| 1  | STATE OF NEW HAMPSHIRE                                  |  |  |  |  |  |
|----|---|--|--|--|--|--|
| 2  | PUBLIC UTILITIES COMMISSION                             |  |  |  |  |  |
| 3  |   |  |  |  |  |  |
| 4  | February 3, 2009 - 10:04 a.m.<br>Concord, New Hampshire |  |  |  |  |  |
| 5  | Concord, New  | nampsnire  |  |  |  |  |
| 6  |   |  |  |  |  |  |
| 7  | RE:   | DT 08-146 SEGTEL, INC.:  |  |  |  |  |
| 8  |   | Request for arbitration regarding failure to provide access to utility pole by |  |  |  |  |
| 9  |   | Public Service of New Hampshire. (Prehearing conference)                       |  |  |  |  |
| 10 |   | (Fremearing Conference)  |  |  |  |  |
| 11 |   |  |  |  |  |  |
| 12 | PRESENT:  | Edward N. Damon, Esq. (Presiding as Hearings Examiner)                         |  |  |  |  |
| 13 |   | (Fresiding as hearings Examiner)   |  |  |  |  |
| 14 |   | Diane Bateman, Clerk   |  |  |  |  |
| 15 | APPEARANCES:  | Reptg. SegTEL, Inc.:<br>Jeremy Katz, appearing pro se                          |  |  |  |  |
| 16 |   | Kath Mullholand  |  |  |  |  |
| 17 |   | Reptg. Public Service Co. of New Hampshire:<br>Christopher J. Allwarden, Esq.  |  |  |  |  |
| 18 |   | Reptg. Unitil:   |  |  |  |  |
| 19 |   | Scott Wade   |  |  |  |  |
| 20 |   | Reptg. PUC Staff:<br>F. Anne Ross, Esq.  |  |  |  |  |
| 21 |   | Robert Hunt, Esq.  |  |  |  |  |
| 22 |   |  |  |  |  |  |
| 23 | Cou   | rt Reporter: Steven E. Patnaude, LCR No. 52                                    |  |  |  |  |
| 24 |   |  |  |  |  |  |

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|----|--|------------|
| 2  | I N D E X                              |            |
| 3  |  | PAGE NO    |
| 4  | STATEMENTS OF PRELIMINARY POSITION BY: |            |
| 5  | Mr. Katz                               | 8          |
| 6  | Mr. Wade                               | 17         |
| 7  | Mr. Allwarden                          | 17         |
| 8  | Ms. Ross                               | 21         |
| 9  |  |            |
| 10 | * * *                                  |            |
| 11 |  |            |
| 12 | QUESTIONS BY MR. DAMON                 | 22, 24, 25 |
| 13 | RESPONSES TO QUESTIONS BY:             |            |
| 14 | Mr. Katz                               | 22, 24, 25 |
| 15 | Mr. Allwarden                          | 24         |
| 16 | Ms. Ross                               | 25         |
| 17 |  |            |
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| 19 |  |            |
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| 1  | PROCEEDINGS  |  |  |  |  |
|----|--|--|--|--|--|
| 2  | MR. DAMON: Good morning, everyone. My                      |  |  |  |  |
| 3  | name is Edward Damon. I am the Director of the Legal       |  |  |  |  |
| 4  | Division at the Commission. And, the Commissioners were    |  |  |  |  |
| 5  | unable to attend this prehearing conference this morning,  |  |  |  |  |
| 6  | and I've been asked to serve as a Hearings Examiner to     |  |  |  |  |
| 7  | conduct the prehearing conference.                         |  |  |  |  |
| 8  | As I mentioned, this is a prehearing                       |  |  |  |  |
| 9  | conference in docket number DT 08-146. On November 14,     |  |  |  |  |
| 10 | 2008, segTEL, a registered competitive local exchange      |  |  |  |  |
| 11 | carrier, filed a petition for arbitration or,              |  |  |  |  |
| 12 | alternatively, adjudication regarding a denial by Public   |  |  |  |  |
| 13 | Service Company of New Hampshire of access to electric     |  |  |  |  |
| 14 | transbution poles for the attachment of telecommunications |  |  |  |  |
| 15 | cables. As segTEL describes it, "transbution" refers to    |  |  |  |  |
| 16 | utility poles that carry low voltage electric facilities   |  |  |  |  |
| 17 | that can accommodate both distribution and intrastate      |  |  |  |  |
| 18 | transmission needs. SegTEL seeks to attach communications  |  |  |  |  |
| 19 | cables or wires to approximately 100 such poles owned by   |  |  |  |  |
| 20 | PSNH located on private property, pursuant to private      |  |  |  |  |
| 21 | easement rights obtained by PSNH or its predecessors.      |  |  |  |  |
| 22 | PSNH has filed an objection to segTEL's                    |  |  |  |  |
| 23 | petition and a Motion to Dismiss. SegTEL has objected to   |  |  |  |  |
| 24 | PSNH's Motion to Dismiss. And, PSNH filed a motion to      |  |  |  |  |
|    | {DT 08-146} [Prehearing conference] {02-03-09}             |  |  |  |  |

