## STATE OF NEW HAMPSHIRE

## PUBLIC UTILITIES COMMISSION

November 10, 2005 - 1:44 p.m. Concord, New Hampshire

RE: **DM 05-172** 

INVESTIGATION INTO THE TIMELY INSTALLATION/UN-INSTALLATION OF

UTILITY POLES.

(Prehearing conference)

PRESENT: Chairman Thomas B. Getz, Presiding

Commissioner Graham J. Morrison Commissioner Michael D. Harrington

Jody Carmody, Clerk

APPEARANCES: Reptg. Verizon New Hampshire:

Victor D. Del Vecchio, Esq.

Reptg. Public Service Co. of New Hampshire:

Gerald M. Eaton, Esq.

Reptg. Granite State Electric d/b/a National

Grid - New Hampshire:

Colin Owyang, Esq.

Reptg. Unitil Energy Systems, Inc.:

Gary M. Epler, Esq.

Reptg. New Hampshire Electric Cooperative:

Mark W. Dean, Esq.

Court Reporter: Steven E. Patnaude, CCR

1	APPEARANCES:	(Continued)
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3		Jeremy L. Katz
4		Reptg. N. H. Telephone Association: Frederick J. Coolbroth, Esq.
5		Reptg. Freedom Ring d/b/a BayRing Comm.: Steven Wengert
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7		Reptg. Associated Gen. Contractors of N. H.: Gary A. Abbott, Executive Vice President
8		Reptg. the City of Concord, N. H.: Paul F. Cavanaugh, Esq., City Solicitor
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10		Reptg. the municipalities of Exeter, Hanover, Keene, Newmarket, Portsmouth, Raymond, Salem, Seabrook and Stratham:
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17		Reptg. the City of Rochester, N. H.: Danford J. Wensley, Esq.
18		Reptg. the N. H. Dept. of Transportation:
19		Lynmarie C. Cusack, Esq., Asst. Atty. General
20		Reptg. New England Cable & Telecom. Assn.: William D. Durand, Esq.
21		Reptg. Residential Ratepayers:
22		F. Anne Ross, Esq., Consumer Advocate
23		Reptg. the NHPUC Staff: Lynn Fabrizio, Esq.
24		

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## PROCEEDINGS

CHAIRMAN GETZ: Okay. Good afternoon.

I'd like to open this prehearing conference in docket DM

05-172. On October 20, 2005, Staff filed a memorandum

with the Commission setting forth a discussion of a number

of issues related to the installation and maintenance and

shared use of utility poles. On October 24, the

Commission issued an order of notice scheduling the

prehearing conference for this afternoon. And, among

other things, noted that mandatory parties to this

proceeding would be Verizon New Hampshire, Public Service

Company of New Hampshire, Granite State Electric, doing

business as National Grid, Unitil Service Corp., and the

New Hampshire Electric Cooperative.

Before I go any further, let me explain the process, because there's probably a number of people here who have not participated in Commission proceedings before. This is a prehearing conference. This is the first step in an investigation. So, what we do today is we address issues of who wants to intervene and participate as a full party to this proceeding; we take public comment; and we hear initial or preliminary positions from the parties; and we'll also deal with issues, if there any objections to motions to intervene.

The difference between intervening as a party and making a public comment is this: If you are a party to a proceeding, and you've demonstrated a right, duty or interest that's affected by this proceeding, then you will be in a position where you can do cross-examination of witnesses, to the extent we get to a full-blown hearing with testimony, you can provide testimony and file briefs. You can also make comments at any time. To make a public comment during this proceeding, to follow the proceedings, to get copies of official documents in this proceeding, you do not need to be a full party in interest or an intervenor. So, I would just like to try to explain that at this point.

After the prehearing conference, there will be a technical session off the record, where the Commissioners will not be present, and that, given the size of this proceeding, I think a good deal of that will be directed to trying to come to some conclusions about what the procedural schedule would be. And, also, given the number of parties, the number of issues, I also would expect that there would be more than one technical conference, but that will be something that we tend to defer to the parties on how they want to -- how they want to proceed.

I also have a couple of lists of motions to intervene, and it also looks like there are some parties who are here today who haven't filed motions. So. what I intend to do is go through the docket book filings that we have, and I will start with Staff, and then I will go through all the parties who have moved to intervene in the order that we received them, and give those parties an opportunity to explain their position. And, then, I will turn to interested parties who are here today, who haven't filed a motion to intervene, and give them a chance to make a public comment. And, then, also, to the extent there's anybody here who's not on either of these lists and who's seeking to intervene, then we'll hear those issues at the end. And, in the parties -- the discussion of the parties, after the motions to intervene, I'll turn to the mandatory parties.

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So, I will turn now to Staff. But, if, during the process, there's any questions, please let me know and we'll try to deal with them.

Ms. Fabrizio.

MS. FABRIZIO: Thank you, Mr. Chairman. The number of complaints and inquiries coming into the Commission staff, not only through the Consumer Affairs Division, but through the Electric and Telecom Divisions

as well, suggest the time is ripe for a generic investigation into utility pole-related issues.

Staff is not proposing a finger-pointing exercise or a squabble over numbers and characterizations of complaints. And, we see these issues as separate and distinct from the quality of service docket the Commission opened in 2004. The range of issues that have been raised through a wide variety of sources, not to mention the amount of interest demonstrated by today's attendance, simply confirms that our concern and our desire for a practical and comprehensive discussion is well-grounded.

The issues that have been raised in calls to Staff touch on the timely installation and removal of poles; the trimming and maintenance of poles; utility response to emergency situations; potential competitive barriers created by the current structure of pole ownership and responsibility, that is, problems in coordination between telecommunications and electric service, as well as between telecommunications providers; provisioning delays; and charges for private property construction.

In Staff's view, the range of issues raised, and the level of complaints received, warrant an investigation into what is really going on. Staff will

seek to determine whether the issues that have been traditionally addressed by joint pole agreements remain practicable in today's environment; to investigate issues regarding multiple attachers; to consider whether private property construction charges should be revised to make them less confusing to customers; and to determine whether the joint ownership of utility poles remains in the public interest.

The issues raised in this docket concern electric as well as the telecommunications service. In fact, that is why Staff recommended that the electric utilities as well as the primary incumbent telephone utility be made mandatory parties. Given the importance of the public infrastructure, a thorough evaluation of these issues is necessary. And, the experiences of each of the electric utilities and Verizon, as well as other interested parties, are crucial to that thorough evaluation.

Staff views this investigation as an opportunity to clarify the scope of issues that appear to be affecting a very broad range of interested parties, to pinpoint specific breakdowns in the current system of utility pole management, and to reach an acceptable solution to the issues that have been raised.

Because these issues are quite broad in scope, we will seek to work with interested parties to prioritize the order in which they should be addressed, and we may further recommend that certain issues be resolved before moving on to other aspects of the investigation.

Thank you.

CHAIRMAN GETZ: Thank you. Ms. Ross.

MS. ROSS: Thank you. Good afternoon

Commissioners. I'm Anne Ross, with the Office of Consumer Advocate. Our office is alarmed by the number of consumer complaints which have been summarized in the Staff's October 20 report. It is apparent that utility pole issues seem to be on the rise at an alarming rate. In particular, it appears that Verizon is not meeting its operational responsibilities to either its customers, the general public at large, or to its utility partners, when it comes to pole installation and maintenance issues.

Public safety, the competitive market, consumer satisfaction, service quality, and service reliability are all issues that can be negatively impacted, not only for Verizon, but for any entity that occupies space or seeks to occupy space on a pole jointly owned by Verizon.

The OCA looks forward to participating in this docket on behalf of residential ratepayers, to ensure that all issues regarding responsibilities for pole ownership and maintenance are being met as required by the public good. Thank you.

CHAIRMAN GETZ: Thank you. Mr. Katz, from segTEL. I also point out, you may have, if there's not a microphone close by, you may have to come up to the podium, so that the stenographer can record everything.

