#### STATE OF NEW HAMPSHIRE

#### BEFORE THE

## PUBLIC UTILITIES COMMISSION

DT 08-013

Comcast Phone of New Hampshire, LLC

Request for Authority to Provide Local Telecommunications Services

## Joint Motion by New Hampshire Telephone Association, Merrimack County Telephone Company and Kearsarge Telephone Company to Supplement the Record

NOW COME the New Hampshire Telephone Association ("NHTA"), Merrimack County Telephone Company ("MCT") and Kearsarge Telephone Company ("KTC" and referred to hereinafter collectively with the NHTA and MCT as the "RLEC Representatives") and hereby move to supplement the record in this proceeding and in support of their motion, state as follows:

- 1. This Commission has before it the request of Comcast Phone of New Hampshire, LLC ("Comcast Phone") for authority to engage in business as a telephone utility within the service territories of KTC, MCT and Wilton Telephone Company, Inc. ("WTC").
- 2. In this proceeding, the RLEC Representatives have questioned whether Comcast Phone actually intends to offer the services on which it relies for certification and assert that what Comcast Phone really intends to do is provide interconnection for its voice over Internet protocol ("VoIP") affiliate, Comcast IP Phone II, LLC ("Comcast IP").

- 3. The RLEC Representatives have further contended that it is not consistent with free and fair competition or the public good for incumbent local exchange carriers to be fully regulated while Comcast offers its Digital Voice service on an unregulated basis. Accordingly, the RLEC Representatives have urged this Commission to address the regulatory treatment of Comcast IP's Digital Voice service.
- 4. Comcast Phone asserts that its certification should be granted without any investigation of the regulatory status of Digital Voice service.
- 5. On January 18, 2009, the General Counsel and the Chief of the Wireline Competition Bureau of the Federal Communications Commission (the "FCC") issued a letter to Comcast Phone's parent, Comcast Corporation ("Comcast"), which asks Comcast to explain why certain information was omitted from an FCC filing and requests "...that Comcast explain any reason the Commission should not treat Comcast's VoIP offering as a telecommunications service under Title II [of the Federal Communications Act of 1934]...." Comcast's response to the FCC is due on or before January 30, 2009.
- 6. This information and the regulatory implications included within the FCC letter are directly relevant to the position taken by the RLEC Representatives in the present Docket and to telecommunications policy in New Hampshire. In offering this supplemental information for the Commission's consideration, which is not offered as an evidentiary exhibit, the RLEC Representatives do not object to the Commission considering any response from Comcast Phone directly related to the FCC letter. The RLEC Representatives respectfully request the opportunity to respond to any Comcast Phone filing.

7. Accordingly, the RLEC Representatives respectfully request that this Commission supplement the record in this Docket by incorporating the FCC letter within the record. The letter is attached hereto as <u>Exhibit A</u>.

WHEREFORE, RLEC Representatives respectfully requests that the Commission grant this Motion to Supplement the Record.

Respectfully submitted,

NEW HAMPSHIRE TELEPHONE ASSOCIATION KEARSARGE TELEPHONE COMPANY MERRIMACK COUNTY TELEPHONE COMPANY

By Its Attorneys,

DEVINE, MILLIMET & BRANCH, PROFESSIONAL ASSOCIATION

Dated: January 22, 2009

Frederick J. Coolbroth Patrick C. McHugh 49 North Main Street Concord, NH 03301 (603) 226-1000

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## CERTIFICATE OF SERVICE

I hereby certify that a PDF copy of the foregoing objection was forwarded this day to the

parties by electronic mail.

Dated: January 22, 2009

Frederick J. Coolbroth, Esq.

Patrick C. McHugh, Esq.



# Federal Communications Commission Washington, D.C. 20554

January 18, 2009

## VIA FACSIMILE AND FIRST CLASS MAIL

Kathryn A. Zachem Vice President, Regulatory Affairs Comcast Corporation 2001 Pennsylvania Ave. NW, Suite 500 Washington, DC 20006 FAX: (202) 466-7718

Re:

In the Matters of Formal Complaint of Free Press and Public Knowledge Against Comcast Corporation for Secretly Degrading Peer-to-Peer Applications; Broadband Industry Practices: Petition of Free Press et al. for Declaratory Ruling that Degrading an Internet Application Violates the FCC's Internet Policy Statement and Does Not Meet an Exception for "Reasonable Network Management," File No. EB-08-IH-1518, WC Docket No. 07-52.