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1 strike segTEL's objection. And, yesterday, Unitil Energy
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- 2 Systems filed a Petition to Intervene. The petition is
- 3 late-filed, as under the order of notice the deadline for
- filing Petitions to Intervene was January 29, 2009.
- 5 I'd like to start off by first taking
- 6 appearances.
- 7 MR. KATZ: Good morning. My name is
- 8 Jeremy Katz. I'm the Chief Executive Officer of segTEL.
- 9 I'm appearing pro se on behalf of my Company. And, with
- 10 me is Kathryn Mullholand, our Director of Operations.
- MR. DAMON: Okay.
- MR. WADE: How do you do. My name is
- 13 Scott Wade, with Unitil, Manager of Operations. Gary
- 14 Epler, our attorney, is unable to make it today.
- MR. DAMON: Okay.
- 16 MR. ALLWARDEN: Good morning. Chris
- 17 Allwarden, attorney for Public Service Company of New
- 18 Hampshire. With me is Bob Hybsch, our Director of
- 19 Operations, Allen Desbiens, from our Regulatory Group, as
- 20 well as Catherine Eby, a paralegal in our Legal
- 21 Department.
- MR. DAMON: Thank you.
- MS. ROSS: Good morning, your Honor.
- 24 Anne Ross, with the Public Utilities Commission Staff.

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1 And, with me today is Rob Hunt, an attorney, and also Kate
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- 2 -- I'm sorry, Kate Bailey, Director of the
- 3 Telecommunications Division, and also Josie Gage, in the
- 4 back of the room, who is a Utility Analyst.
- 5 MR. DAMON: Okay. Is the Office of
- 6 Consumer Advocate planning to attend today? Does anyone
- 7 know?
- 8 (No verbal response)
- 9 MR. DAMON: If I read the docket book
- 10 correctly, I believe they filed a Notice to Participate.
- 11 MS. ROSS: Yes, they did file a letter,
- but we have not heard anything from them.
- 13 MR. DAMON: Would it be warranted for us
- 14 to make a call to the OCA to find out where they are and
- 15 to see if they intend to participate? Could you do that?
- MS. BATEMAN: Sure.
- 17 MR. DAMON: Yes. Why don't we take a
- brief recess while she does that and reports back.
- 19 (Brief recess taken at 10:08 a.m. and
- 20 the prehearing conference resumed at
- 21 10:10 a.m.)
- 22 MR. DAMON: Okay. Based on the results
- of that telephone conversation, I expect the OCA will be
- 24 filing a notice of withdrawal of its participation.

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1 As I mentioned, Unitil yesterday filed a
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- 2 Petition to Intervene. And, I guess a question I have of
- 3 you is, does the Company seek full and unlimited
- 4 intervention status or does it seek intervenor status with
- 5 limitations, such as those that interested utilities have
- 6 sometimes agreed to in other dockets?
- 7 MR. WADE: I guess, without my attorney
- 8 here, I'm not really all that familiar with these
- 9 proceedings. So, I guess I'm not too sure exactly what
- 10 the difference is of those, and I apologize for that.
- 11 But, if anybody wants to help me try to understand that, I
- 12 would. I'm here today to, at a minimum, at least
- 13 communicate that we have filed a Motion to Intervene, and
- 14 Unitil has interest in having similar concerns and the
- 15 effects of which on these matters as set forth by PSNH.
- So, I'm not sure what the limitations are that you're
- describing. You'll have to bear with me.
- 18 MR. DAMON: Well, for example, in the
- 19 EnergyNorth rate case, Unitil asked for full intervenor
- 20 status subject to certain voluntary limitations, okay?
- 21 That it would be entitled to receive all non-confidential
- 22 pleadings and other documents, all discovery that is not
- 23 confidential.
- 24 MR. WADE: Okay.

