1	STATE OF MISSOURI
2	PUBLIC SERVICE COMMISSION
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5	TRANSCRIPT OF PROCEEDINGS
6	Arbitration Hearing
7	May 24, 2005
8	Jefferson City, Missouri Volume 4
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11	Southwestern Bell Telephone, L.P.,)
12	d/b/a SBC Missouri's Petition for) Compulsory Arbitration of)
13	Unresolved Issues for a Successor) Case No. TO-2005-0336 Interconnection Agreement to the) Missouri 271 Agreement ("M2A"))
14	Missouri 271 Agreement ("M2A"))
15	KEVIN A MUOMDCON Drooiding
16	KEVIN A. THOMPSON, Presiding, DEPUTY CHIEF REGULATORY LAW JUDGE.
17	COMMICCION ADVICCODY CHARR.
18	COMMISSION ADVISORY STAFF:
19	Natelle Dietrich Mick Johnson
20	Mike Scheperle Adam McKinnie
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22	REPORTED BY:
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1 PROCEEDINGS
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- JUDGE THOMPSON: We're on the record.
- 3 State your name, please.
- 4 THE WITNESS: Jason Constable.
- 5 JUDGE THOMPSON: Very good. Raise your
- 6 right hand, or have you been sworn?
- 7 THE WITNESS: I was sworn in yesterday.
- 8 JUDGE THOMPSON: Then I will remind you
- 9 that you're still under oath.
- 10 Mr. Bub?
- 11 MR. BUB: Thank you, your Honor.
- 12 JASON CONSTABLE testified as follows:
- 13 DIRECT EXAMINATION BY MR. BUB:
- 14 Q. Mr. Constable, do you have any corrections
- 15 that you need to make to your testimony today?
- A. No, I do not.
- MR. BUB: And, your Honor, just so we're
- 18 clear, Mr. Constable is one of our witnesses who testified
- 19 about policy, testimony on VOIP hearings, and we have
- 20 other witnesses, specifically Mr. Hamiter that is one of
- 21 our engineers, and he testifies to technical
- 22 interconnection issues, so just to help keep people
- 23 straight on what areas our witnesses testify in.
- 24 So with that, I'll turn Mr. Constable over
- 25 for cross-examination.

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1 JUDGE THOMPSON: Okay. Let me find my
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- 2 sheet with the time limits here. Okay. So today the
- 3 CLECs are going to take two and a half hours, and SBC is
- 4 going to take three and a half hours; is that right? Is
- 5 that what I see on here?
- 6 Very good. AT&T, did you have any
- 7 questions for Mr. Constable?
- 8 MR. ZARLING: No questions, your Honor.
- JUDGE THOMPSON: MCI?
- MR. MORRIS: No questions.
- 11 JUDGE THOMPSON: Thank you, sir. CLEC
- 12 Coalition?
- MR. MAGNESS: No questions.
- 14 JUDGE THOMPSON: Thank you, sir.
- 15 Navigator?
- MR. MARK JOHNSON: Nothing. Thank you.
- JUDGE THOMPSON: Thank you, sir. Charter
- 18 Fiber?
- MR. SAVAGE: No, sir.
- JUDGE THOMPSON: Thank you. Sprint?
- MR. LEOPOLD: No.
- JUDGE THOMPSON: Mr. Williams?
- MR. WILLIAMS: No questions.
- JUDGE THOMPSON: Ms. Dietrich?
- MS. DIETRICH: No questions.

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JUDGE THOMPSON: Mr. Johnson?
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- MR. MICK JOHNSON: No questions.
- JUDGE THOMPSON: Mr. Scheperle?
- 4 MR. SCHEPERLE: Nothing.
- JUDGE THOMPSON: Mr. McKinnie?
- 6 MR. McKINNIE: Just real quick.
- JUDGE THOMPSON: Sure. Step on up.
- 8 QUESTIONS BY MR. McKINNIE:
- 9 Q. Good morning.
- 10 A. Good morning. How are you?
- 11 Q. Doing fine. I'm going to ask you roughly
- 12 some of the same questions I asked Mr. Falvey yesterday.
- 13 Let me just ask you a real quick one. Do you currently
- 14 treat VOIP traffic differently, depending on what carrier
- 15 it comes from, depending on the interconnection agreement?
- 16 A. No. When we receive this IP traffic,
- 17 they're going to send it to us in a TDM format. And so
- 18 from our perspective, it looks the exact same as any other
- 19 call we would receive, and so we're going to have to treat
- 20 it on the exact same basis.
- 21 Q. And let me just ask you one more. When
- 22 you're referring to ISP-bound traffic in your testimony,
- 23 should I assume that any reference to ISP-bound traffic
- 24 there also includes VOIP-bound traffic?
- 25 A. I heard your question yesterday. Maybe I

