1	BEFORE THE PUBLIC SERVICE COMMISSION
2	STATE OF MISSOURI
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4	TRANSCRIPT OF PROCEEDINGS
5	HEARING
6	May 26, 2005
7	Jefferson City, Missouri
8	Volume 6
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10	Couthwestern Poll Molenhone I D
11	Southwestern Bell Telephone, L.P., d/b/a SBC Missouri's Petition for)Case No. Compulsory Arbitration of Unresolved)TO-2005-0336
12	Issues for a Successor Interconnection)
13	Agreement to the Missouri 271) Agreement ("M2A"))
14	
15	KEVIN A. THOMPSON, Presiding
16	DEPUTY CHIEF REGULATORY LAW JUDGE.
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18	REPORTED BY: TRACY L. THORPE, CSR, CCR
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- 1 PROCEEDINGS
- JUDGE THOMPSON: Great, Mr. Read.
- Well, it looks like we've successfully
- 4 connected.
- 5 MR. CONSTABLE: Good morning, your Honor. This
- 6 is Jason Constable.
- 7 JUDGE THOMPSON: How are you doing?
- 8 MR. CONSTABLE: Very well. Thank you.
- 9 JUDGE THOMPSON: You were here with us earlier,
- 10 as I recall.
- 11 MR. CONSTABLE: That's correct.
- MS. DOUGLAS: This is Sandy Douglas with SBC
- 13 Missouri.
- JUDGE THOMPSON: Yes. And I remember you were
- 15 here as well.
- MS. DOUGLAS: Yes, sir.
- 17 JUDGE THOMPSON: I appreciate you taking a few
- 18 minutes this morning to allow us to ask you some additional
- 19 questions and I'll remind you, Ms. Douglas and Mr. Constable,
- that you are still under oath.
- 21 And, Mr. Read, I need you to raise your right
- 22 hand.
- 23 (Witness sworn.)
- JUDGE THOMPSON: Thank you. Since we can't see
- you and the reporter can't see you, anything you say, the

- first thing out of your mouth has to be your name. Okay? And
- 2 that way the reporter will be able to accurately transcribe
- 3 who it is that is speaking. Okay?
- 4 Very good. I don't care who answers these
- 5 questions, just tell me who you are so the reporter can get it
- 6 down. And then, of course, you're going to have to be subject
- 7 to cross-examination by the other parties' counsel that are
- 8 here in the room, okay, possibly some questions from my Staff
- 9 or myself -- well, actually I'm going to start off with the
- 10 questions and then redirect by your own attorney. Okay.
- 11 Those of you who were here can remember kind of how it worked.
- 12 So as I recall, what we were interested in
- 13 finding out about was the technical parameters around this
- 14 issue of when separate facilities are necessary and when
- 15 they're not.
- 16 And, Leo, do you know, was Mr. Savage going to
- 17 call in at this time too? It just occurred to me --
- 18 MR. BUB: I gave him -- it's the same number
- 19 that we used for the prehearing, so he does have the number.
- 20 I can call him.
- 21 JUDGE THOMPSON: Why don't you shoot him a
- 22 quick call because he was interested in this stuff, as I
- 23 recall.
- 24 Thanks for your e-mail, Natelle. I appreciate
- 25 that.

- 1 MR. BUB: We got a call at the office from the
- 2 Charter attorney. He lost the number, but we gave it to him
- 3 so he will be calling in momentarily.
- JUDGE THOMPSON: Okay. We'll just wait until
- 5 he gets on.
- 6 Is that Mr. Savage?
- 7 MR. SAVAGE: Yes. I just joined. I apologize.
- 8 JUDGE THOMPSON: That's quite all right. We
- 9 haven't done anything, but we have Sandy Douglas and Jason
- 10 Constable from SBC. They both appeared in the hearing earlier
- 11 and were sworn at that time. Chris Read from SBC is also on
- and we just swore him and now I'm going to inquire. Okay?
- 13 MR. SAVAGE: Excellent. Thank you, sir.
- 14 JUDGE THOMPSON: Very good. So the issue is
- when are separate facilities necessary and when are separate
- 16 facilities not necessary from the point of view of the
- 17 technical limitations of the equipment. And I believe I was
- 18 pursuing a line of inquiry with Mr. McPhee yesterday having to
- do with -- Mr. McPhee told me that it was necessary to have
- separate facilities in order to get the traffic parsed out for
- 21 billing purposes. Okay? So that's what I'm asking about.
- 22 And I don't know which of you can answer the
- 23 question, but the question is, can you not program your
- 24 equipment so that this traffic can be distinguished and sorted
- 25 into the necessary categories without the requirement that a

- 1 separate facility be created to carry some subclass of this
- 2 traffic?
- 3 MR. READ: This is Chris Read. I'm not sure of
- 4 your -- your statement of equipment. Are you talking about
- 5 the network or are you talking about billing systems?
- JUDGE THOMPSON: Either. I have no idea what
- 7 equipment's involved.
- 8 MR. READ: Let me --
- 9 JUDGE THOMPSON: I know they're wires. That's
- 10 all I know.
- 11 MR. READ: Let me make a stab at it then and
- 12 hopefully others can jump in where I'm maybe missing the mark.
- 13 But from a billing standpoint, the billing systems require on
- 14 the net-- require the network recordings to provide
- 15 information necessary for billing whatever call was just made.
- JUDGE THOMPSON: Right.
- 17 MR. READ: And there's -- a determination has
- 18 to be made in the network as to what kind of call it was to
- 19 give us the right information in billing to be able to use
- 20 that.
- JUDGE THOMPSON: Right.
- 22 MR. READ: Not all types of calls, not all
- 23 types of traffic, depending on what trunk it comes across, is
- 24 going to create the same type of information that we would use
- in billing.

- 1 JUDGE THOMPSON: Okay.
- 2 MR. READ: Such as if it's an IXC call, we
- 3 require it to be held -- to be handled over an IXC trunk
- 4 because we get information in billing to help us identify who
- 5 that IXC is that needs to be billed.
- JUDGE THOMPSON: So if that traffic were
- 7 commingled on a trunk with other traffic, you would be unable
- 8 to distinguish it and bill it properly?
- 9 MR. READ: We wouldn't know -- yes, that's
- 10 true. We wouldn't know if it were an IXC, which would be
- 11 access charges, or if it would be a local company that was
- 12 handling that that has handed us that traffic.
- JUDGE THOMPSON: Okay. I think that's
- 14 everything that I have.
- Mr. Savage, you may inquire.
- 16 MR. SAVAGE: Thank you, your Honor. This is
- 17 Chris Savage with Charter Communications. I'm calling in from
- 18 Washington, DC.
- 19 If I heard your answer correctly, I just want
- 20 to make sure I got it -- let me back up for a second. What
- 21 I'm concerned about asking about, just you understand the
- 22 context of my questions, is traffic going either to the 911
- 23 selective router or traffic bound for a mass calling customer
- such as a radio station that SBC might have on its network.
- 25 So my questions relate to traffic that comes from a Charter

- 1 customer, comes across our existing physical interconnection
- 2 facility, but it's either a 911 call or it's a call to one of
- 3 your mass calling customers. So you understand that
- 4 limitation that I'm asking about?
- 5 MR. READ: Yes. I understand that.
- 6 MR. SAVAGE: Okay. And there's no dispute
- 7 between Charter and SBC, as far as I know, about putting on
- 8 separate trunks traffic bound for an IXC, traffic bound for
- 9 what have you. That would all be separate trunking which is
- 10 fine.
- 11 So what I want to ask you about is the question
- 12 of a facility. Assume that we got an arrangement where --
- 13 let's start with 911. 911 traffic starts with one of our
- 14 customers, goes across the physical fiber facility and is sort
- 15 of sitting there at I guess the SBC tandem office and your end
- 16 of that fiberoptic terminal. Inbound needs to go the rest of
- 17 the way from the end of the fiberoptic terminal to the 911
- 18 selective router and then into 911. Are you with me so far?
- 19 MR. READ: Yes. But I'm hoping that our
- 20 network folks can also be on board here. That would be Jason
- 21 Constable. Are you aware of this, Jason?
- 22 MR. CONSTABLE: Generally, I'm aware of what
- 23 the issue is. That's not something that I normally handle,
- 24 but I think that I can maybe help out a little bit.
- 25 MR. BUB: Your Honor, if I may interrupt. This

- 1 is Leo Bub.
- 2 MR. SAVAGE: Hi, Leo.
- MR. BUB: Mr. Savage, we set up this call and
- 4 got the witnesses that we had with the understanding that we
- 5 were addressing the Judge's question about separate trunk
- 6 groups for being able to bill IXC traffic. We probably didn't
- 7 get the witnesses -- I didn't understand that we were to get
- 8 witnesses to answer your question about the 911 and mass
- 9 calling. I thought we had handled --
- 10 MR. SAVAGE: If that's not on the table, I'll
- just withdraw the question. That's fine.
- MR. BUB: We got the wrong -- a different set
- of witnesses for that. At least it was my understanding
- 14 yesterday that we covered that with Ms. Chapman.
- 15 MR. SAVAGE: That's just fine. Then I will
- 16 strike all my questions about 911 and mass calling, if that's
- 17 true. Your Honor, is that the proper understanding?
- 18 JUDGE THOMPSON: Yes, it is, I believe.
- 19 MR. SAVAGE: Okay. Then let me just ask
- 20 entirely and completely then about the issue of traffic to
- 21 IXCs. Let's assume that what we've got here is a meet point
- 22 call where one of our customers is, you know, making a call
- and they're PIC'd to AT&T, let's say, and we don't have a
- 24 direct connection to AT&T.
- 25 So what we would want to do is establish a

- 1 trunk group that runs from our switch I guess to your tandem
- 2 and then off to AT&T. That's how we set up the trunking for
- 3 that. Right?
- 4 MR. CONSTABLE: Yes.
- 5 MR. SAVAGE: Yes?
- 6 JUDGE THOMPSON: And who was that that said
- 7 yes?
- 8 MR. CONSTABLE: I'm sorry. This is Jason
- 9 Constable.
- 10 JUDGE THOMPSON: Thank you. We have to know
- 11 who says it.
- 12 MR. SAVAGE: Now, assume with me that that
- 13 trunk group -- tell me if there's anything wrong with the
- 14 following in terms of anything -- either technical billing or
- what have you.
- 16 We can figure that trunk group to physically
- 17 ride the fiberoptic facility that today connects Charter
- 18 Fiberlink's network in St. Louis to SBC's network. We would
- 19 carve that traffic out as a separate trunk that would then be
- 20 handed off -- you would then have that separate trunk
- 21 identified at your end of the fiberoptic terminal. Could you
- not then cross-connect that to the tandem and then ship it off
- 23 to AT&T as necessary?
- 24 MR. CONSTABLE: Mr. Savage, this is Jason
- Constable. I believe that that issue kind of goes back to

- what we were talking about with -- we've already got the
- 2 separate trunk groups and so we've got that portion taken care
- 3 of and now what the issue is, is can they use the same
- 4 facility or do they -- are they required to use different
- facilities. So I think that still goes back more to
- 6 Mr. Hamiter's area of expertise.
- 7 MR. SAVAGE: So to the extent that
- 8 Mr. Hamiter -- whatever he said about that, he said about
- 9 that. Your concern from the billing perspective is simply
- 10 there be a separate trunk group and not particularly a
- 11 separate facility?
- 12 MR. CONSTABLE: Generally, I think -- again,
- 13 this is Mr. Constable. Generally, I believe that's true. I
- 14 think that the issues with the transport is more who pays for
- 15 the -- who pays for the actual facilities. Is it shared costs
- 16 with the facilities or who pays for that more than it is
- 17 generation of the billing.
- 18 MR. SAVAGE: Let me ask you a question about
- 19 that. Are you familiar with the normal rules that apply and
- 20 what I think of as meet point billing for jointly provided
- 21 access?
- 22 MR. CONSTABLE: I'm really not. Again, I would
- think that would be more Mr. Hamiter or Mr. McPhee.
- 24 MR. READ: This is Mr. Read. I may be able to
- answer something there.

- 1 MR. SAVAGE: My understanding is the way that
 2 works is if you've got let's say a call coming in from an IXC
 3 that goes through an ILEC tandem over some facility to a CLEC
 4 switch and then to a CLEC customer. Do you understand what
 5 I'm asking you to assume there?
- 6 MR. READ: Yes.
- 7 MR. SAVAGE: The way I understand it works, and tell me if I'm wrong about this, is for that call that comes 8 in, the ILEC would bill the IXC for -- you know, starting at 9 10 the IXC's pop for an entrance facility from the IXC's pop to 11 the tandem switch for tandem switching for this portion of the transport on the way to the CLEC switch and then the CLEC 12 would bill for its portion of the transport and, you know, 13 14 whatever end-office access elements are applicable.
- 15 MR. READ: That's the way I understand it, yes.
 - MR. SAVAGE: So if we have a situation of the sort I'm describing where SBC would provide the tandem functionality, Charter Fiberlink would provide the end-office functionality and there would be some transport link between them under the -- it's called a MECAB, M-E-C-A-B, all caps, and MECOB, M-E-C-O-B, all caps, arrangements, we would simply have to agree on what is the split of the mileage -- of the airline mileage between the tandem office and the end-office
- 25 transport; is that right?

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so that we could each properly bill the IXC for our portion of

- 1 MR. READ: This is Mr. Read. Yes.
- 2 MR. SAVAGE: Okay. And from your perspective,
- 3 would having the physical facility that carries that transport
- 4 service being the same fiberoptic facility that carries all
- 5 the rest of the traffic between us have any impact on our
- 6 ability to do that?
- 7 MR. READ: I hate to avoid the question, but
- 8 I'm really not sure of the physical type of trunk that we're
- 9 talking about. If -- because my understanding is that all
- 10 traffic that comes across that meet-point trunk is assuming
- 11 that it's coming from an IXC. Traffic is IXC bound.
- MR. SAVAGE: Yes. And I agree with you. All
- 13 the traffic on this trunk group would be IXC bound. It's just
- a question of the physical facility that perhaps to carry that
- 15 trunk group isn't germane to the calculation of those charges.
- 16 Is that your understanding?
- 17 MR. READ: I really couldn't answer that. I'm
- 18 sorry.
- MR. SAVAGE: Okay. That's fine.
- I don't have anything else, your Honor.
- JUDGE THOMPSON: Thank you, Mr. Savage.
- 22 Does anyone else have any questions for the two
- 23 witnesses we've heard from on this fairly narrow issue?
- 24 Anyone else on my Staff? Mr. McKinnie?
- MR. MCKINNIE: I might have a separate question

- 1 to ask Mr. Read about billing while we have him on the phone,
- but I wasn't going to --
- JUDGE THOMPSON: Fire away. He's the billing
- 4 guy. God forbid that, you know, I should get a DPL wrong
- 5 because you didn't ask this question, so step up.
- 6 MR. MCKINNIE: Mr. Read --
- 7 MR. READ: Yes.
- 8 MR. MCKINNIE: -- my name is Adam McKinnie and
- 9 I'm with the Staff. And I just want to ask a real quick
- 10 billing question.
- 11 MR. READ: Okay.
- MR. MCKINNIE: What information does SBC
- 13 Missouri have about a call that it does not normally pass on
- in the daily usage file to a CLEC?
- 15 MR. READ: I'm sorry. The question was what
- 16 does -- what information does SBC Missouri have in the records
- or -- I didn't catch that.
- 18 MR. MCKINNIE: Sure. Just what information in
- 19 general does it have? I'm just trying to understand the
- 20 issues about what information the CLECs want.
- 21 MR. READ: Okay. Hopefully I'm not giving you
- 22 something you already know, but let me just say this, that the
- 23 daily usage file created is a -- is a file of records that are
- in an EMI format that are created directly from the recordings
- 25 made on the switch.

- So when a call is made on a switch through a
- 2 switch, then -- or even if it were passed to us from another
- 3 company, we would take that -- that information, put in the --
- 4 it will have the from number, the to number, the date, the
- 5 duration of the call, all of the information necessary to rate
- 6 the message. And then that message is sent to -- to the CLEC
- 7 in the daily usage file. All of this is according to industry
- 8 standards through the Ordering and Billing Forum.
- 9 MR. MCKINNIE: Okay. And they seem to want
- 10 more information than that. Is that a -- is that fair to say
- 11 from an understanding of some of the reciprocal comp and
- 12 billing issues?
- MR. READ: That they're wanting more
- information? Is that what your question is?
- MR. MCKINNIE: Yes.
- 16 MR. READD: Well, I know that there is
- 17 information that has been a challenge to obtain since the
- 18 beginning of wholesale, and that is identification and
- 19 jurisdiction is critical to all billing systems and all
- 20 billing companies.
- 21 So they -- I'm not sure if there's really any
- 22 new information that they're looking for, but if you -- if
- 23 you're referring to the fact that some records require -- they
- have different fields, different records depending on
- 25 different types of calls. So some records will have CIC

- 1 information, which is the carrier identification code, if it's
- 2 going to be billed to an IXC. Other records are going to have
- 3 local information if it's going to be billed to a local
- 4 company.
- 5 So one record can't have both. And if that's
- 6 being required, of course, that just can't happen because
- 7 there's been a determination of what that call was. I hope
- 8 I'm not missing the mark. If I am, you know, let me try it
- 9 again.
- 10 MR. MCKINNIE: No, no. I think that's more or
- 11 less what I wanted to know. Okay. Thank you very much.
- MR. READ: Okay.
- 13 JUDGE THOMPSON: Anyone have any cross based on
- 14 the questions of Mr. McKinnie just addressed to Mr. Read?
- 15 MR. SAVAGE: I don't, your Honor.
- JUDGE THOMPSON: Okay. Anyone here? No?
- Yes, sir, Mr. Morris.
- 18 MR. MORRIS: One clarifying question.
- 19 JUDGE THOMPSON: Absolutely. Step up and talk
- into the telephone.
- MR. MORRIS: Sir, when you mentioned EMI
- format, what is EMI?
- MR. READ: I'm sorry. I shouldn't list
- 24 acronyms I quess, but the electronic data -- no, it's
- 25 electronic message interface. And that's a format that is

- 1 agreed to by the industry at the Ordering and Billing Forum.
- 2 And a document is produced quarterly with any necessary
- 3 updates that -- it takes the switch information that's
- 4 actually recorded and then maps that from an AMA format into
- 5 this EMI format and all of it's fielded where you take the
- 6 from number and put it into a from number field in the EMI
- 7 record.
- 8 The AMA format is not exchanged between
- 9 companies. The EMI format was created so that all companies
- 10 in the industry would understand what's being billed or what's
- 11 being -- what type of call was -- had just taken place and to
- 12 allow all companies to have a common understanding and
- 13 expectation of how to bill accurately.
- 14 MR. MORRIS: Thank you. And what is AMA
- 15 format?
- MR. READ: AMA format is the -- now you're --
- 17 automatic message accounting I believe is the acronym. And
- 18 that's -- and that is the actual format that's created off of
- 19 the switch reporting.
- MR. MORRIS: All right. Thank you.
- JUDGE THOMPSON: Yes, ma'am?
- MS. BOURIANOFF: Your Honor, I think I do too.
- JUDGE THOMPSON: Very good.
- 24 MS. BOURIANOFF: Mr. Read, it's Michelle
- 25 Bourianoff for AT&T. Good morning.

- 1 MR. READ: Good morning.
- 2 MS. BOURIANOFF: You mentioned that for IXC
- 3 calls, CIC, a C-I-C, carrier identification code, is provided.
- 4 Do you recall that in responding to Staff questions?
- 5 MR. READ: Yes.
- 6 MS. BOURIANOFF: Is a CIC always provided to a
- 7 CLEC on every IXC call?
- 8 MR. READ: If it is an access record that would
- 9 be charged to an IXC, then that -- that is our -- our goal,
- 10 our anticipation that a CIC would be provided. We -- we've
- 11 always agreed that we would provide CICs.
- MS. BOURIANOFF: You would agree with me,
- 13 however, Mr. Read, that a CIC is not always provided in every
- 14 instance. It's the agreed standard that it should be
- 15 provided, but there are records passed sometimes that do not
- have a CIC on them; is that correct?
- MR. READ: Well, you never say never and
- 18 always. I guess there could be anomalies, but -- that could
- 19 happen, but I think they are just that. And it is our goal
- 20 that if it's an IXC-charged call, that the CIC would be
- 21 provided. Because we could identify the traffic as coming
- from that IXC, we would know what CIC to provide.
- 23 MS. BOURIANOFF: And is the CLEC able to bill
- 24 the call correctly if the CIC is not provided on the record?
- 25 MR. READ: Well, it creates a dilemma. As I

- 1 stated earlier, identification and jurisdiction are two of the
- 2 top -- the largest issues that have been in the wholesale
- 3 world, as -- as you know.
- 4 And as many, many issues regarding
- 5 identification and jurisdiction have been -- many discussions
- 6 have happened in the industry. So it does create a problem.
- 7 Is it impossible? I wouldn't go there. There may be other
- 8 methods, there may be other avenues of information, but it
- 9 does create a problem.
- MS. BOURIANOFF: Thank you.
- 11 JUDGE THOMPSON: Thank you. Any other
- 12 questions?
- Okay. Redirect?
- MR. BUB: Thank you, your Honor.
- 15 This is Leo Bub and these questions are
- 16 directed to Mr. Read.
- 17 Mr. Read, the Judge asked you some questions
- 18 about the records that are created on IXC calls. Could you
- 19 tell us what type of call record is created on IXC calls?
- MR. READ: Well, the EMI document contains a
- 21 whole series of access records. And if it is an IXC-carried
- 22 call, then there would be access charges that would apply or
- even if charges don't apply, there are still information
- that's created on that access call.
- 25 MR. BUB: Those EMI records that you're talking

- about, do they require a category 11 type record to be
- 2 created?
- MR. READ: Yes. I'm sorry. They are category
- 4 11 records, which category and EMI is just the first two
- 5 digits of the record.
- 6 MR. BUB: Okay. And those are the same
- 7 records, the category 11's, that the new Missouri Commission
- 8 enhanced record exchange rule requires to be created by tandem
- 9 companies; is that correct?
- MR. READ: That's true.
- 11 MR. BUB: Okay. Do you know -- let me back up.
- 12 That new rule requires the CIC to be put into
- 13 the record. Can you tell us how that CIC gets put into the
- 14 record?
- 15 MR. READ: The CIC is obtained by -- we have a
- 16 relationship with -- with the IXC by the purchase of a trunk
- 17 group and we can identify that -- that CIC based off that
- 18 trunk group.
- 19 MR. BUB: So it's the LEC that receives the IXC
- 20 call that assigns a CIC based on a trunk group? Is that what
- 21 you said?
- MR. READ: Yes.
- 23 MR. BUB: So the CIC gets put in by the LEC, in
- this case by SBC?
- MR. READ: Yes, it is.

MR. BUB: Okay. These category 11 records that 1 2 we've been talking about, who else besides SBC depends on 3 those records? MR. READ: Well, since it's an industry 4 5 document, the expectation is that everyone in the industry not 6 only had a hand in making the records and -- but also, we have 7 an obligation to provide those records if we're doing recording for anyone. 8 9 If we are the official recording company in a transit situation, then we would provide category 11 records 10 11 or if it were a UNE-P company behind our switch in an originating or terminating situation, we would create 12 category 11 records to -- and send those to the appropriate 13 14 company that is interconnected with us. 15 MR. BUB: So carriers that are behind our company when a call goes from an IXC through SBC Missouri to 16 17 another carrier, be it a small LEC or a CLEC, SBC's required 18 to provide a category 11 record to the carriers behind us? 19 MR. READ: Yes. Exactly. MR. BUB: What do they do with those records? 20 21 MR. READ: Well, what they do is what they --22 what they can do since they have the records, they have the 23 capability to bill whatever appropriate charges that they have

negotiated with their customer or they can bill an access

company. If it happened to be an IXC-carried call, they may

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- 1 use that terminating access record to bill the terminating --
- 2 or the IXC in that case.
- 3 MR. BUB: In that case you just mentioned,
- 4 would the small LEC, for example, be billing out of its access
- 5 tariff?
- 6 MR. READ: Yes.
- 7 MR. BUB: Okay. If the trunk groups -- if this
- 8 IXC traffic were not separated and we were not able to
- 9 create -- to identify the traffic like you suggested, would we
- 10 be able to provide a category 11 record to the small LECs and
- 11 CLECs behind us on calls passing through our network from IXCs
- to the small LECs or the CLECs?
- 13 MR. READ: Well, it would create a -- a dilemma
- 14 for us because we would have what we would determine -- have
- 15 to determine as unknown traffic. We wouldn't be able to
- 16 appropriately jurisdictionalize the traffic. And if it were
- 17 dealing with a -- with multiple companies even over the same
- 18 trunk groups, then we'd have an identification problem also.
- 19 So what we would be creating is unknown
- 20 traffic, which then we would have to create some method of
- 21 factoring, which is just an estimate of billing based on some
- 22 history, but not the accurate billing that we're able to apply
- 23 to it today.
- 24 MR. BUB: I'd like to shift gears on you real
- 25 quick. And this is another question for Mr. Read. Michelle

- 1 Bourianoff, the attorney for AT&T, asked you a question about
- 2 whether CIC is always provided to a CLEC on an IXC call and
- 3 you indicated that there may be anomalies when it wasn't. Can
- 4 you give us an idea of how often a CIC is not provided on an
- 5 IXC call that transits our network and goes to a CLEC behind
- 6 us?
- 7 MR. READ: To my knowledge, I don't know of a
- 8 case when we haven't provided CIC. I won't say that something
- 9 hasn't happened where for some reason maybe due to some
- 10 billing changes or something that a CIC didn't get applied
- 11 into the record, but those are just normal billing issues that
- 12 are handled. But I don't know of cases where we didn't
- 13 provide CIC.
- MR. BUB: Okay. Thank you.
- Those are all the questions I had, your Honor,
- on this topic. I will note that yesterday you did have some
- 17 questions I think concerning Charter's proposal and this is
- 18 intercompany compensation, but it also has an impact on
- 19 network and billing where Charter's proposing to have the
- 20 retail local calling scope to determine whether a call is
- 21 local, in which case reciprocal compensation would apply,
- versus a non-local call in which case access would apply. And
- 23 it would be the retail calling scope that would determine that
- 24 compensation. And you had some questions about, you know,
- 25 whether that would have any impact on billing.