MR. KATZ: Good afternoon, Mr. Chairman. My name is Jeremy Katz. And, I represent segTEL. And, segTEL is a competitive local exchange provider in New Hampshire. We seek to self-deploy our own fiber-based facilities, and to that extent we have applied for licenses to attach to over 2,000 utility poles in New Hampshire in the last year. We believe it's highly likely that the amount of poles that we apply to attach to in the upcoming years will be substantially more than that. We believe we have a substantial amount of experience that we can contribute to this investigation. And, our primary concern is whether or not the present system presents barriers to entering, in terms of our self-deployment.

And, on November 7th, I added a motion for the clarification of the scope of the investigation,

because my interpretation of the original order of notice was that a lot of the inquiry was focussed upon Verizon's response to pole attachment and pole maintenance issues. And, I believe that, as joint custodians of the poles, that the electric companies also are substantial players in this, even with regards to competitive utility deployment. And, we would like to ensure that we have an ability to discuss our experiences with the electric providers as well.

Thank you.

CHAIRMAN GETZ: Thank you. The New Hampshire Telephone Association, Mr. Coolbroth.

MR. COOLBROTH: Thank you, Mr. Chairman.

Good afternoon, Commissioners. On behalf of the New
Hampshire Telephone Association, I'm Frederick Coolbroth,

of the firm of Devine, Millimet & Branch, in Concord. We
have petitioned to intervene in this proceeding. The
member companies of the New Hampshire Telephone

Association are incumbent local exchange carriers in their
service territories. While we're not aware of any of the
performance issues that are the subject of the Staff
memorandum having been issues with our companies, to the
extent that this generic proceeding is going to make
decisions regarding the joint ownership of poles, that

will directly affect us. We are joint owners of poles.

And, in some cases, attaching carriers in various

locations. So, we are directly affected.

I will note that the Staff memo makes reference towards even a single complaint of Granite State Telephone, and Granite State Telephone has looked and can find no record of that complaint internally within the company. So, they weren't aware of the specific instance that was raised in the Staff's memo. As I say, these companies have prided themselves on the services they provide, and, at the same time, do need to be players here if generic issues regarding poles are going to be addressed. Thank you.

CHAIRMAN GETZ: Thank you. Freedom Ring, Ms. Hassen. Obviously, you're not Ms. Hassen.

MR. WENGERT: Obviously. My name is Steven Wengert, representing Freedom Ring, BayRing Communications. We're a CLEC in the State of New Hampshire, also as with segTEL, we would mimic his thoughts concerning the issues that he raised. Also, another point we would like to raise is the time frame from application to the ability to get a license for the attachments as well, being, normally, on average between six and to eight months, which is a very long time frame.

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Also, the cost associated with Verizon at this point
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       establishing that they require to be the lowest on the
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              In the Seacoast of New Hampshire, there's been a
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       lot of, over the years, movement from Verizon that we had
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       to pay for, where it was Verizon and the power company,
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       but Verizon had to make a move to allow us to go on the
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       pole, because they moved down more.
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                         So, those are the issues that we see in
       this case as well.
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                           Thank you.
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                         CHAIRMAN GETZ:
                                         Thank you.
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       Telephone?
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                          (No verbal response)
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                         CHAIRMAN GETZ:
                                         The Associated General
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       Contractors, Mr. Abbott.
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                         MR. ABBOTT:
                                      Thank you. My name is Gary
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       Abbott.
                I'm the Executive Vice President of the
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       Associated General Contractors of New Hampshire.
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       to first apologize for any mistakes I might have made in
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       the intervening. We have since sent out our intervening
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       letter to the service list this morning as I found out
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       that we were supposed to do that by Monday.
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       apologize in advance for any errors that we might have
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       made in that proceeding. Who we are, we represent
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commercial and industrial building contractors and highway

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contractors and subcontractors and suppliers. We represent a large majority of the highway contractors in the state. This issue has been growing for us, in the sense that there's becoming more and more concern about utility movement on state highway construction projects. Enough that the Association in June did a survey of those highway contractors, regarding complaints and problems with utility movement. I can tell you that the survey had 77 percent of those that responded had issues with utility movement.

The agency board of directors then took an action that requested that I, one, start to meet with appropriate utilities that were coming through that survey, trying to rectify the issues that we're having on state highway construction projects. The other thing that they asked me to do was we proposed to the Department of Transportation contractual language and their specifications regarding financial compensation for delays caused by others outside of the construction industry where the general contractor has control. We presented that to DOT in August. Currently, DOT allows for time extensions only. And, our request was financial compensation if it pushed us into a new construction year. So, this concern on our part has some financial

implications on contractors doing work for the State and trying to meet their contractual obligations.

So, that's why we intervened in this, because, at the same time we were working on this that I got the Department of Public Utilities Commission's actions for this docket. And, so, we felt it was appropriate to intervene in this, and look forward to working with the PUC.

CHAIRMAN GETZ: Thank you. City of Concord?

MR. CAVANAUGH: Is that on?
CMSR. HARRINGTON: Yes.

MR. CAVANAUGH: Yes. My name is Paul Cavanaugh. I'm the City Solicitor for Concord. We filed to intervene, and I think our primary reason for wanting to intervene is a deep concern about the safety, public safety. There are, currently, I understand at least 102 double poles in Concord. Some of these poles have been put up because of the fact that the original pole is deemed to be unsafe. And, these poles stay there because Verizon has not moved its wires from the old pole to the new ones. We have quite a bit of concern about that, because of the fact that we have our fire cables, municipal communications, and other carrier communications

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       that are necessary for the safety of the citizens of
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       Concord, and we think they're being endangered by this.
       And, we would like to have some kind of resolution as to a
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       timetable as to when these should be done and how they're
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       going to be done. And, we also have some other concerns
       about the question of attachments to the poles and the
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       City's rights to have those attachments for its fire cable
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       and for other municipal uses.
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                         CHAIRMAN GETZ:
                                         Thank you.
                                                      Sprint,
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       Nextel?
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                          (No verbal response)
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                         CHAIRMAN GETZ: We have the
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       municipalities of Exeter, Hanover, Keene, Newmarket,
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       Portsmouth, Raymond, Salem, Seabrook and Stratham.
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                         MR. CIANDELLA: Mr. Chairman, members of
       the Commissioners, I'm Rob Ciandella, of Donahue, Tucker &
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       Ciandella. And, I'm here this afternoon on behalf of nine
       municipalities; Exeter, Hanover, Keene, Newmarket,
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       Portsmouth, Raymond, Salem, Seabrook and Stratham.
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       we've filed a petition on behalf of those nine
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       municipalities to intervene without limitation.
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                          The interest of these municipalities is
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       really tied to the responsibilities that these
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       municipalities and other municipalities have under New
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Hampshire law to manage the right-of-way. The municipalities are responsible for the safety of the right-of-way and they permit by license the installation of the poles and other facilities within the right-of-way. And, their authority in that regard is based on public good.

In addition, municipalities, since
September 11, have had significant emergency management
responsibilities, which have devolved upon them, and the
municipalities have a vital interest in issues relating to
what has been a historic dedication of space on the poles
for the discharge of emergency management responsibilities
and public safety responsibilities.

So, these municipalities have a direct and substantial interest in this generic investigation. And, just to close, some of the issues in the Staff report, which may not, on the surface, seem to directly affect the municipalities, we think do, because they're really tied to economic development, because telecommunications infrastructure is vital to economic development and the economy we're in. And, so, issues about access to the poles and private — the types of issues that are described in the Staff report are important to these municipalities on an economic

1 development basis. 2 Thank you. CHAIRMAN GETZ: Thank you. 3 Local 4 Government Center? Thank you, Mr. Chairman, 5 MS. CARROLL: 6 members of the Committee. My name -- the Commission, 7 excuse me. My name is Maura Carroll. I serve as General 8 Counsel to the Local Government Center. We represent, as 9 clients, 233 of New Hampshire's municipalities. And, as 10 Attorney Ciandella indicated, there are a great deal of 11 issues that our members have had with regard to poles. 12 fact, we have had a number of internal committee meetings 13 discussing the avenues we might be able to take in order to address this. So, we think that there is a great 14 15 interest on the part of our members. Not all members are 16 in a position to intervene individually, and we certainly 17 are happy to work together with the other attorneys that 18 are representing the municipalities, for the sake of order of the Commission. 19 20 Thank you very much. 21 Thank you. CHAIRMAN GETZ: The Town of 22 Hampton? 23 MR. GEARREALD: Good afternoon. My name 24 is Mark Gearreald. I'm the Town Attorney for the Town of

The Town of Hampton is interested in these Hampton. proceedings, because we have, as does the City of Concord, a number of situations already where there are two-pole type situations; the new pole being installed and the old pole being left in place, often because of Verizon delays. At last count, we have 17 such poles down at Hampton Both in the past and currently, the Town of Beach. Hampton has been involved in some major construction projects. One of those, which began in the Fall of 2000, was the reconstruction and widening of Route 1, Lafayette Road, which runs through the center of Hampton. And, that was a project, because it's a State road, that was funded primarily by State monies. The major contractor was Severino Construction. And, Severino, as I understand it, encountered such delays in Verizon's moving of its wires and equipment from one pole to the new pole, that they basically had to abandon the project for several weeks at a time. As I understand it, in the Fall of 2000, they -when Severino had stopped its work, it said "we're going to give you the whole winter, Verizon, to come back and move your stuff. And, we're going to come back by that date in the spring." And, when they came back in the spring, Verizon still hadn't done its work, and they had to stop work for another five weeks.