- 1 can talk about it now a little bit more.
- 2 O. Sure.
- 3 A. My testimony doesn't really get into
- 4 ISP-bound traffic. That would be probably more something
- 5 along the lines of Scott McPhee. I want to explain maybe
- 6 kind of some of the differences.
- 7 An ISP-bound call is traditionally a
- 8 dial-up call. You have AOL service and you pop in your CD
- 9 and your computer's going to dial a number to get to the
- 10 Internet. That's generally what we call an ISP-bound
- 11 call.
- 12 For most commercial VOIP applications,
- 13 typically you have a broadband connection that's always
- 14 up, and that may be a cable modem or a DSL line, and so
- 15 it's not necessary to dial up into the Internet. You're
- 16 always activated.
- 17 So the issues with the IP services is
- 18 generally is that once it's -- once you're on the Internet
- 19 and you want to call a PSTN end user, you have to connect
- 20 to the PSTN. And so you're going to use the PSTN's
- 21 facilities for that, and as I mentioned earlier, we're
- 22 going to provide the exact same services we would for any
- 23 other type call, and we're going to receive that call on a
- 24 TDN basis.
- 25 So we just want the same type compensation,

- 1 and we believe that's in line with what the Commission
- 2 also indicated to the FCC that they believe the traffic
- 3 should be indicated in its comments to the IP services in
- 4 there.
- 5 Q. So just so I'm 100 percent sure, you do
- 6 make a distinction between the ISP-bound call and the
- 7 VOIP-bound call?
- 8 A. Yes.
- 9 MR. McKINNIE: Okay. That's what I wanted
- 10 to know. Thank you.
- JUDGE THOMPSON: Recross? Now that
- 12 Mr. McKinnie has asked some questions, does that spark any
- interest on the part of anyone?
- 14 (No response.)
- 15 JUDGE THOMPSON: I don't see that anyone is
- 16 raising their hands.
- 17 Redirect?
- MR. BUB: None, your Honor. Thank you.
- 19 JUDGE THOMPSON: Thank you very much. You
- 20 may step down, Mr. Constable. Thank you for your
- 21 testimony.
- MR. CONSTABLE: Thank you.
- 23 (Witness excused.)
- JUDGE THOMPSON: Ms. Douglas I believe is
- 25 next. Were you sworn yesterday, ma'am?

- 1 MS. DOUGLAS: No, sir.
- JUDGE THOMPSON: Very well. Raise your
- 3 right hand.
- 4 (Witness sworn.)
- 5 JUDGE THOMPSON: Please take your seat and
- 6 state your name for the reporter.
- 7 THE WITNESS: Sandra Douglas,
- 8 D-o-u-q-l-a-s.
- 9 MR. BUB: Thank you, your Honor.
- 10 SANDRA DOUGLAS testified as follows:
- 11 DIRECT EXAMINATION BY MR. BUB:
- 12 Q. Ms. Douglas, do you have any corrections
- 13 you need to make to your testimony?
- 14 A. Yes, I have one, and it is on my direct
- 15 testimony, page 22, line 15. Currently it says, CLEC
- 16 Coalition Issue IC5. That should have been 14, which has
- 17 since been resolved.
- 18 Q. Any other change you need to make?
- 19 A. No.
- 20 MR. BUB: And, your Honor, for Ms. Douglas'
- 21 testimony, she focuses on our switched access policy
- 22 tariffs, policy matters. And again, the network
- 23 interconnection, the technical aspect is Mr. Hamiter. So
- 24 policy questions or tariff matters, Ms. Douglas is our one
- 25 to handle.