- 1 Our witness touched on that, but these are the
- 2 witnesses that can address that if you care to inquire of
- 3 them. If not, that's fine. But I just wanted to let you know
- 4 that these people have the expertise.
- 5 JUDGE THOMPSON: I appreciate that. I think
- 6 I've heard everything I need to hear about that. At some
- 7 point in a case this size, you have enough information.
- 8 Does anyone have any questions on that topic?
- 9 Okay. If there are no further questions for
- 10 any of these witnesses, then thank you very much for your
- 11 time. I appreciate you taking your time to help us out this
- morning. And we'll go back to torturing the people that are
- 13 here in the room. Okay? Have a nice day.
- 14 MR. SAVAGE: Your Honor, this is Chris Savage.
- 15 I'm going to have to count on Mr. Johnson to do that on behalf
- of Charter.
- 17 JUDGE THOMPSON: Mr. Johnson is ready, willing
- 18 and able. Take care.
- MR. JOHNSON: Torture.
- JUDGE THOMPSON: Okay. Maybe that was the
- 21 wrong word, I'm sorry.
- 22 Okay. Now, I think we have a couple witnesses
- 23 left over from yesterday. I believe Mr. Price and Witness
- 24 Ivanuska; is that correct? And you guys have already decided
- 25 what order they're going to come in, is that correct, or have

- 1 you not?
- 2 MR. LANE: I thought Mr. Ivanuska was up.
- JUDGE THOMPSON: That's fine with me. Let's
- 4 get somebody up.
- 5 Morning, sir. Nice to see you.
- 6 THE WITNESS: Good morning, your Honor. Nice
- 7 to see you.
- JUDGE THOMPSON: And have you been sworn?
- 9 THE WITNESS: I have not.
- 10 (Witness sworn.)
- 11 JUDGE THOMPSON: Thank you, sir. Take your
- 12 seat, state your name for the reporter, spell your last name,
- if you would.
- 14 THE WITNESS: My name is John Ivanuska, I-v, as
- in Victor, a-n-u-s-k-a.
- JUDGE THOMPSON: Thank you.
- 17 You may inquire.
- 18 JOHN IVANUSKA testified as follows:
- 19 DIRECT EXAMINATION BY MR. MAGNESS:
- 20 Q. Mr. Ivanuska, you filed more than one piece of
- 21 testimony. Correct?
- 22 A. Yes, that's correct.
- 23 Q. Okay. You have testimony on UNE issues as well
- 24 as on general terms and conditions issues?
- 25 A. Yes, that's correct.

- 1 Q. And could you just tell the Judge and Staff
- where you're employed?
- 3 A. I'm employed by Birch Telecom headquartered in
- 4 Kansas City, Missouri. I'm testifying on behalf of Birch
- 5 Ionics as well as the CLEC Coalition.
- 6 MR. MAGNESS: Thank you.
- 7 Tender him for cross.
- 8 JUDGE THOMPSON: Thank you very much, sir.
- 9 Mr. Lane?
- 10 MR. LANE: Thank you, your Honor.
- 11 JUDGE THOMPSON: We're still on yesterday's
- 12 time allotment. Right? So do you have any idea how long
- 13 you'll be?
- 14 MR. LANE: Less than an hour.
- JUDGE THOMPSON: Very good.
- MR. LANE: Your Honor, I'd like to get an
- 17 exhibit marked, if I could.
- 18 JUDGE THOMPSON: You certainly may. This will
- 19 be 212.
- 20 (Exhibit No. 212 was marked for
- 21 identification.)
- JUDGE THOMPSON: How shall we describe this?
- 23 MR. LANE: CLEC Coalition pricing schedule.
- JUDGE THOMPSON: Very good.
- 25 CROSS-EXAMINATION BY MR. LANE:

- 1 Q. Mr. Ivanuska, I've handed you what's been
- 2 marked as Exhibit 212 in this case, which is a page from the
- 3 response of the CLEC Coalition to the petition for arbitration
- 4 and Exhibit B to that response, which is the schedule of
- 5 pricing proposed by the CLEC Coalition in this case. Do you
- 6 recognize that as -- as that being what it is?
- 7 A. I -- I'm seeing this I guess in this form for
- 8 the first time, so I'll -- I'll accept your representation.
- 9 Q. And you're the witness that addresses pricing
- on behalf of the CLEC Coalition. Right?
- 11 A. There are some pricing issues that I speak to
- in my -- in my testimony or out of the UNE schedule, UNE
- 13 pricing attachment, yes.
- 14 Q. And you didn't attach any pricing schedule to
- 15 your testimony in this case; is that right?
- 16 A. I don't -- I don't believe so.
- 17 Q. And the only pricing schedule that we have from
- 18 the CLEC Coalition is that which was contained in Exhibit B to
- 19 the response to petition for arbitration. Right?
- 20 A. Yeah. I -- I can't be sure about that. Like I
- 21 said, I did not attach it to my testimony. I did not -- I
- 22 don't believe I've done that. With so much filed, I mean, I
- 23 can't be certain that this is the only time, but again, I'll
- accept your representation, Mr. Lane.
- 25 Q. And with regard to the pricing, Exhibit B in

- front of you, the first seven and a half pages are essentially
- 2 what SBC Missouri proposed in this case and the remainder is
- 3 what appears that the CLEC Coalition is proposing as prices in
- 4 this case. Is that a fair statement?
- 5 MR. MAGNESS: Your Honor, it seems to me
- 6 Mr. Ivanuska has already testified he did not attach this, it
- 7 was not attached to his testimony. And Mr. Lane refers to him
- 8 as the pricing witness, but I think if one reviews his
- 9 testimony, there's not testimony that says, I'm supporting all
- 10 the prices that were in this appendix. And I suppose he can
- answer what he can answer, but --
- 12 JUDGE THOMPSON: Well, do you have a pricing
- 13 witness?
- MR. MAGNESS: Not an individual who is
- 15 sponsoring this particular attachment, providing testimony to
- 16 it.
- 17 MR. LANE: I guess here's the problem, Judge.
- 18 I mean, I thought out of this arbitration that you were going
- 19 to set prices for unbundled network elements.
- JUDGE THOMPSON: That's my expectation.
- 21 MR. LANE: If their view is that they're not
- 22 proposing any prices on it, that's fine. But if their view is
- that there are some prices to come out of this, he's the only
- one that addressed pricing.
- MR. MAGNESS: Your Honor, the CLEC Coalition's

- 1 position, except for the very few specific rates that
- 2 Mr. Ivanuska talks about that are in his testimony, is to
- 3 apply current M2A rates, for example, on UNEs and resale.
- We're not asking for new rates to be set.
- 5 Looking at this schedule, it appears that there
- 6 are a lot of one cent and zero references, which frankly, I
- 7 haven't looked at this and I don't know that they are correct,
- 8 but that's been the proposal and that's been the negotiations
- 9 with SBC throughout.
- 10 JUDGE THOMPSON: I see there is a CLEC
- 11 Coalition/SBC DPL on pricing issues. Right?
- MR. MAGNESS: Yes.
- 13 JUDGE THOMPSON: So I'm being called upon to
- 14 make decisions regarding prices for the interconnection
- 15 agreement between the CLEC Coalition and SBC. Given that
- that's what I'm being asked to do, I think SBC is entirely
- 17 within its rights to want to cross-examine a witness with
- 18 respect to the CLEC Coalition's price position.
- 19 And maybe I'm off base, but the fact that these
- 20 are the prices that were in the previous agreement I don't
- 21 know necessarily means they automatically get into the next
- 22 agreement. I mean, conditions may have changed such that
- 23 those prices may no longer be TELRIC or otherwise within
- 24 whatever the legal parameters are that prices have to be.
- 25 So I think they get to explore that and you

- 1 have to tell them who they get to explore that with. Okay?
- 2 If this is not the right witness, that's fine, I understand
- 3 that. But let's get that witness here so that Mr. Lane can
- 4 ask his questions.
- 5 MR. MAGNESS: I think Mr. Ivanuska can answer
- 6 what he can answer concerning those. I just want to be clear
- 7 about --
- 8 JUDGE THOMPSON: What if he can't answer them?
- 9 MR. MAGNESS: -- that we're in a different
- 10 position than what -- we had a discussion of very specific
- 11 rates with Mr. Rhinehart yesterday and I just wanted to make
- 12 that clear. Mr. Ivanuska is in a position to answer questions
- about rates. I just wanted to be clear that that's where we
- 14 stood as far as the proposals and negotiations.
- 15 JUDGE THOMPSON: That's fine. He has to have a
- 16 chance to ask someone.
- MR. MAGNESS: Understood. Sure.
- 18 JUDGE THOMPSON: If Mr. Ivanuska is the best
- 19 possible witness, that's fine with me. And he'll do the best
- job he can, I'm sure.
- Is that acceptable, Mr. Lane?
- 22 MR. LANE: Sure. I guess the problem I'm
- having, Judge, just to be clear, I don't know what prices
- they're proposing. They don't have anything. They dispute
- our prices in full is what they say on issue 1.

- JUDGE THOMPSON: Excuse me?
- 2 MR. LANE: They say on issue 1 of the DPL for
- 3 the CLEC Coalition --
- 4 JUDGE THOMPSON: I see that.
- 5 MR. LANE: -- that they dispute all of the
- 6 prices that we've proposed.
- 7 JUDGE THOMPSON: Okay.
- 8 MR. LANE: And yet they don't propose any. So
- 9 that's the problem that I'm coming to and I want to address
- 10 that.
- 11 JUDGE THOMPSON: That's what you want to
- 12 explore?
- MR. LANE: Right.
- 14 JUDGE THOMPSON: And, Mr. Ivanuska, I mean, are
- 15 you aware of someone that knows more the CLEC Coalition's
- 16 position on pricing?
- 17 THE WITNESS: No, your Honor. I am generally
- 18 aware that we -- that it's the CLEC Coalition's position that
- 19 the prices that are in the M2A today should continue. To the
- 20 extent SBC proposes something different, we would oppose that.
- 21 To the extent the prices are identical to what's in the M2A,
- 22 we would have no issue with those particular prices.
- 23 JUDGE THOMPSON: Very good. Then you may
- 24 inquire.
- 25 BY MR. LANE:

- 1 Q. All right. As we were discussing first, the
- 2 first I guess seven and a half pages of this Exhibit B to the
- 3 CLEC Coalition response to the petition for arbitration are
- 4 the rates that were proposed by SBC Missouri. Right?
- 5 A. I'll have to accept that. I -- I don't know.
- 6 Q. Okay.
- 7 A. I've not reviewed this.
- 8 Q. And it's fair to say that -- let's take
- 9 unbundled loops, the analog loops, for example. According to
- 10 the answer to the petition for arbitration, you dispute all of
- 11 the prices that SBC Missouri proposes. Right?
- 12 A. Where's that now?
- 13 Q. It's in the response to petition for
- 14 arbitration and it's in the DPL on issue 1. I'll read from
- the DPL on CLEC Coalition pricing issue 1. It says, The CLEC
- 16 Coalition disputes SBC Missouri's proposed price schedule in
- 17 full. Right?
- 18 A. That's what it says.
- 19 Q. And with regard to loops, in particular, then
- 20 on the analog loops you dispute all of the prices that SBC
- 21 Missouri proposes. Right?
- 22 A. To the extent those prices are different than
- what's in the M2A, the answer's yes.
- 24 Q. And have you presented anything to the
- 25 arbitrator that identifies which ones are different from those

- 1 in the M2A and which ones are the same as those in the M2A?
- 2 A. I have not presented that in my testimony.
- 3 Q. So at the end of the day if the arbitrator
- 4 finds that, he doesn't have a place to look to know which
- 5 rates you agree with and which rates you don't agree with,
- 6 does he?
- 7 A. Well, the arbitrator could certainly look -- I
- 8 mean, we haven't laid it out side by side, but I'd say our
- 9 position's entirely clear that the arbitrator could look at --
- 10 to the extent SBC's proposed rates differ from those rates
- 11 contained in the pricing schedule of the M2A -- we haven't
- 12 extracted and presented a side-by-side comparison, but
- 13 conceptually that's -- that's exactly what we're doing. We
- don't have a schedule per se that I know of.
- 15 Q. All right. And most of the rates that SBC
- 16 proposes are, in fact, taken from the M2A, are they not?
- 17 A. Many are, I suppose, yes.
- 18 Q. All right. And from what you've identified,
- 19 there's not a way to distinguish the two from the testimony in
- 20 the case. Right? You want the arbitrator to go through item
- 21 by item and compare our price proposal to what's in the M2A.
- Is that a fair statement?
- 23 A. Actually, no. I mean, I want the arbitrator
- just to order the continuance of the M2A rates. And from my
- 25 perspective, he need not do that because I think the

- 1 continuation of the current M2A rates are -- is an appropriate
- 2 outcome.
- 3 Q. All right. And so in this -- with regard to
- 4 that then, any service that's not included in the M2A would
- 5 not be included as a price -- as a service with a price on it
- 6 in the successor agreement. Is that a fair statement?
- 7 A. To the extent there was any instance of that.
- 8 I don't -- I don't know of any instance off the top of my
- 9 head.
- 10 Q. How about DS-3 loops?
- 11 A. I don't know.
- 12 Q. Okay. Assuming that DS-3 loops are not
- included in the M2A today, would you agree that under the CLEC
- Coalition's proposal then, there wouldn't be any DS-3 loop
- availability in the successor agreement?
- 16 A. Well, I don't -- I don't know whether they
- 17 would or wouldn't be available. Certainly if it's capable of
- 18 being unbundled -- you know, there may not be a price in the
- 19 pricing attachment for it. I wouldn't say that that -- that
- 20 the conclusion is that DS-3 loops are unavailable. You know,
- 21 there's a separate rate issue, I suppose, on DS-3 loops where
- 22 prices could be established or prices could be set pursuant to
- 23 ICB pricing.
- 24 Q. All right. You're familiar with the BFR
- 25 process, are you not?

- 1 A. Yes, I am.
- 2 Q. And would you agree under the current M2A, if a
- 3 CLEC requests an element that's not currently provided, that
- 4 that is something that's done through the BFR process?
- 5 A. It is either done through the BFR process or it
- 6 is priced on an individual case basis, you know. There's some
- 7 difference there with, you know, how a UNE is made available.
- 8 Q. So with regard to DS-3 loops, in particular,
- 9 assuming that those are not currently provided for in the M2A
- 10 today, would you agree that the appropriate resolution of that
- 11 from the CLEC Coalition's perspective is that they could
- request that through the BFR process?
- 13 A. We could request that through the BFR process,
- 14 I would agree with that.
- 15 Q. On pages 8 through 14 of 212, which you have
- 16 before you, there are a series of services and a series of
- 17 prices. And those were the prices that were included in the
- 18 CLEC Coalition's response to the petition for arbitration as
- 19 Exhibit B. You'll agree with me as you look through it, that
- 20 every single price in there is either zero or one penny.
- 21 Right?
- 22 A. Those are the numbers.
- 23 Q. And would you agree with me that those prices
- are not appropriate prices for the arbitrator to adopt in this
- 25 case?

- 1 A. I don't know the context, so I don't -- I
- 2 can't -- I can't agree or disagree.
- 3 Q. All right. It's fair to say that the CLEC
- 4 Coalition has provided no cost study or other information that
- 5 would justify the adoption of any of the rates that are
- 6 contained on the bottom of page 8 beginning with DSL
- 7 conditioning options through page 14. Is that a fair
- 8 statement?
- 9 A. I'm -- I'm pretty sure the Coalition hasn't
- 10 provided a cost study. As far as other justification, I
- 11 cannot agree that the CLECs have or have not provided any
- 12 additional justification. The case is too voluminous for me
- 13 to just say that. I'm pretty certain that there were no cost
- 14 studies provided though.
- MR. MAGNESS: Your Honor, I think we can maybe
- 16 cut through some of this. This is in error. I regret I had
- 17 not seen this since the filing. The rates proposed are not
- 18 zero or one penny. As Mr. Ivanuska testified --
- 19 JUDGE THOMPSON: Are you referring to Exhibit
- 20 212?
- 21 MR. MAGNESS: Yes. Page 8 through 14. The
- 22 rates he testified that we intended to incorporate into a
- 23 price schedule are the current M2A rates for these elements
- 24 and for resale. This is -- there's some sort of formatting
- 25 typographical problem with this particular document. We

- 1 regret that that happened in the petition and we can refile
- 2 something that is basically the M2A price schedule, but I just
- 3 want it clear on the record we're not asking the Commission to
- 4 adopt one penny or zero rates for all these elements.
- JUDGE THOMPSON: Okay.
- 6 MR. LANE: At the end of the day, your Honor, I
- 7 don't think there's anything for you that you can adopt for
- 8 them on the pricing schedule. There's nothing there for you
- 9 to say, yes, I adopt this. The only thing that's out there
- 10 for you is our pricing schedule. And I can go through all of
- 11 the questions that I'd otherwise ask or if it's clear that
- there's nothing in here for you to adopt for them on the
- pricing schedule, I'm fine to stop.
- 14 JUDGE THOMPSON: It's clear to me what they
- 15 want. I guess my question is given that he's telling you that
- this is in error and that this doesn't fairly reflect their
- 17 position, do you want an opportunity to perhaps ask different
- 18 questions or -- you see what I'm saying? That doesn't change
- 19 SBC's position.
- 20 MR. LANE: If they're withdrawing it, that's
- 21 fine. If they're asking to withdraw it, that's fine. The
- 22 only thing I would object to is submitting something late to
- 23 you. I would be vehemently opposed to that. This is the
- 24 opportunity for the hearing.
- JUDGE THOMPSON: Okay. I understand that.

- 1 MR. LANE: All right. If it's withdrawn -- is
- 2 that right? This is withdrawn?
- 3 MR. MAGNESS: Well, I guess that depends on
- 4 what the consequence of the withdrawal is. The testimony is
- 5 Mr. Ivanuska has said that our position is that the current
- 6 rates stay in effect. We did not present a cost study, as
- 7 he's testified, justifying new rates. The basic argument is
- 8 these rates are in effect now, those rates should remain in
- 9 effect. That's the M2A pricing schedule.
- 10 So if the withdrawal of this document that is
- 11 the -- has typographical errors, which, as I say, we regret
- occurred but apparently they did, is that there is no
- 13 reference to the M2A pricing schedule as being our proposal,
- 14 then we have a problem because that was what we attempted to
- 15 support in testimony and in the DPL. So --
- 16 JUDGE THOMPSON: Is the M2A pricing schedule in
- 17 the record in this case?
- 18 MR. LANE: No.
- 19 JUDGE THOMPSON: It is not?
- MR. LANE: No.
- 21 JUDGE THOMPSON: And you are strongly opposed
- 22 to any effort by them to put it in the record in this case?
- MR. LANE: Yes.
- JUDGE THOMPSON: So as far as I can see, it's a
- 25 matter where you make a motion, he responds to the motion, you

- 1 respond to his response and I decide. Right? It's like
- 2 anything else.
- MR. LANE: You want it now?
- 4 JUDGE THOMPSON: Now, after the hearing. I
- 5 don't care. In terms of this is the opportunity for the
- 6 hearing, you now know that this is an error and you now know
- 7 what they espouse. As far as I can see, you can ask him any
- 8 questions you want about what they want. As you said, this is
- 9 the opportunity for the hearing. It's not like you guys don't
- 10 know what the M2A pricing schedule says. Right?
- MR. LANE: In order --
- 12 JUDGE THOMPSON: It has, after all, been your
- 13 agreement for the last three years.
- 14 MR. LANE: Let me be clear. Where we're
- getting into the problem is that the M2A pricing schedule
- 16 contains prices for elements that are no longer classified.
- JUDGE THOMPSON: That you no longer are
- 18 required to offer and that your position is should not be part
- 19 of this agreement.
- MR. LANE: Right.
- 21 JUDGE THOMPSON: You may decide to offer them
- 22 outside of this agreement --
- MR. LANE: And have.
- JUDGE THOMPSON: -- and have, but it shouldn't
- 25 be part of this agreement. And you don't have to offer them

- 1 at TELRIC. Is that your position?
- 2 MR. LANE: Right. And that this Commission
- 3 doesn't even have the authority to decide that.
- 4 JUDGE THOMPSON: Bingo. I understand your
- 5 position.
- 6 Ms. Bourianoff, you have something?
- 7 MS. BOURIANOFF: Yes. And I just wanted to
- 8 clarify that at least some -- a large part of the M2A rates
- 9 are in the record through another party. And Mr. Rhinehart
- 10 was cross-examined yesterday by Mr. Lane with the AT&T
- 11 proposed pricing schedule and many of the M2A rates are on
- that proposed pricing schedule that AT&T proposes in a
- 13 slightly different format because we have a different
- 14 worksheet for --
- JUDGE THOMPSON: I understand.
- 16 MR. LANE: I'm not dealing with AT&T. We're
- dealing with the CLEC Coalition.
- 18 MS. BOURIANOFF: I just wanted to make sure
- 19 that --
- 20 MR. LANE: We've got separate arbitrations with
- 21 each of these groups of people.
- 22 JUDGE THOMPSON: I understand that. And we're
- 23 working a separate ICA for each one of these. Right?
- 24 MR. LANE: Right.
- MR. MAGNESS: Your Honor, this is not without

- 1 some context either. The parties negotiated and have been
- 2 negotiating prior to the filing of the arbitration for some
- 3 time. SBC's negotiators we've discussed the issue with. Our
- 4 position was we're going to going in with the current rates,
- 5 we're not asking for a change in rates. In other states we
- 6 have settled based on current rates. That's certainly not the
- 7 case here, but the position of the parties going into the
- 8 arbitration, that's how we knew we had a dispute.
- 9 JUDGE THOMPSON: Let me ask you a question, if
- 10 I could, Mr. Magness. Is it the CLEC Coalition's position
- 11 that declassified UNEs should be part of this agreement?
- 12 MR. MAGNESS: In the CLEC Coalition testimony,
- both Mr. Ivanuska and Mr. Cadieux and maybe Ms. Mulvaney --
- 14 there's testimony concerning the treatment of the declassified
- 15 UNEs. We are not asking that, for example, after the
- 16 transition period is over under the TRRO and unbundled local
- 17 switching is no longer an element under Section 251, we're not
- 18 asking that that be available under 251 --
- 19 JUDGE THOMPSON: I just want to know if you
- 20 want -- is it your position that declassified UNEs should be
- 21 part of this agreement that we're here arbitrating right now?
- 22 Yes or no?
- 23 MR. MAGNESS: They're in the agreement as long
- as the transition period lasts, yes. So once the transition
- 25 period is over --

- 1 JUDGE THOMPSON: Now, that's something that you
- 2 two can fight out in the brief. Am I right?
- 3 MR. MAGNESS: Sure.
- 4 JUDGE THOMPSON: I mean, it is what it is.
- 5 MR. LANE: Let me be clear. Is it the CLEC
- 6 Coalition's view that they're not seeking to have those
- 7 declassified elements available in the interconnection
- 8 agreement under 271?
- 9 MR. MAGNESS: We're asking --
- 10 MR. LANE: I mean, I think you're not
- 11 getting --
- 12 MR. MAGNESS: We're asking for 271 checklist
- 13 items, including switching loops and transport. Some -- to
- some extent switching loops and transport under Section 251
- 15 are declassified under the TRRO. No disagreement after the
- 16 transition period.
- 17 So for switching loops and transport, which
- 18 need to be available in the agreement under Section 271, we're
- asking that they be available under this agreement, we have
- 20 proposed an interim just and reasonable rate to the extent
- 21 they have been declassified under Section 251 and as
- Ms. Mulvaney has testified, the just and reasonable rate is
- 23 something that's going to need to be revisited on a final
- 24 basis by the Commission.
- JUDGE THOMPSON: I remember that.

- 1 Now, Mr. Lane, what is SBC's position with
- 2 respect to these 271 elements?
- 3 MR. LANE: That they're not to be part of the
- 4 contract. And that if they are in the contract, that they're
- 5 not to be set at any kind of TELRIC rate. And that to the
- 6 extent that they're to be determined on any rate, it's by the
- 7 FCC under the just and reasonable standard, not this
- 8 Commission.
- JUDGE THOMPSON: Very well. Do you believe
- 10 that this Commission has any role in monitoring whether or not
- 11 SBC is continuing to meet its obligations with respect to the
- 12 271 checklist items?
- 13 MR. LANE: No, your Honor, you do not. That's
- 14 very clear under the law. You do not.
- JUDGE THOMPSON: So they're out of the
- 16 agreement, it's not this Commission's problem. If we stick
- 17 our fingers in, they're going to cut off. Right? That's what
- 18 you're telling me?
- MR. LANE: Yes.
- JUDGE THOMPSON: Very good. That's all I need
- 21 to know.
- 22 And you don't agree with that position; is that
- 23 right?
- MR. MAGNESS: None of it.
- JUDGE THOMPSON: Very good. I'll expect to

- 1 read some exciting passages in the briefing about that.
- 2 Okay. I'm not going to tell them that I'm not
- 3 going to consider the rates that they want because they filed
- 4 something with typos.
- 5 MR. LANE: Okay. And my point, your Honor, is
- 6 that they've got nothing in there so we've got nothing --
- JUDGE THOMPSON: And you can argue that and you
- 8 can say what you want to say and he's going to say what he
- 9 wants to say and there we go. Right? Okay?
- 10 MR. LANE: Fair enough.
- 11 JUDGE THOMPSON: I'm not going to non-suit
- 12 something for a typographical error. I'm just not going to do
- it. That's not my view of how the law should work.
- Now, further inquiry?
- MR. LANE: Yes.
- 16 BY MR. LANE:
- 17 Q. With regard to resale discount rates on issue 4
- 18 of the pricing DPL of the CLEC Coalition, it indicates that
- 19 you're not asking to have that issue addressed in this phase.
- Would you agree with me that there's no other phase to the
- 21 arbitration scheduled in this case?
- 22 A. I would agree that this is the only phase of
- the case.
- 24 Q. And would you agree that the resale discounts
- 25 that SBC Missouri proposes to provide are those that are from

- 1 the M2A and should be adopted in this case?
- 2 A. I haven't examined them, but to the extent they
- 3 are the discount rates from the M2A, then I do think that they
- 4 should be adopted, yes.
- 5 Q. And you haven't proposed anywhere a list of
- 6 services and discount rates that you think should be
- 7 applicable; is that right?
- 8 A. Not that I'm aware of.
- 9 Q. Okay. I'm going to switch over and talk about
- 10 UNEs with you for a little bit.
- 11 A. Okay.
- 12 Q. In your Rebuttal Testimony, and I'm going to
- 13 refer you to page 4, you discuss the process to be used if
- 14 Birch or a member of the CLEC Coalition wants to submit a
- 15 request for SBC to develop a process for commingling
- 16 arrangements. Right?
- 17 A. Right. In the context of my rebuttal of SBC
- 18 Witness Christensen, I discuss the change management process.
- 19 Q. And you have several pages where you criticize
- the change management process. Right? Pages 4 through 10.
- 21 Right?
- 22 A. Right. And several attachments.
- 23 Q. And the particular language that you're
- 24 addressing is that which is in 2.19.4.1; is that right?
- 25 A. I believe so.