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Basically, I don't know if that cost the State money, but it certainly caused delays. We would like to avoid that type of delay in connection with a project that's ongoing at this point, which is a \$12 million infrastructure improvement project at Hampton Beach, which is designed to encourage the development of a year-round resort at Hampton, which will encourage tourism that will have a beneficial impact not only for the Town, but the state regionally and statewide.

In connection with that, we're putting in sidewalks throughout Hampton Beach and widening roads there. And, in connection with that, a number of poles are having to be relocated. And, as has been explained somewhat already, when you have a pole with the electric utility at the top, and, as you go down the pole, you then have — the cable company has its wires, Verizon has its wires, and the Town actually has fire alarm wires. And, as the new pole is being put in, the electric company will take its stuff first off the top and put it on the new pole. They sometimes cut the new pole — cut the old pole, and, as they go down, they keep cutting the pole. We don't want — We think it would be almost catastrophic to have the same situation occur at this Hampton Beach project, as we had at Route 1. Not only would it be an

unsightly situation if two poles are left in place, but also we would end up having an unsafe situation.

And, just as an example of what might occur, I have a couple of pictures showing what happens when the pole gets cut. In this particular case, this is a pole down at Hampton Beach, not in connection with the project, but one that's been there for a while. Where the old pole has not only been cut from above, but cut from below. That's not exactly a safe situation.

The construction project at Hampton
Beach, because of the current nature of the seasonal
nature of the beach business, is being phased in such a
way that the contractor is there doing all its road and
sidewalk work in the winter months, and basically avoiding
the major part of the beach in the summer months, so we'll
still have a viable tourism industry. If the pole
situation is such that the contractor is delayed, not only
will it cost us money, but it will also potentially run
that project into the middle of the summer, which has the
potential to devastate our tourism industry for that whole
season.

And, those are our interests in seeking to intervene. We have filed a Preliminary Statement of Position today, and have copies, if need be, but the

original is on file today with the Commission.

Thank you.

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technical matter, we're not going to be marking for identification or accepting as exhibits these pictures that you've provided today. But I would suggest that you make them available to the affected utilities. And, to the extent that becomes an issue in the hearing, then we'll address whether they should be entered as exhibits into the proceeding and whether we should take cognizance of them.

MR. GEARREALD: Thank you very much.

CHAIRMAN GETZ: Mr. Sansoucy.

MR. MUNCK: Thank you, Commissioners.

My name is Philip Munck. I'm an associate of
Mr. Sansoucy's who couldn't be here today. And,
Mr. Sansoucy has an interest in contributing to this
docket through his extensive background in utility -- in
utility issues. He's also concerned as a commercial
property owner, who's been unable to get response to the
installation of some utilities that he's requested, has
been unable to get detailed cost estimates, he feels, in
part, because the Verizon engineer for northern New
Hampshire, Northern Vermont and northwestern Maine has

been out on sick leave.

Thank you, sir.

as a procedural matter, we won't be dealing in this proceeding with specific complaints. All kinds of information will be made available to help us make generic decisions. But, to the extent Mr. Sansoucy is making a specific complaint, we will address that outside of this docket.

MR. MUNCK: Yes, sir. Mr. Sansoucy is demonstrating his interest in this proceeding by it.

CHAIRMAN GETZ: Okay. Thank you. The City of Rochester?

MR. WENSLEY: Thank you, Mr. Chairman and members of the Commission. My name is Dan Wensley, with the firm of Wensley, Jones & Azarian, in Rochester.

And, I'm here today representing the City of Rochester and the Rochester Mayor and City Council, in their capacity as licensing authority for pole licenses under RSA 231:159 to 184. We have asked that we file a petition to intervene without limitation, because, in the City of Rochester, there are, according to some information that we've been supplied by Verizon, approximately 7,000 telephone poles. In other information, they now claim there is only 4,800.

Where we lost the 2,100 poles, I'm not quite sure. But, in any event, somewhere between 4,800 and 6,900 poles are located within the City of Rochester. And, the City of Rochester, as — in its capacity as a municipality, has the responsibility for maintaining a good part of those public highways, as does the State, with regard to certain other portions of them.

In that capacity, they have responsibility for maintaining the rights-of-way in a safe manner. And, obviously, the proliferation of obstructions in the right-of-way, which is occasioned by the location of the utility poles in the rights-of-way, creates a very significant issue. And, certainly, issues such as joint pole ownership and attachments are ones that can lead to or prevent further proliferation of obstructions in the public rights-of-way.

Also, the City is a first responder in instances where telephone poles, either through accident or through acts of God, come down or bend over and require response. And, very often, the City finds itself in a position where it has to dispatch fire or police personnel to patrol those areas on an ongoing basis, until such time as somebody shows up to fix the problem. And, therefore, the delayed response time that's mentioned in the Staff's

notice of this or request of this proceeding is of significant importance to us.

Also, as licensing authority, the Mayor and City Council have a responsibility for balancing the issue of public good. Just as this Commission does in certain other aspects of the regulation of utility poles. And, we believe that we could contribute to the resolution of this type of issue in a way that is fair and equitable for everybody concerned, by bringing to the table some of the issues which municipalities, selectmen in towns and mayors and city councils in cities, have to address when they're called upon to license utility poles. Among those certainly are limiting the proliferation, as I indicated, the joint licensing issue, which I think is critical at this point in time, and the assignment between the joint licensees of responsibility for response.

And, other issues that we believe are implicated by this are the placing of wires underground, as being a potential way in which to limit the problems that arise with respect to response time in dealing with safety concerns arising out of poles being damaged in accidents or through acts of God.

It is important, we do have as well issues regarding dual poles, delays in responding to the

need to remove poles. I mean, most -- the state statutes do provide that, if notice is given, poles are to be moved in ten days. Well, that just practically does not happen. And, in fact, as some have indicated, sometimes there are horror stories about months, if not multiple months, going by before adequate response is made in regard to the issue of moving poles.

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I also think it's important that we discuss during the course of this situation, as many people here will know, Verizon has distributed to many municipalities an attachment agreement and asked for municipalities to sign on to that. Anyone -- it's about an inch thick document, which is, from our standpoint, entirely one-sided, unfair, and inconsistent with the public good. And, therefore, we feel that that's an issue that needs to be dealt with here, in order to establish a mechanism that deals with the attachment issue, in the same way that municipalities have dealt with the proliferation of wireless attachments. They, in many instances, passed ordinances that require multiple attachments on towers. It's proven to be a very effective means of stopping the proliferation of unsightly towers that do nothing to promote New Hampshire as a, you know, it used to be on our plates "Scenic New Hampshire". Well,

the proliferation of those poles do anything but promote the state as a scenic area. And, we believe that the issue of pole -- multiple pole attachments can be dealt with in such a way as to stop that type of proliferation with regard to routine telephone and utility poles.

So, we would ask to be admitted as an intervenor for the purpose of bringing those issues before the Commission. Thank you.

CHAIRMAN GETZ: Thank you. The New Hampshire Department of Transportation?

