OMB Control No. 3060-

Lines Interconnected to the U.S. Public Switched Network

December 2008

SUPPORTING STATEMENT

A. Justification:

1. The Federal Communications Commission ("Commission") is requesting that the Office of Management and Budget (OMB) approve a three-year extension of the information collection, "Reports Concerning International Private Lines Interconnected to the U.S. Public Switched Network," under OMB Control Number 3060-0751 (Delegated Authority Collection). This Supporting Statement reflects an adjustment of +220 annual burden hours for the reporting requirements summarized below.

47 C.F.R. 43.51(a)(1) states any communication common carrier described in paragraph (b)¹ of this section must file with the Commission, within thirty (30) days of execution, a copy of each contract, agreement, concession, license, authorization, operating agreement or other arrangement to which it is a party and amendments thereto with respect to the (i) the exchange of services; and, (ii) the interchange or routing of traffic and matters concerning rates, accounting rates, division of tolls, or the basis of settlement of traffic balances, except as provided in paragraph (c) of this section.

47 C.F.R. 43.51(a)(2) states if the contract, agreement, concession, license, authorization, operating agreement or other arrangement and amendments thereto is made other than in writing, a certified statement covering all details thereof must be filed by at least one of the parties to the agreement. Each other party to the agreement which is also subject to these provisions may, in lieu of also filing a copy of the agreement, file a certified statement referencing the filed document. The Commission may, at any time and upon reasonable request, require any communication common carrier not subject to the provisions of this section to submit the documents referenced in this section.

47 C.F.R. 43.51(c) states with respect to contracts coming within the scope of paragraph (a)(1) (ii) of this section between subject telephone carriers and connecting carriers, except those contracts related to communications with foreign or overseas points, such documents shall not be

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¹ 47 C.F.R. 43.51(b) states the following communication common carriers must comply with the requirements of paragraph (a) of this section: (1) A carrier that is engaged in domestic communications and has not been classified as non-dominant pursuant to Section 61.3 of this Chapter, (2) A carrier that is engaged in foreign communications and that has been classified as dominant for any service on any of the U.S.-international routes included in the contract, except for a carrier classified as dominant on a particular route due only to a foreign carrier affiliation under Section 63.10 of this chapter, or (3) A carrier, other than a provider of commercial mobile radio services, that is engaged in foreign communications and enters into a contract, agreement, concession, license, authorization, operating agreement or other arrangement and amendments thereto with a foreign carrier that does not qualify for the presumption, set forth in Note 3 to this section, that it lacks market power on the foreign end of one or more of the U.S.-international routes included in the contract, unless the route appears on the Commission's list of U.S.-international routes that the Commission has exempted from the international settlements policy set forth in Section 64.1002 of this chapter.

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filed with the Commission; but each subject telephone carrier shall maintain a copy of such contracts to which it is a party in appropriate files at a central location upon its premises, copies of which shall be readily accessible to Commission staff and members of the public upon reasonable request therefore; and upon request by the Commission, a subject telephone carrier shall promptly forward individual contracts to the Commission.

47 C.F.R. 43.51(d) requires that U.S. international telecommunications services carriers submit to the Commission information concerning their intercarrier agreements for the interconnection of an international private line to the U.S. public switched network (U.S. PSN). Carriers need only to file the information annually, rather than each time that they enter into such an agreement. Section 43.51(d) also requires that only certain limited information be submitted to the Commission concerning the interconnection of international private lines. Carriers may fulfill their Section 43.51(d) notification requirements by filing certified statement only containing information on the country of origin and the number and type of private lines interconnected for each customer during the annual reporting period. The identity of the customer need not be reported. Also, any carrier that interconnects an international private line to the U.S. PSN is not required to report arrangements for the interconnection of such private lines that terminate in countries determined by the Commission to offer equivalent private line resale opportunities to U.S. carriers.

The statutory authority for this information collection is contained in Sections 154, 211, 219 and 220 of the Communications Act of 1934, as amended.

- 2. The Commission has determined that the authorized resale of international private lines interconnected to the U.S. PSN would tend to divert international message telephone service (IMTS) traffic from the settlements process and increase the U.S. net settlements deficit. The information will be used by the Commission in reviewing the impact, if any, that end-user private line interconnections have on our international settlements policy. The data will also enhance the ability of both the Commission and interested parties to monitor for unauthorized resale of international private lines that are interconnected to the U.S. PSN.
- 3. Given the minimal amount of information requested and the unique nature of each filing, the use of information technology is not feasible for this collection.
- 4. This information collection requirement is not duplicated elsewhere in the Commission's rules.
- 5. This information collection will not have a significant economic impact on a substantial number of small entities/businesses.
- 6. Previously, the Commission reduced the frequency of this collection by requiring respondents to report limited information on an annual basis. The Commission's effort to preserve the integrity of its international resale policy would be thwarted if the collection were conducted less frequently.

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- 7. The collection of information is not being conducted in any manner known to be inconsistent with the guidelines in 5 CFR 1320.5(d)(2). There are no special circumstances associated with this collection.
- 8. On October 9, 2008, the Commission published a 60-day Notice (Cite: 73 FR 59627) in the Federal Register to solicit comments from the public. The comment period ended on December 8, 2008. No comments were received from the public with regard to the notice.
- 9. The Commission does not provide any payment or gift to respondents.
- 10. By requiring carriers to file only limited information, and by treating as confidential the country of origin, we are able to provide the respondents with an assurance that commercially sensitive or proprietary information will not be disclosed.
- 11. This collection does not contain questions of a sensitive nature.
- 12. There are 10 respondents to this information collection. The explanation of burden estimates, number of responses, time per response and total annual burden hours are provided below.