- 1 Q. And that's what you list on your Rebuttal
- 2 Testimony at page 4, line 16. Right?
- 3 A. Right. I see that. And, I mean, to be
- thorough, I should go to UNE 6 and make sure that there's no
- 5 typos or anything, but yeah, that's what I attempt to
- 6 reference.
- 7 Q. And UNE 6 is the -- the 6 there refers to the
- 8 attachment, not to the issue number. Right?
- 9 A. Correct.
- 10 Q. And the issue number that we're dealing with
- 11 that with on that is issue 13. Right?
- 12 A. Okay.
- Q. Do you have the DPL in front of you?
- 14 A. No, I don't. This is -- this is my fourth 2A.
- 15 I've printed 500 pages of DPL, the other three, and never used
- 16 them. And now I don't have it and -- so the answer's no.
- 17 MR. MAGNESS: I'm pulling up the electronic
- 18 version.
- 19 THE WITNESS: Sorry.
- MR. LANE: That's okay.
- 21 JUDGE THOMPSON: It's a hard case to be
- 22 prepared for.
- 23 THE WITNESS: I was so represented in Texas and
- 24 Kansas City and Oklahoma and 1,500 pages of legal size later,
- 25 I -- I thought I won't need them.

- 1 BY MR. LANE:
- 2 Q. Let me just ask you a process. In writing your
- 3 Rebuttal Testimony, did you read the DPL at that point when
- 4 you wrote it?
- 5 A. Sequence of things, I don't remember. I
- 6 mean --
- 7 Q. Okay.
- 8 A. -- I looked as SBC's direct. I don't know. I
- 9 don't really remember.
- 10 Q. Okay.
- 11 MR. MAGNESS: It's part 2 -- is it issue 13,
- 12 Paul, you said?
- MR. LANE: Yes.
- MR. MAGNESS: Okay. Issue number.
- THE WITNESS: Okay.
- MR. MAGNESS: Enlarge it a little so you can
- 17 see it.
- 18 THE WITNESS: Okay.
- MR. MAGNESS: Scroll down to 13.
- THE WITNESS: Are you going to be my navigator?
- 21 BY MR. LANE:
- Q. Do you have it in front of you now,
- 23 Mr. Ivanuska?
- A. I'm scrolling. Do you have a page number?
- 25 Q. 55.

- 1 A. I'm there.
- Q. All right. Let's get back into context, if we
- 3 could, for a minute. It's fair to say that this language
- 4 arises only when we're dealing with requests for commingling
- 5 arrangements that aren't already accounted for in an SBC
- 6 proposal that's available to the CLECs online. Right? That's
- 7 the context that we're dealing with?
- 8 A. That's correct.
- 9 Q. Okay. And from yesterday we know from
- 10 Exhibit 211 that there's some 11 commingling arrangements that
- 11 SBC Missouri has proposed that can be ordered without a BFR.
- 12 Right?
- 13 A. Well, these are in the process of being
- developed, yes. The -- it's the Evergreen CLEC website, I
- 15 quess. That's what's coming off the website at this point.
- 16 Q. And would you agree with me that those lists of
- 17 arrangements commingling arrangements that are available
- 18 without a BFR request account for well over 90 percent of the
- 19 commingling arrangements that CLECs anticipate requesting?
- 20 A. I don't know that to be a fact.
- 21 Q. And was Birch a member of the CLEC Coalition in
- Texas when this issue was raised?
- A. We appeared in Texas, yes.
- 24 Q. And would you agree with me that in Texas the
- 25 testifying witness for the CLEC Coalition testified that the

- 1 11 co-mingling arrangements that are represented in
- 2 Exhibit 211 account for more than 90 percent of the
- 3 co-mingling arrangements that CLECs seek to request?
- A. Probably not. I mean, we didn't have 11 back
- 5 in Texas. We had 4 that came off this website.
- 6 Q. Would you agree that the 4 that were listed on
- 7 the website accounted for more than 90 percent of the
- 8 co-mingling arrangements that the CLECs expected to order?
- 9 A. I don't remember the testimony. I do know that
- there were three, then SBC added the DS-1 loop to DS-1
- 11 transport, essentially the reconstitution of the EEL. That
- one alone probably constitutes the majority of commingling
- 13 arrangements. I mean, I'll give you that much. I don't
- 14 remember the 90 percent.
- 15 Q. Are you familiar with Mr. Hyde, the witness for
- 16 the CLEC Coalition from Cibion?
- 17 A. I do. Yeah, I remember Mr. Hyde.
- 18 Q. And do you recall his testimony in Texas that
- those 4 commingling arrangements accounted for over 90 percent
- of the commingling requests that the CLECs would make?
- 21 A. I don't remember that statement.
- 22 Q. Do you have any reason to dispute it?
- 23 A. No, I don't really. I'm not surprised the --
- 24 like I said, the reconstituted EEL is clearly the vast
- 25 majority of commingled instances that CLECs require.

- 1 Q. All right. And so what we're dealing with in
- 2 the Section 2.19.4.1 is generally less than 10 percent of the
- 3 commingling arrangements and how you handle those when there's
- 4 a request but there's not a process already in existence.
- 5 Right? That's what we're dealing with?
- 6 A. That is what we're dealing with, with the
- 7 exception of -- that the 11 commingled arrangements that are
- 8 listed on the exhibit that was introduced yesterday, most, if
- 9 not all of those, are still works in process. I mean, I don't
- 10 know what they're going to be in their final form
- 11 operationally.
- 12 It may very well be that the process that gets
- 13 established by SBC is wholly unacceptable to CLECs, in which
- 14 case SBC may say, you know, if you want a fully mechanized
- process for this commingled arrangement, you're going to have
- 16 to go through the CMP or the process that we have established
- for SBC to consider and evaluate these.
- 18 Q. 7 of the 11 are already available to CLECs
- 19 according to Exhibit 211. Right?
- 20 A. I haven't reviewed 211.
- 21 Q. Okay. So when your statement that the majority
- of them are not available, that was made without reference to
- 23 the document itself. Right?
- 24 A. Well, I -- I can --
- 25 O. Yes or no?

- 1 A. I looked at the document for one particular
- 2 thing.
- Q. Okay.
- A. And it was the --
- 5 Q. All right. I'm trying to get to a particular
- 6 point, if I can.
- 7 A. Sure.
- 8 Q. The criticism that you leveled with regard to
- 9 the change management process deals only with the small --
- 10 strike that.
- 11 The criticism that you level with the change
- management process here is not even applicable because it's
- 13 the BFR process that would apply in this instance, isn't that
- 14 correct, under the language that has been proposed in Section
- 15 2.19.4.1?
- 16 A. My screen just went dark. Excuse me. It went
- 17 to sleep, didn't it?
- 18 MR. MAGNESS: I think it did. It's locking up.
- 19 THE WITNESS: Now it's locked.
- JUDGE THOMPSON: We're having a difficult time
- 21 here today. Do you have a need a copy of the CLEC Coalition
- 22 DPLs because I have a box with them in it.
- MR. MAGNESS: If you have attachment 6. If you
- have it on paper.
- JUDGE THOMPSON: Attachment 6, is that a DPL or

- part of the proposal?
- 2 MR. LANE: No. You'd need the DPL. Attachment
- 3 6 UNE is what he's referring to. You've got one?
- 4 JUDGE THOMPSON: Here. I'm sure you can find
- 5 in there somewhere.
- 6 MR. MAGNESS: Okay.
- 7 THE WITNESS: Page 55.
- 8 JUDGE THOMPSON: Mr. McKinnie actually has the
- 9 right one, which would be even quicker.
- 10 I'm just glad you guys didn't leave a lot of
- 11 points for me to decide because --
- 12 THE WITNESS: 2.19 -- would you repeat your
- 13 question?
- 14 BY MR. LANE:
- 15 Q. Yes. My question was, while you have
- 16 criticized the change management process, would you agree with
- 17 me that in this issue that we're dealing with, that the
- 18 process that's to be used for a request for commingling
- 19 arrangement where a process doesn't exist already is the BFR
- process, not the change management process?
- 21 A. As I understood Mr. Christensen's testimony, he
- 22 was directing CLECs to the change management process as a --
- 23 as a way of submitting and prioritizing commingled
- 24 arrangements, if I recall. I mean --
- 25 Q. My question, Mr. Ivanuska, is in the language

- 1 that we're dealing with in the issue that you identified --
- 2 A. Uh-huh.
- 3 Q. -- is it correct that the change management
- 4 process isn't called for, it's the BFR process?
- 5 A. I'm -- help me with that reference. I'm --
- 6 2.19 --
- 7 Q. .4.1 on page 56.
- 8 A. Right. I don't believe that we disagree
- 9 necessarily with -- I don't see that language in disagreement.
- 10 Q. Look on page 56, if you would.
- 11 A. Uh-huh.
- 12 Q. The bolded language, Any CLEC request for a
- 13 commingled arrangement not found on the then existing list of
- orderable commingling arrangements must be submitted via the
- 15 BFR --
- A. Okay. I'm with you.
- 17 Q. -- process. And that's bolded because the CLEC
- 18 Coalition didn't agree with it. Right?
- 19 A. Thank you. Yes.
- Q. And so the reference in your testimony to the
- 21 change management process is not what's at issue in Section
- 22 2.19.4.1. Right?
- 23 A. So what you're saying is what Mr. Christensen's
- 24 testimony was is different than --
- Q. What I'm asking you is that the language itself

- 1 that we're dealing with deals with the BFR process. Right?
- 2 A. Right.
- 3 Q. And your language that's proposed in that same
- 4 issue on 2.19.4 also references an agreement to utilize the
- 5 BFR process. Right?
- A. That's true.
- 7 Q. Okay. And to the extent that a request for a
- 8 commingling arrangement that's not currently available, the
- 9 small -- less than 10 percent that we're talking about,
- 10 doesn't involve the BFR process and may involve the change
- 11 management request process, it's a fair statement that the
- 12 CLEC Coalition has already agreed to utilize that. Right?
- 13 A. Well, first of all, as I said before, I can't
- 14 confine the CLEC Coalition's exposure, if you will, to just
- 15 the remaining 10 percent, as you say.
- Q. All right.
- 17 A. There may be problems with that.
- 18 Q. I'll take that out and let me re-ask the
- 19 question. That was a little editorializing. I'll admit that.
- 20 With regard to any request for a commingling
- 21 arrangement that's not currently provided for, it's intended
- 22 that the parties will utilize the BFR process. But to the
- 23 extent that it also requires consideration of the change
- 24 management process, it's a fair statement that the CLEC
- 25 Coalition has already agreed to utilize that change management

- 1 process. Right?
- 2 A. Utilize the change management process now?
- 3 Q. Yes.
- 4 A. I -- no. I think to the extent that -- okay.
- 5 So you're saying to the extent that there is a commingled
- 6 arrangement that's not already on the list of 11?
- 7 Q. Yes.
- 8 A. Okay. I -- I suppose for that -- for those
- 9 that are not on the list of 11, we've agreed that the BFR
- 10 process is sort of an appropriate way to get that considered.
- 11 My bigger concern though is that with the 11 that are on the
- list, it looks that the one I'm most particularly interested
- in is being developed in such a sub-standard way we're going
- 14 to be in front of the --
- 15 O. This is --
- 16 A. -- change management process.
- 17 Q. Okay. You would agree -- take a look, if you
- 18 would, at issue 11 on the CLEC Coalition DPL, page 50. Are
- 19 you there? Tell me when you get there.
- 20 A. I am.
- 21 Q. Would you agree with me that this section also
- deals with the issue of processes to be utilized when a
- 23 commingling arrangement is requested that's not on the list of
- 24 already developed ones? Right? That's what the issue deals
- 25 with?

- 1 A. Yes. It has to do with process and/or
- 2 commingling order charges.
- 3 Q. And in the CLEC Coalition proposed language,
- 4 your own proposal, contemplates that you'll use either change
- 5 management guidelines or BFR guidelines, whichever is
- 6 applicable. Right?
- 7 A. Well, our own language begins by saying, SBC
- 8 shall use existing ordering and provisioning processes already
- 9 developed for other UNEs if possible. So there's -- there's a
- 10 threshold parity obligation from a UNE world to a commingled
- 11 world.
- 12 Q. My question, Mr. Ivanuska, is pretty specific.
- 13 You agree in your own proposed language to utilize either the
- change management process or the BFR process as applicable.
- 15 Right?
- 16 A. To the extent it's necessary.
- 17 Q. Right.
- 18 A. To the extent it's not necessary -- and it is
- 19 CLEC Coalition's position that, you know, for -- for the
- 20 certain commingled arrangements that I'm particularly familiar
- 21 with, we should never have to go to the BFR process or the
- 22 change management process.
- 23 Q. Right. We're only dealing with situations
- 24 where there's not a process that's already in place in this
- 25 language. Right? That's all we're dealing with?

- 1 A. Remember, this is the commingled analogy to a
- 2 pure UNE world. And SBC's first obligation under this
- 3 language is to, you know, essentially make the process the
- 4 same for the commingled arrangement.
- 5 Failing that -- and we may have some
- 6 disagreement over whether SBC is able to use processes and
- 7 procedures already developed. You may say we -- we can't.
- 8 CLECs may say, well, we think you should. I don't think the
- 9 next step is to use the change management or BFR process. If
- 10 it's an undefined set of network elements where SBC has never
- 11 provisioned them before, that's another story. But, in
- 12 particular --
- 13 Q. All right. The issue we're dealing with here
- is when it's something that hasn't been ordered before.
- Right? That's what we're dealing with. And I'm just trying
- 16 to make it clear, and I think you've agreed, I hope, that you
- 17 do recommend utilizing and agree utilizing the change
- 18 management process and/or BFR as applicable or appropriate.
- 19 Right?
- 20 A. Right. But I'm pretty sure we disagree as to
- 21 whether something's been provided before.
- 22 Q. I want you to go back to issue 13 and talk
- about the other problem that we have with the language that
- you're proposing there. Your proposed language states that,
- 25 quote, The parties agree that the commingled products that are

- 1 identified in Exhibit A to this attachment shall be available
- 2 to the CLEC upon request as of the effective date of this
- 3 agreement.
- 4 Is it a fair statement that the CLEC Coalition
- 5 hasn't provided this Exhibit A for SBC Missouri to look at?
- A. I'd be surprised if we haven't.
- 7 Q. Do you have it with you?
- 8 A. Oh, I don't know. We've provided this
- 9 everywhere else. Again, the 2A arbitrations run together. I
- 10 don't know if I have it with me or whether it was in the
- 11 testimony of Mr. Cadieux or --
- 12 Q. All right. The other issue that we have with
- 13 your language relates to the requirement that it be available
- as of the effective date of the agreement. You understand
- that's an issue between us?
- 16 A. Right.
- 17 Q. And when this agreement is adopted and becomes
- 18 effective, if those processes aren't available at that time,
- we're already in violation of the agreement. Right?
- A. Absolutely.
- 21 Q. And yet we know that all of the processes that
- 22 are reflected in Exhibit 211, that 4 of the 11 are not
- 23 currently available and may not be available as of the
- 24 effective date of the agreement. Right?
- 25 A. Yeah. That's a problem for SBC.

- 1 Q. And so your proposed language is designed to
- 2 ensure essentially that we wind up being in violation of the
- 3 agreement from day one because they haven't been provided.
- 4 Right?
- 5 A. Absolutely not. That is certainly not our
- 6 intent. Our intent is to ensure --
- 7 Q. That is the result. I should say the result.
- 8 A. That's -- that's SBC's fault, if you will.
- 9 It's certainly nothing that we've done. SBC has known for a
- 10 long time that commingling has been required. SBC has chosen
- 11 to essentially sit on its hands in --
- 12 Q. Now --
- 13 A. -- in operationalizing the most --
- 14 Q. Mr. Ivanuska, you're going way beyond the
- 15 question that I asked you. I'm just asking you what the
- 16 effect of what happens is. The effect of it is -- whether you
- 17 think it's fair or not, the effect is we're in violation of
- the agreement from day one. Right?
- 19 A. I don't know whether SBC can operationalize
- this or not.
- 21 Q. Okay. Flip back to issue 11, if you would,
- page 50. It's fair to say that we're dealing with requests
- 23 that may be made by the CLEC Coalition for a commingling
- 24 arrangement after the agreement becomes effective. Right?
- 25 A. There is that opportunity.

- 1 Q. Okay. And under the language that you've
- 2 proposed there, like in section 13 -- or issue 13, in both
- 3 cases if a request is made for a commingling arrangement after
- 4 the agreement is entered into, after it becomes effective, it
- 5 has to have been available back at the time that the agreement
- 6 became effective or we're in violation of the contract.
- 7 Right?
- 8 A. Well, I think it's the CLEC Coalition's
- 9 testimony that those commingled arrangements that we specified
- 10 in Exhibit A were the five that we have consistently
- 11 articulated to SBC need to be made available.
- 12 Q. My question to you is not that. Okay?
- 13 A. Okay.
- 14 Q. You're permitted, under the agreement, to
- 15 request a commingling arrangement on August 1st of 2006 if you
- 16 want. Right?
- 17 A. Sure.
- 18 Q. And under the language that you've proposed,
- when you request a new one on August the 6th -- August the
- 1st, if we didn't have it available two weeks before when the
- 21 agreement became effective, we're already in violation of the
- 22 contract. Right?
- 23 A. That's certainly not the intent of the --
- Q. But that's the language, isn't it?
- 25 A. That's not our intent.

- 1 Q. But that's the language, isn't it?
- 2 A. I don't know.
- Q. Well, take a look on issue 11 on page 51. The
- 4 language that's underscored there is that which SBC Missouri
- 5 objected to. And it refers specifically to the date on which
- 6 this agreement is approved. Right? That's the obligation to
- 7 make it available as of that time. Right?
- 8 A. Let me read the whole thing.
- 9 Q. Sure.
- 10 A. Okay. I've read it.
- 11 Q. Do you agree with me?
- 12 A. Question again, please? I'm slow. I'm sorry.
- 13 Q. If the CLEC Coalition requests a commingling
- 14 arrangement after this agreement comes into place, under the
- language that you're proposing, we're in violation of it from
- day one because it wasn't available back when the agreement
- 17 became effective. Right?
- 18 A. Well, that seems to be the effect. And I'll
- 19 tell you what the intent is.
- Q. Would you agree that that language should be
- 21 dropped and if the arbitrator adopts your position on this
- issue, that it should exclude that underscored provision on
- 23 page 51?
- 24 A. The date on which this agreement is approved?
- 25 Well, I -- I certainly would not want to put SBC in a quirky

- 1 position of being instantly in violation. However, I would
- 2 want to review context before I agreed that that should be
- 3 dropped.
- 4 It's certainly not our intent for SBC in the
- 5 August 2006 example that you gave to have SBC be instantly in
- 6 violation. There are bigger issues in play here that are real
- 7 issues and not hypothetical issues. And, you know, we just
- 8 are very concerned about the availability of --
- 9 Q. Right.
- 10 A. -- a commingled analogy to the UNE
- 11 availability. The problem is --
- 12 Q. I don't have a question pending.
- A. -- the problem --
- 14 Q. I know you want to talk about it and that's
- fine, but that's not my question. Okay?
- 16 Let me flip over and talk about issue No. 17.
- 17 17B, in particular.
- 18 A. Could I have a page reference, please?
- 19 Q. 62.
- 20 A. Okay.
- Q. Are you there?
- 22 A. Yes.
- 23 Q. This issue involves the definition of a
- 24 building. Right?
- 25 A. Yes.

- 1 Q. And the importance of that is because the FCC's
- 2 order provides some limitations on the provisions of DS-1 and
- 3 DS-3 loops to a building. Right?
- 4 A. Correct.
- 5 Q. And in your rebuttal you criticize Mr. Smith's
- 6 testimony by saying that he was looking at an old version of
- 7 your proposal. Right?
- 8 A. Right.
- 9 Q. In fact, the criticisms that Mr. Smith leveled
- go to this proposal, do they not? And let me go through a few
- of them.
- 12 A. Uh-huh.
- 13 Q. Let's take a look at the question of a
- 14 multi-tenant building, which was one of the issues that
- 15 Mr. Smith raised. Is it correct that under what your proposal
- is here, that in this building, the Missouri Public Service
- 17 Commission building, where we have the PSC operating on
- 18 several floors, a law firm operating on the top floor, that
- 19 the law firm on the top floor of this building is to be
- 20 considered a separate building unless all of the
- 21 telecommunications services in the building are provided
- 22 through a common telecommunications equipment room?
- A. That's correct.
- 24 Q. Okay. And so Mr. Smith's criticism that you
- 25 could wind up with a single building -- or a single physical

- structure being considered multiple buildings under your
- proposal is correct, is it not?
- 3 A. That -- that wasn't my critique of Mr. Smith's
- 4 criticism. My critique of Mr. Smith's criticism was that we
- 5 were -- we were essentially modifying our definition, you
- 6 know, recognizing instead of a minimum point of entry that
- 7 there be a termination closet or something like that.
- 8 Q. Right. But your proposal still involves an
- 9 issue where multiple tenants in a single physical structure
- 10 are considered as residing in separate buildings?
- 11 A. Right. I'm recognizing that that's not stale
- 12 criticism. I still disagree with it, but yeah.
- 13 Q. Right. But that's the result of what your
- 14 proposal still is?
- 15 A. Right.
- 16 Q. You can have a single physical structure being
- 17 considered multiple buildings and SBC Missouri would, under
- 18 that, still be required to provide DS-1 loops and DS-3 loops
- 19 well beyond the 10 that the FCC indicated for an individual
- 20 building?
- 21 A. Well, because of the way we're defining
- 22 buildings, yes.
- 23 Q. Right. And if you define building to be a
- 24 multiple structure -- a single structure being multiple
- buildings, then you can require SBC Missouri to provide DS-1

- 1 and DS-3 loops to a greater extent than you otherwise could.
- 2 Right?
- 3 A. Right. The effect is to try with more
- 4 precision than SBC has done to, you know, make this as clear
- 5 as possible so that we're not back here arguing over the
- 6 definition of a building. That -- that's clearly our attempt
- 7 and it's to add more specificity.
- 8 Q. To be clear, specificity you want us to be
- 9 obligated to provide DS-1 and DS-3 loops in more situations
- 10 than we otherwise would if a single building -- if a single
- 11 physical structure is considered to be a building. Right?
- 12 A. Just as though SBC wants to provide DS-1 and
- DS-3 in less instances where they would consider a
- multi-building premise one building. I mean, yeah, we're
- 15 coming at this from different points of view clearly.
- Q. Right. And I'm just trying to point out so
- it's clear on the record what the effect of it is.
- 18 A. Right.
- 19 Q. It's not just a simple esoteric argument about
- what's a building. Right?
- 21 A. Oh, no.
- 22 Q. It has practical consequences?
- 23 A. It absolutely does. And I think that's why we
- 24 feel so strongly about it.
- 25 Q. In addition, under your proposed definition of

- 1 a building, a convention center, an arena, an exposition hall
- 2 in any location which is used for special events of a limited
- 3 duration wouldn't be considered a building at all. Right?
- A. That's true. And I think the TRO is very clear
- 5 on that.
- 6 Q. And there's disagreement on that and we'll
- 7 arque.
- 8 A. Right.
- 9 Q. But that's the effect of your language. Right?
- 10 A. That is the effect of my language because of
- 11 the intermittent nature of the revenue stream as set forth in
- 12 I think it's paragraph 152 of the TRRO.
- 13 MR. LANE: All right. That's all the questions
- 14 I have. Thank you, Mr. Ivanuska.
- 15 JUDGE THOMPSON: Thank you, Mr. Lane. 55
- 16 minutes and 49 seconds. That's an excellent performance.
- 17 MR. LANE: Just time-wise or how about
- 18 substance?
- 19 JUDGE THOMPSON: You knew that part. I didn't
- 20 have to tell you that.
- MR. MAGNESS: Of course it was excellent.
- JUDGE THOMPSON: Before you start, we're right
- 23 at the point where we're ready for a break for the reporter so
- 24 we'll go ahead and take 10 minutes now. Thank you.
- 25 (A recess was taken.)