MS. CUSACK: Mr. Chairman,

Commissioners, my name is Lynmarie Cusack, from the Attorney General's Office, representing the Department of Transportation. As you've heard from several people here today, one being the General Contractors Association, and others being some of the municipalities, the Department of Transportation has some of the same problems, or, in fact, deeper problems. In that, the utilities are in the right-of-way by sufferance. And, when construction projects come along and need to be moved forward, and the utilities don't move, it delays the project by some amount of time. It could be a week, it could be two weeks, it could be months.

With the widening of the I-93 project

coming along, and the problems that we currently have with utilities delaying and not getting out of the right-of-way in the time that they have already given us, saying "we will get out of the right-of-way in such and such a time frame. We will get out of there by this date." And, then, don't get out of there by that date, this I-93 project will be significantly affected. This is a project that GARB bonds have been presented for, so that the project will take a less period of time than the original estimate for it. When a delay happens early on in the project, that will impact the project, we won't get finished the I-93 project in the time frame that we originally scheduled to be done.

Some of the problems, and I'm not going to get into them today, and we can do that with Staff, are not only poles and the removal of the poles, but the removal of underground conduit, or, generically, any underground system, such as manholes and that sort of thing. These are also things that, when a delay occurs, it delays an entire project.

What we're asking, and I haven't heard today anybody suggest what it is that they want to see out of the investigation, the Department of Transportation is looking for a remedy that requires the utility to be

accountable for the delays that they contribute to or that are inherent in them moving. And, what we would ask, and what we'll try to look at with your staff, is that the Commission set up a system of fines for the utilities, when they don't move in a timely period or the timely manner that they should have moved.

Thank you.

CHAIRMAN GETZ: Thank you. The New England Cable and Telecommunications Association.

MR. DURAND: Thank you, Mr. Chairman, Commissioners. My name is Bill Durand. I'm the Executive Vice President and Chief Legal Counsel for the New England Cable and Telecommunications Association, otherwise known as "NECTA". We represent substantially all of the cable companies here in New Hampshire and in the remaining five New England states. Our interest is that we rent pole space. These are critical to our business. And, I guess we move on the adage that "even paranoids have real enemies". And, whenever you have a docket involving poles, we move to participate.

So, in short, our interest originally was to monitor this proceeding. But we think that we'll circulate the issues that have been raised today to our members, and we think we can add a great deal to the

docket.

Thank you.

CHAIRMAN GETZ: Thank you. That

completes the list of petitions for intervention that we
have received. The plan would be now to turn to the

utilities that were made mandatory parties, and then to
hear public comments from individuals who are not seeking
to be parties, but want to make comments for our

consideration at the beginning of this proceeding. But,
before I turn to the utilities, is there anyone else who
is seeking to intervene in this proceeding?

(No verbal response)

CHAIRMAN GETZ: Okay. Hearing nothing, then we will turn to Verizon. Mr. Del Vecchio.

MR. DEL VECCHIO: Thank you, Mr.

Chairman. Good afternoon, Commissioner Morrison and Commissioner Harrington. Victor Del Vecchio, representing Verizon. I will actually be brief. My comments are as follows: First, Verizon looks forward to participating in this generic investigation, and I emphasize that it is a "generic investigation", as identified by your order of notice. Secondly, Verizon is here to listen, understand the issues, and have a meaningful opportunity to respond to any concerns as voiced at the upcoming, I anticipate,

technical sessions. Thirdly, in that regard, Verizon views this proceeding as entailing a series of workshops, commencing today, and allowing the parties to identify issues and to research the variety of topics listed in the order of notice and as explained by certain of the parties today.

And, finally, along those lines, since some folks have mentioned numbers of complaints, I would note that the benefit of workshops would be to permit the parties, for example, to explore certain of those.

Because our preliminary review of the number of complaints identified in the Staff's report is that it may be substantially overstated. That is, when you direct your attention to those particular complaints that reasonably relate to undue delays caused by Verizon in provisioning poles, the number is significantly less than that identified in the report. But then, again, only an opportunity to respond and provide information, the workshops would provide that information.

So, we look forward to this process,

Commissioners, and we will participate, obviously, in the

upcoming workshops.

CHAIRMAN GETZ: Thank you. Public Service Company of New Hampshire.

Good afternoon, Mr. Chairman MR. EATON: and Commissioners. My name is Gerald Eaton. I am Senior Counsel for Public Service Company of New Hampshire, which is an electric utility serving a great portion of the state. PSNH owns a half interest in utility poles and anchors together with several telecommunications companies throughout our service territory. The joint ownership is managed between the companies through the Joint Use Agreement and associated Inter-company Operating One of the key facets of the Joint Use Procedures. Agreement is the definition of established maintenance areas for each company, which attempts to split evenly the pole-related workload between the electric and telephone companies within their respective service territories.

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Many of the issues being investigated in this docket are related to procedures which are set forth in the Joint Use Agreements and Inter-company Operating Procedures. Specifically, pole installations, replacements, removal, maintenance obligations, tree trimming and attachments are all addressed by the Joint Use Agreements and Inter-company Operating Procedures.

PSNH takes great pride in being responsive to our customers' needs, as well as the state Department of Transportation and municipalities, by

providing timely pole installations, replacements and removal within our maintenance area. We are not always in complete control in the timing of these services, however, as there are often multiple companies with facilities attached to the poles with whom we must coordinate to complete our construction requirements. And, these are the cable, telephone, and municipal services that are associated with the poles.

PSNH is extremely responsive to emergencies in the field regarding our facilities.

Municipalities depend on us as the first utility to respond to all pole accidents, not only because of the danger involved with electric service, but also because of our record of responding promptly. In order to respond to emergencies in a timely fashion, PSNH maintains 25 line workers or approximately 13 percent of our crews on paid standby status 24 hours per day, 365 days per year. And, we add additional standby personnel on major holidays. In addition, PSNH requires line workers to maintain their residence within a 20-minute drive of their normal reporting location to further expedite response time to emergencies and power outages.

Maintenance tree trimming is a major required activity to protect utility poles and

infrastructure. PSNH invests approximately \$7 million annually throughout our entire service area trimming trees in accordance with good utility practices. In addition to maintenance trimming, vegetation is removed for new utility plant construction, during restoration from power outages, and also the so-called "troublesome trees", which are identified and removed as a potential cause of an outage in the future.

Regarding private property construction charges, fees are typically assessed based upon the line extension agreements which are governed by specific language in PSNH's tariff. We're not aware of any issues with our customers surrounding private property construction charges; however, we recognize that there may be confusion when there are more than one company involved.

Providing space for multiple attachments, including space for municipal services, and authorized licensees, it is a fundamental requirement of pole ownership. We strive to work in a cooperative fashion with municipalities and cable companies. We're not aware of any issues related to our service levels in this area of concern.

PSNH looks forward to participating in

this docket in the hopes that we can identify additional opportunities to improve on our current service levels to our customers. We're ready to respond to questions from the Staff and the other intervenors and to work towards a mutually acceptable resolution of the issues.

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I'd like to add one point. On November 7, 2005, segTEL filed a Motion for Clarification of Scope. PSNH is concerned that this motion may unnecessarily expand the scope of the proceeding where the parties already have a great deal to accomplish. The motion suggests that this Commission should investigate matters that are more properly within the purview of the Federal Communications Commission. Although each state commission may exercise jurisdiction over pole attachments, they must do so by certifying to the FCC that the state has established the same regulations and just and reasonable cost allocation for the pole attachments. Up until this time, the Commission has not seen -- the New Hampshire Commission has not seen fit to exercise such jurisdiction and make the necessary certification to the FCC.

PSNH believes that segTEL's motion asks this Commission to intrude on the FCC's arena or begs the question of whether the Commission ought to assert jurisdiction. PSNH does not support such a change and

respectfully objects to the segTEL motion.

Thank you.

CHAIRMAN GETZ: Thank you. And, what I'll do, when I end with the mandatory parties, I'll give an opportunity for anybody else who wants to respond to Mr. Katz's objection on scope, and also give the opportunity, if anyone has an objection to any of the Petitions to Intervene. And, National Grid.

