors identified, we believe
         that now is an appropriate time and docket to
         explore TRS Fund administration alternatives.
 9
10
         we explore these issues, we are committed to
11
         incorporating feedback from New Hampshire's deaf
         and hard-of-hearing community in our
12
1.3
         decision-making.
14
                    Lastly, we look forward to the
         technical session that will commence shortly.
15
16
                    CHAIRWOMAN MARTIN: Okay. Thank you
17
         for that.
                    Do we have any members of the public
18
         who wish to be heard?
19
20
                    MS. CARMODY: No.
2.1
                    CHAIRWOMAN MARTIN: Okay. Is there
2.2
         anything else we need to do before you head to
23
         the technical session?
24
                    [No verbal response.]
```

```
1
                    CHAIRWOMAN MARTIN: All right. Seeing
 2
          nothing, then we are adjourned. Thank you,
 3
          everyone.
                     (Whereupon the prehearing conference
 4
                    as adjourned at 11:04 a.m., and a
 5
                    technical session was held thereafter.)
 6
 7
 8
 9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
```