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MR. DAMON: And, all non-confidential

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       e-mails and other correspondence among the parties and
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       Staff, with the exception of materials related to
 4
       settlement negotiations and/or confidential matters.
                                                             And,
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       it may attend and participate in non-confidential
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       technical sessions, but not attend settlement conferences
       or negotiations, even in a monitoring role. And, Unitil
 8
       indicated in that case and, again, did not do so, did not
       intend to present or cross-examine witnesses or file
 9
       closing briefs. And, that was done with the right to
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       withdraw or modify these voluntary limitations.
11
                         I guess the question I have for you is
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13
       how active does Unitil expect to be in these proceedings?
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                         MR. WADE: We anticipate to be active.
       We're looking for full party intervenor status is my
15
       understanding. When you say "how active", I guess it's
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       difficult for me to judge that right now, depending upon
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      how it all rolls out.
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                         MR. DAMON: Okay. Could I make a
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       request of you?
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                         MR. WADE:
                                    Sure.
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                         MR. DAMON: That you confer with
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       Mr. Epler and indicate the extent to which you wish to
24
       participate, and whether these voluntary limitations are
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ones that you are offering or not.
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- 2 MR. WADE: Okay.
- 3 MR. DAMON: At any rate, for purposes of
- 4 today -- well, let me ask a question. Do any of the other
- 5 parties or participants want to weigh in on this question
- 6 at this time?
- 7 MR. KATZ: We have no objection to
- 8 Unitil's participation.
- 9 MS. ROSS: Staff has no objection to
- 10 Unitil's participation.
- 11 MR. ALLWARDEN: PSNH has no objection.
- 12 MR. DAMON: Okay. Well, that makes it
- 13 easier than I thought. Thank you. I will recommend then
- to the Commission that the Commission grant Unitil's
- 15 petition.
- I'd like to turn now to the preliminary
- 17 statements of position, starting with you.
- 18 MR. KATZ: Good morning, your Honor.
- 19 SegTEL has filed this complaint based on PSNH's unlawful
- 20 delay and denial of access to utility poles and
- 21 rights-of-way under its control. By way of brief
- 22 background, segTEL offers local access, transport, data,
- 23 broadband, and telephone services over fiber optic lines
- that it attaches to the poles, conduits, ducts, and

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2
       utilities.
                         In January of 2008, segTEL applied to
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 4
       attach to approximately 100 PSNH-owned utility poles in
 5
       Sullivan County, New Hampshire. As is usual and
       customary, PSNH personnel engaged in a pre-attachment
       safety survey to confirm that sufficient space existed for
 8
       segTEL to attach and that no modifications would need to
       be made to accommodate segTEL's requested attachments. No
10
       technical or safety impediments to segTEL's attachments
11
       were identified. In early February of 2008, PSNH
       deposited segTEL's payment of approximately $1,100 as
12
13
       compensation for the safety surveys.
14
                         By the second week of March 2008, the 45
15
       day period to reject a pole attachment application had
       passed and segTEL had not received any response from PSNH.
16
17
       SeqTEL repeatedly requested updates on the status of its
       application and received no formal response from PSNH
18
19
       until August the 6th, when PSNH rejected segTEL's pole
20
       attachment application on the basis that its easements "do
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rights-of-way of incumbent electrical and telephone

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telecommunications company, such as segTEL, permission to

not clearly allow PSNH to grant a third party

use and occupy PSNH's easement corridor for the

installation and operation of its private

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telecommunications line or cable."
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 2
                         The Commission has enumerated four
       issues in this docket. The first, whether PSNH is
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 4
       required to provide access to the poles in question under
 5
       federal and/or state law. In our complaint, we asked the
       Commission to determine that PSNH's denial of access is
       contrary to state and federal law. Since the prevailing
 8
       state law on pole attachments states that this Commission
       is to be consistent with the current FCC rules on these
10
       issues. I'm limiting my remarks this morning to the
       status of FCC rulings, and will reserve later, if
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12
       necessary, state law argument to follow.
13
                         In complaints of this nature, the burden
14
       of proof is on PSNH, according to 47 C.F.R. 1.1409, which
       states that, in a case involving a denial of access, the
15
       utility shall have the burden of proving that the denial
16
       was lawful, once a prima facie case is established by the
17
       complainant.
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19
                         SegTEL is a competitive local exchange
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       carrier, duly authorized to do business in New Hampshire.
21
       Section 224 of the Communications Act establishes that
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       access to poles, conduits, ducts, and rights-of way is an
23
       affirmative right granted to competitive local exchange
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carriers. In complaints before the FCC, the FCC has held

