

Agenda Date: 8/19/15 Agenda Item: IVA

STATE OF NEW JERSEY Board of Public Utilities 44 South Clinton Avenue, 9th Floor Post Office Box 350 Trenton, New Jersey 08625-0350 www.nj.gov/bpu/

)

)

)

)

)

TELECOMMUNICATIONS

IN THE MATTER OF THE JOINT APPLICATION OF UNITED TELEPHONE COMPANY OF NEW JERSEY, INC. D/B/A CENTURYLINK AND TELEPORT COMMUNICATIONS AMERICA, LLC FOR APPROVAL OF AN INTERCONNECTION AGREEMENT UNDER SECTION 252 (e) OF THE TELECOMMUNICATIONS ACT OF 1996 ORDER APPROVING INTERCONNECTION AGREEMENT

DOCKET NO. TO15010114

Parties of Record:

Zsuzsanna E. Benedek, Esq., United Telephone Company of New Jersey, Inc. d/b/a Centurylink **David Handal**, Director of Financial Analysis, Teleport Communications America, LLC **Stefanie A. Brand, Esq.**, Director, New Jersey Division of Rate Counsel

BY THE BOARD:

By letter dated January 28, 2015, United Telephone Company of New Jersey, Inc. d/b/a CenturyLink ("CenturyLink"), a New Jersey corporation, and Teleport Communications America, LLC ("Teleport"), (jointly, "the Parties"), pursuant to Sections 251 and 252 of the Telecommunications Act of 1996, P.L. 104-104, 110 Stat. 56 (codified in scattered sections of 47 <u>U.S.C.</u> §151 <u>et seq.</u>) ("Act"), submitted to the Board of Public Utilities ("Board") a joint application ("Application") for approval of a negotiated interconnection agreement, entitled "Interconnection Agreement by and Between United Telephone Company of New Jersey, Inc. d/b/a CenturyLink and Teleport Communications America, LLC for the State of New Jersey" ("Agreement"). CenturyLink is an incumbent local exchange carrier as defined by the Act with the duty to negotiate interconnection agreements pursuant to Section 252 of the Act. <u>See</u> 47 <u>U.S.C.</u> §251(c) and §251(h)(1). The Agreement sets forth the rates, terms and conditions under which CenturyLink will offer to Teleport telecommunications services for the purpose of resale.

CenturyLink and Teleport assert that the Agreement satisfies the requirements for Board approval because it does not discriminate against any other telecommunications carrier, as required by Section 252(e)(2)(A)(i). The Parties also assert that the Agreement is consistent with the public interest, convenience and necessity, as required by Section 252(e)(2)(A)(i).

The Parties assert that the Agreement will become effective on the date of Board approval and thereafter, as noted in the Agreement, it will continue in full force and effect unless terminated

as provided in the Agreement. The Agreement provides for post-termination interim services arrangements.

The New Jersey Division of Rate Counsel ("Rate Counsel") submitted comments to the Board by letter dated March 3, 2015, which indicated that it does not object to Board approval of the Agreement, subject to consideration of specific issues, conditions and recommendations. Letter from Rate Counsel to the Board at 2.

CenturyLink submitted a response to Rate Counsel's comments to the Board by letter dated March 11, 2015, and requested the Board approve the Agreement as negotiated and as filed by the Parties. Letter from CenturyLink to the Board at 1.

The Board finds that Rate Counsel's objections to certain provisions of the Agreement are without merit, and accordingly, the Board declines to make modifications to the Agreement. See Order, I/M/O the Joint Application of Verizon New Jersey, Inc. and Ernest Communications, Inc. For Approval of an Interconnection Agreement Under Section 252(e) of the Telecommunications Act of 1996, Docket No. TO02050287, dated September 18, 2002 (rejecting Rate Counsel's recommendation that Condition 3 of the Pricing Section of the Agreement is inconsistent with FCC rules).