- 1 JUDGE THOMPSON: All right. Let's go back on
- 2 the record. I think it's actually time for my questions.
- 3 QUESTIONS BY JUDGE THOMPSON:
- 4 Q. I understand that a BFR is a bona fide request.
- 5 A. Yes, your Honor.
- 6 Q. It's terminology I find interesting. Is that
- 7 like in comparison to a spurious request?
- 8 A. We really mean it.
- 9 Q. Were you not serious about it?
- 10 A. We really want it.
- 11 Q. And what is the BFR process?
- 12 A. In a word, cumbersome actually. Extremely
- 13 cumbersome. In a nutshell, CLECs submit with as much
- specificity as possible a request for something that is not
- 15 yet available. For example, a new unbundled network element
- that SBC's never made available.
- 17 Q. So how does it work? You fill out a form?
- 18 A. Fill out a form, send it to SBC. They do an
- 19 evaluation of it, decide if we've given them enough
- 20 information. Sometimes there's clarifying questions. Then
- 21 the request goes into SBC for evaluation and there are time
- frames associated with when a required response is to be made
- available.
- 24 At certain intervals there's maybe a
- 25 preliminary response as to, Yeah, we can probably make this

- available but we either need some money or we need to -- we'll
- 2 get going on it and then there's a cost estimate. The problem
- is it's somewhat open-ended. You know, there's certainly a
- 4 process.
- 5 Q. I sense you don't like the process.
- 6 A. I don't like the process. And as a matter of
- 7 fact, we have several issues in my testimony where we -- where
- 8 we critique the process because we're looking for specificity
- 9 in the way of standards of pricing that are consistent with
- 10 the Telecom Act, finality of rate quotes when they're made,
- 11 that they're not just preliminary, and operationalization
- 12 commitment dates as to when we get --
- Q. What does that mean?
- 14 A. When it's going to work.
- 15 Q. Okay.
- 16 A. When it's actually going to be --
- 17 Q. So when you send a BFR and you use that to
- 18 request --
- 19 A. A new unbundled network element.
- Q. A UNE. Right?
- 21 A. Sure.
- Q. Could be commingling?
- 23 A. Right.
- 24 Q. So you send a BFR. And as I understand it,
- 25 your complaints are you think it takes too long; is that

- 1 right?
- 2 A. Well, that's -- that's not on our list of
- 3 disagreements. I do think it takes too long.
- 4 Q. Takes too long to get certainty with respect to
- 5 price?
- 6 A. Well, we don't get certainty with respect to
- 7 price necessarily, that it's not committed to be a final
- 8 price, that SBC does not necessarily have to adhere to the
- 9 TELRIC pricing standard or the just and reasonable standard.
- 10 And we're just trying to make that clear in our language.
- 11 Q. Make it clear that they do have adhere to it or
- 12 that they don't?
- 13 A. Yes, that they do. Because they're --
- 14 Q. There's actual different rules for different
- 15 UNEs. Right?
- 16 A. Well, certainly it's TELRIC if it is an
- 17 unbundled network element made available pursuant to Section
- 18 251.
- 19 Q. But if it's declassified?
- 20 A. If it is declassified, so to speak, it must be
- 21 priced or deemed just and reasonable.
- 22 Q. Okay.
- 23 A. So we're saying one of those standards needs to
- 24 apply to your price.
- Q. That's your view?

- 1 A. Yes. Absolutely.
- 2 Q. Do you believe SBC disagrees?
- 3 A. Well, they must because they haven't accepted
- 4 our language.
- 5 Q. Okay. If you know, is there dispute with your
- 6 language because they think some other standard is involved or
- 7 is it, do you think, because there's some other element or
- 8 aspect of your language that they don't like?
- 9 A. I don't think they want to be held to those
- 10 standards, your Honor.
- 11 Q. Okay. And so you want the process reformed by
- simply clarifying the standards they must adhere to in terms
- 13 of pricing?
- 14 A. That would be one clarification, yes.
- 15 Q. What other clarifications do you want?
- 16 A. The other clarification would be that when they
- 17 do quote us a price, that it be a final price. In other
- 18 words, at the end of 180 days or -- I can't recall exactly
- 19 what the standard is, but when we do get a price for this
- 20 thing we're requesting, that that's the price, that we know
- 21 that's what we're going to be required to pay for the
- 22 development of this -- the availability of this. That I want
- 23 this to be a final price. Simply it is in searching of the
- 24 word final in the language.
- 25 Q. Am I correct in inferring that you've had

- 1 experiences in doing this in the past where you have not
- 2 gotten a final price?
- 3 A. I think we've been made aware that, you know,
- 4 this is a preliminary price, we haven't locked this down. You
- 5 know, I can't recall an instance where it's changed or not
- 6 changed we're -- offhand. We just want to make clear that the
- 7 end of six months, you ought to know really what it's going to
- 8 cost us before we send you off to build it, so to speak.
- JUDGE THOMPSON: And, Mr. Lane, who's the SBC
- 10 witness on this issue?
- 11 MR. LANE: I was trying to look that up. I
- 12 believe that Mr. Silver addressed it and Mr. Smith addressed
- it, but I'm trying to --
- 14 JUDGE THOMPSON: I'll make a note to read their
- 15 testimony on this point.
- 16 MR. LANE: These are different issues than I
- 17 was crossing him on, Judge. Just so it's clear. What I was
- 18 crossing him about was the agreement to use that BFR process
- 19 and there's no dispute of that.
- 20 JUDGE THOMPSON: Thank you for reminding me of
- 21 that.
- 22 BY JUDGE THOMPSON:
- 23 Q. So you guys want to do something besides the
- 24 BFR process?
- 25 A. Your Honor, we think that for specific

- 1 commingled arrangements, specifically the ones that we've set
- 2 forth, we shouldn't have to go through that BFR process.
- 3 SBC's known about the requirement to make commingling
- 4 available since late in 2003. Yet and here we sit and, you
- 5 know --
- 6 Q. You know we were talking about family law
- 7 earlier? There are a lot of people who know they're supposed
- 8 to pay child support, but funny how the check doesn't show up
- 9 in the mailbox.
- 10 So they know commingling exists, but that
- doesn't necessarily mean that they're ready tomorrow to
- 12 commingle whatever you might to commingle, does it?
- 13 A. Well, as a matter of fact, no, your Honor. And
- that is a serious -- there may not be a more serious issue for
- 15 CLECs in this case.
- 16 Q. Okay.
- 17 A. This is extremely serious.
- 18 Q. Explain to me why it's so serious.
- 19 A. It's extremely serious because there are
- 20 certain unbundled network elements that are properly
- 21 declassified.
- 22 Q. Okay.
- 23 A. All right. There's transport routes. SBC
- 24 says, We don't have to provide these as a UNE. The only way a
- 25 CLEC will be able to constitute what it used to get on a pure

- 1 UNE basis is going to be on this thing we call a commingled
- 2 arrangement.
- 3 Q. Which is part UNE and part --
- 4 A. It's part UNE and --
- 5 Q. -- and part declassified UNE?
- 6 A. -- part something else is what we like to say
- 7 to avoid the fight. Part something else.
- 8 Q. All right.
- 9 A. But, you know, CLECs buy a lot of DS-1 EELs.
- 10 You know, that's -- that is the DS-1 loop to DS-1 transport
- 11 combined. It is -- it is the lion's share of high-capacity
- 12 network that CLECs use to serve medium to large business
- 13 customers.
- 14 Q. You say that's a DS-1 loop plus what?
- 15 A. Plus a DS-1 transport link. It is combined,
- 16 it's linked together. We call it in the UNE world an EEL.
- 17 Tomorrow when that transport link is declassified, SBC does
- 18 not have to make that transport portion of the EEL available
- 19 as a UNE.
- Q. So that's been declassified?
- 21 A. Yeah. Let's say that's properly declassified.
- 22 Q. So right now it's still under the transition
- 23 rules?
- 24 A. It's under the transition rules, but if it's --
- 25 you know, but the stuff that's declassified, you know, they --

- if -- once we evaluate their -- yeah.
- 2 Q. I'm just trying to understand the nature of
- 3 this thing.
- A. We can't get it as a UNE anymore, let's just
- 5 say.
- 6 Q. But you can still get it, just in a different
- 7 way, isn't that right, or on a different basis?
- A. That's the problem.
- 9 Q. You can't get it?
- 10 A. No. SBC will not allow us -- if you look at
- 11 the -- if you look at the exhibit that was introduced
- 12 yesterday, the commingling with stuff from the CLEC online
- 13 website --
- 14 Q. Is that this one, the commingling exhibit?
- 15 A. Yes, your Honor. The essential --
- 16 Q. 211?
- 17 A. Yes. The essential prerequisite in paragraph 1
- is -- about the fifth line down, To request a commingled
- 19 arrangement, a CLEC must first have language in its
- interconnection agreement with the particular SBC ILEC. So --
- 21 Q. Which permits commingling and provides the
- 22 associated terms and conditions. Right?
- 23 A. Right.
- 24 Q. And that's what we're here to do, isn't it,
- 25 make this interconnection agreement?

- 1 A. That's right.
- 2 Q. And it's going to say commingling is
- 3 permissible under this agreement and here are the terms and
- 4 conditions. Right?
- 5 A. Let's hope. Let's hope. However --
- 6 Q. Does their suggested language say you can't
- 7 have commingling?
- 8 A. Their suggested language is deficient in many
- 9 respects in that they would -- if it were SBC's view of the
- 10 world with the routes that they have sought declassification
- of, we'd be needing to get access to a commingled arrangement
- 12 now.
- 13 And as a matter of fact, since the FCC order
- has gone into effect, SBC -- or excuse me, CLECs have been
- 15 requesting these commingled arrangements because the day that
- 16 SBC makes the arrangement available does not mean that the
- 17 arrangement is functional. It is the functional equivalent.
- 18 I mean, the biggest commingled arrangement, the
- most popular one, is so functionally different than what we
- 20 get today. I mean, there's a serious flaw in this DS-1 EEL.
- 21 If you read this document, your Honor --
- 22 Q. Yeah.
- 23 A. -- yes, it requires CLECs to fax in portions of
- 24 what used to be a fully mechanized order. This thing is --
- 25 it's so difficult. If you go to page 3 --

- 1 Q. Yeah.
- 2 A. -- and read halfway down the page, Additional
- 3 requirements for -- it says type 4 above.
- 4 Q. Okay.
- 5 A. Really we're referring to type 2, because this
- 6 is a -- this is a revised version that wasn't completely
- 7 revised. UNE DS-1 loop connected to a non-channelized special
- 8 access DS-1 interoffice facility. So we're talking about the
- 9 commingled version of the EEL for this paragraph.
- 10 Q. Okay.
- 11 A. If you read bullet 2, LSR submitted to order
- the UNE 1 DS-1 loop must be manually faxed to CLEC's non-ICR
- fax number.
- 14 So not only can we not order the combination of
- loop and transport together, we have to order them separately,
- but now what used to be a fully mechanized process is half
- 17 electronic and half fax. So procedurally and process-wise,
- 18 this presents tremendous difficulties for the CLECs. This is
- 19 the CLEC's bread and butter.
- 20 Q. Let me ask you some questions about that.
- 21 Until this order came out that declassified a portion of this
- 22 EEL, right, you got all the parts of it as a UNE, is that
- correct or as UNEs?
- 24 A. Yes.
- 25 Q. And they had to combine them at your request.

- 1 Right?
- 2 A. Yes.
- 3 Q. Or you did or however that works.
- A. It's the nature of the EEL, yeah.
- 5 Q. So they're already in place. Right?
- A. The -- for our embedded base, sure.
- 7 Q. So all that's going to change is the way you're
- billed; isn't that right? Is the problem with new ones?
- 9 A. We don't have a prob-- well, I mean, the
- 10 embedded base, there's a pricing component. The problem is
- 11 very much new ones. You know, they aren't going to --
- 12 Q. So when you say "embedded base," you mean the
- ones that are already in place --
- 14 A. Existing customers.
- 15 Q. -- that are already used? Existing customers.
- A. Fine, we have a pricing issue that we're going
- 17 to deal with during the transition period. They don't have to
- 18 provision new customers during this transition period. So if
- 19 we want to get a new customer --
- 20 Q. They don't have to provision it the way they
- 21 were provisioning it?
- 22 A. No.
- Q. Now they have to do it as I commingler?
- 24 A. Right.
- 25 Q. Okay.

- 1 A. And they won't do it, says this document,
- 2 unless we have got contract language in effect.
- Q. Okay.
- A. So we have a gap.
- 5 Q. Right now you're still under the existing M2A.
- 6 Right? Doesn't that allow you to get those things?
- 7 A. Not for new customers.
- 8 Q. Not for new customers. Okay. So you're just
- 9 out of luck with new customers until you get the new
- 10 agreement?
- 11 A. Pretty much.
- 12 Q. Okay.
- 13 A. And out of luck is a -- you know, I -- make
- 14 sure that the court appreciates how serious this is. This is
- 15 the CLEC's bread and butter --
- 16 Q. Okay.
- 17 A. -- the DS-1 to DS-1 EEL. Having a commingling
- 18 or a commingled substitute for what was the pure UNE EEL is
- 19 essential. You know, this is far from anything but the, you
- 20 know, sort of an analogous substitute.
- 21 Q. But this is something the FCC has done to you,
- isn't it? Didn't they change the rules?
- 23 A. We don't have a problem -- and we recognize
- there's a rule change. The problem we have is SBC's
- implementation of the FCC's rule is, you know, we don't end up

- 1 anywhere near where we were operationally. That's the problem
- 2 I have. I understand --
- 3 Q. Let me just make sure. I'm trying to grasp.
- In your view of this new world where the rules have changed,
- 5 your view, if I'm right, is that the CLECs should be able to
- 6 obtain these commingled UNEs for new customers that it needs
- 7 quickly and easily. You'll pay whatever it is you've got to
- 8 pay to get them under the new scheme of things, but you ought
- 9 to be able to get them quickly; is that correct?
- 10 A. We certainly recognize that there is -- there
- is a new world that we have to do business. No quarrel with
- 12 that.
- 13 Q. Okay.
- 14 A. Quickly and easily, I -- my term would be, you
- 15 know, in a -- in a manner the same as or similar to -- very
- similar to the way we got them in the old world.
- 17 Q. In the past?
- 18 A. Yes.
- 19 Q. Okay. And because all that has changed
- 20 actually is the billing; is that right?
- 21 A. Essentially, yes. Now, SBC --
- 22 Q. In other words, when it's declassified, that
- 23 means the rate doesn't have to be TELRIC anymore, it can be
- 24 something else?
- 25 A. Well, and they have another product. They

- would say, well, that's special access and that's a whole --
- 2 there's a big difference. But facilities-wise it's a pricing
- 3 change, your Honor.
- Q. It's going to be the same items, the same
- 5 equipment?
- 6 A. It is the same equipment. You know, it's
- 7 probably not literally as simple as that, but it's not nearly
- 8 as complicated I'm sure as SBC was leading us to believe.
- 9 JUDGE THOMPSON: Okay. And I want to read
- 10 Silver and Smith to get SBC's side of this?
- 11 MR. LANE: At least. We'll cite in our brief
- if you need additional information, your Honor. Obviously our
- 13 witnesses would dispute everything that he's said and they're
- 14 not here to respond, but --
- 15 JUDGE THOMPSON: I understand that. And I'm
- 16 not trying to blind side you. I'm just trying to understand
- 17 what's going on. If you need to bring another witness down,
- 18 bring them down, put them on the phone, whatever. I mean,
- 19 this is my opportunity to learn what I need to learn --
- MR. LANE: All right. We'll get somebody.
- JUDGE THOMPSON: -- about this case.
- MR. LANE: We'll get somebody.
- JUDGE THOMPSON: And I understand that maybe
- 24 we've gotten into something that you haven't addressed.
- 25 That's fine. Get them down here.

- 1 MR. LANE: Actually, Judge, I guess what I'd
- 2 say is we've addressed it, it's in the testimony and we've
- 3 explained it. But if you have questions about it, and
- 4 obviously you do, then it would be helpful, from our
- 5 perspective, if you heard from our witnesses on the same
- 6 questions.
- 7 JUDGE THOMPSON: Absolutely.
- MR. LANE: We vehemently disagree with --
- 9 JUDGE THOMPSON: Absolutely. So I can talk to
- 10 them both even at the same time.
- 11 MR. LANE: I'll get somebody.
- 12 JUDGE THOMPSON: Okay. Well, while Mr. Lane is
- 13 out of the room, I don't think we should continue with my
- inquiries to you because that's not fair.
- 15 You got somebody else we can put up? Sir?
- MR. MORRIS: Mr. Price is the --
- 17 JUDGE THOMPSON: Let's do it. Why don't you
- 18 step down, Mr. Ivanuska, and we'll go back to you and we'll
- 19 take up Mr. Price. Is Mr. Lane the lawyer doing Mr. Price or
- you are? Great. And you're here, we're ready to go.
- 21 MR. MORRIS: And just for clarification, we're
- on the UNE section. SBC has no questions for Mr. Price as to
- 23 UNEs, but he's also here to address collocation.
- 24 JUDGE THOMPSON: Do they have questions on
- 25 collocation?

- 1 MR. MORRIS: Yes, your Honor, they do. If I
- 2 could beg the court's indulgence, if I could take Mr. Price
- 3 out of order so I can get him --
- 4 JUDGE THOMPSON: We can continue with him while
- 5 Mr. Lane's out of the room. Let's put somebody up here. I'm
- 6 not going to waste this time. Remember how I told you we're
- 7 done Friday at 5:00? I ain't kidding.
- 8 THE WITNESS: Your Honor, just so you'll know,
- 9 I also address some of the same issues that you were just
- 10 discussing with Mr. Ivanuska in my direct and rebuttal
- 11 testimonies as well on commingling and the BFR process.
- 12 JUDGE THOMPSON: Great. I don't want to hear
- 13 about those while Mr. Lane is absent. That's not fair to
- Mr. Lane or to SBC.
- 15 THE WITNESS: Agreed.
- 16 JUDGE THOMPSON: This is your third trip up
- 17 here, isn't it?
- 18 THE WITNESS: Yes, it is. Is this fun or what?
- JUDGE THOMPSON: Yeah, we're having a good time
- 20 here. Fire away.
- 21 DON PRICE testified as follows:
- 22 CROSS-EXAMINATION BY MR. GRYZMALA:
- 23 Q. Good morning, Mr. Price. How are you?
- 24 A. I'm fine, Mr. Gryzmala. Thank you.
- 25 MR. GRYZMALA: Your Honor, if I may, let me

- just sort of size the issues. This has to do with the
- 2 collocation DPL.
- JUDGE THOMPSON: Okay. And for who?
- 4 MR. GRYZMALA: This has to do with MCI's
- 5 proposal for what we will call, loose hand fashion, power
- 6 metering.
- 7 JUDGE THOMPSON: Is this the one about putting
- 8 electric meters on collocation spaces that they only pay for
- 9 the power they actually use instead of the power they could
- 10 have used if --
- 11 MR. GRYZMALA: That's right.
- JUDGE THOMPSON: -- you pumped them absolutely
- as much power as the wires and links could provide?
- MR. GRYZMALA: Pretty much sizes it up.
- 15 JUDGE THOMPSON: Let's cut to the chase on this
- one. Why not, SBC? Why not?
- 17 MR. GRYZMALA: I think we can establish that,
- 18 your Honor.
- JUDGE THOMPSON: Here's your chance.
- 20 MR. GRYZMALA: By way of predicate, I would
- 21 refer you to --
- JUDGE THOMPSON: Because I'll tell you
- 23 something. I pay electric bills. Okay? I pay electric
- 24 bills, in fact, lots of other bills too. And I wouldn't want
- 25 to Ameren on the basis of what they could provide to me if I

- 1 was using everything that could possibly come over that link.
- 2 Right?
- 3 MR. GRYZMALA: I think there's some --
- 4 JUDGE THOMPSON: That would make we cry.
- 5 MR. GRYZMALA: I think from a high level, and
- 6 with all due respect, superficial analysis, I think that's a
- fair assessment, because that's my initial reaction too.
- 8 However, it maybe differs when you look at the way the details
- 9 flow out. The devil is in the detail and --
- 10 JUDGE THOMPSON: I understand. And I read
- 11 with -- let me say with great interest someone's testimony
- 12 that had a lot of factual details, meaty factual details --
- MR. GRYZMALA: Meat and potatoes.
- 14 JUDGE THOMPSON: -- on how you provide power to
- 15 these collocation spaces. That was very interesting.
- 16 Could I jump in for a minute and ask you, who's
- 17 going to pay for these meters -- putting the meters in, who's
- 18 going to pay for that?
- 19 THE WITNESS: The cost of establishing that
- 20 arrangement is something that in Illinois, which is referred
- 21 to in my testimony, is borne by the requesting entity. So --
- JUDGE THOMPSON: In other words, the CLEC?
- 23 THE WITNESS: -- in this case it would be MCI,
- 24 yes.
- JUDGE THOMPSON: So if they want electric

- 1 meters and they're going to pay to put in the electric meters,
- 2 I mean, you're going to convince me that that's not right?
- MR. GRYZMALA: I think so.
- 4 JUDGE THOMPSON: Fire away.
- 5 MR. GRYZMALA: I think so. And just not to
- 6 beat the case up, I think you want to look, your Honor, at
- 7 Mr. Pool, I think you want to look closely at Mr. Pool. I
- 8 think you want to look closely at Mr. Roman Smith. We will
- 9 discuss very briefly, very to the point what other
- 10 jurisdictions have done. It's been a struggle. It's not been
- like do it and all of a sudden a light turns on.
- 12 JUDGE THOMPSON: Let me just say I'm not all
- 13 that moved by what other jurisdictions have done. It's of
- 14 interest --
- 15 MR. GRYZMALA: I agree. I can understand that.
- 16 JUDGE THOMPSON: What other jurisdictions do
- 17 provides some guidance, but they do silly things in other
- 18 states.
- 19 MR. GRYZMALA: And I only get into it to the
- 20 extent that I kind of am required to respond to it where
- 21 Mr. Price points to other states and --
- JUDGE THOMPSON: Ms. Bourianoff, you have
- 23 something?
- MS. BOURIANOFF: Your Honor, I just wanted to
- point out that Mr. Henson, who was excused because he

- doesn't -- no one had questions for him, also addresses this
- 2 issue in his testimony from a factual perspective.
- JUDGE THOMPSON: Very good. I'll be sure to
- 4 read that. You can believe I've read much, if not most, of
- 5 the testimony already. If I weren't here doing this hearing,
- 6 I would be reading it even now. And I will certainly have
- 7 read all of it probably multiple times by the time I write
- 8 this decision. And there's just not going to be a lot of
- 9 sleep between now and whenever my due date is.
- 10 BY MR. GRYZMALA:
- 11 Q. Mr. Price, I think that his honor has set the
- issue up very nicely. I want to direct you right to your
- 13 testimony wherein you reference whether -- or rather how SBC
- 14 Missouri's tariff address power charges. I'm looking at
- 15 page 58.
- A. All right.
- 17 Q. Okay. And I think the point that you make, as
- 18 is indicated at the following page 59, is that basically the
- 19 tariff here points to charging on a per amp basis as consumed.
- 20 Is that not a fair statement at line 2 of page 59? Do you see
- the words "per amp basis"?
- 22 A. I do. I was looking back at the tariff
- 23 reference to the previous page.
- Q. Okay. Our pagination may differ.
- 25 A. I do see the phrase "as consumed." And I think

- 1 the phrasing may be a little inarticulate there.
- 2 Q. That's what we want to talk just a moment
- 3 about. I want to ask you -- and let's assume for purposes of
- 4 my questions here that the portion of the tariff shown as
- 5 Section 20.5, which on my copy appears at page 58, is
- 6 accurately replicated on your testimony.
- 7 A. Okay.
- 8 Q. I don't have the tariff in front of me.
- 9 A. All right.
- 10 Q. What part of that statement or what part of the
- 11 Section 20.5 tells you that one should only be required to pay
- on a per amp basis as it is consumed? What portion of the
- language in the tariff?
- 14 A. Well, there's reference in the case of HVAC,
- which is the heating/air conditioning, that references DC
- 16 power consumption.
- Q. Okay. That's one.
- 18 A. And, then again, actually in a separate
- section, 21.4, where the heading of the section in the tariff
- is DC power consumption.
- Q. That's two. Any more?
- 22 A. Those are the two that are referenced in my
- 23 testimony.
- 24 Q. Very good. Would you not agree, sir, that with
- respect to the caption 20.5, consumption, which is a third

- 1 instance -- do you see that as well?
- 2 A. Yes.
- 3 Q. Would you not agree that the generic caption
- 4 then is followed by specific language? The DC power charge
- 5 consists of use, etc., etc. Do you see that?
- A. Yes.
- 7 Q. Okay. And would you not also agree that that
- 8 specific sentence, the very first sentence, in identifying how
- 9 to interpret the generic caption refers specifically to the
- word "redundant DC power"?
- 11 A. Yes.
- 12 Q. And isn't it a fair statement to say that the
- 13 term "redundant DC power" is understood in the industry refers
- 14 not to actual use, but to capacity?
- 15 A. Well, I'm not sure I would infer quite that
- same meaning. In this -- in this -- let me stop. I'm not
- 17 sure that I would infer quite the same meaning. In this
- 18 context, the -- the redundancy is the total amount of capacity
- 19 considering the fact that there are, as shown in my diagram,
- 20 redundant feeds.
- 21 Q. Right.
- 22 A. In other words, each cage has two separate
- 23 feeds that provide the power redundancy such that if there's a
- failure on one, there will be a second power path to the cage.
- Q. And I don't disagree with that. But I just

- 1 want to simply establish for purposes of reading and
- 2 interpreting what the caption DC power consumption may refer
- 3 to, the specific language refers to the concept of redundant
- 4 DC power. Is that not correct?
- 5 A. That -- that phrase is in your tariff language,
- 6 yes.
- 7 Q. And isn't it a fact that redundant DC power is
- 8 generally associated with capacity, not actual usage?
- 9 A. Again, I'm not sure I can answer the question
- 10 as it's phrased. I mean, as I read this, it --
- 11 Q. I'm not asking about the language now. I'm
- 12 sorry. I don't mean to interject. I'm just asking you in
- 13 your experience in the industry -- in the industry, is not the
- word "redundant DC power" generally associated with the amount
- of power at a capacity level, not the amount of power actually
- 16 used?
- 17 A. It is the sum of the two feeds capacity, yes.
- 18 Q. Now, at page 59 you refer to, Mr. Price, what
- we'll just call the Texas award. Okay? The 2003 Texas award.
- 20 A. I'm sorry. The page reference again?
- 21 Q. Page 59.
- 22 A. Thank you.
- 23 Q. And actually the Texas award is referenced in a
- 24 footnote.
- A. Right.