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1 that, by presenting evidence that a CLEC is duly
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- 2 authorized, the complainant has established a prima facie
- 3 case that is entitled to pole access. At that point, the
- 4 burden shifts to the incumbent to show that it has
- 5 lawfully denied access. Therefore, since segTEL is
- 6 entitled to access, it is PSNH's burden to show that its
- 7 denial was lawful.
- 8 Since Section 224 allows exceptions to
- 9 attachment rights only for reasons of insufficient
- 10 capacity, safety, reliability, and generally applicable
- 11 engineering purposes, and PSNH's denial was based on none
- of these, seqTEL contends PSNH's denial was unlawful.
- 13 Therefore, PSNH is required to provide access to the poles
- in question under federal and state law.
- 15 Second, the Commission asked whether
- PSNH's response to segTEL's request for access to poles
- 17 was reasonable? In segTEL's complaint, we asked the
- 18 Commission to order PSNH to issue licenses to segTEL
- 19 without further delay. 47 C.F.R. 1.1403(b) requires that
- 20 access be granted within 45 days of a request. The fair
- 21 question to ask is "requires or what?"
- The FCC has replied that a pole owner
- 23 must "deny a request for access within 45 days of
- 24 receiving such a request or it will otherwise be deemed

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granted." And, this must be so, because the intent of the
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       pole attachment act was to ensure that no party can use
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       its control of facilities to impede the installation and
       maintenance of telecommunications and cable equipment by
 5
       those seeking to compete in those fields. The FCC has
       found that "Time is of the essence", and that regulators
       must "seek to establish swift and specific enforcement
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       procedures that will allow for competition where access
       can be provided."
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10
                         In situations where an incumbent utility
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       owns bottleneck facilities, such as utility poles and
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       rights-of way, and time is of the essence in deployment,
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       competitive harm ensues when the incumbent fails to
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       provide timely access. No response or delayed responses
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       hamstring competitive deployment, harm competitors, and
       increase costs. If the intent of a utility is to impede
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       access, then refusing to respond, ensuring that every
17
       request for access leads to a Commission adjudication,
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19
       effectively denies a CLEC access to the affirmative right
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       granted by the U.S. Congress in Section 224 of the
21
       Communications Act.
22
                         PSNH's response was unreasonable, by
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       virtue of the fact that it came 46 or more days after
       segTEL's request. PSNH's response was additionally
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           {DT 08-146} [Prehearing conference] {02-03-09}
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unreasonable because their concerns over a right-of-way
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       that existed for decades could and should have been
       determined within 45 days of the application, and not six
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 4
       months later after repeated escalation by segTEL.
 5
                         Finally, nothing in PSNH's rejection
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       points to any allowable circumstance for the rejection of
       a pole attachment application. Therefore, PSNH's response
 8
       was unreasonable, and segTEL's request should be deemed
       granted as of the 45th day after segTEL's application.
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                         Third, the Commission asked whether
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11
       segTEL has any responsibility under the law or the
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       agreement to separately obtain private rights-of-way in
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       order to attach? In our complaint, we asked the
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       Commission to determine (1) that CLEC attachers are
       entitled to access to incumbent utility rights-of-way; and
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       (2) that electric utility rights-of-way are presumptively
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       compatible with the deployment of fiber optic cable.
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                         47 U.S.C. 224 and RSA 374:34-A
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19
       explicitly provide CLECs, such as segTEL, the right to
       access poles, conduits, ducts, and rights-of-way
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21
       controlled by incumbent utilities. Prior to the enactment
       of the '96 Telecommunications Act, Congress had already
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23
       established both the entitlement to and the presumptive
       compatibility of electric rights-of-way and easements with
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1 communications uses in 47 U.S.C. 621(a)(2), the Cable Act.
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- 2 374:34-A anticipates starting where the FCC and Congress
- 3 left off in regulating the pole and right-of-way
- 4 attachments. There is a large body of federal precedent
- on this issue. Section 224 of the Act, RSA 374:34-A, and
- 6 Section 253 of the Act all provide affirmative entitlement
- 7 to rights-of-way access to controlled by incumbent
- 8 utilities.
- 9 PSNH, in their rejection letter to
- 10 segTEL, argues that the private right-of-way easements
- 11 must clearly authorize competitive fiber optic attachments
- in order for PSNH to be comfortable issuing an attachment
- 13 license. Such arguments were laid to rest when cable TV
- was granted access to incumbent rights-of-way, and need
- 15 not be adjudicated here. Rather, the appropriate analysis
- is whether any of PSNH's easements expressly prohibit
- 17 communications attachments. SegTEL contends that they do
- 18 not.
- 19 Finally, the Commission questioned
- 20 whether arbitration or some other informal means of
- 21 resolving disputes is appropriate? In our complaint, we
- requested that the Commission accept segTEL's request for
- arbitration in this matter. We believe arbitration is the
- 24 most efficient and reasonable means of resolving a dispute