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JUDGE THOMPSON: Great. Thank you,
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- 2 Mr. Bub. Okay.
- 3 AT&T, any questions for Ms. Douglas?
- 4 MR. ZARLING: No questions, your Honor.
- JUDGE THOMPSON: MCI?
- 6 MR. MORRIS: No questions.
- 7 JUDGE THOMPSON: Thank you, sir. CLEC
- 8 Coalition?
- 9 MR. MAGNESS: No questions.
- 10 JUDGE THOMPSON: Thank you. Navigator?
- MR. MARK JOHNSON: No questions.
- 12 JUDGE THOMPSON: Charter Fiberlink.
- MR. SAVAGE: Very briefly, your Honor.
- JUDGE THOMPSON: Please, step up.
- 15 CROSS-EXAMINATION BY MR. SAVAGE:
- Q. Good morning, Ms. Douglas. I'm Chris
- 17 Savage with Charter Fiber Link.
- A. Good morning.
- 19 Q. You have, I think, one of our issues, which
- 20 is No. 13 on having to do with the definition of intraLATA
- 21 toll.
- 22 A. Yes.
- 23 Q. You understand that Charter's proposal is
- 24 to define intraLATA toll traffic as telephone toll service
- 25 within a single LATA?

- 1 A. On the DPL, yes.
- 2 Q. Are you familiar with the fact that the
- 3 term "telephone toll service" is a defined term in the
- 4 Communications Act of 1934?
- 5 A. Yes.
- 6 Q. Did you know that?
- 7 A. Yes.
- 8 Q. And would you agree with me that that
- 9 statutory definition is the legal definition of what
- 10 constitutes toll service?
- 11 A. If it's the legal definition?
- 12 O. Yeah.
- MR. BUB: Your Honor, I need to object. I
- 14 think that's a legal question.
- JUDGE THOMPSON: You've got to use your
- 16 microphone.
- 17 MR. BUB: I'm sorry, your Honor. I need to
- 18 object. I think he's asking for a legal conclusion, and
- 19 this witness is not a lawyer.
- 20 JUDGE THOMPSON: Well, you know, I think
- 21 it's a little more complicated than that, because I know
- 22 you guys work with the Telephone Act and the various state
- 23 regulations and federal regulations all the time, and I
- 24 think he asked her if he knew -- if she knew that that was
- 25 the legal definition. And I think a layperson who works

- 1 in this industry can have a crack at answering that.
- MR. BUB: Fair enough, your Honor. Thank
- 3 you.
- JUDGE THOMPSON: You may answer if you're
- 5 able.
- 6 THE WITNESS: Yes, in my rebuttal
- 7 testimony, I did cite, quote, the Act where it says
- 8 definition 48 of Section 3 defines telephone toll service.
- 9 BY MR. SAVAGE:
- 10 Q. Do you have a reason for wanting to have
- 11 the definition in our binding interconnection agreement
- 12 depart from the parallel definition in the federal law
- 13 that governs that agreement?
- 14 A. Well, as I -- it seemed that some of the
- 15 phrases were redundant in the proposed definition, and
- 16 that's just my opinion. And our definition I thought said
- 17 the exact same thing that you intended to say. It does
- 18 recognize that it's within the LATA and that it's
- 19 interexchange.
- 20 Q. So if I take your answer correctly, you
- 21 don't have any substantive reason for proposing a
- 22 definition in our interconnection agreement under the
- 23 Communications Act that differs from the terms used there,
- 24 it's just you think the phrasing in your version is a
- 25 little better?

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1 A. Yeah. I felt some of the phrasing in the
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- 2 Charter-proposed definition was redundant.
- 3 MR. SAVAGE: I have nothing further.
- 4 JUDGE THOMPSON: Thank you. Sprint?
- 5 MR. LEOPOLD: No questions, your Honor.
- JUDGE THOMPSON: Thank you, Mr. Leopold.
- 7 Mr. Williams?
- 8 MR. WILLIAMS: No questions.
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 JUDGE THOMPSON: Ms. Dietrich?
- 10 QUESTIONS BY MS. DIETRICH:
- 11 Q. Ms. Douglas, I just had a couple questions
- 12 about your direct testimony.
- 13 A. Okay.
- Q. On page 7 of your direct, around line 4,
- 15 you say that SBC Missouri routes and compensates all calls
- 16 the same, regardless of technology, and then you talk
- 17 about access charges. Specifically at the end of line 25
- 18 and line 26 you say, further, I do not agree that current
- 19 billing problems can or should set the status quo for
- 20 appropriate billing practices.
- 21 Are there current billing problems in
- 22 Missouri?
- 23 A. This is referring to the VOIP issue where
- 24 AT&T had actually routed its traffic over local
- 25 interconnection trunks. The IP in the middle traffic --

