

BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the Nebraska     ) Application No. C-4459/PI-185  
Public Service Commission, on     ) Progression Order No. 11  
its own motion, to investigate     )  
and monitor compliance with     ) ORDER  
federally mandated     )  
intercarrier compensation     )  
reform.     ) Entered: April 21, 2015

BY THE COMMISSION:

O P I N I O N     A N D     F I N D I N G S

On November 18, 2011, the Federal Communications Commission (FCC) released a Report and Order and Further Notice of Proposed Rulemaking<sup>1</sup> ("Report and Order") and therein adopted an intercarrier compensation framework for both intrastate and interstate telecommunications traffic which will transition to a bill and keep regime. As a part of the transition to bill and keep, the FCC's Report and Order requires carriers to reduce access rates in several steps.

In its Report and Order, the FCC assigned state commissions with the responsibility to facilitate the implementation of changes to intrastate access rates and to ensure carrier compliance with the Report and Order. To that end, the Commission opened this proceeding to establish an efficient process by which the Commission could review the large number of simultaneous access filings and at the same time assist carriers in complying with the FCC's new rules.

According to Paragraph 801 of the Report and Order, effective July 1, 2015, all price cap carriers, and competitive local exchange carriers that benchmark access rates to price cap carriers must reduce intrastate terminating switched end office rates and reciprocal compensation by one-third of the original differential to \$0.0007. All rate-of-return carriers and competitive local exchange carriers that benchmark access rates to rate-of-return carriers must reduce intrastate terminating

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<sup>1</sup> See *Connect America Fund et al.*, WC Docket No. 10-90 et al., Report and Order and Further Notice of Proposed Rulemaking, 26 F.C.C.R. 17663, 26 FCC Rcd 17663 (rel. Nov. 18, 2011)(Report and Order) pets. for review pending, *Direct Commc'ns Cedar Valley, LLC v FCC*, No. 11-9581 (10<sup>th</sup> Cir. filed Dec. 18, 2011) (and consolidated cases).

switched end office rates and reciprocal compensation by one-third of the original differential to \$0.005.<sup>2</sup>

Revised tariffs must be filed in time to be considered effective July 1, 2015. Utilizing the Commission's normal tariff filing procedure with respect to changes in rate lists for rates other than basic local exchange rates, carriers must file revised tariffs no later than ten days prior to the proposed effective date. Accordingly, if a carrier needs to revise its access rates to conform with the July 1, 2015, deadline from the FCC's Report and Order, revised tariffs must be filed on or before June 19, 2015, to be considered timely. However, we encourage carriers to voluntarily file access tariffs prior to the June 19, 2015, deadline so that the Commission can review the tariff changes earlier. The Commission asks carriers to file their tariffs on or before May 26, 2015, with an effective date of July 1, 2015. Carriers should reference the applicable indexed docket number(s) in their filing. This docket number can be found attached to Progression Order No. 1 entered on May 30, 2012.

As with previous years, competitive local exchange carriers benchmarking rate amendments off the underlying incumbent local exchange carriers' rates may file after the July 1, 2015, consistent with their FCC tariff filings.

Revised tariff filings must include:

1. One paper copy of the revised tariff pages filed with the Commission;
2. One electronic copy of the revised tariff in PDF format sent to [Deena.Ackerman@nebraska.gov](mailto:Deena.Ackerman@nebraska.gov); and
3. If a carrier's intrastate access rates mirror the interstate rates, one electronic copy of the carrier's interstate access tariff or a link to the carrier's interstate access tariff.

Carriers that have no need to revise their access tariffs due to the fact that their access rates are already compliant with the FCC's rules must file written notice including an explanation of why their current rates are compliant. Carriers should reference the applicable indexed docket number(s) in

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<sup>2</sup> Transport rates remain unchanged from the previous step.

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their notice. This notice may be sent via electronic mail to both: Deena.Ackerman@nebraska.gov. This notice must be received on or before June 2, 2015.

Carriers that do not charge other carriers for intrastate access must also provide written notice to the Commission by June 2, 2015. This notice may be sent via electronic mail to both: Deena.Ackerman@nebraska.gov.

In addition, carriers seeking revenue recovery pursuant to 47 C.F.R. § 51.915 or § 51.917 must certify that the carrier is not seeking duplicative recovery in Nebraska for any eligible recovery provided by the FCC in its recovery mechanism. Carriers seeking CAF ICC support shall also file data with the Commission establishing the amount of the carrier's eligible CAF ICC funding during the upcoming funding period pursuant to 47 C.F.R. § 54.304. The information required pursuant to these rules must be filed on or before July 1, 2015, or the date filed with the FCC, whichever is later. All confidential information must be clearly marked.

O R D E R

IT IS THEREFORE ORDERED by the Nebraska Public Service Commission that the findings made herein shall be and they are hereby adopted.

MADE AND ENTERED at Lincoln, Nebraska, this 21st day of April 2015.

NEBRASKA PUBLIC SERVICE COMMISSION

COMMISSIONERS CONCURRING:

*Tim Schram*

*Red Johnson*

//s//Frank E. Landis

//s//Gerald L. Vap

COMMISSIONERS DISSENTING:

*Crystal Knodes*

*Gerald L. Vap*  
Chairman

ATTEST:

*Steve Meredith*  
Executive Director