

Telecommunications Business Sub-Council, Telecommunications Council
Summary of Minutes (73rd Meeting)

1. Date and Time

Monday, February 26, 2007, 14:00 to 15:08

2. Location

Conference Room 1

3. Attendees (honorifics omitted)

(1) Council Members

Akira Negishi (Chair), Yoshinori Sakai (Vice-Chair), Nobuko Takahashi, Masatsugu Tsuji, Mikio Tokai, Miki Nagata, Yusuke Yasuda (a total of seven members)

(2) Council Secretariat

Matsumura (Assistant Manager of the General Affairs Division, Information and Communications Policy Bureau)

(3) MIC Representatives

Mori (Director-General of the Telecommunications Bureau), Sakurai (Director-General of the Telecommunications Business Department), Suzuki (Director of the Telecommunications Policy Division), Taniwaki (Director of the Tariff Division), Ninomiya (Senior Planning Officer of the Telecommunications Policy Division)

4. Agenda

(1) Report to MIC

Authorization of Changes to Interconnection Tariffs concerning Category I Designated Telecommunication Facilities of NTT East and NTT West (Revision of FY2006 Interconnection Charges, Etc. Based on Actual Cost Method)

(Consultation No. 1163 of December 22, 2006)

Having deliberated on the matter based on the study results reported by the Interconnection Committee, the sub-council reported that it is appropriate to authorize the changes as presented in the consultation.

[Summary]

FY 2006 interconnection charges and other handling charges of leased lines, etc., to which the actual cost method applies, should be revised.

(2) Consultation

a. Authorization of Changes to Interconnection Tariffs concerning Category I Designated Telecommunication Facilities of NTT East and NTT West (Revision of FY2007 Interconnection Charges, Etc. Based on Long-Run Incremental Cost Method)

(Consultation No. 1165)

Having deliberated on the matter, the sub-council decided to issue a press release on the consulted matter, as well as posting it on the website, to invite public comment thereon.

[Summary]

In response to the MIC ordinance to partially amend the Rules for Interconnection Charges, which was promulgated and enforced on February 7, 2007 (MIC Ordinance No. 9 of 2007), the interconnection tariffs of NTT East and West should be changed as to the interconnection charges calculated with the Long-Run Incremental Cost (LRIC) method. To that end, the provisions on interconnection charges for FY2007 calculated with the new model should be developed.

b. Authorization of Changes to Interconnection Tariffs concerning Category I Designated Telecommunication Facilities of NTT East and NTT West (Development of Provisions pertaining to Protection of Accounts Receivable)

(Consultation No. 1166)

Having deliberated on the matter, the sub-council decided to issue a press release on the consulted matter, as well as posting it on the website, to invite public comment thereon.

[Summary]

Necessary provisions are to be developed to ensure the performance of obligations imposed on applicants for interconnection in the case where they have neglected or may neglect payment of

their interconnection-related burden. Such provisions stipulate the cases where collateral for performance of obligations is required, and set the amount of collateral as four months' interconnection charges.

(3) Report

Revision of the Guidelines concerning Applications of the Telecommunications Business Law and the Radio Law pertaining to MVNO

MIC reported on the matter.