- 1 I'm sorry -- which the FCC later found access charges
- 2 should apply to, there was no way for us to assess
- 3 switched access charges when they put that traffic over
- 4 the local interconnection trunks.
- 5 Q. And has that been corrected now?
- A. No, it has not.
- 7 Q. And then on page 20 of your testimony,
- 8 you're talking about interexchange circuit switched
- 9 traffic that is mistakenly delivered over local
- 10 interconnection trunks. And at line 33 you say,
- 11 occasionally, however, a third-party carrier might
- 12 improperly route intrastate or interstate interexchange
- 13 traffic over such trunk groups.
- 14 Can the billing system identify that
- 15 inappropriate traffic?
- 16 A. No. And I think that's one of the reasons
- 17 that the Commission issued its enhanced record exchange
- 18 rule was to ensure that the carriers behind this also get
- 19 compensated appropriately.
- 20 Q. Well, if a third-party carrier occasionally
- 21 does that, what happens? You say occasionally.
- 22 A. We're going to charge like recip comp
- 23 instead of switched access. We don't get the same records
- 24 for traffic over a local interconnection trunk that we get
- 25 for traffic delivered over switched access services.

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1 MS. DIETRICH: Thank you.
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- JUDGE THOMPSON: Mr. Johnson?
- 3 MR. MICK JOHNSON: No questions.
- 4 JUDGE THOMPSON: Mr. Scheperle?
- 5 MR. SCHEPERLE: No questions.
- JUDGE THOMPSON: Mr. McKinnie?
- 7 MR. McKINNIE: No questions.
- JUDGE THOMPSON: Recross, AT&T?
- 9 RECROSS-EXAMINATION BY MR. ZARLING:
- 10 Q. Good morning, Ms. Douglas. I'm Kevin
- 11 Zarling representing AT&T.
- 12 A. Good morning.
- 13 Q. Let me ask you about an answer you gave
- 14 Ms. Dietrich regarding your direct testimony having to do
- 15 with VOIP traffic being placed on access trunks. Do you
- 16 recall that question?
- 17 A. Yes.
- 18 Q. And you said the problem's not been fixed?
- 19 A. And I should have been more clear. I meant
- 20 the billing problems, the problems we would have with
- 21 billing for traffic of that type.
- Q. Okay. You were not referring to the
- 23 specific action that you reference in your answer where
- 24 AT&T was placing IP-enabled traffic -- phone-to-phone
- 25 IP-enabled traffic and terminating it to the PSTN?

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1 A. No, I was I was not referring to that.
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- 2 MR. ZARLING: Thank you. That's all.
- 3 JUDGE THOMPSON: Thank you, Mr. Zarling.
- 4 MCI?
- 5 MR. MORRIS: No questions.
- JUDGE THOMPSON: CLEC Coalition?
- 7 MR. MAGNESS: No questions.
- JUDGE THOMPSON: Navigator?
- 9 MR. MARK JOHNSON: Nothing.
- MR. SAVAGE: Nothing.
- JUDGE THOMPSON: Sprint?
- MR. LEOPOLD: Nothing, your Honor.
- 14 JUDGE THOMPSON: Thank you. Redirect?
- MR. BUB: Just a little, your Honor.
- 16 REDIRECT EXAMINATION BY MR. BUB:
- 17 Q. Ms. Douglas, I just have a quick follow-up
- 18 question to one that Ms. Dietrich asked about the
- 19 improperly routed traffic. And I believe you indicated
- 20 that on improperly routed intrastate or interexchange
- 21 traffic that comes over the local trunks, that we don't
- 22 get the same records; is that correct?
- 23 A. Correct.
- Q. What records are you referring to that
- would be needed to bill interexchange traffic?

- 1 A. Well, there's two types of records.
- 2 There's a Category 11 and a Category 92, and I tend to get
- 3 these backwards, so pardon me if I do this time. I think
- 4 the 92 comes off the end office, and the 11 comes off of a
- 5 tandem.
- 6 Q. And what are those records used to do?
- 7 A. They're used to enable billing of switched
- 8 access.
- 9 Q. Is SBC the only LEC that's dependent on
- 10 those type of records?
- 11 A. No. The independent companies behind us
- 12 are dependent on those records to enable them to bill
- 13 their switched access.
- Q. So if we don't get the traffic on the
- 15 correct trunk, we can't make the records; is that correct?
- A. Correct.
- 17 Q. And then the small company behind us, they
- 18 don't get the correct record either?
- 19 A. Correct.
- MR. BUB: Thank you. Those are the only
- 21 questions we have, your Honor.
- JUDGE THOMPSON: Thank you very much. You
- 23 may step down. Thank you very much for your testimony.
- 24 (Witness excused.)
- JUDGE THOMPSON: Witness Hamiter. Were you

