



Agenda Date: 02/27/08
Agenda Item: IVA

STATE OF NEW JERSEY
Board of Public Utilities
Two Gateway Center
Newark, NJ 07102
www.nj.gov/bpu

TELECOMMUNICATIONS

IN THE MATTER OF THE JOINT APPLICATION OF)
CAPITAL TELECOMMUNICATIONS, INC.AND UNITED)
TELEPHONE COMPANY OF NEW JERSEY, INC. D/B/A)
EMBARQ FOR APPROVAL OF A MASTER RESALE)
AGREEMENT UNDER SECTION 252 OF THE)
TELECOMMUNICATIONS ACT OF 1996) DOCKET NO. TM06040323

(SERVICE LIST ATTACHED)

BY THE BOARD:

By letter dated April 26, 2006, United Telephone Company of New Jersey, Inc. d/b/a Embarq ("Embarq"), a New Jersey corporation, and Capital Telecommunications, Inc. ("Capital Telecommunications"), (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.S.C. §151 *et seq.*) ("the Act"), submitted to the Board of Public Utilities ("Board") a joint application ("Application") for approval of a negotiated resale agreement, titled "Master Resale Agreement for the State of New Jersey" and dated March 10, 2006 ("the Agreement"). Embarq is an incumbent local exchange carrier as defined by the Act with the duty to negotiate resale agreements pursuant to Section 252 of the Act. See 47 U.S.C. §251(c) and §251(h)(1). The Agreement sets forth the rates, terms and conditions under which Embarq will offer to Capital Telecommunications telecommunications services for the purpose of resale.

Embarq and Capital Telecommunications 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 aver that the terms contained in the Agreement are available to any other telecommunications carrier operating in New Jersey, and that other carriers are not bound by the Agreement, remaining free to negotiate independently with Embarq pursuant to Section 252 of the Act. Application at 3.

The Agreement is in effect until March 9, 2008 and thereafter, as noted in the Agreement, continues in full force and effect unless terminated as provided in the Agreement. The Agreement provides for post-termination interim services arrangements.

The Parties also assert that the Agreement is consistent with the public interest, convenience and necessity, as required by Section 252(e)(2)(A)(ii) because it will permit Capital Telecommunications to compete with Embarq as a local telephone service reseller for both residential and business customers, and it will promote local competition in Embarq's service territory, thereby fostering the goals of the Act.

DISCUSSION

Pursuant to 47 U.S.C. §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.S.C. §251(b) and (c). In addition, 47 U.S.C. §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.

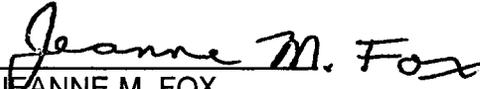
[47 U.S.C. §252(e)(2)(A)].

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 FINDS that the Agreement meets the standards set forth in the Act, and HEREBY APPROVES 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.

Pursuant to 47 U.S.C. §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.

DATED: 3/4/08

BOARD OF PUBLIC UTILITIES
BY:


JEANNE M. FOX
PRESIDENT


FREDERICK F. BUTLER
COMMISSIONER

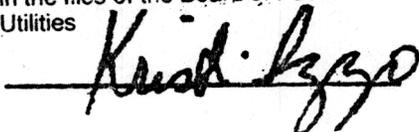

JOSEPH L. FIORDALISO
COMMISSIONER


CHRISTINE V. BATOR
COMMISSIONER

ATTEST:


KRISTI IZZO
SECRETARY

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



Service List

Docket No. TM06040323

Zsuzsanna E. Benedek
United Telephone Company d/b/a Embarq
240 North Third Street, Suite 201
Harrisburg, PA 17101

Jimarli Figueiredo
Board of Public Utilities
Division of Telecommunications
Two Gateway Center
Newark, NJ 07102

Ronald K. Chen, Ratepayer Advocate
Christopher White, Esq.
Maria Novas-Ruiz, Esq.
Division of Ratepayer Advocate
31 Clinton Street, 11th Floor
P.O. Box 46005
Newark, NJ 07101

Elise Goldblat, D.A.G.
Arlene Pasko, D.A.G.
Department of Law & Public Safety
124 Halsey Street, 5th Floor
Newark, NJ 07102

Ann Shafer
Capital Telecommunications, Inc.
200 West Street
York, PA 17401