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1 for three reasons. First, there's a complete and copious
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- 2 body of law. Most of the facts as well are agreed upon
- 3 between segTEL and PSNH. This is not a de novo review of
- 4 access; access to utility rights-of-way has been
- 5 thoroughly vetted by the FCC and the courts. Second, time
- 6 is of the essence. Third, the Commission has, in prior
- 7 proceedings, recognized the propriety of arbitration in
- 8 circumstances regarding access to poles, conduits, ducts,
- 9 and rights-of-way.
- There are other questions that might
- arise if segTEL's complaint is adjudicated. Specifically,
- 12 whether PSNH acted in a discriminatory manner when it
- 13 rejected segTEL's application? PSNH, under federal and
- 14 state law, has an obligation to treat all attachments in a
- 15 competitively neutral and nondiscriminatory manner. To
- the extent that PSNH has provided other telecommunications
- 17 attachers with access to poles, conduit, and right-of-way
- on similarly situated routes, yet rejected segTEL's
- 19 request, it has acted in a discriminatory manner. As an
- 20 incumbent utility, PSNH may not provide a competitive
- 21 preference to other carriers or to itself to the detriment
- of any prospective attacher.
- 23 Additionally, whether any waiver of
- 24 temporary rules might be appropriate. SegTEL entered into

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a pole attachment agreement with PSNH under a federal
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- 2 regulatory regime prior to the point where the
- 3 Commission's interim pole attachment rules were
- 4 instituted. To the extent that it may be necessary,
- 5 segTEL reserves the right to ask the Commission to waive
- 6 its temporary rules, specifically any rule that presumes
- 7 segTEL's pole attachment agreement with PSNH to be just,
- 8 reasonable, or voluntary.
- 9 In conclusion, I'd like to note it's now
- 10 been a year since segTEL has sought to attach on this
- 11 route. SegTEL's customers waiting for fiber optic service
- 12 include both a large college and a major hospital that are
- 13 the primary employers for the communities that we're
- 14 attempting to reach, along with other business and
- 15 residential customers. This delay in granting attachment
- rights not only deprives segTEL of revenue and potential
- 17 profit, but also harms these and many other actual and
- 18 potential segTEL customers who stand to benefit from
- innovative facilities-based fiber optic services.
- 20 Congress granted the affirmative right
- of access to rights-of-way in order to ensure that
- competitors were not unduly delayed or denied access. The
- 23 necessity and expense of adjudicating our right,
- 24 potentially each and every time segTEL would like to

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1 extend its network, simply undoes what Congress and the
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- 2 New Hampshire Legislature have sought to do.
- We ask that the Commission grant
- 4 segTEL's access to PSNH's poles, conduits, and
- 5 rights-of-way in a manner that ensures both the letter and
- 6 intent of the law is upheld. Thank you.
- 7 MR. DAMON: Thank you. Mr. Wade?
- 8 MR. WADE: Yes.
- 9 MR. DAMON: Do you have anything on the
- 10 merits as a preliminary statement?
- 11 MR. WADE: I think I've probably already
- 12 stated, as already stated, Unitil's Petition to Intervene,
- 13 have a full intervenor status. We have an interest in the
- 14 concerns and effects of this, similar to PSNH. And, we'll
- 15 be looking at it further and commenting as the docket goes
- 16 along. But, other than that --
- 17 MR. DAMON: Thank you. Mr. Allwarden.
- 18 MR. ALLWARDEN: Yes. Thank you. Good
- 19 morning. My commendation to Jeremy on a very well thought
- 20 out presentation. Unfortunately, I think there are some
- 21 mischaracterizations of this situation of the facts and
- the law. I have addressed most of, if not all, of
- 23 Jeremy's comments in our filings. So, let me just briefly
- summarize for your purposes what our position is.