- 1 Q. And you use, in part, your -- or you base your
- 2 argument in part on that development in 2003 in Texas, do you
- 3 not?
- 4 A. Agreed.
- 5 Q. Now, you agree that the order -- the Texas
- 6 order in 2003 did not actually order that power metering be
- 7 implemented, did it?
- 8 Let me rephrase. Would you agree that the
- 9 Texas 2003 order did not actually direct SBC Texas to
- implement power metering?
- 11 A. I -- I agree that the appropriate -- well, in
- my view, the appropriate characterization of that order is
- 13 what's contained there at lines 11 through 13 of my -- as I
- 14 said, I used the phrase is consistent with a metering concept.
- 15 Q. And I appreciate your point, Mr. Price. Let me
- 16 redirect you to my question. My question had not to do with
- 17 your testimony, sir. My question had to do with the order.
- 18 Would you agree that the Texas Commission's
- 19 2003 order did not direct SBC Texas to implement power
- 20 metering?
- 21 A. I can answer that yes or no with a
- 22 qualification.
- 23 Q. I think it's a yes or no answer. Did it order
- that SBC Texas put in place power metering or did it not?
- 25 A. I do not believe that it expressly ordered SBC

- 1 to implement metering.
- 2 Q. Isn't it a -- thank you.
- 3 And isn't it a fact that SBC Texas was directed
- 4 to consider one of three options, one being the total DC power
- 5 consumption in terms of ampere draw of all equipment
- 6 collocated by the CLEC based on the information obtained from
- 7 the CLEC through its collocation application form; or two, the
- 8 maximum current carrying capacity of either A or B feed; or
- 9 three, based on the establishment of a mutually agreeable
- 10 metering arrangement? Isn't that a fair characterization of
- 11 what the Texas Commission ordered in 2003?
- 12 A. I will accept that subject to my recollection
- 13 at this time and not having that order in front of me, sir.
- 14 Q. And with respect to the third of the three
- options that the Texas Commission contemplated, do you have
- 16 any reason to believe -- well, that is the only one of the
- 17 three that actually refers to power metering. Isn't that the
- 18 case, based on what I just read to you?
- 19 A. I would agree with that.
- 20 Q. And would you also agree that the Texas
- 21 Commission emphasized mutually agreeable metering arrangement
- in that third option?
- 23 A. Again, I don't have the order in front of me
- 24 and I don't know whether the order itself emphasizes that.
- 25 Q. Is power metering actually in place in MCI's

- 1 collocation cages in Texas today? Yes or no?
- 2 A. Not to my knowledge.
- 3 Q. And, in fact, do you not refer at page 61 to
- 4 your -- do you not refer at page 61 in your testimony to
- 5 collocation arrangements in Texas? And in doing so you
- 6 characterize them as being non-metered arrangements. Is that
- 7 a fair statement --
- 8 A. Yes. With the clarification --
- 9 Q. -- at lines 18 and 19?
- 10 A. Yes. With the clarification that we're
- 11 referring to a period of data that's approximately a year old
- 12 now.
- 13 Q. Right. That was kind of where I was going
- 14 next. So at least we agree that, based on your testimony, the
- 15 MCI arrangements in Texas as of July 2004 were non-metered?
- 16 A. I agree.
- 17 Q. And they remain non-metered today, don't they,
- 18 sir?
- 19 A. I believe I answered that. Not to my
- 20 knowledge.
- Q. Thank you.
- Now, at page 59 I believe you were asked -- or
- 23 I'm sorry, asked the question as presented in your Direct
- 24 Testimony at page 59, when asked whether power metering is
- 25 technically feasible, you point to Illinois. Is that a fair

- 1 statement?
- 2 A. Indeed it is.
- 3 Q. And is it not fair to state that the Illinois
- 4 example is known as -- is known as so-called return side or
- 5 shunt metering, s-h-u-n-t, metering?
- 6 A. That is my understanding and that's consistent
- 7 with the diagram I believe DGP-Exhibit 2 or Attachment 2.
- 8 Q. And this is installed on the ground side of a
- 9 DC circuit, is it not, sir? That is, a meter -- a shunt meter
- is installed on the ground side of the DC circuit?
- 11 A. It's on the return side. I believe the
- 12 entirety of the configuration is grounded, so I'm not -- I'm
- not sure that -- I'm not sure that I can agree with your
- 14 question the way it was phrased.
- 15 Q. I, frankly, may have written it down
- 16 incorrectly, but I do recall that as well. It's on the return
- 17 side. And you agree with that?
- 18 A. Yes, I do.
- 19 Q. This may not be the only -- excuse me.
- 20 This form of power metering on the return side
- 21 is not the only form of power metering that has been talked
- 22 about in Texas or elsewhere, is it?
- 23 A. I -- I agree. And it's consistent with my
- testimony there at page 16, lines 18 through 22.
- 25 Q. But it, nonetheless, is the only one relied on

- in your testimony; isn't that correct?
- 2 A. Well, it's the one that is in effect and has
- 3 been in effect for some years between our two companies and
- 4 apparently without complaint from SBC.
- 5 Q. And your reference again on the -- I take it is
- 6 with respect to Illinois?
- 7 A. It is.
- 8 Q. Certainly not with respect to Texas?
- 9 A. Correct.
- 10 Q. Okay. So that wherein AT&T, for example,
- 11 proposes, if I recall properly, at least three potential means
- by which metering could be accomplished, your testimony is
- only directed to one form; is that correct?
- 14 A. In the interest of -- yes, in the interest of
- 15 providing factual data to this Commission, I relied on the
- 16 facts that were available to MCI given the circumstances that
- 17 are currently in effect between our two companies in an
- 18 adjacent state.
- 19 Q. In Illinois?
- 20 A. And I concede in my -- yes.
- 21 Q. Okay.
- 22 A. And I concede in my testimony that that is not
- the only conceivable architecture. We're not proposing a
- 24 specific architecture here.
- 25 Q. And you do not advance -- you do not support

- with concrete detail any of the two other architectures that
- 2 AT&T talks about in its testimony?
- 3 A. That is true.
- Q. All right. I want to ask you though, with
- 5 respect to the shunt metering -- I'll just call it shunt
- 6 metering for lack of a better handle.
- 7 A. It sounds so, you know, exciting, doesn't it?
- 8 Q. It's not as good as I could come up with. But
- 9 it's one that sticks in my mind.
- 10 Shunt metering, your actual contract language
- 11 does not propose any form of the various metering
- 12 possibilities, does it?
- 13 A. I believe that's true. And, again, it's
- 14 consistent with I believe my testimony here this morning.
- 15 Q. So, for example, your testimony does not -- or
- 16 rather your language does not expressly state that charges for
- 17 power -- withdraw. Let me move on.
- 18 Is there any third-party validation study,
- analysis, attestation which supports the accuracy and
- 20 reliability of shunt metering? Let me withdraw the question.
- 21 Does your testimony refer to any third-party
- 22 audit, validation, study or the like which supports the
- accuracy and reliability of shunt metering?
- 24 A. My -- my Direct Testimony did not. And the
- only extent that I touched on that in my Rebuttal Testimony

- 1 was in response to the testimony of Mr. Pool of SBC.
- 2 Q. You are aware then, I assume, of a third-party
- 3 study that has been done with respect to the accuracy and
- 4 reliability of the shunt metering, power metering -- shunt
- 5 metering, power metering arrangement in Illinois; is that
- 6 correct?
- 7 A. I am aware of an analysis.
- 8 MR. GRYZMALA: May I approach, your Honor?
- 9 JUDGE THOMPSON: You may.
- MR. GRYZMALA: Your Honor --
- 11 JUDGE THOMPSON: Thank you. Do you want this
- 12 marked?
- MR. GRYZMALA: Yes, sir.
- JUDGE THOMPSON: This will be No. 213.
- 15 (Exhibit No. 213 was marked for
- 16 identification.)
- 17 BY MR. GRYZMALA:
- 18 Q. I'll represent to you, sir, as is indicated on
- 19 the label, Telcordia Technologies, November 2002 entitled
- 20 Frame Ground Currents at SBC Collocated Equipment as being the
- 21 study that Mr. Pool relies on in both his direct and his
- rebuttal. Have you seen this copy before?
- 23 A. I was made aware of this last evening when I
- 24 believe your fellow counsel provided a copy to counsel for
- 25 MCI.

- 1 Q. And I would like to refer you to those portions
- 2 not specifically -- I don't have them with me, but you do
- 3 recall Mr. Pool's testimony that this particular study reached
- 4 ultimate conclusions regarding the arrangements it considered
- 5 in Illinois under the SBC Illinois power metering, do you not?
- 6 A. I -- I recall Mr. Pool's testimony making --
- 7 making those allegations, yes.
- 8 Q. And isn't it fair to state that, as he
- 9 reported -- or isn't fair to state that he accurately reported
- 10 that it is not -- excuse me, it is not possible to obtain
- 11 accurate power metering on the return side of the DC
- 12 distribution as Telcordia Technology reported in this study?
- 13 Did he accurately convey that in his testimony?
- MR. MORRIS: Your Honor, I'm going to object.
- 15 It's assuming facts not in evidence. This is not in evidence.
- 16 Secondly, I'm not sure Mr. Price can even validate this
- 17 document. And, third, if counsel for SBC wanted this in
- 18 evidence, he had two opportunities to do it in the direct
- 19 testimony of Mr. Pool or the rebuttal testimony of Mr. Pool.
- 20 MR. GRYZMALA: Your Honor, I apologize. I may
- 21 have made a mistake here. It took me some time in order to
- 22 identify and locate this study and to get the proper
- authorization to get a hold of it and to use it. And it's
- 24 noted as restricted access. I've been told that this should
- 25 be regarded as proprietary under the protective order. I

- 1 apologize because under the protective order that would mean
- 2 that other parties to the case -- or that other parties beyond
- 3 those interested in the claims should not have access to it.
- I see there are people in the room. I've only distributed it
- 5 to MCI and AT&T.
- 6 MR. MORRIS: Your Honor, I think that that
- 7 underscores my objection. If SBC --
- 8 MR. GRYZMALA: No, I --
- 9 JUDGE THOMPSON: Wait, wait. We have to
- 10 hear from one person at a time because the reporter can't
- 11 really take down a free-for-all and I can't hear what you're
- 12 saying. So let's hear from Mr. Morris.
- 13 MR. MORRIS: Your Honor, what Mr. Gryzmala just
- 14 said in terms of this study, in fact, on the front it says
- 15 Telcordia Confidential Restricted Access. If he had trouble
- 16 obtaining this, certainly -- you know, we certainly did. You
- 17 know, we don't have access to it.
- 18 And now on what's probably the last day of the
- 19 hearing after having two opportunities to submit this through
- 20 Mr. Pool, his own witness, he's trying to get this into the
- 21 record through MCI's witness who, frankly, I don't think can
- validate this or authenticate this.
- JUDGE THOMPSON: Ms. Bourianoff?
- 24 MS. BOURIANOFF: Your Honor, I also have
- 25 concerns. SBC has used this document, they've marked it as

- 1 confidential in other states. We've seen it in Texas --
- 2 JUDGE THOMPSON: So you've seen this document.
- 3 MS. BOURIANOFF: My witness has seen this
- 4 document.
- JUDGE THOMPSON: Have you seen this document?
- 6 MR. MORRIS: It was handed to me last night
- 7 after the hearing for the first time.
- 8 JUDGE THOMPSON: So have you been involved in
- 9 arbitrations on --
- MR. MORRIS: No, sir.
- 11 JUDGE THOMPSON: -- elsewhere? This is the
- 12 only one?
- 13 MR. MORRIS: I was not part of the traveling
- 14 road show. This is my first one.
- 15 JUDGE THOMPSON: Okay. That's an important
- 16 question.
- 17 MS. BOURIANOFF: Your Honor, if I may, pursuant
- 18 to the protective order in place in Texas, we could not use it
- in another state. So my witness, although he's seen it,
- 20 couldn't refer to it. He has concerns with what Mr. Pool
- 21 represents this study to say but because of the protective
- order in place, couldn't use it. SBC did not make it
- 23 available, did not attach it to their testimony, just
- 24 selectively excerpted it.
- 25 And I'm also concerned about them now saying --

- 1 this is what they're doing. They did not mark in Mr. Pool's
- 2 testimony the portions of it that they chose to rely on as
- 3 confidential. They released those portions of it, but they
- 4 want to mark the rest of it as confidential. And I would -- I
- 5 have a strong problem with them saying they get to selectively
- 6 release the portions of it that they think support their case
- 7 and not release all of the document.
- 8 JUDGE THOMPSON: Okay. What's so secret about
- 9 this?
- 10 MR. GRYZMALA: Your Honor, to put it on the
- 11 table, when the testimony was prepared by Mr. Pool and
- 12 reviewed by me, I did not know that the study was restricted
- or proprietary in any way, didn't occur to me to ask.
- 14 JUDGE THOMPSON: So you're saying that you
- should have marked Mr. Pool's testimony proprietary?
- 16 MR. GRYZMALA: Had I had this study before me,
- 17 your Honor, when I reviewed Mr. Pool's testimony, I would
- 18 likely have recommended that this be marked as confidential in
- some fashion given their lodgement of restricted access.
- 20 But as Ms. Bourianoff pointed out, AT&T in
- other states has been made keenly aware of this testimony.
- 22 And I don't know that MCI has not been made aware. Mr. Morris
- 23 may not have been in attendance at the traveling road show. I
- 24 highly suspect that MCI has been in the traveling road show.
- But in any event, it is what it is.

- JUDGE THOMPSON: Well, let's shortcut that and
- 2 return to my question. What is so secret about this document?
- 3 What in here is so secret or so proprietary?
- 4 MS. BOURIANOFF: Obviously, your Honor, they
- 5 don't even treat it that proprietary within the company if
- 6 Mr. Pool didn't mark the information as confidential. And
- JUDGE THOMPSON: Well, this is an important
- 9 matter.
- 10 MS. BOURIANOFF: It is important because our --
- 11 JUDGE THOMPSON: Every case that goes on here
- 12 has to do with private companies that spend a great deal of
- their shareholders' money to develop the processes and the
- 14 technology that they use to create the products that they
- 15 sell. Okav?
- So in this Commission we typically do
- 17 everything we can to protect proprietary and highly
- 18 confidential business information which otherwise would damage
- one or more of the parties that are here. At the same time,
- 20 the Commission needs the information that it needs to make the
- 21 decisions.
- 22 And where the information is pertinent to the
- decision being made, clearly the other parties need it as
- 24 well, or as I think our protective order provides, at least
- 25 their experts, their outside experts need it so that they can

- come in and talk about whether we should be persuaded by it or
- 2 not. Right? That's to sketch out the terrain.
- Now, here I have a document as being brought
- 4 out on the cross-examination of this man and it's my
- 5 expectation that this document will refute whatever it is this
- 6 man has said; otherwise, he wouldn't be bringing it out.
- 7 So what I'm asking -- for God's sakes, this is
- 8 on how you power collocation spaces. Right? I mean, what is
- 9 secret about that? Is there something SBC is doing in its
- 10 central offices that SBC's the only phone company that knows
- 11 how to do? I mean, I just don't understand. Maybe I'm think
- 12 what's secret --
- 13 MR. BUB: I think secrecy may be a different
- 14 classification. Like, in Missouri under our protective order
- 15 we have proprietary and highly confidential. And those
- differentiations are driven by potential uses, if something is
- 17 about particular employees or something that's about a
- 18 product --
- 19 JUDGE THOMPSON: Right. It's not about
- employees.
- MR. BUB: No market --
- 23 MR. BUB: Not about specific customers. It's
- 24 not highly confidential -- not something to be kept away from
- other parties' employees. It's something though that our

company did -- I --1 2 JUDGE THOMPSON: You spent money to develop --3 MR. BUB: We spent money to develop this study. JUDGE THOMPSON: -- to develop the study? 4 5 MR. BUB: Yes. And it's something --6 JUDGE THOMPSON: But the study itself is not 7 about something that's proprietary? MR. BUB: Well, the subject is not, but the 8 results of the study are proprietary because it does have some 9 value to a company engaged in a business -- telecom business. 10 11 JUDGE THOMPSON: Let me ask you this. If this became available to your competitors, would that place you at 12 a competitive disadvantage? 13 14 MR. BUB: It would help them as competitors 15 because it would give them insight into the subject of power metering that we had to pay to develop. 16 17 Now, for purposes of litigation --18 JUDGE THOMPSON: In that case --19 MR. BUB: -- we understand that, you know, the 20 parties here can see it, Mr. Price could see it. As long as 21 they sign the protective order, other parties' employees can 22 see it. That's the distinction I was trying to go with the 23 secretness. JUDGE THOMPSON: As to our additional question, 24

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which is have they seen it? I mean, I think --

25

- 1 MR. BUB: They may have seen it in other --
- 2 JUDGE THOMPSON: -- Mr. Morris's objection was
- 3 this is at the 11th hour being pulled out of a hat.
- 4 MR. GRYZMALA: I think he talked about his own
- 5 having viewed it particularly, but I don't know that MCI has
- 6 not. I mean, as Ms. Bourianoff has said AT&T has seen the
- 7 same study in other states.
- JUDGE THOMPSON: I understand what
- 9 Ms. Bourianoff said. I'm inquiring as to MCI's position.
- 10 Were you aware --
- 11 MR. MORRIS: I was handed this last night.
- 12
 JUDGE THOMPSON: That's personally?
- MR. MORRIS: Me personally.
- 14 JUDGE THOMPSON: I understand that's placed you
- 15 at a disadvantage. I'm aware and grasp that point. Now, your
- 16 client -- has your client, if you know, seen this or had
- 17 access to this prior to when you were handed it last night?
- 18 MR. MORRIS: I don't know. I could ask.
- 19 JUDGE THOMPSON: You don't know. That's the
- answer.
- 21 Have you seen it, Mr. Price?
- THE WITNESS: I have not.
- JUDGE THOMPSON: You have not. That's your
- answer.
- THE WITNESS: And, to my knowledge, MCI was not

- 1 provided a copy of this in the Texas proceeding.
- JUDGE THOMPSON: One more point.
- 3 MR. BUB: This was quoted in both our direct
- 4 and in our rebuttal. And there was discovery so they could
- 5 have asked for it and we would have provided it in discovery.
- 6 MR. GRYZMALA: That's right.
- 7 MR. BUB: It would have been marked propriety,
- 8 but anybody, including Mr. Price and the other witnesses,
- 9 could have seen it if they'd asked for it.
- JUDGE THOMPSON: Your response?
- 11 MR. MORRIS: If SBC wanted to get this into the
- 12 record, again, they had two opportunities to do it through the
- 13 two pre-filed testimonies of their witness, Mr. Pool, as
- opposed to trying to get -- you know, get it into the record
- 15 through our witness.
- 16 JUDGE THOMPSON: Let me ask -- I understand
- 17 what you're saying. Let me short--
- 18 MR. MORRIS: Frankly, I don't know if my
- 19 witness can authenticate this.
- JUDGE THOMPSON: I understand. Are you going
- 21 to direct his attention to a portion of this that was not
- 22 quoted in the testimony --
- MR. GRYZMALA: No, sir.
- JUDGE THOMPSON: of SBC's witness?
- MR. GRYZMALA: No, sir.

- 1 JUDGE THOMPSON: You're going to ask about
- 2 something that's already in evidence about the testimony of a
- 3 witness?
- 4 MR. GRYZMALA: Excepting I want to add this to
- 5 the record.
- 6 JUDGE THOMPSON: I'm not going to let you add
- 7 it to the record. Okay?
- 8 MR. GRYZMALA: Okay.
- 9 MR. JOHNSON: Your Honor, I'm not sure I have a
- dog in this fight, but it would seem to me that for purposes
- 11 of cross-examination, the most that counsel for SBC could do
- 12 would be to present the study to the witness, ask him to look
- 13 at certain portions and ask him whether he agrees or disagrees
- 14 with it. And if the witness says I don't know, then it really
- 15 can go no further than that.
- JUDGE THOMPSON: I agree with you.
- 17 In Missouri the general rule is you can hand
- 18 anything to a witness and ask them questions about it, which
- they answer or don't answer as they're able. So if he can't
- 20 authenticate it, who cares. He can still hand it to him and
- 21 ask him questions about it.
- MR. JOHNSON: In addition --
- JUDGE THOMPSON: That's the way it works here.
- 24 MR. JOHNSON: -- the study cannot be used for
- any substantive purpose.

- JUDGE THOMPSON: Bingo. And that's why I'm
- 2 going to say I'm not going to let you put it in the record.
- 3 Portions of it are already in the record. I understand that
- 4 and I assume you picked those portions that were best for your
- 5 case. Right? That was presumably what you were doing.
- 6 The rest of it I'm not going to allow in
- 7 because I'm not going to let it become substantive evidence at
- 8 this late date, this 11th hour. I will allow you to ask this
- 9 man any questions about it that you want.
- 10 MR. GRYZMALA: Thank you, your Honor.
- 11 JUDGE THOMPSON: This hearing is proving to be
- 12 much more exciting than I expected.
- 13 MR. GRYZMALA: Thank you, your Honor. I'll
- move on.
- JUDGE THOMPSON: You're all to be
- 16 congratulated.
- 17 BY MR. GRYZMALA:
- 18 Q. Mr. Price, do you recall that portion of
- 19 Mr. Pool's testimony to the effect that the Telcordia study
- 20 determined that it was not possible to obtain accurate power
- 21 metering on the return side of the DC distribution?
- 22 A. I recall his representations to that extent.
- 23 Q. Correct. Do you have any personal knowledge
- 24 that would refute that assertion?
- 25 A. Well, for the reason that we've just discussed,

- 1 I mean, other than the review time that I've had since --
- 2 since being handed a copy of this yesterday evening, I have --
- 3 I had no personal knowledge of this document, so --
- 4 Q. I understand. And I'm trying to limit this
- 5 based upon his honor's ruling.
- 6 My question is a little bit different. If the
- 7 assertion is made -- I mean, I accept your answer, but what I
- 8 want to point out is a little bit more granular. If the
- 9 assertion is made that it is not possible to obtain accurate
- 10 power metering on the return side of the DC distribution,
- 11 would you have any personal knowledge as to facts that would
- 12 refute that assertion?
- 13 A. I -- I think the limitation of my knowledge
- 14 would be to -- to compare Mr. Pool's representation with the
- 15 relevant passage and simply see whether or not it was
- 16 correctly cited or quoted. Beyond that, no.
- 17 Q. Okay. Let me ask one last question about that
- 18 point. Are you aware of any study, any independent
- 19 third-party analysis the conclusion of which would be that it
- 20 is possible to obtain accurate power metering on the return
- 21 side of the DC distribution?
- 22 A. I have no such knowledge.
- Q. Thank you.
- 24 And if the assertion were made that the error
- in this form of metering could be about 30 to 50 percent of

- 1 the measured values, as Mr. Pool testified, do you have any
- 2 personal knowledge that would refute that statement?
- 3 A. The -- the document itself actually refutes
- 4 that statement.
- 5 Q. No, I didn't ask you that, Mr. Price.
- A. But that's the knowledge that I have.
- 7 Q. I'm not talking about the document. Let's put
- 8 aside the document. Let's just put that aside for a moment.
- 9 I'm sorry to confuse you.
- 10 Let me ask you to assume that an assertion has
- 11 been made that the error in this form of metering could be
- about 30 to 50 percent of measured values. Let's just assume
- 13 that assertion had been made -- has been made.
- 14 A. Okay.
- 15 Q. Do you have any personal knowledge that would
- 16 refute that assertion?
- 17 A. And -- and my personal knowledge is different
- 18 now than it was 24 hours ago, because I've had an opportunity
- 19 to review this document. And given that, the personal
- 20 knowledge that I have is that this document itself refutes
- 21 that claim.
- Q. Okay. I want to turn to page 61 of your
- 23 testimony. Let me collect the document.
- 24 You refer at page 61 to data that appears to
- compare and contrast Texas and Illinois; is that correct?

- 1 A. That is what is stated there at page 61. And
- 2 then the results of that are provided as the highly
- 3 confidential attachments I believe 3 and 4 to my testimony.
- Q. And this data was acquired by MCI's -- or from
- 5 MCI's collocation arrangements with Rhythms in Texas; is that
- 6 correct -- Texas and Illinois?
- 7 A. That's correct.
- 8 Q. Not SBC?
- 9 A. No. I'm sorry, Mr. Gryzmala. Rhythms is an
- 10 affiliate of MCI. And the collocations that -- on which the
- 11 data were provided to me are from MCI's internal analysis of
- 12 the power bills for those Rhythms' collocations in SBC's
- 13 central offices.
- 14 Q. Thank you. I apologize. I did not know that
- about Rhythms.
- 16 Did the study or the data -- the comparative
- 17 data that you present here account for the fraction of any
- 18 current that would have been or might have been lost to the
- 19 frame?
- 20 A. The amounts reflected in the schedules are
- 21 merely for the billed amounts from SBC based on the metered
- 22 results. I --
- Q. So it's not -- I'm sorry.
- 24 A. I have no knowledge that SBC adjusts the
- 25 billings to accomplish this adjustment to which you referred.

- 1 Q. You point at page 65 to other jurisdictions, if
- 2 I recall. Question being, Having metering arrangements been
- 3 acquired in other jurisdictions?
- 4 And is it a fair characterization to say that
- 5 among those jurisdictions -- or rather the jurisdictions to
- 6 whom you point would be Illinois and Texas? I'm sorry,
- 7 Illinois and South Carolina?
- A. That's correct.
- 9 Q. Okay. Now, in reference to the South Carolina
- 10 Commission's action, the South Carolina passages that I'm
- 11 reading here indicate that the Commission ordered Bell South
- to provide CLECs with the option to purchase power directly
- from an electric utility company. Is that passage reflected
- in the MCI-proposed language for collocation powered metering?
- 15 A. Is the direct -- I'm sorry. I'm not sure I
- 16 understand your question. If you're asking me whether the
- 17 direct purchase from the electric utility that was ordered by
- 18 the South Carolina Commission was reflected in the language
- 19 that we proposed in the collo appendix --
- Q. Right.
- 21 A. -- I believe that it is not.
- 22 Q. The South Carolina Commission also indicated
- 23 that the actual work to install the arrangement would be
- 24 performed by a Bell South certified vendor hired by the CLEC.
- Do you see that passage in your indented quote?

