#### FCC's Pole Attachment Order: Safety Impacts to Electric Utilities



Birmingham, AL | September 24, 2019



### August 3, 2018 FCC Order

Rule(s)	Effective Date
ILEC Complaints	March 2019
One-Touch Make Ready ("OTMR")	May 2019
Self-Help in Supply Space	May 2019
Overlashing	May 2019
Pre-Existing Violations	May 2019

# Why is the FCC Involved BROMBERG AT ALL?

▷ The Pole Attachments Act (47 U.S.C. § 224)

▷ 1978 Act gave the FCC jurisdiction to ensure that "rates, terms and conditions" for pole attachments were "just and reasonable"

▷ 1996 Amendments made access <u>MANDATORY</u>

Applies in any state that has not "certified" jurisdiction over pole attachments



#### "Certified" States

Arkansas	Massachusetts
Alaska	Michigan
California	New Hampshire
Connecticut	New Jersey
Delaware	New York
District of Columbia	Ohio
Idaho	Oregon
Illinois	Utah
Kentucky	Vermont
Louisiana	Washington
Maine	

\*Pennsylvania and West Virginia in progress





One-Touch Make-Ready 47 CFR § 1.1411(j)

#### OTMR: What is it and Why did the FCC Adopt it?



- OTMR is a process by which new attachers can perform <u>simple make-ready</u> within the communications space with "one touch"
- Purpose of the rule is to eliminate "gates" for simple make-ready projects
- Motivated by anti-competitive delays by existing communications attachers

#### OTMR: Key Concepts & Terms



> Available <u>only</u> to CATV and non-ILEC telecoms

- Applicable to "simple make-ready"—make-ready in the communications space where existing attachments can be rearranged without reasonable expectation of service outage or facility damage
- Process starts with a "complete application"—an application that provides the utility with the information necessary under its procedures to make an informed decision on the application

#### OTMR: High-Level Process/Steps



- Step 1: Survey
- Step 2: Review Application for Completeness
- Step 3: Substantive Review of Application
- Step 4: Make-Ready (simple make-ready ONLY)
- Step 5: Post-Inspection

#### OTMR: Approved Contractors



- Pole owner not required to maintain list of approved contractors for survey or simple makeready work (but "encouraged" to do so)
- To designate or not to designate? That is the question.
  - Survey
  - Make-Ready Work



Self-Help in Supply Space 47 CFR § 1.1411(i)

#### Supply Space Self-Help: What is it and What <u>isn't</u> it?



- Allows attachers to perform make-ready <u>above</u> the communications space through an approved contractor when utility fails to meet its deadline for completion
- Unlike simple make-ready in the OTMR rule, a utility <u>is</u> required to maintain list of approved contractors for make-ready work in the supply space
- DOES NOT APPLY TO POLE CHANGE-OUTS

#### Supply Space Self-Help: How did we get there?



- 2011 FCC Order first implemented make-ready deadlines
  - Allowed self-help only in the communications space
  - Remedy for failure to meet supply space deadline was to file a complaint
- 2018 FCC Order: "After further consideration and in light of the national importance of a speedy rollout of 5G services, we amend our rules to allow new attachers to invoke the self-help remedy for work above the communications space...."

#### Supply Space Self-Help: Risk Management



- Completion of make-ready work within the time limits required by the FCC's rule
- Exercise caution in designation of approved contractors (and maintain "reasonably sufficient" list)
- Post-Inspection Process
- Challenges to supply space self-help rule:
  - 9<sup>th</sup> Circuit appeal
  - Petition for reconsideration in FCC



#### Overlashing 47 CFR § 1.1415

# Overlashing: What is it and why is it a problem?



- Physically affixing an additional fiber or cable to the existing messenger strand
- …and then physically affixing another fiber or cable to the bundle
- …and then physically affixing yet another fiber or cable to the bundle
- Cumulative effect can create massive bundles with significant wind/ice loading implications

#### Overlashing: The History and the Rule



- For many years, there was conflict over whether a utility could even require advance notice of overlashing
- New rule <u>finally</u> makes clear that pole owner can require advance notice (up to 15 days)
- But new rule also hamstrings ability to engineer the proposed overlash through:
  - limitations on data requirements
  - restrictions on cost recovery

#### Overlashing: Risk Management



- Require the data you need to properly evaluate the overlash proposal
  - Some attachers may understand importance of proper engineering notwithstanding their perceived regulatory rights
- > Where does pole loading analysis fit into the picture?
- Post-Inspection Process
- > Challenges to overlashing rule:
  - 9<sup>th</sup> Circuit appeal
  - Petition for reconsideration in FCC



## **Pre-Existing** Violations 47 CFR § 1.1411(c)(2) & (h)(2)

47 CFR § 1.1415(b)

#### Pre-Existing Violations: The Rules and the Purpose



- Background: a three-way dilemna
- > The rules generally prohibit:
  - Denying access based on pre-existing violations
  - Requiring the new attacher to pay cost of correcting pre-existing violations
- FCC's goal was to prevent pre-existing third-party violations from delaying the access process
- FCC stopped just short of forcing electric utilities to bear the cost of correcting existing violations

#### Pre-Existing Violations: Risk Management



- Section 224(f)(2) of the Pole Attachments Act allows an electric utility to deny access "where there is insufficient capacity and for reasons of safety, reliability and generally applicable engineering purposes"
- Potential pathways to protecting system integrity with equitable cost allocation
- Challenges to pre-existing violations rules:
  - 9<sup>th</sup> Circuit appeal
  - Petition for reconsideration in FCC

# QUESTIONS?



#### Eric Langley eric@langleybromberg.com 205.783.5751