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We filed a motion to strike, I think
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       that's clear. There was an objection to our original
       Motion to Dismiss filed twelve days late. The facts are
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       set out in the motion. I don't think we need to go beyond
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       that, except I don't think there has been any excuse
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       presented by segTEL as to the reason why their objection
       to our Motion to Dismiss was filed almost two weeks beyond
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       the PUC's own procedural rules.
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                         With regard to the merits, I think we
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       originally moved to dismiss, because the original request
       was to arbitrate a claim of denial of access.
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12
       really is no basis to request an arbitration.
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       original request for that submitted by segTEL had to do
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       with the arbitration procedures that are in place for
       interconnections between CLECs and ILECs. I don't think
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       that applies here. So, if that's still the request, I
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       think it deserves dismissal.
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                         To the extent there is some
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19
       jurisdictional issue with regard to a denial of pole
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       access, I suppose the Commission could consider that under
21
       the current statute, which was recently enacted, 374:34-A.
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       But let me speak to that. Because I think the key that I
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       want you to understand today is that there has been really
       no denial of pole access. We are not opposed to allowing
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1 segTEL, under the right conditions, as we're allowed to
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- 2 impose, to attach to the poles in this location. What we
- 3 have had to do is take a close look at the private
- 4 property issues involved here. And, I've gone into those
- 5 to some degree in the filings.
- 6 We have a different situation than the
- 7 usual pole attachment request. The usual pole attachment
- 8 request applies to poles in a street, subject to our
- 9 standard pole construction. And, those poles are in the
- 10 street by license of a municipality granted to Public
- 11 Service. This situation is a bit different. Here we have
- 12 a request to attach to 100 plus poles that are in a
- private 100-foot wide right-of-way, where PSNH has
- 14 maintained for many years a 34 and a half kV power line.
- 15 That line serves today, it used to be known as
- 16 "transbution", in the Restructuring Settlement it's now
- 17 classified technically as "distribution". It serves a
- 18 distribution function. It doesn't have any
- 19 telecommunications attachments on it today. But the
- 20 underlying question becomes the issue of the rights to
- 21 have those poles in those locations.
- Now, what segTEL doesn't want to
- 23 recognize is that the FCC rules, the FCC Federal Pole
- 24 Attachment Act, even the state law granting the Public

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1 Utilities Commission jurisdiction over pole attachments,
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- 2 reflects that a utility has an obligation to provide
- 3 access only to poles, ducts, conduits, right-of-ways that
- 4 are owned or controlled by it. And, that key language
- 5 "owned or controlled" has been interpreted by the FCC to
- 6 mean something. It has a meaning. It means that the
- 7 utility, in the context of right-of-way or easement
- 8 rights, has to own rights sufficient to allow access.
- 9 And, our position is that our easements, in this location,
- 10 do not clearly allow us to permit access by a third party
- 11 CLEC. It's as simple as that.
- 12 And, I think the FCC rulings very
- 13 clearly indicate that that becomes an issue of state law
- interpretation of the easements of what's allowed. I
- 15 think that's the issue that the Commission has to face
- here. Does the Commission wish to require Public Service,
- 17 in light of those easements, to require that we provide
- 18 access? I think there's a significant private property
- 19 right issue that has to be dealt with. And, I don't think
- 20 segTEL wants to deal with it. They just want to argue to
- 21 you and to the Commission, excuse me, that they have
- federal access rights, and those federal access rights
- 23 basically entitle them to a utility pole attachment
- 24 wherever it may be. And, we disagree with that notion.

