

15 July 2014

Jessica Bevin Commerce Commission **Wellington** 

By email c/o telco@comcom.govt.nz

Dear Jessica

## Assessing Chorus' new UBA variant - Boost HD and Boost VDSL

- 1. Kordia thanks the Commission for the opportunity to submit on the Issues Paper.
- Kordia encourage Chorus in its initiatives to introduce new and innovative commercial products that address the market requirements.
- Kordia will consume the new commercial products for UFB offered by Chorus as they better suit our customers' requirements.
- However in bringing new commercial offerings Chorus must be truly innovative and be creating new services. They
  cannot be creating the illusion of new services.
- In our view what Chorus is seeking to do with the proposed two new UBA Variants is not creating new and innovative services.
- We consider that the two new variants do fall within the existing UBA Service Description outlined in Schedule 1 of the UBA STD.
- 7. The two new variants are not complements but substitutes for the regulated service. Chorus is clearly seeking to drive substitution of the regulated services by the proposed new commercial services.
- 8. Chorus' attempts to categorise the commercial services as materially different to the regulated services are specious.
- We further do not consider that Chorus can under the Service Descriptions amend the regulated services in the way that it proposes.
- 10. In implementing bandwidth management Chorus is clearly attempting to degrade the regulated services to "encourage" RSPs to move to the more costly platform, thereby increasing the revenue per line for Chorus.
- 11. This is not service innovation, this is an attempt by Chorus via a thin veil of technical adjustments to game the system to limit its regulatory service and compliance obligations.
- 12. We have had the opportunity to read the submission from Michael Wigley for Internet NZ and we support that.

Yours sincerely

Susie Stone

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