- 1 sworn yesterday, sir?
- MR. HAMITER: Yes, sir, I was.
- JUDGE THOMPSON: I will remind you you're
- 4 still under oath. Would you please state your name for
- 5 the record.
- 6 MR. HAMITER: My name is James, J-a-m-e-s,
- 7 Hamiter, H-a-m-i-t-e-r.
- 8 JUDGE THOMPSON: Thank you, sir. You may
- 9 inquire.
- 10 MR. GRYZMALA: Thank you, your Honor. By
- 11 way of introduction, Mr. Hamiter will be speaking to the
- 12 various network-related issues associated with the
- 13 company's NIA and NIM and ITR DPLs, those three DPLs,
- 14 particularly with regard to network planning, network
- 15 operations, trunk planning, engineering and related
- 16 subjects. One preliminary matter, if I may.
- JUDGE THOMPSON: You may.
- MR. GRYZMALA: I'm sorry?
- JUDGE THOMPSON: You may.
- 20 MR. GRYZMALA: One preliminary matter. I
- 21 filed yesterday -- we filed yesterday a motion to accept
- 22 into the record of the case a table of contents for
- 23 Mr. Hamiter's rebuttal testimony, and I have distributed
- 24 that to all counsel electronically and by hand yesterday.
- 25 So that if that be allowed, we appreciate it, your Honor.

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1 JUDGE THOMPSON: That's fine with me. Does
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- 2 anyone have any objections?
- 3 (No response.)
- 4 JUDGE THOMPSON: Hearing none, I think that
- 5 you're good to go.
- 6 MR. GRYZMALA: Thank you, your Honor.
- 7 JAMES HAMITER testified as follows:
- 8 DIRECT EXAMINATION BY MR. GRYZMALA:
- 9 Q. Mr. Hamiter, good morning.
- 10 A. Good morning.
- 11 Q. Do you have any corrections or
- 12 clarifications to either your direct or your rebuttal
- 13 testimony, sir?
- 14 A. I have some minor corrections to my direct
- 15 testimony.
- 16 Q. Let's start off with direct testimony.
- 17 Would any of those apply to that?
- 18 A. Yes. On page 2 of the table of contents,
- 19 in Item 10 --
- 20 Q. Excuse me. Let me stop you there. You
- 21 mean page double I?
- 22 A. Yes. I'm sorry.
- Q. Thank you.
- 24 A. Item 10, instead of page 84, it should read
- 25 85. Item 11 should be 94 instead of 93. Item 12 should

- 1 be 101 rather than 100. Item 13 should be 106 rather than
- 2 105. Item 14 should read 109 rather than 108.
- And on the next page, triple I, Item 15
- 4 should read 113 rather than 112. Item 16 should be 115
- 5 rather than 114. And Item 17 should be 118 rather than
- 6 117. And that's it.
- 7 Q. Those would close the corrections on your
- 8 direct?
- 9 A. Yes, sir.
- 10 Q. Do you have any corrections, sir, on your
- 11 rebuttal testimony?
- 12 A. None, sir, but I do not have a copy of the
- 13 table of contents.
- 14 Q. You obviously have been able to review a
- 15 copy?
- 16 A. No, I haven't seen it. I'm sorry.
- 17 Q. Okay.
- JUDGE THOMPSON: Did you write it, though?
- 19 THE WITNESS: I just -- I have the copy
- 20 that was filed, and I don't have a copy of the one that
- 21 was submitted later, the table of contents. Just the
- 22 table of contents.
- 23 BY MR. GRYZMALA:
- 24 Q. Oh, I see. With regards to the substantive
- 25 portions, however, of your rebuttal, you have no