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So, that's the fundamental issue I think
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       that is raised by their objection. Beyond that, I don't
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       know how we solve it. I'm sure we can discuss it. There
       may be ways to work around that. We're willing to talk to
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       segTEL about that, see if there's a way that we can get
 6
       them what they need, which is the ability to attach, but
       at the same time address what I consider to be some pretty
 8
       significant private property issues. Thank you.
 9
                         MR. DAMON: Ms. Ross.
                         MS. ROSS: Thank you, your Honor. At
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11
       this point, Staff has not developed a position on the
       substantive issues in this docket. We believe that it's
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13
       going to be necessary to conduct some discovery to flesh
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       out some issues concerning the nature of the easements and
       the nature of PSNH's use of those easements and other
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       related issues.
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                         With regard to the Motion to Dismiss,
       Staff does not believe it's appropriate to dismiss this
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19
       docket at this point. However, we do agree with PSNH that
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       it isn't appropriate to apply the fast-track arbitration
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       procedure to this docket, because the docket does not deal
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       with the type of issues that are typically covered under
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       those fast-track arbitration agreements. Those are
       generally -- Those generally involve interconnection
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           {DT 08-146} [Prehearing conference] {02-03-09}
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1 agreements between the incumbent telephone provider and a
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- 2 competitive local exchange provider. Thank you.
- 3 MR. DAMON: Okay. Thank you. In terms
- of the business to be conducted here today, I hope
- 5 everyone is not under the impression that I'm here to rule
- on the Motion to Dismiss. I'm here to try to, you know,
- 7 do a prehearing conference and get the parties started on
- 8 a procedural schedule and so forth. But let me -- there
- 9 are a couple of questions I would like to ask the parties
- while they're here in that connection.
- 11 First, a question of segTEL, Mr. Katz.
- 12 The Company has requested arbitration or, in the
- 13 alternative, adjudication as a complaint under RSA 365:1.
- And, in view of that, well, I guess my question is, the
- interim rules of the Commission, Part 1304, provide a
- dispute resolution process for poles attachment disputes.
- 17 And, what is the relevance of that process to the
- 18 Company's original request?
- 19 MR. KATZ: Well, I think that we have a
- 20 bit of a disagreement with PSNH about whether or not
- 21 denial of access has actually occurred. To the extent
- that we have made our attempt to access poles, and we
- 23 believe that we have either been denied or received a de
- 24 facto denial of access, we are attempting to access the

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1 Commission adjudicative process. Our attempts to resolve
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- 2 the issue with the party have failed. And, we do -- And,
- 3 at the same time, we do think that arbitration is still
- 4 the appropriate mechanism for that, although we would
- 5 accept a formal adjudication, because taking from the
- 6 original arbitration language that was taken from DE
- 7 96-252, in situations where "both the need to use the
- 8 limited and valuable right-of-way would be a detriment to
- 9 either party was required as a process where situations
- 10 can be expediently and fairly handled" is the quote from
- 11 that case, you know, specifically recommending the
- 12 fast-track arbitration process.
- MR. DAMON: Well, apart from
- 14 arbitration, which I understand is a separate procedure,
- 15 --
- MR. KATZ: Yes.
- 17 MR. DAMON: -- you've mentioned, and as
- does the order of notice, an adjudication or an
- 19 adjudicative procedure, but I think you've specifically
- asked in that regard for the filing to be treated as a
- 21 complaint under RSA 365:1.
- 22 MR. KATZ: Yes.
- 23 MR. DAMON: And, I guess my question is,
- is that all or are you also seeking, if necessary, to have

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       pursuant to the Commission's interim rules?
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                         MR. KATZ: We would, we would
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       additionally, if it was appropriate, if the Commission
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       felt that it was more appropriate, request that it be
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       treated as a dispute resolution for denial of access under
       the interim rules.
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                         MR. DAMON: Okay. And, just so I
       understand, and now this is a question for anyone who
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       wants to address it, what is the practical difference that
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       results from the form of the proceeding, whether it was an
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       arbitration, a complaint under 365:1, or a petition under
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       the dispute resolution process for pole attachments?
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                         MR. KATZ: Well, segTEL's primary
       concern is the speed in which this issue can be resolved.
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                         MR. DAMON: Okay. Mr. Allwarden?
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                         MR. ALLWARDEN: Well, I'm not a CLEC,
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       I'm not an ILEC, and I've never been in that type of
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your filing treated as a request for a dispute resolution

resolution of this question here. We're in favor of that.