MR. OWYANG: Thank you, Mr. Chairman, Commissioners Harrington and Morrison. My name is Colin Owyang, on behalf of National Grid. We look forward to working together with the Commission, the Commission staff, and the other parties, to explore the issues raised so far by the Commission and the other matters as deemed appropriate by the Commission. We also look forward to that cooperative working relationship and exploring resolution of all these issues in a way that recognizes the varied and unique interests of all the affected parties.

With respect to the Motions to

Intervene, we do not oppose any of them. But, however,

like PSNH, we do have a reservation concerning segTEL's

motion regarding the scope. We would defer to the

Commission on the proper determination of scope of this

proceeding, and take no position otherwise.

CHAIRMAN GETZ: Thank you. Unitil.

3 MR. EPLER: Thank you, Mr. Chairman,

Commissioners. My name is Gary Epler, Senior Counsel for Unitil Service Corp., appearing on behalf of Unitil Energy Systems, Inc. And, with me today are Tom Meissner, Senior Vice President and Chief Operating Officer of Unitil Corporation, and Ray LeTourneau, Director of Operations.

As was stated briefly by counsel for PSNH, from Unitil's perspective, the items that are raised in the order of notice that the Commission issued are very much either directly involved in or touch upon the Joint Ownership Agreements that exist between the electric utility companies and the telephone utility companies, and lay out how the joint pole plant is to be maintained, acquired, operated, and so on, and how licenses are to be applied for, and then lays out more particularly in the Inter-company Operating Procedures exactly the procedures by which the lines are maintained and issues are addressed.

The Joint Ownership Agreements between the electric and the telephone companies have existed for many, many years. The agreements have historically allowed work to be divided evenly and equitably between

the companies, and provided for the sharing of both capital costs and ongoing maintenance obligations. This equitable sharing of the costs and responsibilities of pole ownership benefited the customers of both the electric and the telephones companies.

Ownership Agreements and the associated operating procedures were intended to be grounded the principles of mutual advantage, equitable sharing of costs, and the provision of reasonable service levels. These are key principles. To the extent that both parties to the agreement are committed to these principles, they're beneficial to the customers and to the shareholders alike of both utility companies.

Unfortunately, we find, however, that the Joint Ownership Agreement between Unitil and Verizon no longer provides the same economic advantage and business advantage to Unitil as in the past. It's our position that costs are no longer being shared equitably under the agreement, and that important maintenance obligations are not being fulfilled.

From our standpoint, it's no longer clear that the Joint Operating Agreements fits the business needs of both companies, or that the business

circumstances that were the foundation of the agreement in the past exist today. It's also no longer clear that the joint ownership of the poles remains in the public interest.

There are two basic bases for this conclusion. One is that the Inter-company Operating Procedures may be outdated, containing inefficient processes that have remained largely unchanged for decades, and were never intended to meet the reality of today's business world. Second point is that the financial benefits and the costs ensuing from the agreements are no longer equitably shared between the parties.

Within the context of the Joint

Operating Agreements, Unitil has specific concerns in the areas such as emergency response time, pole sets for new customer service requests, pole sets for system upgrades and construction, pole inspections, maintenance, and replacements, sharing of tree trimming costs to maintain line clearances, and a timely relocation and transfers, and whole issue that's been raised and spoken to today of double poles.

In short, anything that relates to this sharing of obligations with pole setting replacements and

maintenance is of concern to Unitil. Given where we are today, we believe that there are three basic alternatives to address these issues, although there may be others as we'll find out as the docket proceeds. One is to address each of the areas of concern and continue operating under the Joint Ownership Agreement and Inter-company Operating Procedures where such joint ownership is of mutual advantage. Two, transition to a sole ownership model, in which the electric company assumes ownership and custodial responsibility for the poles, while telecommunications companies lease space for attachments according to either FCC or state requirements. Three, terminate the Joint Ownership Agreements and develop a new framework for pole construction and maintenance.

Our company has been meeting for over a year with our counterparts at all levels in the Verizon organization. And, so far, these meetings have produced no measurable changes in any of the areas that Unitil has identified as problems. It is our hope that, through this docket, we will either address all of these issues or we'll find a more suitable framework for the pole maintenance and ownership. Thank you.

With respect to the motion that was filed by segTEL, to the extent that segTEL is simply

asking that the items listed in the order of notice apply both to the electric and to the telephone utilities, we don't have any problem with that. To the extent they're asking more and asking to expand the jurisdiction to touch upon the areas that were referenced by counsel for PSNH, we would hold those same objections. And, we reserve the right to reply, if there is going to be a formal time to reply to that motion.

Thank you.

CHAIRMAN GETZ: Thank you. New Hampshire Electric Cooperative.

MR. DEAN: Good afternoon, Mr. Chairman and Commissioners. My name is Mark Dean, from the law firm of Devine, Millimet & Branch, on behalf of the New Hampshire Electric Cooperative. The Cooperative wishes to participate in this proceeding constructively, but wishes to do so not as a mandatory party, but as an entity on the service list, participating in informal discovery, but not as a full party to the docket. The Cooperative received the order of notice and the report provided to the Commission by its staff, and looking at the statutory authority cited in the order of notice and the issues raised in the memorandum, has concluded that none of those are jurisdictional with regard to the Cooperative, and,

therefore, does not believe that a "mandatory party" status is appropriate for the Cooperative.

It could conceivably intervene as a full party intervenor at some point. But, at this stage in the proceeding, having seen what we believe looks like a very broad scope of the proceeding, I guess it's our view that we would prefer to participate, again, as a nonparty, that we would monitor the proceedings, we'd make ourselves available for informal data responses and discovery, we expect to be present at the work sessions or technical sessions. But, unless, in the future, we believe, based upon developments in the docket, that it is imperative from the Cooperative's perspective that it become a full party intervenor, or, along the same lines, that other parties essentially come to that conclusion and convince the Co-op that it should voluntarily join the proceeding as a full party, we respectfully request that the status of "mandatory party", as set forth in the order of notice, should be changed and that the Co-op simply be placed on the service list.

CHAIRMAN GETZ: Thank you. Mr. Del Vecchio, did you want to respond to Mr. Katz's motion regarding scope?

MR. DEL VECCHIO: Briefly, Mr. Chairman.

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Verizon does not object to Mr. Katz's request. note, however, that we entirely agree with Mr. Eaton regarding the Commission's jurisdiction and authority. think the Staff so stated in the report which it provided to you, wherein they stated that the issue of pole --"rates, terms and -- I should say, "the rates, terms and conditions for pole attachments" is not something that the Commission has jurisdiction over, it's something that the FCC has jurisdiction. And, in addition to what Mr. Eaton has stated, I would bring to your attention or remind the Commission that the New England Cable Television Association, in 1985, brought a suit involving the 13 Commission, wherein the Supreme Court in New Hampshire 14 stated that this Commission presently does not have 15 authority in that area. 16 So, we reserve our rights as well. 17 that said, since the issue is being looked at with respect 18 to telephony, it makes sense to look at it with respect to the electrics. 19 20 CHAIRMAN GETZ: Thank you. Are there 21 any objections to any of the motions to intervene? 22 (No verbal response) 23 CHAIRMAN GETZ: Okay. Hearing no 24 objections, finding that all of the intervenors have

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demonstrated rights, duties, privileges or interests affected by this proceeding, we will grant the motions to intervene.

right-of-way.

Now, I'll note for the record that we have a letter from a Mr. John Donnell, making comment on this proceeding, that we will enter into our docket book. And, the first name I have on the list to speak as a public comment is Michael DeSilvo.

MR. DESILVIO: Good afternoon,

Commissioners. Thank you for this opportunity to speak today. My name is actually Michael DeSilvio. And, I'm a resident -- or, actually, I should say I'm a homeowner in Exeter, New Hampshire. The reason I'm here, I'm here on -- I'm a Director of Operations for a nonprofit organization whose primary mission is to save historic homes to make them afford -- available for affordable housing. And, currently, I'm involved in a project in Exeter, and the intent is to save a house known as the "Merrill House", which is approximately a 200 year old home. It's a Federal style home. And, the only issue we face right now with saving that home is the temporary removal of wires which are blocking access to public

Now, we learned of this opportunity in

January of this year. And, in February, I contacted all of the three utility organizations, including Unitil, Comcast and Verizon. And, to date, they have been predominantly obstructionist. And, I have three particular issues I'd like to bring to your attention.