- 1 A. Correct.
- 2 Q. And is there any MCI language which states that
- 3 the actual work would be done by an SBC certified vendor hired
- 4 by the CLEC -- hired by, in this case, MCI?
- 5 A. My recollection is that that's covered in the
- 6 collocation tariff. So there is language providing for that,
- 7 albeit not expressly within the -- the very short phrase that
- 8 I include in my testimony.
- 9 In other words, we understand that SBC and MCI
- 10 both have an interest in protecting the integrity, the safety,
- 11 if you will, of all our respective equipment in that -- in
- that space and have previously agreed in the broader context
- of the collocation tariff to -- to have such matters only done
- 14 by certified vendors.
- 15 Q. But I'm not -- okay. And help me out. I'm not
- sure I see this in the language. Let me go back.
- 17 The Bell South order, if you will, South
- 18 Carolina order, says that the actual work will be done by a
- 19 Bell South certified vendor?
- 20 A. Agreed.
- 21 Q. And I see your language as saying the work to
- 22 be done will be done by MCI's certified vendor. Isn't that
- 23 what that says? I'm looking at page 2 of 2 of the DPL.
- 24 A. Well, I have the language in my testimony at
- 25 page 57. I see that. And, again --

- 1 O. But --
- 2 A. -- it is my understanding that there are
- 3 provisions in the collocation tariff which this -- you know,
- 4 modifies only slightly in -- in this regard. In other words,
- 5 if you look at the entirety of the collocation appendix, I
- 6 think it's a single page, other than perhaps a title page, the
- 7 vast majority of the terms and conditions that -- that are not
- 8 in dispute are over in your collocation tariff here filed with
- 9 the PSC in Missouri. I believe that there is language there
- 10 that allows MCI to have its own certified vendors so long as
- 11 they are on an SBC-approved list or that they are otherwise
- 12 approved by -- by SBC.
- 13 Q. Do you agree that the language does not -- the
- 14 language offered by MCI in its ICA collocation appendix does
- not refer to installation by SBC's certified vendor? In fact,
- isn't it true, as I see SBC Missouri's position, that MCI
- 17 would need to have an SBC tier 1 installation power vendor
- install fuses and power cabling?
- 19 A. If there is a significant dispute on this
- 20 particular issue, I feel certain that could be resolved by our
- 21 companies.
- MR. LANE: Your Honor, if I may, I hate to
- 23 interrupt, but I've got the witnesses that are available to
- 24 answer the question. One of them is going to board a plane in
- 25 about a half an hour. Could I ask that --

- JUDGE THOMPSON: Let's talk to them.
- MR. MAGNESS: Your Honor, we have --
- 3 Mr. Cadieux was -- actually on most of the issues that you
- 4 were concerned about commingling, Mr. Cadieux was the primary
- 5 witness. Mr. Ivanuska I believe had testimony as well.
- 6 Mr. Cadieux is available by phone -- actually will probably be
- 7 here in about 15 minutes, we could patch him in as well.
- 8 MR. LANE: I'll have them call in now, Judge.
- 9 JUDGE THOMPSON: Commingling, yeah. My head's
- 10 full of metering.
- 11 MR. BUB: Judge, can we off the record for a
- 12 minute?
- 13 JUDGE THOMPSON: Absolutely. Let's go off the
- 14 record.
- 15 (Off the record.)
- 16 JUDGE THOMPSON: Mr. Ivanuska is back up on the
- 17 stand. I'll remind you're under oath. Mr. Price is taking a
- 18 breather. We'll come back to the metering issue after we talk
- 19 some more commingling.
- 20 MR. LANE: I think we have on the phone, I
- 21 hope, Mr. Silver and Mr. Christensen.
- JUDGE THOMPSON: Hello, Mr. Silver,
- 23 Mr. Christensen?
- MR. CHRISTENSEN: I am here.
- JUDGE THOMPSON: What about Mr. Silver? Is he

- 1 here?
- 2 MR. CHRISTENSEN: I haven't heard him beep in
- 3 yet. I assume he'll be here shortly.
- JUDGE THOMPSON: Very good. Now, you were here
- 5 earlier, right, Mr. Christensen?
- 6 MR. CHRISTENSEN: No. Actually, Mr. Silver was
- 7 there.
- 8 JUDGE THOMPSON: Well, let me take a minute to
- 9 swear you in then.
- 10 (Witness sworn.)
- 11 JUDGE THOMPSON: Thank you, sir. Would you
- 12 please state your name for the court reporter and spell your
- 13 last name?
- 14 MR. CHRISTENSEN: Certainly. My name is
- 15 Fredrick, middle initial C, last name Christensen,
- 16 C-h-r-i-s-t-e-n-s-e-n.
- 17 JUDGE THOMPSON: Thank you, sir. Because
- 18 you're not present in the room, the reporter won't know who's
- 19 talking. So, consequently, the first thing out of your mouth
- always has to be your name, this is Fred Christensen. That
- 21 way the court reporter will know who's talking and be able to
- 22 transcribe it. Okay?
- MR. CHRISTENSEN: very well.
- 24 MR. MAGNESS: Your Honor, as I mentioned,
- 25 Mr. Ed Cadieux who has been sworn, was excused, is going to be

- 1 here probably in the next two or three minutes so if he could
- 2 just join the discussion at that point. Obviously Mr.
- 3 Ivanuska is --
- 4 JUDGE THOMPSON: He obviously has something to
- 5 say on this issue.
- 6 MR. MAGNESS: Actually, Mr. Cadieux was the
- 7 primary witness on the issues you were asking about on
- 8 commingling, about the billing change processes, that sort of
- 9 thing.
- 10 MR. SILVER: Mike Silver joined.
- 11 JUDGE THOMPSON: Mr. Silver, you're on now?
- 12 MR. SILVER: Yes, I am.
- 13 JUDGE THOMPSON: Very good. Let me remind you
- 14 you are still under oath, sir. In order for the court
- 15 reporter to accurately transcribe your remarks, be sure to say
- 16 your name when you start out. Okay?
- 17 MR. SILVER: Yes.
- JUDGE THOMPSON: Because we've got more than
- one person on the phone and she can't see who's talking.
- 20 MR. SILVER: Right.
- 21 JUDGE THOMPSON: Are we going to wait a few
- 22 minutes for Mr. Cadieux or just let him join in when he gets
- 23 here? What do you want to do?
- 24 MR. MAGNESS: When I spoke to him, he said he
- 25 was just passing the Capitol, so I expect he'll be here in

- just a minute.
- 2 JUDGE THOMPSON: Does he have to find a parking
- 3 space?
- 4 MR. MAGNESS: I'll go park his car, do
- 5 something useful here today.
- JUDGE THOMPSON: We're just going to wait a few
- 7 minutes for another witness who is rushing back to the
- 8 building as quickly as he can.
- 9 Tell me we have gotten some of today's issues
- 10 and witnesses. Right? We're not just finishing off
- 11 yesterday's, are we?
- MR. MAGNESS: Yes.
- 13 JUDGE THOMPSON: Very good. I'm glad to hear
- 14 that.
- 15 Great background noise there.
- MR. SILVER: I'm at the airport. I tried to
- find the quietest place I could.
- 18 JUDGE THOMPSON: I appreciate your willingness
- 19 to take the time to help us out.
- MR. SILVER: That's what we're trying to do,
- 21 make sure that everybody understands what our position is and
- 22 why. So I appreciate the opportunity.
- JUDGE THOMPSON: Great. Thank you.
- 24 This was the whole BFR request thing.
- MR. IVANUSKA; That's how it started.

- JUDGE THOMPSON: I'm getting back to it.
- 2 MR. LANE: The process that's involved to
- 3 request commingling arrangements and bring them into being.
- 4 JUDGE THOMPSON: Natelle, if you guys have any
- 5 questions, you should feel free to jump in. Because since
- 6 this is getting to be sort of a free-for-all, I may forget to
- 7 ask you.
- 8 MR. MAGNESS: Your Honor, do you mind if
- 9 Mr. Cadieux sits here so he could be miked?
- 10 JUDGE THOMPSON: Absolutely. That is a great
- 11 place for him. I'm sorry you had to interrupt your day to
- 12 come back.
- MR. CADIEUX: No problem.
- 14 JUDGE THOMPSON: Appreciate it. And I'll
- remind you, Mr. Cadieux, you are still under oath.
- 16 We're now taking kind of a panel approach. I
- 17 feel like Oprah, very exciting. So I assume we're just going
- 18 to start off and I'm going to start asking questions. Right?
- 19 Because that's how we got to this. And then people will jump
- in to answer or disagree and quarrel with each other. Okay.
- 21 Now, I was asking you, sir -- remind me your
- 22 name again.
- 23 MR. IVANUSKA: Mr. Ivanuska, John Ivanuska.
- JUDGE THOMPSON: Thank you. Blanked out on
- 25 that.

- 1 I was asking Mr. Ivanuska about the
- 2 provisioning of commingling arrangements. Right? Where we
- 3 have some UNEs that you're required to provide under 251 and
- 4 some former UNEs have been declassified and evidently are
- 5 available but under different circumstances on a different
- 6 rate basis.
- 7 And Mr. Ivanuska had been telling me that the
- 8 process -- the BFR process that is in -- that SBC proposes to
- 9 put into the interconnection agreement is cumbersome and slow,
- if I am summarizing your testimony accurately.
- 11 MR. IVANUSKA: You are, but we -- the issues of
- 12 disagreement are beyond the cumbersomeness and slowness. We
- accept that that's a process we have to adhere to. We also
- 14 talked about particular items of disagreement that don't
- 15 really have to do with that.
- 16 JUDGE THOMPSON: Remind me what those are.
- 17 MR. IVANUSKA: When we get a price quote, we
- 18 want it to be a final price quote.
- 19 JUDGE THOMPSON: Certainty in prices?
- 20 MR. IVANUSKA: Certainty in prices, certainty
- 21 in when it becomes operational and that -- jeez, I just drew a
- 22 blank.
- JUDGE THOMPSON: That's been happening to me
- 24 all day.
- 25 MR. LANE: I think in particular then, Judge,

- 1 following that where we led into this was questions that you
- 2 had for him about the process that's involved in submitting a
- 3 request for a commingling arrangement and, in particular --
- 4 MR. SILVER: I'm sorry. I can't hear.
- 5 MR. CHRISTENSEN: That conversation's breaking
- 6 up, your Honor.
- 7 MR. LANE: I think the question that you had,
- 8 your Honor, that we were trying to get the witnesses on the
- 9 phone were more related to the question of how one goes about
- 10 ordering a commingled arrangement and, in particular,
- 11 Mr. Ivanuska's concerns about the process involved with a DS-1
- 12 loop along with special access. And that's where we were
- 13 headed.
- 14 JUDGE THOMPSON: Which is the DS-1 transport
- part. Right?
- 16 MR. LANE: It's actually special access, your
- 17 Honor, is what we're dealing with.
- 18 MR. IVANUSKA: The commingled equivalent to the
- 19 EEL.
- 20 MR. SILVER: This is Michael Silver on behalf
- of SBC speaking. Just real quick, I can speak to the final
- 22 quote issue. I addressed that in my Rebuttal Testimony
- 23 speaking to Mr. Ivanuska's point there.
- 24 And I explained the fact that when you say you
- 25 want final quote that's definitive, as far as the -- if we're

- 1 talking the UNE piece, we will give you that. What the
- 2 problem is, is as we're developing the final request, before
- 3 the final request gets taken care of, we incur costs. And
- 4 those are the costs that when we give you your final quote --
- 5 that's why we can't say it will be this exact dollar amount.
- 6 Because until we actually process the request and actually put
- 7 it into place, we don't know what the costs are going to be
- 8 yet.
- JUDGE THOMPSON: Let me break in, if I could,
- 10 Mr. Silver, and ask a clarifying question.
- MR. SILVER: Sure.
- 12 JUDGE THOMPSON: When you are processing their
- request, you incur costs in doing that processing?
- MR. SILVER: When we -- we've got to remember
- what we're talking about here from a BFR process. When they
- ask for a BFR, it goes through a number of steps. The initial
- 17 step is within the first 30 days we evaluate their request and
- 18 tell them whether, one, it's technically feasible; two,
- 19 whether it meets the eligibility criteria. And at the end of
- 20 the 30 days, presuming that it is, we will give them a
- 21 preliminary estimate of time and cost.
- JUDGE THOMPSON: Okay.
- 23 MR. SILVER: At that point in time, they tell
- us -- they've got 30 days to tell us whether they want to go
- 25 forward.

- 1 JUDGE THOMPSON: Okay. 2 MR. SILVER: Following that, we will go through 3 the process -- and at that first -- during the first 30 days 4 it's just a very high level process we've gone through to 5 identify, one, whether it's eligible and two, approximately what it's going to take. 6 7 JUDGE THOMPSON: Okay. MR. SILVER: After we get the go-ahead from 8 them, we then have to bring in all the various groups that are 9 10 involved in this thing, that's going to be the billing group, 11 it's going to be the provisioning group, it's going to be I guess -- Fred, any others you can think of off the top of your 12 13 head? MR. CHRISTENSEN: Your Honor, Fred Christensen 14 15 on behalf of SBC. Certainly if we have any manual processes that we have to -- have to enact in the LSC, local service 16 17 center, or any OSS changes so those groups also would be 18 involved. 19 JUDGE THOMPSON: Let me ask you a clarifying question, if I could. Is the process identical for every EEL 20 21 that they ask for or does it differ based on where it's 22 located and where it needs to go and that kind of thing? 23 MR. SILVER: Are you talking about commingled
- 25 JUDGE THOMPSON: I think we're talking

or are you talking a combination of UNEs?

24

- 1 commingled here.
- 2 MR. LANE: Just for clarification, Judge,
- 3 you're jumping topics, which is fine.
- 4 JUDGE THOMPSON: I didn't mean to.
- 5 MR. LANE: We were dealing with a BFR process,
- 6 which is one issue and then a second issue, which they are
- 7 prepared to address, is what's the reason that it takes some
- 8 period of time to respond to requests for combination -- or
- 9 commingling of.
- 10 MR. CADIEUX: Your Honor, I think I can clarify
- 11 that a little bit to put this into context.
- 12 JUDGE THOMPSON: Mr. Cadieux, please.
- MR. CADIEUX: Your Honor, I think a fair
- 14 statement of the way the testimony stands at this point, I --
- Mr. Silver, I believe in his Direct Testimony, gave a list of
- 17 presented to offer to CLECs without going through the BFR
- 18 process.
- JUDGE THOMPSON: Okay.
- 20 MR. CADIEUX: In our testimony we had had a
- 21 list of 5 and that -- let me back up. The SBC list has grown
- over the last couple of months. The first list that was put
- out on CLEC online had 3 arrangements, the second list had 4.
- 24 This one has 11 and this -- we saw it for the first time in
- 25 Mr. Silver's testimony on May 9th.

- JUDGE THOMPSON: Okay.
- 2 MR. CADIEUX: Now, we have 5. Actually, the
- 3 list of 11 in Mr. Silver's testimony is acceptable to us. It
- 4 really -- it's really our list of 5 just broken down into
- 5 additional subparts. So in terms of the types of arrangements
- 6 that would be available without going through the BFR process,
- 7 I don't think there's a dispute at this point, at least
- 8 between the CLEC Coalition and SBC. And we are also agreed --
- JUDGE THOMPSON: And, Mr. Ivanuska, you're
- 10 MCI? MR. IVANUSKA: No.
- 11 I'm with Birch and CLEC Coalition.
- 12 JUDGE THOMPSON: So you're on the same side?
- 13 MR. CADIEUX: Yes. And I think there's also
- 14 agreement, again with the CLEC Coalition, that anything -- any
- 15 arrangement beyond the list would be requested via a BFR
- 16 process.
- 17 JUDGE THOMPSON: Okay. Mr. Price, you had
- 18 something to add?
- 19 MR. PRICE: Yes, your Honor. Don Price for
- 20 MCI.
- 21 The -- the problem that MCI has with the list
- 22 that Mr. Cadieux was just discussing is there is a separate
- dispute in our DPL with regards to the exclusion -- with
- 24 regards to the exclusion by SBC of a wholesale service that
- 25 would be a 271 element. That is a separate dispute, but

- definitely related here because --
- JUDGE THOMPSON: Is any part of this
- 3 arrangement that you've got this separate dispute on, is any
- 4 part of that a UNE under 251?
- 5 MR. PRICE: Well, by definition because it is a
- 6 commingled arrangement, it is a combination of a UNE under
- 7 251, what SBC describes I believe as a wholesale service.
- 8 Their definition --
- 9 JUDGE THOMPSON: I'm just trying to understand
- if it's something totally outside of 251.
- 11 MR. SILVER: This is Mr. Silver. I'm having a
- 12 very hard time hearing Mr. Price.
- 13 JUDGE THOMPSON: Do you want to stand by the
- 14 phone, Mr. Price? You guys who talk more softly have to shout
- or stand by the phone or something.
- 16 MR. PRICE: The concern that I was expressing
- 17 on behalf of MCI was that Mr. Silver's list, by virtue of
- 18 having excluded from the ability to combine an element
- 19 obtained through 271 was slightly different than Mr. Cadieux's
- 20 willingness to accept that list as it stands now.
- JUDGE THOMPSON: Okay. Mr. Cadieux?
- 22 MR. CADIEUX: And just a clarification on that
- 23 too. You know, the CLEC Coalition's position -- and I've said
- I won't get in the argument here, is that elements that are
- 25 delisted under 251 like the -- let's say DS-3 transport --

- 1 JUDGE THOMPSON: When you say delisted, is that
- 2 declassified?
- 3 MR. CADIEUX: Declassified, non-impaired.
- 4 Let's say there's a route where -- a transport route where
- 5 DS-3 has been declassified, is no longer available as a 251
- 6 UNE. I think the -- just -- and this is to clarify the
- 7 different permutations of this.
- 8 I think the CLEC position is the same as the
- 9 MCI position in that we would argue that -- that that DS-3
- 10 transport link should be available as a 271 element and should
- 11 be -- should be in the intersection agreement. Now, we have
- 12 an argument with SBC about that.
- JUDGE THOMPSON: I understand.
- 14 MR. CADIEUX: The difference I think between us
- and MCI is we understand that the 271 issue, you know, is not
- 16 resolved at this point. So we are willing to take the --
- 17 Mr. Silver's list as a starting point. And if we win on the
- 18 271 issue, that those -- any additional arrangements, any 271
- 19 related arrangements we would attempt to then add to the list
- via the BFR process.
- JUDGE THOMPSON: I see.
- 22 MR. LANE: I think, Judge, just for
- 23 clarification, combining as a general term means two unbundled
- 24 network elements. Commingling involves putting together a UNE
- with a something else. And the something else is special

- 1 access services in the case of the CLEC Coalition and then MCI
- 2 says they want 271 as well.
- 3 MR. MAGNESS: That's not right.
- 4 MR. CADIEUX: That's not accurate. We say 271
- 5 is also available as a commingled arrangement. The only
- 6 question -- the only difference between us and MCI is how does
- 7 it get on the list? Does it go on the list immediately or
- 8 does it get added to the list via the BFR process.
- 9 MR. LANE: Right. The 11 that we're dealing
- 10 with do not deal with 271 elements.
- 11 MR. CADIEUX: That's correct.
- 12 MR. LANE: That's the point I was trying to
- make.
- 14 JUDGE THOMPSON: And you'd like some additional
- 15 ones that do?
- MR. CADIEUX: Let's say the Commission would
- 17 rule in our favor that -- for example, if the Commission were
- 18 to rule completely in our favor on the 271 issue, they would
- 19 say that trans-- that loops, transport and switching are all
- 20 271 network elements, that there's an unbundling obligation,
- 21 that those elements should go in the interconnection agreement
- 22 and our proposal for pricing is that they be priced on an
- interim basis at the transition rate. Right?
- 24 JUDGE THOMPSON: That's a legal issue that I'm
- going to read about in the briefs.

- 1 MR. CADIEUX: Right. And the point here is if
- 2 the Commission -- the approach the CLEC Coalition is taking
- 3 regarding the list is that if the Commission would come out
- 4 with that decision, we would presumably be back pretty quickly
- 5 to SBC with a BFR request to add those 271 arrangements to the
- 6 list of 11.
- 7 JUDGE THOMPSON: Okay. What happens if I rule
- 8 the other way? Let me just --
- 9 MR. CADIEUX: Well, if you rule --
- 10 JUDGE THOMPSON: On 271. Then what happens?
- 11 MR. CADIEUX: Well, if you rule completely in
- 12 SBC's favor, as I understand it -- and they can speak
- obviously to this, they are taking the position not only that
- 14 271 elements do not go into the interconnection agreement, but
- 15 they're also taking the position that there's no obligation to
- 16 commingle a 271 element with a 251 element. In other words,
- 17 that --
- 18 MR. SILVER: your Honor, this is Mr. Silver
- 19 speaking. Our position is that we -- we are not required to
- do the commingling on the 271 element with a 251 UNE.
- 21 However, that does not stop a CLEC from entering into a
- 22 commercial agreement with us whereby they obtain the 271
- 23 element via the commercial agreement and then they can also
- 24 obtain a 251 UNE via their interconnection agreement and if
- 25 they want to put those together, they are willing -- they are

- 1 welcome to do so.
- JUDGE THOMPSON: I understand what you're
- 3 saying. It would just be obtaining it in a different way and
- 4 taking a different kind of price.
- 5 MR. CADIEUX: Your Honor, there is a
- 6 distinction there. As I understand what Mr. Silver is saying,
- 7 we would have to do the combining in that situation.
- JUDGE THOMPSON: Couldn't you pay --
- 9 MR. CADIEUX: The connecting --
- 10 MR. LANE: Commingling in the parlance we've
- 11 been using.
- MR. CADIEUX: Yeah. SBC's position is, in
- 13 effect, the CLEC would have to have a collocation or a point
- 14 of presence where those two elements come together so that the
- 15 CLEC could do the connecting of those two things; whereas, our
- 16 position is that -- our view is that the SBC would have --
- 17 would have to be prepared to do the connecting for us.
- 18 JUDGE THOMPSON: And then you wouldn't need a
- 19 collocation.
- 20 And this woman needs to speak. Please.
- 21 MS. BOURIANOFF: I just wanted to clarify that
- 22 AT&T also has issues on this. I can't -- Mr. Rhinehart's on
- 23 his way back to St. Louis, doesn't have a cell phone. I can't
- 24 get him. He's the one person I know who doesn't have a cell
- 25 phone. But on the AT&T/SBC UNE --

- 1 JUDGE THOMPSON: I didn't carry one for years
- 2 for exactly that reason, so no one could get ahold of me.
- 3 MS. BOURIANOFF: Issue 13 is the issue that you
- 4 started off speaking about, which is how should the ICA
- 5 address these commingled arrangements. And it's AT&T's
- 6 position that there should be a minimum set of commingled
- 7 arrangements set forth in the ICA and not just pointed to on
- 8 the CLEC website.
- 9 And then this issue about commingling 271
- 10 checklist item UNEs, that's also an issue AT&T has and that's
- 11 AT&T/SBC issue -- UNE issue 10. And so I just wanted to make
- 12 clear that it's not just the CLEC Coalition and MCI.
- 13 JUDGE THOMPSON: And you're going to tell me
- 14 all this in your brief. Right?
- 15 MS. BOURIANOFF: It's set forth in
- Mr. Rhinehart's testimony. I'll tell it to you in the brief.
- 17 I'll get Mr. Rhinehart on the phone at a later date if you
- have any questions for him or I'll answer written questions.
- 19 MR. LANE: Judge, I don't want to devolve into
- 20 a legal argument. I'm not going to address that. The purpose
- 21 of our having these particular witnesses on the phone was for
- you to ask questions as you saw fit about Mr. Ivanuska's
- 23 contentions that the process takes too long on the list of the
- 24 11 that we're dealing with with the CLEC Coalition. They can
- address those questions if you have some on that topic.

- JUDGE THOMPSON: So if I understand this,
- 2 there's a list of 11 that are readily available and are priced
- 3 and all they have to do is say we want one; is that correct?
- 4 Mr. Silver, Mr. Christensen, tell me how this list of 11
- 5 works.
- 6 MR. SILVER: The list of 11 -- this is
- 7 Mr. Silver speaking.
- 8 The list of 11 works that they do not have to
- 9 file a BFR to get those arrangements. They just need to place
- 10 the order and we will get the tariff taken care of for them.
- 11 JUDGE THOMPSON: And there's a set rate or
- 12 price for each of those?
- 13 MR. SILVER: There will be, yes.
- 14 JUDGE THOMPSON: Mr. Cadieux?
- 15 MR. CADIEUX: Your Honor, that's not my
- 16 understanding of the SBC position. My understanding is -- I
- 17 mean, they have agreed that this list of 11 is a -- a list of
- 18 common commingled arrangements that should be available via
- 19 the BFR -- without the BFR process.
- JUDGE THOMPSON: Isn't that what he said?
- 21 MR. CADIEUX: No. That's different from the
- 22 question -- there's several different issues here. One of --
- 23 my understanding is SBC is not saying that these 11 --
- let's -- let's say -- just to make a date, let's say that the
- interconnection agreement becomes effective on July 1 just to

- 1 pick a date.
- 2 My understanding is SBC is not committing that
- 3 those list of 11 arrangements will be available for ordering
- 4 by the CLEC on July 2nd.
- 5 JUDGE THOMPSON: Is that true, Mr. Silver?
- 6 MR. SILVER: I think Mr. Christensen might be
- 7 able to answer that a little bit better.
- 8 JUDGE THOMPSON: Whoever.
- 9 MR. SILVER: And this is Mr. Silver speaking.
- 10 What I'm trying to say is they do not have to issue a BFR for
- 11 any one of those 11 arrangements. Now, I believe -- I'm not
- 12 sure who was speaking --
- 13 JUDGE THOMPSON: On the day that the agreements
- 14 that we're arbitrating here, on the day that those agreements
- 15 become effective, are they going to be able to order an
- arrangement off that list of 11? Yes or no?
- 17 MR. CHRISTENSEN: My understanding, your
- 18 Honor -- this is Fred Christensen. My understanding is, yes,
- 19 they should because we've already got those --
- JUDGE THOMPSON: When you say "should," are you
- 21 doubtful?
- MR. CHRISTENSEN: Well, no. We have the
- 23 processes already posted on CLEC online, your Honor. We do --
- JUDGE THOMPSON: So your answer is yes, they
- 25 will be able to?