I mean, we're not opposed to that. I don't know if an

arbitration is appropriate. But, obviously, if the

Commission feels it has jurisdiction, then it's going to

{DT 08-146} [Prehearing conference] {02-03-09}

arbitration proceeding. I suspect that Jeremy meant what

he just said, and that is he's interested in a prompt

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1 proceed based on its procedural rules.
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- 2 MR. DAMON: Uh-huh. Ms. Ross?
- 3 MS. ROSS: Staff has no further comment
- 4 on the ramifications of which, whether we go under 365:1
- 5 or the dispute resolution process of the 1300 rules. We
- do observe that there is going to need to be some
- 7 discovery. So, whatever process the Commission chooses
- 8 should allow for some fact-gathering.
- 9 MR. DAMON: Uh-huh. Thank you. And,
- 10 Mr. Katz, another question for you. It wasn't perfectly
- 11 clear, I didn't think, from your filing, but for what
- purposes does segTEL request access to PSNH's poles?
- 13 MR. KATZ: For the placement of fiber
- 14 optic cable.
- MR. DAMON: And, what is fiber optic
- cable to be used for in the locations in which they have
- 17 not granted your request?
- 18 MR. KATZ: To be used for local,
- 19 intrastate, and interstate telecommunications purposes, as
- 20 well as data and broadband applications.
- 21 MR. DAMON: Okay. Another question for
- 22 you is, for the purposes of this docket, does the Company
- intend to engage an attorney to assist it?
- 24 MR. KATZ: Not at this time. SegTEL's a

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1 small New Hampshire based company. And, to the extent
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- 2 that we would have to engage counsel each and every time
- 3 we might have a disagreement about our right to access, it
- 4 would simply make deployment even less possible or
- feasible, you know, for us. So, not at this time.
- 6 MR. DAMON: Okay. Yes, I mean, that
- 7 choice I think is up to you, certainly. I just would
- 8 observe that I think that the use of an attorney might,
- 9 and I would underline that, help to aid in the resolution
- of the proceeding, because there are, it seems to me, a
- 11 lot of legal questions here. It's something to consider.
- 12 And, to the extent this case sets any sort of precedent or
- 13 policy framework or approaches and so on, it might be
- 14 worth considering. That's a personal view, and just, you
- 15 know, --
- MR. KATZ: Thank you.
- MR. DAMON: Okay. Clearly, in the
- 18 technical session to follow, the parties need to discuss a
- 19 procedural schedule to be developed. And, I would ask
- that, when that is finished, that you provide me with a
- 21 copy of that, so that I can include that in my report to
- 22 the Commission.
- Just a couple of other observations on
- 24 the state of the proceeding here. I think one thing is

that the Motion to Dismiss probably needs to be acted on

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       in a fairly speedy time frame here, and right at the --
       and near the outset, although it may be subject to some
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       further fact-gathering or possibly the filing of an agreed
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       statement of facts, to the extent there's any, that that
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       can be accomplished.
                         So, in terms of the matters to be
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       explored during the tech session, let me just urge that
       the parties discuss whether a stipulation or an agreed
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       statement of facts is a means of -- is a practical means
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       of getting the questions, the legal questions regarding
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       PSNH's Motion to Dismiss before the Commission. Or, if
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       not, what limited additional discovery is necessary to
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       allow the Commission to make a ruling on the motion.
                         I know there's been a lot of legal
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       argument, both in the papers that have been filed to date
       and again this morning. I would also ask that parties
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       consider whether any further briefing is appropriate or
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       not, and whether oral argument on the Motion to Dismiss is
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       appropriate.
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                         Another request regarding the procedural
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       schedule would be that it not only cover the steps through
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       the Motion to Dismiss, but also, to the extent feasible,
       cover the steps after that, through the completion of the
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| 1  | docket, so that we don't have to keep coming back and    |
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| 2  | getting an additional procedural schedule.               |
| 3  | Is there anything else to come before                    |
| 4  | the prehearing conference this morning?                  |
| 5  | (No verbal response)                                     |
| 6  | MR. DAMON: Okay. Hearing none, I'll                      |
| 7  | close the prehearing conference and allow the parties to |
| 8  | engage in a technical session.                           |
| 9  | (Whereupon the prehearing conference                     |
| 10 | ended at 10:41 a.m. and the parties and                  |
| 11 | Staff held a technical session                           |
| 12 | thereafter.)   |
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