The first one is that, being a noncharitable -- a not-for-profit organization, we requested that service be provided as a -- for charity and for public good to save this home. And, we learned through our investigation or our background research that citizens of Exeter are levied a tariff for companies which enjoy a monopoly on services. And, those include approximately, from what I know, for Unitil, is about 1.4 cents per kilowatt-hour. And, inquiring into that particular tariff, we were unable to ascertain directly from Unitil, due to "confidentiality", how those monies were being spent in Exeter. And, also, we learned from Verizon that no money has been spent in Exeter towards charitable works or public good.

Secondly, another issue is regarding a New Hampshire statute, Chapter 231:182, which allows for the temporary removal of utility wires. Now, it requires me to go to the Town Selectmen and petition the Selectmen to basically enforce our right-of-way and have the utility

companies drop or remove their wires temporarily to allow us access to public right-of-way. And, while we have been attempting to have a cooperative relationship with these vendors, they have been, as I said, obstructionist, and we feel it's unfortunate that I have to go to spend additional monies through legal means to enforce and protect my rights.

One of the primary issues we face with these companies is that they basically have asked us to write a blank check. Right now, that check includes approximately \$40,000 in charges to move the house a quarter of a mile up the street. And, after paying that in advance, they then will say "well, we perhaps may have additional charges, and we'll let you know once the wires have been dropped and replaced."

And, I guess the last issue is, what about my right-of-way, access to public right-of-way? We're trying to do the public good, we're trying to save a home of historic significance, and we're basically getting stonewalled. Right now, it's the last obstruction to us to save this home. And, we ask the Commission to consider those particular issues that I just cited. Thanks for your time.

CHAIRMAN GETZ: Thank you. Joanna

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Dowaliby.

Commissioner. I am here on behalf of the City of Dover.

And, while the City has not filed a Petition to Intervene, we do have some of the same concerns as other municipalities. That being the timeliness of the transferring of lines from old poles to new poles; timeliness of the removal of the old poles; delay in moving the poles for construction projects that are ongoing within the City of Dover; and also a concern for public safety for our citizens, where we have the older

MS. DOWALIBY:

Thank you, Mr.

Thank you.

poles that are impeding our City's right-of-way.

CHAIRMAN GETZ: Thank you. My page is ripped. It looks like Willard Dodge?

MR. DODGE: Mr. Chairman, members of the Commission, I'm not sure if what the story I've got to tell that this is the time and place, but I was asked to come here to reiterate to you folks a problem that I went through in the Town of New Boston on behalf of the Hillsborough County 4-H Foundation and the Hillsborough County Fair. Unfortunately, to do that properly, it's going to take a few minutes. So, I don't know if you want to take that time, or it basically has to do with need for

a telephone pole to be set by the company of Verizon.

CHAIRMAN GETZ: Well, I think it would be helpful if we have a summary.

MR. DODGE: It's going to be hard to do it in a summary, but I'll try. Because I went through a whole complete summer of total frustration trying to get this done. The bottom line was, because of a safety aspect, some of you may be aware that the State of New Hampshire, as of a electrical problem death I believe in Belknap County a year ago, found out that they needed to pay more attention to the county fairs that take place in the State of New Hampshire. And, that had to do with the safety of overhead wires in relation to carnivals that are at each one of these fairs.

I'm on the Board of Directors of the Hillsborough County 4-H Foundation. The Hillsborough County Fair is held on our grounds every year. It has been since I was a little kid, and I'm 65 years old now. Based on the need to remove those overhead wires for safety reasons, we entered into a program to have Public Service come in, relocate telephone -- utility poles on our grounds, and for Verizon, on the public right-of-way to our grounds, to install one pole. I signed the contract and submitted to the company of Verizon on March

25th. So, I'm assuming they received it on or about the 1st of April. Sent them \$5,000 to place one pole, remove the aerial wires that they had transverse, going across our grounds, and to switch the utility Verizon line from one pole to another pole at the entrance of our grounds. That was all they needed to do.

Public service, I sent them 10,900 some odd dollars to do the work they needed to do with -- on our private grounds. They came in in a very good manner, installed I believe it's five poles, and all the related things they needed to do. Unfortunately, we could not complete our project until Verizon set one pole.

Through the summer, I was working down there a good part of the summer doing work in relation to getting this job done before the Hillsborough County Fair had to take place in September, the first week of September. I've got to say to this Commission what I went through as an individual, representing my board, shouldn't have to happen to anybody dealing with a monopoly that's supposed to serve the public and what we went through to get there.

Up front I was told by many, many, many people, people I know over the years, from the Department of Transportation, construction companies, home builders,

they all told me "You will never get this done. You'll never have that Verizon pole set in this year's time."

Well, I started making phone calls, talked with Verizon, talked with their engineers. It was understood that this job had to be done either before the 4th of July or after the 4th of July, in a timely manner, before the fair. And, the reason before the 4th was because the Town of New Boston utilizes our grounds to hold their annual event on the 4th of July.

What was so critical of this is because, once we changed these overhead lines, the related work that had to be done was immense. Now, I realize that is pretty small potatoes compared to what I'm listening to in this room today, but for us it was extremely important, for Hillsborough County it was very important.

It got to the point where they wouldn't return my phone calls. I'd leave messages. And, we got to the point where we've got to do something because we needed to send out contracts to vendors, receive monies in anticipation of the fair that we assume was going to take place, not knowing whether or not we were ever going to get this one pole set.

Now, for the benefit of this Commission, and anybody else who has ever gone down in the ditches and

done this, during this time, I personally, and over the years have done many more, but I set a utility pole by myself, with a backhoe, a shovel, and a tamper in less than 45 minutes. And, for this particular project, I did over nine of them.

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I think the thing most notable about this whole event was, as we were going through this, trying to get this done, I contacted the Public Utilities Commission, because everybody told me "that's the only way you're ever going to get it done." And, they assured me they would take care of it, and eventually they did. what happened on a particular day I guess makes, to me, it's very notable what this whole thing was about. I was sitting down there on the ground at guarter of one one afternoon eating my lunch, and I got a call from a member of the Public Utilities Commission, telling me that they had some wonderful news. I said, "Boy, I'm ready for it." Wonderful news was that Verizon was on the job, had been there since early morning, and would have the job done in two days. I had been there since 7:30 that morning, it was now quarter to one, I never saw Verizon.

Eventually -- Obviously, they weren't too pleased with that. To try to shorten the story up a little bit, later I did get a call from a Verizon

construction foreman. He apologized for not being there, told me his truck broke down. Said "okay, when will you be here?" "I'll be there 8:30 tomorrow morning." "I'll be there waiting." And, I was.

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Quarter of nine, the phone rings. Now, this is after -- this has been going on for months now, I want you gentlemen to understand. Quarter of nine, the phone rings, said "I'm running a little bit late. I'll be there at 9:00." "No problem, I'll be there." Nine o'clock he does show up. And, I've got to tell you that, from that time on, as long as I had him to work with, we got along fine. So, I said "where are your trucks?" "Well, I don't know." Turned out, he had been working with a Verizon crew out of Rhode Island the day before in the Town of Bedford, and I don't know this, but my assumption is they stayed over, and he finally left, and by 10:30 he found them, brought them back to our grounds. Now, they had one pole to set for me, and they had one pole to set for themselves, because they had a pole that was deteriorated on the public right-of-way. They arrived at 10:30, they left there, now two trucks, two crews, they left there at 2:30 in the afternoon, setting two poles.

Now, if you remember, I just told you I can very easily set a pole all by myself, with a backhoe

and a shovel, in 45 minutes. So, I said "what about the lines that you've got to swap over?" "Well, we'll do that another day." And, they did come back and do it another day.

But, because of this, we had over

700 feet of ditching to do with underground work we had to
do in preparation for the changeover. It held up our
electrical contractor, who couldn't finish his work.

Public Service, I've got to tell you, bent over backwards
for us. I cannot say enough about them for what they did
for us during this period.

And, it finally got to the point where we weren't sure if we were going to be able to make this happen, and we learned that Public Service was even going to go to the extent of coming back in, temporarily switching the power over from the old to the new to get us by, which means they were going to have to later come back and redo it again. Fortunately, that didn't happen.