DISCUSSION

Pursuant to 47 <u>U.S.C.</u> §252(a)(1), an incumbent LEC may negotiate and enter into a binding interconnection agreement with a carrier requesting interconnection, service, or network elements without regard to the standards set forth in 47 <u>U.S.C.</u> §251(b) and (c). In addition, 47 <u>U.S.C.</u> §252(e)(1) requires approval by the Board of any interconnection agreement adopted by negotiation or arbitration, and further requires the Board to approve or reject the Agreement, with written findings as to any deficiencies. The Act provides that the Board may reject a negotiated agreement only if it finds that: "(i) the agreement (or portion thereof) discriminates against a telecommunications carrier not a party to the agreement; or (ii) the implementation of such agreement or portion is not consistent with the public interest, convenience, and necessity....." 47 <u>U.S.C.</u> §252(e)(2)(A).

The Board's review of the Agreement and the record in this matter indicate that the Agreement is consistent with the public interest, convenience, and necessity and does not discriminate against telecommunications carriers not parties to the Agreement. Therefore, the Board <u>FINDS</u> that the Agreement meets the standards set forth in the Act, and <u>HEREBY APPROVES</u> the Agreement as presented by the Parties. This approval should not be construed as preapproval of any future petitions for rate recovery of costs incurred pursuant to the Agreement. In addition, approval does not constitute a determination concerning, nor shall the Board be bound by, any provisions within the Agreement regarding the confidentiality of information.

The Board notes that amendments or modifications to Board-approved interconnection agreements are subject to Board review and approval. No agreement shall be read, nor does the Board believe the Parties to the Agreement intend that it be read, to limit the authority of the Board under Section 252(e) of the Act to review interconnection agreements. Accordingly, until and unless otherwise provided by the Board, subsequent amendments or modifications to the Agreement approved herein shall be subject to review and approval by the Board. Additionally, pursuant to 47 <u>U.S.C.</u> §252(h), a copy of the Agreement will be made available for public inspection and copying within ten days of the issuance of this Order.

This Order shall be effective on August 29, 2015.

DATED: 8/19/15

BOARD OF PUBLIC UTILITIES BY:

RICHARD S. MR⁄OZ PRESIDENT

JØSÉPH L. FIORDALISO

JØSEPHIL, FIORDALISO COMMISSIONER

NM/

DIANNE SOLOMON COMMISSIONER

MARY-ANNA HOLDEN

COMMISSIONER

UPÉNDRA J. CHIVUKULA COMMISSIONER

ATTEST: TRENE KIM ASBURY SECRETARY

I HEREBY CERTIFY that the within document is a true copy of the original in the files of the Board of Public Utilities

3

IN THE MATTER OF THE JOINT APPLICATION OF TELEPORT COMMUNICATIONS AMERICA, LLC AND UNITED TELEPHONE COMPANY OF NEW JERSEY, INC. D/B/A CENTURYLINK FOR APPROVAL OF AN INTERCONNECTION AGREEMENT UNDER SECTION 252 OF THE TELECOMMUNICATIONS ACT OF 1996

DOCKET NO. TO15010114

SERVICE LIST

Zsuzsanna E. Benedek, Esq. United Telephone Company of New Jersey, Inc. d/b/a CenturyLink 240 North Third Street, Suite 300 Harrisburg, PA 17101

Stefanie A. Brand, Esq., Director Division of Rate Counsel 140 Front Street, 4th Floor Post Office Box 003 Trenton, NJ 08625-0003

Maria Novas-Ruiz, Esq. Division of Rate Counsel 140 Front Street, 4th Floor Post Office Box 003 Trenton, NJ 08625-0003

Patricia A. Krogman Deputy Attorney General Department of Law & Public Safety Division of Law 124 Halsey Street Post Office Box 45029 Newark, NJ 07101-45029 Rocco Della Serra Division of Telecommunications Board of Public Utilities 44 South Clinton Avenue, 9th Floor Post Office Box 350 Trenton, NJ 08625-0350

Jimarli Figueiredo Division of Telecommunications Board of Public Utilities 44 South Clinton Avenue, 9th Floor Post Office Box 350 Trenton, NJ 08625-0350

David Handal Director of Financial Analysis Teleport Communications America, LLC 1 AT&T Way Room 4A105 Bedminster, NJ 07921