- 1 MR. CHRISTENSEN: Well, we do talk about the
- 2 ordering process and what's necessary for the CLEC to order
- 3 the arrangement today.
- 4 MR. CADIEUX: Your Honor, that's the position
- 5 we've taken in the DPL is that those -- the common
- 6 arrangement, whatever the list consists of should be available
- 7 on the date the interconnection agreement is effective. And
- 8 if SBC is committing to that, that's terrific. But that has
- 9 not been their position to date. In fact, they've been
- 10 unwilling, in my experience, to make any commitment as to when
- 11 they'd been in a position to accept and process an order for a
- 12 commingled arrangement.
- 13 MR. CHRISTENSEN: Your Honor, I think -- this
- 14 is Fred Christensen again. I think there's -- the distinction
- is -- or has been that the CLECs don't necessarily agree with
- 16 the processes that we have posted on CLEC online and how they
- 17 have to go about ordering a commingling arrangement.
- 18 JUDGE THOMPSON: I'm assuming -- and you tell
- me if I'm wrong -- that every part of your ordering process
- 20 exists because of a necessary and sufficient business and/or
- 21 technical reason. Is that true, Mr. Silver?
- MR. SILVER: Ask Mr. Christensen.
- 23 MR. CHRISTENSEN: I would say that's a fair
- 24 assessment, yes.
- 25 JUDGE THOMPSON: In other words, I'm assuming

- 1 that there's nothing in your ordering process that is there
- 2 for no good reason.
- 3 MR. CHRISTENSEN: I would agree with that.
- JUDGE THOMPSON: Okay. So, I mean, I think SBC
- 5 gets to say how you have to order things. And I'm assuming
- 6 that SBC is acting in good faith in that the steps that
- 7 they're making the CLECs jump through are necessary from a
- 8 business and/or technical point of view to get the right
- 9 equipment placed or programmed or combined or whatever the
- 10 heck it is you actually do in the right place at the right
- 11 time and the right price; is that correct?
- 12 MR. CHRISTENSEN: I would agree with that, your
- Honor.
- JUDGE THOMPSON: I'm not sure they agree with
- 15 that, but I want to make sure that's your position as to your
- ordering method.
- 17 Mr. Cadieux, you have something to say.
- 18 MR. CADIEUX: Yes, your Honor. And, again, we
- 19 still -- we'll still have issues, but certainly we would
- 20 consider it to be substantial progress if SBC is saying that
- 21 there will be a process for accepting commingled orders, you
- 22 know, upon -- upon the date that this interconnection
- 23 agreement becomes effective.
- 24 JUDGE THOMPSON: Let me say that it is my
- 25 expectation that they will be accepting orders from the moment

- 1 that the interconnection agreement becomes effective, assuming
- 2 that the interconnection agreement allows for such things to
- 3 be ordered.
- 4 MR. CADIEUX: Your Honor, just to complete the
- 5 picture, and there will be still be discussions and issues, I
- 6 believe, between the CLEC -- you know, outside of this
- 7 interconnection arbitration process with SBC because as has
- 8 been explained to us, initially at least for the -- what is
- 9 the most common -- will be the most common commingled
- 10 arrangement for NuVox and I think a number of other CLECs the
- 11 DS-1 -- 251 C3 DS-1 loop with a special access DS-1
- 12 interoffice transport --
- 13 JUDGE THOMPSON: Is this the one he was talking
- about and he referred to as the bread and butter of the CLECs?
- MR. IVANUSKA: Yes.
- MR. CADIEUX: Yes.
- 17 JUDGE THOMPSON: Is that on the list of 11?
- 18 MR. CADIEUX: It's on the list, but on -- the
- 19 CLEC online description of the process says that that will
- 20 be -- at least initially that will be a manual ordered
- 21 process, in other words, faxing the orders in. And,
- 22 understand, we don't do any -- for any of the UNEs that we do
- 23 now and the UNE combinations, that same physical arrangement
- that today is available as a combination where both elements
- are 251 C3, and we have thousands of them in place, those are

- 1 all -- those are all ordered --
- 2 MR. SILVER: This is Mr. Silver. The key there
- 3 is that under today's scenario you are talking about both
- 4 elements being 251 C3 UNEs. What we're talking about under
- 5 the commingling is one is a 251 C3 UNE and the other piece is
- 6 a special access. And because of that, the systems are --
- 7 we're not capable of doing the full electronic ordering and
- 8 that is why one piece has to be ordered via manual.
- 9 MR. CADIEUX: And all I'm saying --
- 10 JUDGE THOMPSON: What is it that's different
- 11 that precludes electronic ordering?
- MR. CHRISTENSEN: Your Honor, this is Fred
- 13 Christensen.
- 14 Traditionally the access world has been ordered
- in the ASR process. That's been true since basically the
- 16 divestiture of the Bell system back in the early '80s. Access
- 17 was created back then in order to process requests from the
- 18 long distance carriers to provide access to the network.
- 19 JUDGE THOMPSON: I understand that. But the
- world is changing here.
- 21 MR. CHRISTENSEN: Exactly. I totally agree
- 22 with that. The local process or the LSR process is the way
- 23 the industry has agreed to order UNEs. When something is no
- 24 longer a UNE, it -- it can't be ordered via that LSR process.
- 25 JUDGE THOMPSON: It has to be ordered a

- 1 different way.
- 2 MR. CHRISTENSEN: It has to be ordered via the
- 3 access process.
- 4 JUDGE THOMPSON: What I think I hear the CLECs
- 5 saying is they'd still like to be able to order it
- 6 electronically; is that right?
- 7 MR. CADIEUX: Your Honor, that's right. And my
- 8 understanding is SBC has committed, at least in Michigan, that
- 9 they're going to work to that. But it's not -- it's not
- 10 available at this point. So what they're telling us is that
- 11 out of the box --
- 12 JUDGE THOMPSON: It won't be available.
- 13 MR. CADIEUX: -- it won't be available and
- 14 we'll have to do it manually. We may not like that but that's
- 15 certainly -- we want some process for ordering commingled
- 16 arrangements as soon as possible because the delisting has
- 17 already been decided to be self effectuating back to
- 18 March 10th.
- JUDGE THOMPSON: I understand.
- 20 MR. CADIEUX: But there is progress here that
- 21 at least in my experience, today for the first time I've heard
- 22 SBC commit that the manual process for these 11 listed
- 23 arrangements will be available upon the effective date of this
- interconnection agreement.
- 25 MR. CHRISTENSEN: This is Fred Christensen

- again. I'm a little surprised by that statement from
- 2 Mr. Cadieux because the commingling ordering process has been
- 3 posted on CLEC online for several -- several weeks at least.
- 4 MR. CADIEUX: It has, but the -- but it also
- 5 says that -- indicates testing is still in progress,
- 6 availability is subject to successful completion of testing.
- 7 And there's been no commitment to us as to when the testing
- 8 would be --
- 9 MR. CHRISTENSEN: Your Honor, there are -- of
- 10 the -- of the 11 that are listed out there, there are 4 of
- 11 those arrangements that are still in the test phase, that is
- 12 true.
- 13 JUDGE THOMPSON: What does that mean, it's
- still in the test phase?
- 15 MR. CHRISTENSEN: Well, basically we're still
- going through the process of making sure the appropriate
- 17 processes are in place to be able to handle the specific
- 18 requests that the CLEC may make for that specific arrangement.
- 19 JUDGE THOMPSON: Okay. And how long is it
- 20 going to take you to get those testings completed?
- 21 MR. CHRISTENSEN: Gosh, I would be guessing at
- 22 this point, your Honor. I don't --
- JUDGE THOMPSON: What if I said it would be no
- longer than until the date that this agreement is effective?
- MR. CHRISTENSEN: I don't think I could say

- 1 that unequivocally, sir.
- 2 JUDGE THOMPSON: You talk with your lawyers
- 3 about that, your Honor.
- 4 MR. IVANUSKA: Ironically enough, your Honor,
- 5 the bread and butter -- so-called bread and butter is one of
- 6 the four that is in testing.
- 7 JUDGE THOMPSON: Okay. I understand you have
- 8 to get your house in order and you have to get your processes
- 9 in place. I understand that. I think -- I think the whole
- 10 sense of what Congress intended in the Telecommunications Act,
- 11 what the Missouri legislature intended in the section they
- gave us in the laws telling us how to interpret the
- 13 telecommunications law here in Missouri, it all needs to fit
- 14 together seamlessly as of the date that the agreement takes
- 15 effect. And if you need them to send a bicycle courier down
- 16 with a handwritten note, then that's fine, but there has to be
- 17 some way they can order these things on that date.
- 18 Mr. Price?
- 19 MR. PRICE: Your Honor, Don Price for MCI.
- 20 Just briefly in response to Mr. Christensen's
- 21 earlier comment, I agree that the ASR, access service request,
- 22 was borne out of the access world and has traditionally been
- 23 used in the access arena. It is also true that -- that ILECs
- 24 other than SBC that have allowed the ordering of unbundled
- 25 elements on an ASO. So this -- this issue is not an

- 1 element -- is not a -- a gating issue that is industry-wide.
- 2 It is only with regards to SBC's previous position that an ASR
- 3 not be used to order a 251.
- 4 JUDGE THOMPSON: I think SBC gets to have
- 5 whatever business processes SBC wants as long as SBC meets its
- 6 obligations under the law
- 7 MR. LANE: I think, Judge, to make sure you
- 8 understand, we had an ASR process that was in place for long
- 9 distance companies to order access services. We created an
- 10 entirely new system to handle the effect of the Telecom Act to
- 11 be able to process orders for local. Now for the first time
- the FCC has said you need to allow them to commingle a local
- 13 unbundled network element with a long distance special access
- 14 and --
- 15 JUDGE THOMPSON: So you're scrambling to put a
- 16 process in place.
- MR. LANE: And we don't have a process because
- they're here and here.
- JUDGE THOMPSON: I understand.
- 20 MR. CADIEUX: Your Honor, one last comment. We
- 21 do not disagree with -- we don't want to micromanage SBC's
- 22 processes. We want them to be non-discriminatory and
- compliant with the law.
- 24 The frustration here is that, you know, the
- 25 commingling obligation -- or yes, the commingling obligation

- 1 became effective under the FCC's TRO in October 2003. It was
- 2 not appealed. It became final a year ago when --
- JUDGE THOMPSON: Do I hear you saying you don't
- 4 understand why this isn't all finished already?
- 5 MR. CADIEUX: Yes.
- 5 JUDGE THOMPSON: Fine. And I appreciate your
- 7 frustration and maybe it's valid, maybe it's not. I don't
- 8 want to get into that.
- 9 What I'm telling SBC is this. Whatever the
- 10 interconnection agreement says you're going to do, you have to
- 11 be able to do as soon as it takes effect. I think that's
- 12 pretty simple. Right? If I make an employment contract with
- 13 somebody, then I expect to show up on the job the day that my
- 14 employment contract takes effect, you know. Once this
- agreement is in effect, then they have to be able to do these
- 16 orders. And even if your processes aren't finished yet,
- 17 you're going to have to have some kind of intermediary process
- or what have you, temporary process.
- 19 MR. SILVER: Your Honor, this is Mr. Silver.
- 20 I've got to get on my plane. Is there anything --
- JUDGE THOMPSON: I don't want to hold you up.
- 22 Go ahead. Have a nice flight.
- MR. CADIEUX: Your Honor, we don't want orders
- 24 falling through. We don't want to come in --
- JUDGE THOMPSON: I understand.

- 1 MR. CADIEUX: One other alternative, we've been
- discussing this, you know, consistently internally, you know.
- 3 And kind of in the same vein as you've talked about is, you
- 4 know, irrespective of how we got here, you know, what can we
- 5 do with this.
- And, you know, an alternative that we've talked
- 7 about that -- you know, would be if there absolutely has to be
- 8 some limited additional period of time, and that is not our
- 9 preference, before SBC would be able to process these orders
- 10 without creating, you know, frustrations of orders being
- 11 rejected, of possibly service going out for customers, that,
- 12 okay, give them that additional limited period of time, but
- make a financial obligation back to the effective date of the
- 14 interconnection agreement where the parties would be put-- put
- in -- basically put on a true-up basis, could be put back in a
- 16 financial position as if the commingled arrangement had been
- 17 processed on July 1 rather than, you know, some later date.
- 18 JUDGE THOMPSON: I'm not sure I understand your
- 19 proposal. Is it part of the DPL?
- MR. CADIEUX: No, it's not.
- 21 JUDGE THOMPSON: So it's not even in front of
- 22 me. I can't pick it anyway so let's not talk about it.
- 23 MR. MAGNESS: Your Honor, what is in front of
- you, just to be sure we don't lose the point, is one of the
- 25 issues that Mr. Ivanuska was subject on cross on earlier which

- 1 is the DPL for UNE attachment 6, part 1, it's issue 11. And
- 2 issue 11 and 13 are related. That is exactly where this comes
- 3 up because that is the place where the CLECs are advocating
- that when this agreement goes into effect, those obligations
- 5 arise. So that's where the dispute between the competing
- 6 language lives. I just want to be sure that's clear.
- 7 JUDGE THOMPSON: I just want to be sure you
- 8 guys understand that from my point of view, I'm playing
- 9 baseball and I'm going to pick one or the other of the options
- 10 that have been presented by the parties.
- 11 But in the -- there's nothing stopping you from
- 12 reaching a different agreement in the course of this
- 13 proceeding. If you decide that there's something you can live
- 14 with that's different than either option, I urge you to make
- 15 that agreement because you may not like the option that I
- 16 eventually pick. Okay?
- 17 But I'm only going to pick from those two
- 18 options. I'm not cutting the baby, I'm not carving a statue.
- 19 I'm not doing anything that's not been presented by the
- 20 parties. So I hope what you've presented is something you can
- 21 live with. And if it's not, then you better rush out and make
- an agreement with them. Okay?
- Thank you very much, Mr. Christensen, if you're
- still on the phone there, I appreciate your time.
- MR. CHRISTENSEN: Yes, I am, your Honor.

- 1 Thank you.
- 2 JUDGE THOMPSON: And I think we can let you go
- 3 now.
- 4 Do we have any questions from any of the
- 5 lawyers here before Mr. Christensen goes?
- 6 MR. LANE: No, your Honor.
- JUDGE THOMPSON: Thank you, Mr. Lane.
- I think we can let you go. Thank you, sir.
- 9 Have a nice day.
- 10 MR. CHRISTENSEN: Thank you. Bye-bye.
- 11 JUDGE THOMPSON: This has been invaluable.
- 12 Thank you.
- 13 Okay. Now, I don't know where we are or are we
- back to the examination of Mr. Ivanuska? Are we done with
- 15 Mr. Ivanuska?
- 16 MR. MAGNESS: I guess -- do you have any more
- 17 cross for him?
- 18 MR. LANE: No.
- MR. SCHEPERLE: Yes, Ms. Dietrich had some, but
- she had to leave.
- 21 MR. MAGNESS: Then we've got redirect.
- 22 JUDGE THOMPSON: Then we get back to Mr. Price.
- 23 MR. MAGNESS: Let me see if I've got any
- redirect and then we'll go back to Mr. Price.
- JUDGE THOMPSON: We're going to go to lunch in

- 1 a few minutes because I don't know how much of this you think
- 2 I can take. Okay. Mr. Scheperle, questions from the Bench.
- 3 JOHN IVANUSKA testified as follows:
- 4 QUESTIONS BY MR. SCHEPERLE:
- 5 Q. Good morning, Mr. Ivanuska.
- A. Good morning.
- 7 Q. I'm asking questions for Ms. Dietrich here, but
- 8 could you turn to your Direct Testimony on page 27?
- 9 A. The GTNC or UNEs?
- 10 O. It would be in UNEs.
- 11 A. UNEs, okay.
- 12 Okay. I'm there.
- 13 Q. And we're addressing lines 12 through 16 there.
- And in that it says that Section 14.3 of attachment 6 in the
- 15 M2A addresses combinations and that SBC should provide a
- 16 secure location. Is that in your new proposal -- in your
- 17 proposal today?
- 18 A. Yes. Yes, it is.
- 19 Q. Okay. Would SBC incur costs to create a secure
- 20 space?
- 21 A. Quite possibly they would, yes.
- 22 Q. Okay. How would they -- how would they be
- reimbursed for that cost?
- 24 A. Well, it's the CLEC's position that because of
- 25 SBC's policy that CLECs not be allowed to perform a combining

- 1 function at their main distribution frame, that because of
- 2 that policy, they have to create this secured frame room or
- 3 this location where we can do our combining, that they would
- 4 bear the cost of that.
- 5 Having said that, you know, we -- while CLECs
- don't believe we have to share in that cost, because this is
- 7 an SBC policy requiring this, you know, we certainly would
- 8 be -- would be willing to, you know, share in the just and
- 9 reasonable as so deemed cost of creating this secured location
- in the central office.
- 11 Q. Okay.
- 12 A. So it's SBC's to pay, but if we have to, you
- 13 know, we'll pay our share.
- 14 Q. Okay. Thank you.
- Now, I'd like to go to page 31 and this lines
- 16 22 through 25. And could you please explain exactly what
- you're objecting to there?
- 18 A. Let me just take a quick look here.
- 19 The issue really here is to the extent that --
- 20 we're just testifying that SBC needs -- needs to make
- 21 available to CLECs on an unbundled basis anywhere that they
- 22 have facilities and equipment and not necessarily in the way
- that SBC is attempting to limit it by -- by their language.
- 24 We want access wherever they have facilities that they use to
- 25 provide service. We think they should be obligated to offer

- that on an unbundled basis pursuant to the unbundling rules.
- 2 Q. Okay.
- 3 A. And I -- essentially I think what we're trying
- 4 to do is preserve the -- the requirement that existed in the
- 5 M2A or that exists in the M2A currently.
- 6 MR. SCHEPERLE: That's all the questions I
- 7 have. Thank you.
- 8 JUDGE THOMPSON: Thank you, Mr. Scheperle.
- 9 Any other questions Mr. Johnson, Mr. McKinnie?
- 10 MR. JOHNSON: No, sir.
- MR. MCKINNIE: No, sir.
- 12 JUDGE THOMPSON: Very well. Recross?
- MR. LANE: No.
- 14 JUDGE THOMPSON: Redirect?
- MR. MAGNESS: No, sir.
- 16 JUDGE THOMPSON: Thank you. You may step down,
- 17 Mr. Ivanuska. I appreciate your testimony. I particularly
- 18 appreciate you taking part in our free-for-all session, which
- 19 had to be trying for the witnesses as well as everyone else.
- MR. MAGNESS: So are Mr. Ivanuska and Mr.
- 21 Cadieux excused at this point?
- JUDGE THOMPSON: As far as I'm concerned,
- they're excused. But I've excused Mr. Cadieux before and he
- 24 keeps coming back.
- 25 MR. LANE: I think excused and banned from

- 1 calling back.
- 2 MR. MAGNESS: We'll have them lurking around
- 3 the building just in case.
- JUDGE THOMPSON: I think we've come to a good
- 5 moment to have our lunch recess for 60 minutes. Mr. DeFord?
- 6 MR. DEFORD: Your Honor, it's my understanding
- 7 that SBC doesn't have any cross for the WilTel witnesses
- 8 and --
- 9 MR. GRYZMALA: I have very limited cross, just
- 10 a couple questions.
- 11 JUDGE THOMPSON: When he says very limited
- 12 cross, that's usually about three hour. Tell him to book a
- 13 room.
- MR. MAGNESS: Before we break, what do we have
- 15 left? I know we've got to finish Mr. Price.
- 16 JUDGE THOMPSON: Finish Mr. Price.
- 17 MR. MAGNESS: I think all of our witnesses --
- JUDGE THOMPSON: Beat up on the WilTel
- 19 witnesses and I believe --
- 20 MR. LANE: Your Honor, we are waiving the
- 21 WilTel witness, your Honor.
- JUDGE THOMPSON: So, yeah, you can go.
- MR. DEFORD: Excellent. Thank you.
- 24 JUDGE THOMPSON: I don't know. Do any of you
- guys have questions for WilTel? Okay.

- 1 MR. MAGNESS: So finishing Price is --
- JUDGE THOMPSON: That's all that's left.
- 3 Aren't there hundreds of names on this?
- 4 MR. BUB: We have like -- a few -- no more than
- 5 five minutes.
- JUDGE THOMPSON: For who?
- 7 MR. GRYZMALA: Mr. Price. Three minutes.
- JUDGE THOMPSON: For Mr. Price. Why don't we
- 9 just keep going until we're done, do lunch when we're done.
- Just remind me, if you would, what it is we're
- 11 talking to Mr. Price about.
- MR. GRYZMALA: Collocation metering.
- JUDGE THOMPSON: Back to the metering. I
- 14 remember that.
- 15 DON PRICE testified as follows:
- 16 CROSS-EXAMINATION (CONT'D) BY MR. GRYZMALA:
- 17 Q. I think we were concluding with the discussion
- 18 regarding the Bell South portion of the -- or the Bell South
- order I think that you were relying on in your testimony and
- 20 I'm going -- I have no further questions on that.
- 21 I want to ask you just a couple remaining
- 22 questions, one of which is, I see, if I have this correct, at
- 23 page 46 of your rebuttal you state, do you not, Mr. Price,
- 24 that MCI is pursuing power -- I'm sorry, MCI is pursuing
- 25 metered power as an option for MCI, not as a requirement that

- 1 SBC must provide. Is that your statement, sir?
- 2 A. You read a portion. I think it's important to
- 3 read the rest of the sentence Mr. Gryzmala.
- Q. Okay. In this proceeding, however, MCI is
- 5 pursuing metered power as an option for MCI not as a
- 6 requirement that SBC must provide throughout all of Missouri
- 7 for all CLECs.
- 8 A. That is my testimony.
- 9 Q. Okay. Show me in your DPL proposal language,
- 10 sir, where MCI represents that power metering would be an
- 11 option.
- 12 A. I think it's -- it has to be read in the
- 13 context, as I mentioned earlier, with the overall collocation
- 14 tariff that exists.
- 15 Q. Okay.
- 16 A. In other words, this language would create the
- 17 metered option the tariff itself currently provides for the --
- 18 the billing arrangement that exists today.
- 19 Q. Show me in your -- do you agree that there is
- 20 nothing in the ICA amendment -- or I'm sorry, in the ICA
- 21 proposed language of MCI that reflects that power metering
- 22 would be an option?
- 23 A. I don't agree with that. And the reason for
- 24 not agreeing is because of -- the second sentence states that
- 25 MCI would have to, you know, go through expense and

- 1 re-engineering of its collo space in order to take advantage
- 2 of that. And there's nothing in here that requires MCI to do
- 3 that. So it is an option.
- 4 It would be something that would be done at
- 5 MCI's option. We would look at this circumstance, we would
- 6 determine whether or not in our view it's appropriate to go
- 7 through that expense, that activity. And if we determined
- 8 that it was appropriate to do so, we would then take advantage
- 9 of -- of the provision that's in the -- that's disputed.
- 10 Q. So that when you refer in your testimony to the
- 11 existence of an option, there is no option presented to SBC
- 12 rather, do I understand you correctly, the option is solely in
- 13 the hands of MCI --
- 14 A. Again, consistent --
- 15 Q. -- correct?
- 16 A. -- with the fact that MCI would be the one that
- 17 would be incurring the nonrecurring expense, if you will, to
- 18 establish the arrangement, yes.
- 19 Q. Okay. But the answer to my question is yes?
- 20 A. Agreed, with that qualification.
- 21 Q. It would be up to MCI to make that call?
- 22 A. Agreed, with that qualification.
- 23 Q. Would you not agree that that option is not
- 24 stated in the first sentence -- strike that.
- Would you not agree that that option is removed

- by the first sentence where it says that charges for power
- 2 will be assessed?
- 3 A. I can answer that question with a
- 4 qualification, Mr. Gryzmala. And my answer is I agree. My
- 5 qualification is, had SBC Missouri been interested in pursuing
- 6 language that they were comfortable with here, I would assume
- 7 that they would have proposed competing language. As you see,
- 8 SBC's competing language says intentionally omitted, meaning
- 9 that there was no --
- 10 O. We understand.
- 11 A. -- ability to reach a meeting of the minds as
- 12 to any details. It was simply black and white.
- 13 Q. Do you not agree, however, that the mandatory
- words "will be assessed" does not indicate an option?
- 15 A. I agree.
- 16 Q. Thank you.
- 17 Are you aware of any order of either the Kansas
- 18 or the Texas Commission which has specifically directed SBC to
- implement power metering in an SBC ICA?
- 20 A. I am not aware of such an order and do not
- 21 believe that I represented in my testimony that such an order
- 22 existed.
- 23 Q. You mentioned just a couple of last things.
- You mentioned that Rhythms is an MCI affiliate?
- 25 A. Correct.

- 1 Q. Is there any relationship, Mr. Price, between
- 2 Rhythms and a company called On Net?
- 3 A. Quite frankly, I couldn't answer that one way
- or the other, Mr. Gryzmala. There have -- as you may be
- 5 aware, there have been substantial corporate restructurings as
- 6 a result of the bankruptcy process and trying to simplify and
- 7 make somewhat rational something that was perhaps less than
- 8 rational previously. And I'm not sure that I have all of
- 9 those details committed to memory.
- 10 Q. Okay. Give me just one second. I don't want
- 11 to go into details on the bankruptcy and the restructure, but
- 12 I presume or may -- can you conform On Net would now be
- regarded as an affiliate then of MCI?
- 14 A. I -- my only hesitation in agreeing with that
- is that I am not personally aware that that -- that the term
- "On Net" refers to a legal entity as opposed to simply a
- 17 project or organization.
- 18 Q. It could be, for example, an affiliate, it
- 19 could be a division, it could be a joint venture? You're not
- certain, have no information either way?
- 21 A. And it could merely be an internal project
- 22 name.
- 23 Q. You don't have any personal knowledge?
- 24 A. That is correct, I do not.
- 25 Q. Finally, how much of MCI's line or loop

- 1 splitting is done with Rhythms?
- 2 A. Based on my understanding of the use of those
- 3 assets, I would -- I would understand it to be the vast
- 4 majority.
- 5 MR. GRYZMALA: Thank you.
- JUDGE THOMPSON: Thank you, Mr. Gryzmala.
- 7 QUESTIONS BY JUDGE THOMPSON:
- 8 Q. I'm intrigued by this metering question. You
- 9 obtain power in your collocation spaces from the host ILEC; is
- 10 that correct?
- 11 A. Yes, your Honor.
- 12 Q. Is there any reason you can't obtain it
- directly from the local electric utility?
- 14 A. I don't believe that -- that there is a -- a
- 15 reason why it could not be done. I mean, there -- there is --
- 16 I mean, as you may be aware in the diagram --
- 17 Q. Assume I'm not aware.
- 18 A. -- in my testimony -- okay.
- 19 Telephone equipment typically operates on DC
- 20 power.
- 21 Q. Okay.
- 22 A. And the diagram attached to my testimony as I
- 23 believe attachment 2 reflects that arrangement. In other
- 24 words, one entering into an SBC central office in Kansas City
- or St. Louis or whatever would see in some part of the central

- 1 office a large array of batteries that are used to provide
- 2 this 48 volt DC power. And essentially that -- that -- I
- forget the term -- array, I think, is used to power not only
- 4 all of SBC's equipment, switching equipment, line equipment,
- 5 fiberoptic terminals, whatever, but also the -- the equipment
- 6 that the CLECs put in their collocation spaces within that
- 7 central office. So it is -- it is --
- 8 Q. Let me stop you for a minute now. I took a
- 9 tour of the Sprint central office right here in Jefferson City
- 10 and I remember seeing a gigantic array of batteries. And what
- 11 they told me was that the batteries were for when the power
- 12 was out.
- 13 So are you telling me that the local electric
- 14 utility can't bring their alternating current to the site,
- 15 transform it into DC current and then just provide it to you
- 16 directly?
- 17 A. Your Honor, that's an excellent clarification.
- 18 I'm glad you caught me on that. The diagram shows also a
- 19 rectifier arrangement there, which is the device that's used
- 20 to convert the AC power into the 48 volts. And, yes, it is
- 21 used. But because that rectifier already exists, it is the --
- 22 how shall I say --
- Q. It's convenient --
- 24 A. The CLEC does not -- it is convenient.
- 25 Q. -- to piggyback on their power. Right?