After the one pole got set, we needed a drop line from that pole to the house we have at the entrance of our private grounds. And, that's where Verizon was going to be terminated. Didn't come. A few days before the fair I called the supervisor again, said "we've got to have that line for the office for the fair." His answer was "they

told me it was already done. I'll take care of it." And, he did. I think it was like the following day the truck shows up, I happened to be down there when he comes in, two trucks show up. They run the line from the utility pole to this house, and then I left, assuming the job was going to be done.

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Come back the next day, the line is run, they didn't make the connection. I called them back up again. "Why? Supposed to be done?" "We'll send somebody out." And, they did. It turned out the guy that came out a few days later was one of the very people who was there the day they ran the line, and made the connection in a matter of just a very short time.

Now, that's a very brief synopsis of what I went through this summer trying to get this done. The thing that became evident to me more than anything, as I talked to numerous different people around the state who have had to deal with Verizon, the nightmare stories that are out there, it's just ashame that it's even happening. And, it was very clear to me a lot of the problem has to do with work ethic. When it takes two crews, two trucks, four hours, to set two telephone poles, that I can do in an hour and a half, there's something wrong with this program. And, again, I don't think anybody should have to

go through that, when we have a company that's a monopoly that can't service the public better than that.

Thank you for your time.

CHAIRMAN GETZ: Thank you, Mr. Dodge.

Raymond Holland.

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MR. HOLLAND: Raymond Holland, representing Richard Gould from Houston, Texas, I'm a light rural developer in Bethleham and Franconia. I will be brief, because Willard kind of told pretty much the same story. We started in April -- excuse me, March 25th of 2003, ordering power and telephone poles. Bethleham is a Verizon maintenance area; Twin Mountain or the Town of Carroll is Public Service. We just finished getting our Verizon poles in Bethleham last week. After two, and I'm really condensing everything here, and Mr. Gould will submit, he's present and will be submitting some further information, they've lost -- they lost our work orders on two occasions, and it goes on and on. My information is that they have two crews north of Franconia Notch to take care of all of the construction/repair emergencies to be done, new, old, and emergencies. If one person gets sick, you're down to one crew. So, that's about as brief as I can get, but it's been busy.

CHAIRMAN GETZ: Thank you. Well, let's

turn to Mr. Gould, since this is related.

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MR. GOULD: Mr. Chairman, Commissioners, thank you for this forum. I would like to thank the Staff for this forum as well. We have had numerous conversations with Staff about the problem with Verizon. I think it's shameful for Verizon to not to admit anything other than being dilatory in their prosecution of their job as providing the poles in areas where they are the responsible party for providing the poles. Service, what's exasperated our problem, we're a thousand -- 2,000 acre development. It spans Carroll and Unfortunately, Verizon has the pole franchise for Bethleham. Our entrée to our development is through Bethleham. Public Service, when requested to put their poles up, did it quickly, smoothly, and we were very pleased.

Mr. Holland stated that we started this process in March of '03. The first contact with Verizon was December the 27th, '02. I don't know how to calculate the number of months, but, in the process, we have three homeowners who are building houses up there that have all but threatened lawsuits against me, because I didn't provide them with power. I have agreed to provide them with temporary generators, anything that I can do to be

sure that they can get their houses closed in before winter.

I don't -- I don't think that I or anybody else has the right to tell Verizon where they ought to go make their money, but all you got to do is pick up a newspaper or a magazine on an airline or listen to their ads on television, when they say "the world's largest broadband access". That's really where they want to make their money. They don't want to make their money providing rural residents in New Hampshire telephone service. It makes them no money, there's no efficiency in it.

In the same amount of time that we have been trying to get them to put poles up, so we could get power to our development, they have an application before the FCC, which I have a copy of here, to install 190-foot tall communications tower a tenth of a mile from the entrance of my subdivision. What does that tell you? That's where the money is being made. And, they ought to just admit it.

But the system is broke. The system is broke when the primary power provider has to wait on somebody who has no axe to grind, no dog in the fight, to put up poles so they can supply power to residents who

need them. It just doesn't make any sense.

I don't know whether this Commission knows it, but if you ask for some service for Verizon, and they give you a work order number, if they don't do it in 60 days, and you don't call them and ask them why, your work order drops out of the computer. You have to start all over again. That is incredible to me. I don't care whether you're asking for DSL service, I don't care whether your asking for power for a subdivision, and even if you're paying for it, they can give you a work order number, and then drop it out of the computer, and you've got to start all over again. That's happened to us twice.

I guess we have a lot of people here that want to talk about this situation. But, I mean, this — something's got to be done. And, I'm from Texas, you can obviously tell I'm not from here, I don't — I don't propose to know what's good for New Hampshire, but I know what's good for the public, and this isn't good for the public.

May I throw this in the trash? I also have some letters from parties who have communicated with Staff about my problem that I'd like to submit either into evidence or to give to them, so they can be sure that you all have them on the record at some point. These are

people that have talked to the Staff about this problem and who are associated with me, and I assume were some part and parcel of the reason why they were asked to be here, but could not. So, if I could give this to Staff or give them to the Committee.

CHAIRMAN GETZ: Give them to Staff and we'll make sure they get entered in the docket book in this proceeding.

MR. GOULD: I thank you for your time.

CHAIRMAN GETZ: Thank you. Susan and
Gordon Cunningham.

MS. CUNNINGHAM: Thank you for having us today. We're in the same situation it seems as a lot of other people. Just to briefly, again, it would take way too much time to go into everything that happened to us, but we are consumers. We were building a house this summer, and we called about a month before our house was going to be completed, we called Public Service to get our electricity. It was at that time that we were told, while they will run the wires and they will be the ones hooking it up, they cannot install the pole, it has to be Verizon. So, that started our, I guess, nightmare into the world of public utilities.

It, again, it takes too long to describe

everything that happened. But the way that we were treated as consumers we hope that no one ever has to go through. We had months, almost two months of just total —— we would call them every day to find out the status of where our order was. We were always told "We're not sure. We'll call this department. We'll call that department."

No one would ever return the phone calls.

Our problem was, our house was completed September 8th, and we were supposed to close at that time. Our kids had already started their new school. But, here it was the first part of October, and we still didn't have a pole. So, our house had been done for over a month. We couldn't live there. We were at the point where our kids almost had to be pulled out of school. And, all we needed was two poles. Public Service, I do have to say, was wonderful, when we finally did get the poles, they were there even through the recent flood disasters. And, it just is ashame that we had to wait for Verizon, where Public Service could have done it. They were the ones that ran the wires.

Without going into a lot of specifics, I did want to bring up one comment, just to kind of illustrate Verizon's attitude towards us. After dozens of phone calls, we finally reached the point where we had had

it and we told them we were going to call the Public

Utilities Commission. At that point, the lady on the

phone, and I quote, told me "Go ahead. We have two weeks

to respond, so it won't do you any good." It's just,

people should not be treated like we were treated. And,

it's not right. And, we hope, with our coming today,

there's a lot of other horror stories out there too, we

just hope that something can be done so people can get

what they need to and be treated with dignity and respect.

Thank you.

CHAIRMAN GETZ:

MR. COTE: How you doing? Thank you for seeing me. I was asked to come here by the PUC. I just recently had the same horror story I think that everybody seems to have. I was doing a job for the Diocese in Manchester, Mount Calvary Cemetery, to put the brand-new sprinkler system in, to power them off of Black Brook, for the entire cemetery sprinkler system. That job started September of '04. Filed for poles, because we were putting in a 48277 line, they told me that the pole on the

Thank you. Ronald Cote.

I also needed a pole set on the property. Public Service said they could handle the pole on the property, since it

street, on the Goffstown Road, had to be installed with a

taller pole, so they could cross the road with the 48277.

was private property. In October, a month later, the pole on the property was set. By November, all our underground 900 feet conduit, piping, pump house, and everything was installed, inspection was completed, and then we waited, and waited, and waited.

Thirteen months later, I called the PUC, after just not getting any calls back from Verizon at all. I got a list of about seven different numbers, I'd leave a message every day. And, called the PUC, and, ironically, all seven people called me the same day and said "Oh, we're just getting back to you." So that I appreciate the PUC expediting this. Did get a call back from a member of the PUC afterwards saying "I've got good news for you.

