

Agenda Date: 09/30/14 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 VERIZON NEW JERSEY INC. AND DISCOUNT CLEC SERVICES CORPORATION FOR APPROVAL OF AN INTERCONNECTION AGREEMENT UNDER SECTION 252 (e) OF THE TELECOMMUNICATIONS ACT OF 1996))))	ORDER APPROVING INTERCONNECTION AGREEMENT DOCKET NO. TO14040323

Parties of Record:

Gregory M. Romano, Esq., Verizon New Jersey Inc.
Stefanie A. Brand, Esq., Director, New Jersey Division of Rate Counsel
John Cory, President, Discount CLEC Services Corporation

BY THE BOARD:

By letter dated April 4, 2014, Verizon New Jersey Inc. ("Verizon"), a New Jersey corporation, and Discount CLEC Services Corporation ("Discount CLEC") (jointly, "the Parties"), pursuant to Section 252(e) 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>) ("the Act"), submitted to the Board of Public Utilities ("Board") a joint application ("Application") for approval of a certain negotiated interconnection agreement dated March 10, 2014 ("the Agreement"). Verizon asserts: "The Act specifies in § 252(e)(4) that, if a state agency does not act to approve or reject an agreement reached by negotiation within 90 days following the filing, it shall be deemed approved." <u>Id.</u> at 1.

The Agreement sets forth the terms, conditions, and prices under which Verizon will offer and provide access to unbundled network elements, ancillary services, and wholesale telecommunications services available for resale to Discount CLEC. The Agreement is in effect until March 9, 2016 and thereafter, as noted in the Agreement, continues in full force and effect unless terminated as provided in the Agreement.

By letter dated May 29, 2014, the Division of Rate Counsel ("Rate Counsel") submitted comments, stating that it "does not object to the Board's grant of approval of Petitioners' request" subject to conditions and modifications "to prevent discriminatory and anti-competitive

practices which if permitted violate public interest and the provision of safe, and adequate telecommunications services at reasonable rates." <u>Id.</u> at 1. Nevertheless, Rate Counsel "is satisfied that the terms of the agreement meet the requirements of Section 252(e) of the Telecommunications Act of 1996." <u>Id.</u> at 2.

DISCUSSION

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). 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. 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 or any portion thereof 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 thereof 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 that the Agreement 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, 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 in accordance with N.J.S.A. 48:2-40.

DATED:

9/30/14

BOARD OF PUBLIC UTILITIES BY:

PRESIDENT

ATTEST:

SECRETARY

I HEREBY CERTIFY that the within

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