STATE OF NEW HAMPSHIRE

Inter-Department Communication

DATE: June 27, 2012 **AT (OFFICE):** NHPUC

David

FROM: David Goyette, Utility Analyst III - Telecommunications

SUBJECT: DT 12-149 Union Telephone Company

Intrastate Access Reform

TO: Commissioners

Debra Howland, Executive Director

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JUN 27 2012

NH PUBLIC COMMISSION

On June 1, 2012, Union Telephone Company (Union) filed changes to its access tariff, NHPUC No. 10, to restructure its intrastate local transport rate elements to match the structure of its interstate local transport rate elements, in conformity with the transitional access service pricing provisions in the Federal Communications Commission's (FCC's) USF/ICC Order¹ and Clarification Order².

The USF/ICC Order and the Clarification Order allow each rate-of-return³ ILEC to apply its interstate access rates and rate structure to its intrastate access rates and rate structure, and to establish rates for Transitional Intrastate Access Service.

Union submitted a completed version of a spreadsheet template prepared by Staff, which included demand data and related calculations. Pursuant to Order 25,363, the demand data and related calculations have been granted confidential treatment.

Staff has reviewed the proposed tariff and supporting work papers submitted by Union, to confirm the changes comply with the FCC's requirements. Staff recommends the tariff be allowed to go into effect as proposed, on July 3, 2012.

³ Rate-of-return, here, refers to the carrier's regulatory regime for federal purposes.

¹ Connect America Fund et al., WC Docket No. 10-90 et al., Report and Order and Further Notice of Proposed Rulemaking, 26 FCC Rcd 17663 (2011

² Connect America Fund et al., WC Docket No. 10-90 et al., Order, DA 12-870 (released June 5, 2012)