

# State of the Telecommunications Industry

ATP Meeting June 13, 2007

Presented By: Commissioner Valerie A. Lemmie



# The PUCO "Working For You"

- May 2006 Business Roundtable
- PUCO Business Outreach
  - PUCO's Business Information Center:
    www.PUCO.ohio.gov
  - Ohio Business Portal: <u>www.business.ohio.gov</u>
- File informal complaints with the PUCO online or by calling (800) 686-PUCO.
- Intervene in formal PUCO cases by filing a letter in the case docket.



# Regulated by PUCO

- Traditional landline telephone service
- Long distance calling (jointly regulated by state and federal govt)



# Not Regulated by PUCO

- Wireless
- VoIP
- Broadband
- Broadband over power lines
- Internet Service
- Cable Service



## Hot Topics

- Regulation of VoIP
- Rule Reviews/Updates
  - Minimum Telephone Service Standards (MTSS)
  - Telephone Retail Rules
- Where do we go from here?
  - Evolution of the telecommunications industry



## VoIP Update

#### Court Decisions

- 8<sup>th</sup> Circuit on Federal/State Jurisdiction: "Nomadic VoIP" is FCC's jurisdiction. "Fixed VoIP" is "not ripe for a decision".
- DC Circuit on USF Contribution: VoIP providers must pay into the Universal Service Fund.

### FCC Decisions

 VoIP providers and equipment manufacturers have to meet disability access requirements.



### The Ohio Commission on VoIP

- Consumer Expectations
  - Marketed as substitute for traditional telephone service.
  - Reasonable consumer expectation of similar protections.
- Specific Areas of Concern
  - CPNI
  - Slamming
  - Truth-In-Billing
  - Section 214 Notice



### **MTSS**

- The MTSS apply to all telephone service providers regulated by the PUCO and establish a minimum level of telephone service that companies must provide to their customers.
- The standards ensure that regardless of competitive market conditions, the quality of telephone services in Ohio, for both residential and business customers, is adequate and reliable.



## **MTSS**

- In the rule review the Commission has maintained basic consumer protections for both residential and business consumers.
- Among other things the rules address:
  - unfair and deceptive practices
  - service installation and repairs
  - disconnection and reconnection policies
  - additional consumer protections
  - credits to customers (changed from previous rules)



## Telephone Retail Rules

- Pricing
  - No significant changes resulting from Retail Rules review.
  - Most changes are already in place, as a result of the availability of Alternative Regulation for Basic Local Exchange Services.



## Telephone Retail Rules

### Tariffs

- Business customers with more than 4 lines:
  - All service terms and conditions are now required to be fully disclosed, and may be on the company's Web Page.
- Residential and business customers with 4 lines or less:
  - Long distance service terms and conditions are now required to be similarly fully disclosed.



## Telephone Retail Rules

#### Contracts

- Business:
  - Under the old rules, contracts had to be on file (in tariff form) with the Commission. Under the revised rules contracts are permitted for all services.
  - Contracts for certain optional competitive services still must be filed with the Commission.
- Residential:
  - Contracts are permitted for certain optional competitive services and long distance services (including Packages).
  - All Residential Contracts must be filed with the Commission.



# Where do we go from here?

- More Alternative Regulation Applications
- Monitoring and commenting to the FCC regarding Universal Service Reform
- Wireless 9-1-1
- Monitoring Video Franchising Legislation