Explanation of Burden Estimate	Number of Responses	Time Per Response	Total Annual Burden Hours
1. 47 C.F.R. 43.51(a)(1) states any communication common carrier described in paragraph (b) of this section must file with the Commission, within thirty (30) days of execution, a copy of each contract, agreement, concession, license, authorization, operating agreement or other arrangement to which it is a party and amendments thereto with respect to the (i) the exchange of services; and, (ii) the interchange or routing of traffic and matters concerning rates, accounting rates, division of tolls, or the basis of settlement of traffic balances, except as provided in paragraph (c) of this section.	10	8 On occasion	80
2. 47 C.F.R. 43.51(a)(2) states if the	10	8	80

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	contract, agreement, concession, license,		On occasion	
	authorization, operating agreement or			
	other arrangement and amendments			
	thereto is made other than in writing, a			
	certified statement covering all details			
	thereof must be filed by at least one of			
	the parties to the agreement. Each other			
	party to the agreement which is also			
	subject to these provisions may, in lieu			
	of also filing a copy of the agreement,			
	file a certified statement referencing the			
	filed document. The Commission may,			
	at any time and upon reasonable request,			
	require any communication common			
	carrier not subject to the provisions of			
	this section to submit the documents			
	referenced in this section.			
	3. 47 C.F.R. 43.51(c) states that with	10	6	60
	respect to contracts coming within		On occasion	
	the scope of paragraph (a)(1)(ii) of this			
	section between subject telephone			
	carriers and connecting carriers,			
	except those contracts related to			
	communications with foreign or			
	overseas points, such documents shall			
	not be filed with the Commission;			
	but each subject telephone carrier shall			
	maintain a copy of such contracts to			
	which it is a party in appropriate files			
	at a central location upon its premises,			
	copies of which shall be readily			
	accessible to Commission staff and			
	members of the public upon reasonable			
	request therefore; and upon request by			
	the Commission, a subject telephone			
	carrier shall promptly forward			
	individual contracts to the Commission.			
t	4. 47 C.F.R. 43.51(d) requires that	10	8	80
	U.S. international telecommunications		Annually	
	services carriers submit to the		<i>y</i>	
	Commission information concerning			
	their intercarrier agreements for the			
	interconnection of an international			
	private line to the U.S. public switched			
L	private file to the 0.0. public switched			

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network (U.S. PSN). Carriers need only			
to file the information annually, rather			
than each time that they enter into such			
an agreement. Section 43.51(d) also			
requires that only certain limited			
information be submitted to the			
Commission concerning the			
interconnection of international private			
lines. Carriers may fulfill their Section			
43.51(d) notification requirements by			
filing certified statement only containing			
information on the country of origin and			
the number and type of private lines			
interconnected for each customer during			
the annual reporting period. The			
identity of the customer need not be			
reported. Also, any carrier that			
interconnects an international private			
line to the U.S. PSN is not required to			
report arrangements for the			
interconnection of such private lines that			
terminate in countries determined by the			
Commission to offer equivalent private			
line resale opportunities to U.S. carriers.			
		6-8 Hours	300
		Time	Annual
	40	Per	Burden
Totals:	Responses	Response	Hours

Total Annual In-House Costs: We estimate that the in-house professional staff are paid at an average hourly rate of \$45 per hour to undergo the burden for this filing requirement.

300 Annual Burden Hours X \$45 Per Hour = **\$13,500 Annual In-House Costs**

13 (a). Total Capital or Start-Up Costs

There are no capital or start-up costs associated with this collection. The information is readily available to respondents and is already collected and maintained by them in the normal course of business. Therefore, respondents are not assumed to hire or contract-out any work associated with the filing requirements.

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(b). <u>Total Operations and Maintenance Costs</u>

There are no total operations and maintenance costs.

- (c). Total Annualized Costs: 0.
- 14. The annualized Federal government costs are as follows:

It is estimated that each of the GS-14 Attorneys spend approximately 32 hours per month reviewing documents that the licensees submit to the Commission. 32 hours per month X 12 months in a year = 384 annual burden hours.

			Annual	
Federal Government Staff	Number of Staff	Salary Per Hour	Burden Hours	Annualized Costs
GS-14/Step 5 Attorney	4	\$53.24	384	\$81,777

- 15. This Supporting Statement reflects an adjustment of +220 annual burden hours.
- 16. The results of this information collection requirement will not be published for statistical use.
- 17. No applicable. We are not seeking approval to not display the expiration date for OMB approval of this information collection.
- 18. In the 60-day notice (Cite: 73 FR 59627), we reported a total of 80 annual burden hours. We are correcting the total number of annual burden hours from 80 to 300 annual burden hours. Also, on occasion reporting requirement was inadvertently omitted from the notice. It should be included in this information collection. There are no other exceptions to the Certification Statement.

Part B. Collections of Information Employing Statistical Methods.

Not applicable. This information collection does not employ statistical methods.