## Dear Ms. Zachem:

The Commission has received your submission of September 19, 2008, detailing Comcast's broadband network management practices, Comcast's planned deployment of protocol-agnostic network management practices, and Comcast's plan for complying with the *Comcast Network Management Practices Order*, and your submission of January 5, 2009, certifying Comcast's fulfillment of the compliance plan.

We seek clarification with respect to an apparent discrepancy between Comcast's filing and its actual or advertised practices. Specifically, in Appendix B of your September 19 submission, Comcast notes that if a consumer uses 70% of his provisioned bandwidth for 15 minutes or more when his neighborhood Cable Modem Termination System (CMTS) node has been near capacity for a period of 15 minutes or more, that consumer loses priority when routing packets through congested portions of the network. See Letter from Kathryn A. Zachem, Vice President of Regulatory Affairs, Comcast Corporation, to Marlene H. Dortch, Secretary, FCC, App. B at 8–10 (filed Sept. 25, 2008). If such a consumer then places a Voice over Internet Protocol (VoIP) call along a route experiencing actual congestion, Comcast states that consumer may find that his "VoIP call sounds choppy." Id. at 13. Critically, the Appendix draws no distinction between Comcast's VoIP offering and those offered by its competitors.

Comcast's website, however, suggests that such a distinction does in fact exist. The website claims that "Comcast Digital Voice is a separate facilities-based IP phone

service that is not affected by this [new network management] technique." Comcast Help & Support, Frequently Asked Questions about Network Management, at http://help.comcast.net/content/faq/Frequently-Asked-Questions-about-Network-Management (last visited Jan. 12, 2009) ("Frequently Asked Questions"). It goes on to state, by contrast, that customers of other "VoIP providers that rely on delivering calls over the public Internet . . . may experience a degradation of their call quality at times of network congestion." Id.

We request that Comcast explain why it omitted from its filings with the Commission the distinct effects that Comcast's new network management technique has on Comcast's VoIP offering versus those of its competitors. We also ask that you provide a detailed justification for Comcast's disparate treatment of its own VoIP service as compared to that offered by other VoIP providers on its network. In particular, please explain how Comcast Digital Voice is "facilities-based," how Comcast Digital Voice uses Comcast's broadband facilities, and, in particular, whether (and if so, how) Comcast Digital Voice affects network congestion in a different manner than other VoIP services.

To the extent that Comcast maintains that its VoIP offering is a telephone service offering transmission facilities for VoIP calls distinct from Comcast's broadband offering, then it would appear that the fee Comcast assesses its customers for VoIP service pays in part for the privileged transmission of information of the customer's choosing across Comcast's network. As we have stated before, the "heart of 'telecommunications' [under the Act] is transmission." Pulver.com Order, 19 FCC Rcd 3307, 3312, para, 9 (2004) (holding that the Internet-based service at issue was not "telecommunications" because the provider "neither offers nor provides transmission to its members"); see 47 U.S.C. § 153(43) (defining "telecommunications" as "the transmission, between or among points specified by the user, of information of the user's choosing, without change in the form or content of the information as sent and received"). And offering "telecommunications for a fee directly to the public" is the statutory definition of a telecommunications service. 47 U.S.C. § 153(46); cf. Cable Modem Order, 17 FCC Rcd 4798, 4823, para. 40 (2002) (classifying cable modem service as an information service only because the "telecommunications component is not ... separable from the data-processing capabilities of the service" and because no cable modem service provider made a "stand-alone offering of transmission for a fee directly to the public"). Given that Comcast apparently is maintaining that its VoIP service is a "separate facilities-based" telephone service that is distinct from its broadband service and differs from the service offered by "VoIP providers that rely on delivering calls over the public Internet," Frequently Asked Questions, it would appear that Comcast's VoIP service is a telecommunications service subject to regulation under Title II of the Communications Act of 1934, as amended.

We thus request that Comcast explain any reason the Commission should not treat Comcast's VoIP offering as a telecommunications service under Title II — a service subject, among other things, to the same intercarrier compensation obligations applicable to other facilities-based telecommunications carriers. See IP-in-the-Middle Order, 19 FCC Rcd 7457, 7466–67, para. 15 (2004) (holding that access charges apply to AT&T's IP-in-the-middle telephony, given that "[e]nd users place calls using the same method" as

they would otherwise, that the service provides no "enhanced functionality," and that the service "imposes the same burdens on the local exchange as do circuit-switched interexchange calls"). We understand that Comcast's VoIP service is not yet complying with such intercarrier compensation obligations.

Please submit your response by the close of business on Friday, January 30, 2009.

Sincerely,

Dana R. Shaffer

Chief

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Wireline Competition Bureau

Matthew Berry

General Counsel

Federal Communications Commission