- 1 A. Exactly. And those arrangements are --
- 2 Q. But you want a different payment arrangement
- for the power of theirs that you're piggybacking on?
- 4 A. Correct.
- 5 Q. Okay. What about this indication that metering
- on the one end isn't going to work?
- 7 A. There may be reasons why there are inaccuracies
- 8 as to that metering arrangement. And that representation was
- 9 made in the document that we quarrelled about.
- 10 Q. Right. I think it's also though in Direct
- 11 Testimony of SBC witnesses.
- 12 A. Right. Based, again, I think on this -- this
- 13 same document.
- 14 Q. Based on that document.
- 15 A. It has been my experience in the past that if
- 16 there is something that SBC wants to present evidence on, it
- 17 has a rather significant ability to present quite a bit of
- data around something.
- 19 Q. I'm sure. But I don't want to decide this
- 20 based on technical rules of evidence. I want to decide it on
- 21 substantive evidence that persuades me as to what's the best
- 22 arrangement.
- 23 A. And my point, sir, was going to the fact that
- in the Illinois case that I referred it my -- in my -- in my
- 25 testimony where the -- the rates -- the TELRIC rates were at

- 1 issue, SBC could have availed itself of that opportunity to
- 2 present evidence to the Illinois Commission that there were
- 3 under-billings, if you will, that were occurring as a result
- 4 of this error, they could have presented studies that sized
- 5 that, that showed, you know, on a detailed basis how much that
- 6 is on average and they chose not to do that in any way. They
- 7 didn't even contest the rate.
- 8 Q. Okay.
- 9 MR. GRYZMALA: Your Honor, one clarifying
- 10 thing. And I apologize, I'm not sufficiently sophisticated to
- 11 speak to the merits. I think Mr. Pool did directly speak to
- 12 the drawbacks associated with the shunt you were talking
- 13 about. And subject to what his testimony says, I believe he
- 14 spoke to his personal knowledge and then alluded to Telcordia.
- 15 Not that he spoke only to what Telcordia found.
- 16 JUDGE THOMPSON: I understand that. And either
- 17 way and however he spoke about it, it is in the record and I'm
- just trying to understand the ramifications here.
- I mean, as a layperson, obviously is what I am,
- 20 when the CLECs tell me they only want -- they want meters so
- 21 they pay for the power they use, that makes sense. I think I
- 22 said that at the beginning of this issue, right? As a
- homeowner, I don't want to pay for power I don't use. I only
- 24 want to pay for what I use.
- 25 And you told me that, in fact, yeah, that's how

- 1 it struck you at first too, but that if we look at the issue
- 2 more deeply, we'll understand it can't work the way they want
- 3 it to work. Right? And I understand the core of your
- 4 objection is that the metering is inaccurate, is inherently
- 5 inaccurate and, in fact, under-reports the amount of power
- they use; is that correct?
- 7 MR. GRYZMALA: That's certainly what Mr. Pool
- 8 demonstrates.
- 9 JUDGE THOMPSON: So we have them saying the way
- 10 you want to do it requires them to pay too much and we have
- 11 you saying the way they want to do it requires -- has them
- 12 paying too little. Right? So all we're talking about is
- money. Why can't you use the metering with an appropriate
- adder or multiplying factor that jumps it up to where it would
- be -- more accurately should be?
- MS. BOURIANOFF: Well, your Honor, and I just
- 17 want to clarify that when you say SBC claims that the metering
- 18 under-reports --
- JUDGE THOMPSON: Right.
- MS. BOURIANOFF: -- the amount of power
- 21 consumed, Mr. Gryzmala's questions on cross-examination with
- 22 Mr. Price were devoted to one form of metering, shunt side
- 23 metering that has been used in Illinois. Both Mr. Price said
- that's not the only form of metering that could be done and
- 25 Mr. Gryzmala even made the clarification that that is not

- 1 the -- that's not the only metering that AT&T recommends.
- 2 AT&T recommends other form of metering. So I just want to
- 3 make sure there's no --
- 4 JUDGE THOMPSON: I appreciate that.
- 5 BY JUDGE THOMPSON:
- 6 Q. Let me ask you this. Is the DPL tied to a
- 7 particular type of metering or does it just say metering?
- A. It just says metering, your Honor.
- 9 Q. So it could be whatever is the appropriate type
- of metering; is that right?
- 11 A. Correct.
- 12 Q. Okay. So there is some kind of meter in place
- in Illinois; is that correct?
- 14 MR. GRYZMALA: That's my understanding, your
- 15 Honor based -- right.
- 16 JUDGE THOMPSON: How does SBC feel about that
- 17 metering there?
- 18 MR. GRYZMALA: Frankly, SBC opposes and does
- 19 not feel it yields accurate measurements.
- JUDGE THOMPSON: You believe that the metering
- in place in Illinois is also inaccurate?
- MR. GRYZMALA: Not only that. We also feel
- 23 that it exacts an enormous drain on our resources in order to
- 24 implement it and make sure that it's provided to the CLECs.
- JUDGE THOMPSON: Okay. We're getting now into

- 1 a different kind of contention. How does it create an
- 2 inordinate drain on your resources?
- 3 MR. GRYZMALA: Well, in the sense that -- and,
- 4 again, I'm not a factual expert.
- JUDGE THOMPSON: I understand.
- 6 MR. GRYZMALA: If we need to get one, we can.
- 7 The basic point is that when we are in receipt
- 8 of a request for collocation, the collocator will normally --
- 9 and it has been this way traditionally -- asks us to provide
- 10 certain capacity and that's what we do.
- 11 JUDGE THOMPSON: That's makes sense.
- 12 MR. GRYZMALA: The assumption being that if you
- 13 want to order this capacity, then you must have intended that
- at some point you'll be in a position to be able to use it.
- 15 JUDGE THOMPSON: But see, here in the utility
- 16 world we know that the pipe has to be big enough for a peak
- 17 day, but that doesn't mean that the volume the pipe is
- 18 delivering is always at peak. Right? That's how it works in
- 19 the water industry, that's how it works in the electric
- 20 industry, that's how it works in the sewer industry. You have
- 21 to size the pipe for the largest flow you expect ever.
- MR. GRYZMALA: That's where we are in terms
- 23 of --
- 24 JUDGE THOMPSON: But that doesn't mean it's
- 25 always flowing at that level. And, in fact, those other

- 1 industries I mentioned, they have a complicated way of coming
- 2 up with rates where you pay both for the large capacity that
- 3 you've got for your peak day, but you also pay based on what
- 4 your average volume is. Right? Maybe you can do something
- 5 like that, borrow something from the electric industry. I
- 6 don't know.
- 7 MR. GRYZMALA: Well, and we have, in fact.
- 8 Your Honor will recall if not specifically but it's in the
- 9 Commission's records. ICA amendments have been approved in
- 10 this state under the -- to the extent that SBC will charge for
- one half of the capacity, subject to check, and with AT&T only
- 12 recently -- that SBC would charge AT&T for half the capacity
- 13 that it orders on its combined A and B leads and AT&T warrants
- 14 that it won't use any more of that capacity. That is an
- option. And that's for several agreements NuVox, Birch,
- 16 Ionics.
- 17 JUDGE THOMPSON: She's got something to say.
- 18 MS. BOURIANOFF: That's a separate issue.
- 19 That's an issue that SBC for years was charging for redundant
- 20 power, charging for the power used over both -- the power
- 21 amount over both the A and B feed regardless of the fact that
- in the telecommunications industry it's standard for a CLEC to
- only draw power over one feed.
- 24 The point I wanted to make is SBC does charge
- 25 separately. They charge for the power delivery arrangement.

- 1 There's a non-recurring charge for the pipe itself. And then
- 2 the issue we have about power metering is about the power
- 3 consumption, the DC power that's --
- JUDGE THOMPSON: That's a separate charge?
- 5 MS. BOURIANOFF: That's a separate charge and
- that's a recurring charge every month.
- 7 JUDGE THOMPSON: So you are paid for providing
- 8 the equipment the power's going to come across --
- 9 MS. BOURIANOFF: Yes.
- JUDGE THOMPSON: -- right?
- MR. GRYZMALA: Yeah.
- 12 JUDGE THOMPSON: And I assume that what you're
- paid is based on what your costs are in providing it?
- MR. GRYZMALA: I believe that would be
- 15 accurate.
- 16 JUDGE THOMPSON: According to whatever the
- 17 appropriate costing standard is. And I know there's a lot of
- 18 play there.
- MS. BOURIANOFF: Right. There's not a dispute
- 20 over the rates for the DC power --
- 21 JUDGE THOMPSON: Just for the consumption.
- MS. BOURIANOFF: Just for the consumption. And
- there's not even a dispute over the per amp consumption rate.
- There's -- that per amp consumption rate, as far as I'm aware,
- 25 every party in this arbitration has agreed to it. The dispute

- is over how you measure that per amp consumption rate.
- 2 And it's AT&T's position, it's the CLEC -- it's
- 3 other CLECs' position that it ought to be based on
- 4 consumption, that it ought to be metered. And AT&T in its
- 5 proposed contract language has some alternatives, alternative
- 6 forms of metering that could be done. And one thing we even
- 7 propose is that it could be done based on the rated ampere
- 8 capacity of the equipment in the collocation cage. Because
- 9 when the CLECs --
- 10 JUDGE THOMPSON: Rather than the capacity of
- 11 the pipe?
- 12 MS. BOURIANOFF: Right. Because when the CLEC
- fills out the collocation application, and this is in
- Mr. Henson's testimony, they have to list the equipment that's
- going to go in the collocation cage along with the list one
- and list two drain of the equipment.
- 17 JUDGE THOMPSON: I remember that alternative.
- 18 That seems sensible to me. What's SBC's problem with it?
- 19 MR. GRYZMALA: Your Honor, I suggest at this
- 20 point that I am not going to be as sufficiently capable of
- 21 providing you the information on the three alternatives as
- 22 Mr. Pool would be who --
- 23 JUDGE THOMPSON: But you know what your
- 24 position is. Right? You've read Mr. Pool's testimony?
- MR. GRYZMALA: Yes, I did.

- 1 JUDGE THOMPSON: You can tell me what's wrong
- 2 with that alternative. Right?
- 3 MR. GRYZMALA: I don't believe it's a feasible
- 4 alternative for the reasons that Mr. Pool presented. I would
- 5 not have any independent knowledge --
- JUDGE THOMPSON: If that's the best you can do,
- 7 then that will work. You know, I can't turn you into a fact
- 8 witness and I apologize for trying. I'm just trying to
- 9 understand because I've got to pick one or the other. Right?
- 10 And it just seems to me that where one side is talking, hey,
- 11 that's too much money and the other side is saying, hey,
- that's not enough money, that there's a meeting point in the
- 13 middle that somehow you get to, okay, that's enough money.
- 14 And I urge you to get to that point rather than
- 15 having me pick one of these alternatives that's going to leave
- somebody feeling like they got a raw deal, you know. I mean,
- 17 I don't know why you would want to do that, but --
- 18 THE WITNESS: Point taken, your Honor.
- 19 JUDGE THOMPSON: So that's all the questions I
- 20 have. Any questions from my Staff?
- 21 MR. JOHNSON: You answered mine, your Honor.
- THE WITNESS: He did or I did?
- MR. JOHNSON: He did.
- 24 MR. SCHEPERLE: Ms. Dietrich had some questions
- on UNEs.

- 1 JUDGE THOMPSON: Come on up. I think we're
- 2 talking about metering here.
- 3 THE WITNESS: I've got UNE testimony as well.
- JUDGE THOMPSON: Okay. Why not? I'm just
- 5 thinking, boy, if we go down the UNE road, you know what I
- 6 mean, my grandchildren will be born before I get out of this
- 7 room.
- 8 THE WITNESS: If I was here one more day, one
- 9 of my granddaughters would be a year older.
- 10 JUDGE THOMPSON: There you are. I don't want
- 11 that to happen.
- 12 QUESTIONS BY MR. SCHEPERLE:
- 13 Q. Good afternoon, Mr. Price.
- 14 A. Good afternoon.
- 15 Q. If you could turn on your Direct Testimony to
- 16 page 26.
- A. All right, sir. I'm there.
- 18 Q. And we're talking about lines 5 through 7.
- 19 A. Okay.
- Q. And in that reading there it says, The first
- 21 FCC created an 18-month transition period for dark fiber loops
- during which time dark fiber loops are available subject to 47
- 23 CFR 51-319 A62. My question has to do -- does MCI have any
- 24 existing dark fiber that it wants to maintain during a
- 25 transition plan?

- 1 A. In Missouri, it is my understanding that we do
- 2 not.
- 3 Q. Okay. I think that answers that portion of it.
- 4 Now I'd like to go to your rebuttal on page 7.
- 5 A. Okay.
- 6 Q. On lines 21 and 22 you talk about a
- 7 telecommunications station. Could you please explain what a
- 8 station is?
- 9 A. Well, this will -- this will show how long I've
- 10 been around. When -- I believe it was in the 1970s when the
- 11 FCC deregulated consumer premises equipment that we now refer
- 12 to as CPE. The systems, the processes, the measurements, the
- 13 reports that the telephone companies did were on a station
- 14 basis because it -- it was everything from the station
- 15 equipment back into the network that represented their
- investment and their processes.
- 17 So the term "station" really today has only
- 18 sort of an archaic sort of meaning. But for -- for walking
- 19 around purposes, if you will, it would be any -- any telephone
- 20 set that's connected in your household versus the telephone
- 21 set connected to another business or another household. And
- in this context, I believe the -- the reference was in
- 23 definition of telecommunications service. So did that help?
- Q. Yes. Thank you.
- I had a question on collocation metering that

- 1 we just went through. And I was seeing under your proposal
- 2 that you wanted to actually pay for the power that you used
- 3 each month. In other words, you would take a reading on the
- 4 meter and you would actually pay for what you actually used;
- 5 is that correct?
- 6 A. Yes.
- 7 Q. Okay. I noticed some of the proposals had kind
- 8 of an estimate that they would take a reading at a point in
- 9 time and kind of use that. But your proposal is that you
- 10 would actually take the usage that you use each month, you
- 11 meter it and you actually pay for what you use?
- 12 A. Generally, yes. I mean, I think again although
- 13 that was just one thing that we had -- one proposal that we
- 14 had that we were putting forward. The specific proposal,
- 15 recognizing that there are others, I think to the discussion
- 16 that we just had that that is viewed as the most fair and
- 17 reasonable approach to compensate for the use of that power
- 18 and not -- not overcompensate.
- 19 Q. Okay. Are you aware that other proposals that
- 20 some other parties have proposed would not measure it on a
- 21 month-to-month basis on a metered basis?
- 22 A. Yes. I mean, what is in -- for example, in
- 23 AT&T's testimony that I think was just discussed is the use of
- the rated power for the equipment in a collo cage. And
- 25 however pieces of equipment are in there, it would simply be

- 1 the sum of the rated power of that equipment that would be
- 2 charged.
- Q. Okay.
- 4 A. So there -- yes, there are other alternatives.
- 5 Q. Okay. But MCI's proposal is to actually take a
- 6 reading each month and base the bill based on the actual meter
- 7 reading of power used?
- 8 A. Generally, yes. I mean, certainly to the
- 9 extent that another approach such as the one we just discussed
- 10 were made available by SBC, we would certainly consider it.
- 11 MR. SCHEPERLE: Okay. That's all the questions
- 12 I have. Thank you.
- 13 JUDGE THOMPSON: Thank you Mr. Scheperle.
- Mr. McKinnie?
- MR. MCKINNIE: No, sir.
- JUDGE THOMPSON: Very good. Mr. Johnson?
- MR. JOHNSON: No, sir.
- JUDGE THOMPSON: Recross?
- 19 MR. GRYZMALA: No thank you, your Honor.
- JUDGE THOMPSON: Very good. Redirect?
- 21 MR. MORRIS: Briefly your Honor.
- JUDGE THOMPSON: Briefly is good.
- 23 REDIRECT EXAMINATION BY MR. MORRIS:
- 24 Q. Mr. Price, do you recall a discussion regarding
- 25 which vendor MCI would select in the event MCI were to want to

- install meters in its collocation facility?
- 2 A. Yes, I do.
- 3 Q. Well, I believe we can all agree that the
- 4 language in the DPL refers to MCI's vendor. Just so
- 5 everything is clear, in that instance, MCI would pick a vendor
- 6 that's on SBC's approved list like its collocation tariff or
- 7 wherever that list resides; is that correct?
- 8 A. Yes. And I think -- yes. To be clear, it
- 9 would not be a vendor that was solely certified by either
- 10 party. Rather, it would be one who met the certification
- 11 requirements of both parties.
- MR. MORRIS: Okay. And one last thing, I'd
- 13 like to approach the witness with the Telcordia report.
- JUDGE THOMPSON: You may. Is that the very
- same report I said can't be in the record?
- MR. GRYZMALA: Yes. Your Honor, we would
- 17 object to questions that would be directed to the report.
- 18 We're not seeking to offer the report into evidence.
- 19 JUDGE THOMPSON: I understand. But he gets to
- show it to him and ask him questions about it just like you
- 21 did.
- 22 BY MR. MORRIS:
- Q. Mr. Price, on this report I would ask on
- 24 page 16 that you read what I've underlined under paragraph 4.
- 25 A. All right. In the majority of cases, power

- 1 measurements could not be conducted on collocator equip-- I'm
- 2 sorry, collocator equipment. The reason is that collocator's
- 3 equipment is contained within locked equipment cages. These
- 4 equipment cages can only be unlocked by the collocator's
- 5 personnel who were not in attendance at the time of testing.
- 6 Telcordia -- this is the second paragraph.
- 7 Telcordia performed a second set of measurements on
- 8 10/11/2002. In view of the difficulties with the collocated
- 9 equipment, it was decided to conduct measurements on select
- 10 Ameritech equipment.
- 11 Q. Okay. Thank you.
- 12 MR. GRYZMALA: Your Honor, may I ask in keeping
- 13 with the -- that the witness read the remainder of the
- 14 sentence?
- 15 JUDGE THOMPSON: Go ahead and read the
- 16 remainder.
- 17 THE WITNESS: The remainder of the paragraph?
- 18 MR. GRYZMALA: Just start with, This was an
- 19 acceptable.
- 20 THE WITNESS: Continuing where I stopped, This
- 21 was an acceptable substitute because the chosen measurements
- 22 were made on Ameritech equipment that performs a similar
- function to and uses the same power and grounding scheme as
- 24 the collocator's equipment.
- MR. GRYZMALA: Thank you.

- 1 BY MR. MORRIS:
- 2 Q. On page 24 could you read the last sentence?
- 3 MR. GRYZMALA: I'm sorry?
- 4 MR. MORRIS: Page 24, last sentence.
- 5 THE WITNESS: I see it. The last sentence of
- 6 the conclusion at paragraph 24 reads, These considerations
- 7 affect less than 40 percent of SBC power plants that have the
- 8 shunt on the return side.
- 9 BY MR. MORRIS:
- 10 Q. And, finally, if you could read the second
- 11 paragraph on page 3.
- MR. GRYZMALA: Can we back up just a minute?
- Can we agree, just so the record is clear on it, that the
- sentence that Mr. Price just read follows the sentence that
- says, It seems that the error in the metering could be about
- 30 to 50 percent of the measured values, just so his honor and
- 17 everyone can understand.
- 18 THE WITNESS: That is the way it appears in the
- 19 copy, yes.
- MR. GRYZMALA: Thank you. Just for context.
- JUDGE THOMPSON: Thank you.
- 22 BY MR. MORRIS:
- Q. And lastly, second paragraph on page 3.
- MR. GRYZMALA: Page 3?
- 25 THE WITNESS: Yes. Under -- on page 3 under

- 1 the heading Notice of Disclaimer, the second paragraph reads,
- 2 Telcordia makes no representation or warranty, express or
- 3 implied, with respect to the sufficiency, accuracy or utility
- 4 of any information or opinion contained herein.
- 5 MR. MORRIS: Thank you. That's all the
- 6 redirect I have.
- 7 JUDGE THOMPSON: In other words, here's our
- 8 report, but don't rely on it because it may not be right?
- 9 THE WITNESS: That's the way I read it, your
- 10 Honor.
- 11 JUDGE THOMPSON: Clearly Telcordia also employs
- 12 attorneys. It's kind OF like the ladder I bought at Wal-Mart
- 13 the other day. They said, Here's a ladder and it's a good
- one, but don't use it because you might hurt yourself. If you
- do, don't say we didn't tell you.
- Okay. Are you done?
- 17 MR. MORRIS: I'm done. May this witness be
- 18 excused?
- JUDGE THOMPSON: Yes, he may. Thank you,
- 20 Mr. Price. Thank you very much.
- 21 I assume this is the last witness. Right?
- MR. MORRIS: Last MCI witness, yes.
- JUDGE THOMPSON: Is it the last witness from
- 24 anyone? We have excused Pool and Henson and Krabill and Fox
- and porter and Schwebke and all these people. Right? Atwal,

- 1 Henson, Gates, Tenerelli. I have no complaint. Dysart. I
- 2 will read all of their testimony.
- Now, if I have any additional questions upon
- 4 reviewing this material, if my Staff have any additional
- 5 questions, then you can expect to receive written questions.
- 6 Written questions will be served on all parties and anybody
- 7 who wants to -- the answer needs to be served on all parties
- 8 and anybody that wants to scream and yell can file whatever
- 9 they want. Okay? I think that's fair.
- 10 I don't expect to have a lot of written
- 11 questions, if I have any. But if there's some point that I
- think in all fairness has to be resolved in reaching a
- decision, then I will do so.
- 14 As you know, we've received the testimony filed
- 15 by all the witnesses. I've read that list once. I'm not
- 16 going to read it again. In addition, offered and received
- 17 Exhibits 201, 202, 203, 204, 205, 206, 207 not offered, 208
- 18 not offered, 209 offered and received, 210 not offered, 211
- 19 offered and received, 212 not offered, 213 not offered. And I
- told you don't bother because I wouldn't receive it anyway.
- 21 Okay?
- 22 Yes, sir?
- MR. MAGNESS: Two things, your Honor. First,
- 24 if you do have the written questions, do you want the
- 25 responses to come from witnesses in the case or do you --

- 1 JUDGE THOMPSON: I think -- yeah. If the
- 2 question is a factual question, it needs to come from a
- 3 witness. Probably should be verified so that on appeal you're
- 4 not going to be able to say, well, he went outside the record
- 5 because he's evil.
- 6 MR. MAGNESS: And, two, I believe the
- 7 procedural order has one brief due June 7th?
- 8 JUDGE THOMPSON: I was just going to go over
- 9 the procedural order. Thank you very much. Post-hearing
- 10 briefs are due by 4:00 p.m. on June 7th. The final
- 11 arbitrator's report is due by 4:00 p.m. on June 17th. And I
- 12 can tell you right now it is my intention to meet that
- deadline.
- 14 Comments on the final arbitrator's report are
- due 4:00 p.m. on June 24th. Oral argument before the
- 16 Commission is set for 9:00 a.m. on June 29th. And the final
- 17 Commission arbitration decision is due by 4:00 p.m. on
- 18 July 6th. I wish I could say that I didn't think I would be
- 19 involved in helping the Commission reach its final decision,
- 20 but I'm sure I will be. So it's going to be an interesting
- 21 summer for me. It's going to be a lot of fun.
- 22 Anything else that the parties want to bring to
- my attention, file whatever you have, whatever you want to.
- 24 Obviously serve it on all parties and expect screaming and
- 25 yelling. Okay?

1	MR. GRYZMALA: Just a preface, your Honor, we
2	will be filing minor modifications to Mr. Pool's testimony
3	JUDGE THOMPSON: There have been things
4	trickling in all week. I've noticed them. And I assume
5	you've been receiving copies.
6	I want to think the attorneys and witnesses for
7	doing an excellent job. This has been a very difficult case.
8	I'm sure we could have talked for weeks and weeks,
9	but at some point you just have to say, enough, let's just
10	finish this thing off and there you are.
11	You have to let me know about any DPLs that are
12	settled. I hope your settlement discussions will continue.
13	Remember, why come to me to tell you what your contract's
14	going to be. Right? You should be able to work it out
15	between yourselves. I would think that would be preferable.
16	I'm going to, you know, obviously decide every DPL that's left
17	unresolved, but I hope you will resolve some more between now
18	and June 17th. Just let me know which ones they are.
19	Thank you. Have a safe trip home. We are
20	adjourned.
21	WHEREUPON, the hearing was adjourned.
22	
23	
24	

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1	EXHIBITS		
2		Marked	Rec'd
3	Exhibit No. 212		
4	CLEC Coalition Pricing Schedule	1026	
5	Exhibit No. 213		
6	Telcordia Technologies document	1096	
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