Your pole will be set next Monday." And, I said, "Well, I got better news for you. It was set today." And, he says "Well, I should have known that. Could you come to this meeting." That's it.

CHAIRMAN GETZ: Thank you. Other public comments from anyone here today? Representative.

REP. CAMPBELL: I'm Representative

Campbell. And, I'm sympathetic to the stories that I

hear. But I'm also here today, I think, just to reiterate

the points that have been made. As a legislator, I don't

make a great deal of money. So, I have another hobby,

it's called "real estate development". Been doing it for about five years. The nightmare stories that you've heard from all these people, whether it was a guy from a fair or a person with one house, I live over and over and over and over again. I'm currently waiting on two poles that were to be set for poles that were in middle of roads. And, it's likely that I may miss my paving season on both of those subdivisions. This will impact the employment for potentially 50 employees in my company. Could impact my success as a business person here in New Hampshire. And, I feel obligated to disclose that maybe today I'm here just as a consumer.

We've heard the horror stories of
Verizon not being able to set poles. Ladies and
gentlemen, that is just the beginning. Once your pole is
set, you then can finally run your underground conduit,
like most new subdivisions are, and run it up to the pole.
You then have to fight with them to run the primary
service for the phone lines in the underground conduit;
that can take months. A Verizon representative told me
they would not even run that service until there was a
consumer who called for their phone service.

I had an elderly couple wait over three months to get phone services; and, of course, being mad at

me. They told me to call Verizon and order a fake phone service, so that they could send a crew out to not be able to run from the house to the road, to find out that they never put the phone service in the road. They have told me that the way I could get their system to work was to call them up and lie to them. That is not something I'm comfortable doing. They told me that my pole would be set on a Tuesday; they just didn't tell me which one.

I don't have 17 Tuesdays to wait. I can't afford to let this corporation continue to ruin my business, my reputation in the community, and my very livelihood. They should not be allowed to set poles any longer. It is that simple. You talk about the gentleman who can set a pole in 45 minutes himself. My company can certainly set poles. I can make a phone call to a subcontractor in my hometown and have a pole set just about anywhere in New Hampshire in a matter of hours, not weeks, not months, not days. They have the physical capability of doing it.

What I'm offering you, sir, is the solution. The solution is that, in order to keep the ball rolling, the first hiccup should not be the pole set. You should be able to get the pole set when the stake goes in the ground and the work order is created, and Randy Lyons

[sic] from Verizon has cleared it off his desk, and no matter how many more times you call them, they're not going to get out there and do it any sooner.

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I was very patient. I waited years before I called the PUC. And, I only recently did it. I didn't know that that was part of the process, apparently, to get your pole set, was eventually call the PUC and then Verizon will do their job. I don't think that's the way it should work. I think that for a Verizon representative to think for a second that this problem was being overstated, I think this problem is being understated. I think, for every person that's not here in this room, there's ten other people that have had the same problem and don't know that they can come to the PUC and express those concerns.

Now, finally, after calling the PUC, we have a pole set. Thus starts the dilemma of "who goes first, the cable company, the power company, or Verizon, with moving the wires?" The problem doesn't end there.

Because then the fingers get pointed, "well, I got to wait for this guy to do this, and I need a brace for that."

And, the same guy that set the pole comes back and does the wire. It is horrible. I can't imagine it being any worse, gentlemen. We need help. We need you to regulate

the industry, to allow someone else to do that job, if they can't do it.

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I am impressed with Public Service. think they're easier to deal with. I think they're more responsive. But I wouldn't let them off the hook. As a guy who builds about 40 houses a year, usually in the affordable price market, we're moving pretty quickly. We'll order for a meter to be set, and sometimes it's two or three weeks before a house meter can be set. nearly as problematic as the pole and the Verizon issues, but I do have people waiting on a simple meter being set on a house after a service has been cleared. instance, just this morning, we had Code Enforcement in one of the local towns clear a meter to be set, put a sticker on it. We then have to call Public Service and say "okay, the meter can be set." Then, a representative from Public Service has to come out, look at it, and say "Gee, I guess it's okay." And, then, he'll send an order over to another department at Public Service that will finally maybe schedule it to come set a meter.

There's someone that's supposed to move into that house on the 21st, here it is the 10th. Do you guys want to bet me that those people aren't able to move into their house, will lose their financing rate, may even

lose the deal, the ability to have that affordable house, all because we can't get a simple meter set within 11 days? I don't think it's unreasonable to expect a little bit better service even from Public Service.

And, my point is that a licensed Master

Electrician installed that service, a licensed Master

Electrician did all the wiring in the entire house. And,

I know there's issues that I don't understand with the

regulatory committee. But what I'm saying is, for that

electrician to install a meter is not a big deal, in my

opinion. I would like the Committee -- the Commission to

think about some of the ways that some of these

responsibilities, I mean, I'm paying for it anyways, why

can't I pay somebody else to do it, when I'm cutting

checks routinely for thousands and thousands of dollars to

Verizon and thousands and thousands of dollars to Public

Service, and then I still can't get it done?

I won't pay a vendor until they do the job. Any other vendor that works for me doesn't get a check until I see something happening. Why am I paying for stuff ahead time, with no expectation of when they're going to show up? Those are some of the problems. It's more than just the pole set. It's a complete lack of customer service. It's a complete -- I mean, I hate to

say it, I feel melodramatic, it's a complete lack of integrity. I expect, when I have a business relationship, that the person I'm doing business with to have some level of integrity on the other side. I don't feel that way with Verizon.

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We really need your help. Please take these matters seriously. And, if there's changes that we can make in the regulatory process or if there's changes that you need the Legislature to introduce, to make it clear that, if I say "You're going to be there on the 26th of September, fine. If you don't show up, give me the right to set the pole."

We had one situation where we set a sauna tube, where we knew the pole was going to be, so that we could do our thousand feet of conduit. And, when they saw the sauna tube and hole drilled, they actually told me they wouldn't set the pole, because we drilled a hole there, so that we'd know that we could have the conduit there. And, I got in a big fight with the subcontractor that was doing the work. That is a simple solution. Meaning, when you have to set conduit to get the work done, the pole is not in, so you can't do your 90s to come up to the pole. If we were allowed to just drill the hole, put a sauna tube, which is the size of the

telephone pole, so you can preserve the integrity of that hole, then you could run your underground conduit and keep the job moving. Even that, Verizon, I mean, had a real problem with that. And, they eventually set the pole, but it wasn't until I had to invest hours and hours of convincing them that it was okay to set the pole. I shouldn't have to do that. We shouldn't have to make 9,000 phone calls to set one telephone pole. It's not right, it's wrong.

Thank you.

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CHAIRMAN GETZ: Is there anyone else this afternoon?

MR. KATZ: May I be allowed to respond to the objections that the mandatory parties brought to segTEL's motion?

CHAIRMAN GETZ: Please.

MR. KATZ: Just responding to Attorneys Eaton and Epler. Is this on right? Okay. SegTEL's motion did not seek to redraw the statutory boundaries of authority between the FCC and the Commission. Simply, this is a generic docket that was opened. And, in the letter from Staff, prior to the order of notice, several of the issues that were brought up were barriers to entry and CLEC pole attachments. The electric companies are

1 parties to our pole attachment agreements, our three-party pole attachment agreements, as are Verizon. And, the 3 concern that segTEL has is, by not making both the investigation with regards to this involve the electric 5 companies, as well as Verizon, there just will not be 6 parity in the investigation, and it will potentially stunt 7 the effectiveness of our ability to convey our 8 experiences. And, I hope, within the confines of what 9 we're seeking to do, simply by involving all the parties 10 to our pole attachment agreements, I can obtain the 11 concurrence of the electric companies to allow that 12 expansion. 13 Thank you. 14 CHAIRMAN GETZ: Thank you. Is there 15 anything else this afternoon? 16 (No verbal response) 17 CHAIRMAN GETZ: Okay. Then, hearing 18 nothing, we will close this prehearing conference, and we 19 will await a recommendation from our staff on the next 20 steps in this proceeding. Thank you very much. 21 (Prehearing conference ended at 3:16 22 p.m.) 23 24