- 1 corrections or clarifications?
- 2 A. No, sir. No, sir. And I did write it,
- 3 Judge Thompson.
- 4 MR. GRYZMALA: With that, your Honor, I
- 5 would close and tender the witness.
- JUDGE THOMPSON: Thank you very much.
- 7 AT&T?
- 8 MR. ZARLING: No questions, your Honor.
- JUDGE THOMPSON: MCI?
- MR. MORRIS: No, sir.
- JUDGE THOMPSON: CLEC Coalition?
- MR. MAGNESS: No questions.
- JUDGE THOMPSON: Navigator?
- MR. MARK JOHNSON: Nothing, thank you.
- JUDGE THOMPSON: Charter Fiberlink?
- MR. SAVAGE: Yes, sir, we have a little
- 17 bit.
- JUDGE THOMPSON: Step on up.
- 19 CROSS-EXAMINATION BY MR. SAVAGE:
- Q. Good morning, sir. My name is Chris
- 21 Savage. I'm representing Charter Fiberlink.
- 22 A. Good morning, Mr. Savage.
- Q. What I'm going to try to do is ask you
- 24 about some topics and some issues that are within your
- 25 expertise that might relate to more than one of the

- 1 individual issues, but I'm going to refer you to
- 2 particular points in the decision point list if it comes
- 3 to that.
- 4 A. All right.
- 5 Q. Do you have a copy of the DPL?
- 6 A. No, sir, I do not.
- 7 Q. Well, then --
- 8 A. Not up here with me.
- 9 Q. If we need one, I'll get you one.
- 10 A. All right.
- 11 Q. Let me first ask you a little bit about
- 12 the -- let me back up for a second.
- Have you in the course of preparing for
- 14 your testimony today conducted any review of the actual
- 15 kind of physical interconnection that Charter Fiberlink
- 16 has with SBC in Missouri?
- 17 A. I -- I requested from our network people
- 18 some broad information on all of the CLECs. However, I
- 19 did not incorporate that into my testimony. I considered
- 20 it as being confidential and proprietary, so I didn't see
- 21 any reason to really get into it.
- 22 Q. That's fine. We can spare the truly
- 23 confidential details. But are you generally aware that
- 24 Charter interconnects with SBC using OC-48 fiber link
- 25 connection in the St. Louis LATA?

- 1 A. No, sir, I'm not aware of that.
- Q. Oh, okay. Would you accept that subject to
- 3 check and review?
- 4 A. Subject to check, yes, I will accept that.
- 5 Q. Now, what I'd like to talk about a little
- 6 bit is, perhaps in slightly more detail than you got into
- 7 in your testimony, the actual physical configuration of a
- 8 fiber interconnection between a carrier such as Charter
- 9 and SBC. Broadly speaking, we've got our network, really
- 10 large on one side, your network really large on the other
- 11 side, and fiber connecting them?
- 12 A. Yes, sir.
- 13 Q. But I want to go into a little more detail.
- 14 To make the fiber work at either end of the fiber strand,
- 15 there's got to be a device that's normally known as a
- 16 fiberoptic terminal. Do you know what I'm talking about
- 17 at that point?
- 18 A. Yes, sir.
- 19 Q. And would you agree with me that what the
- 20 fiberoptic terminal does is actually sends and receives
- 21 the laser pulses in the clever configuration that allows
- 22 it to convey all that traffic?
- 23 A. Pretty much, yes.
- 24 Q. And then out of the back of each fiberoptic
- 25 terminal, if you will, are connections to what I would

1 normally think of as a digital cross-connect system that

- 2 allows you to send trunks to and from either switches or
- 3 other fiberoptic links on to the particular link between
- 4 the networks?
- 5 A. Yes, sir.
- 6 Q. Okay. Now, something I think we all agree
- 7 on is that trunks are connections between switches; is
- 8 that correct?
- 9 A. Yes, sir, we do agree on that.
- 10 Q. Okay. So to the extent that the language
- 11 in SBC's proposed contract refers to trunking to an area,
- 12 am I correct that what SBC means by that is a trunk to the
- 13 switch that serves that area?
- 14 A. Yes, sir. And if it's in regard to a broad
- 15 area that's served by several if not many end office
- 16 switches, we're really referring to the tandem that serves
- 17 the offices within that calling area.
- 18 Q. Right. And I agree with that. I hadn't
- 19 gotten to that level. The kind of switches, I mean,
- 20 there's an end office switch --
- 21 A. Yes.
- 22 Q. -- that serves end users, but then there
- 23 are tandem switches of various sorts that essentially
- 24 interconnect different switches?
- 25 A. Generally speaking, we're talking about

- 1 going to a switch, rather than you can't just go out to an
- 2 area and let it hang out in the air. It's not going to be
- 3 very conducive to completing calls.
- 4 Q. I think we're agreed on that. Are we also
- 5 agreed that it is SBC's practice and preference to
- 6 interconnect with CLECs using SS7 signaling as compared to
- 7 MF signaling or the other alternatives?
- 8 A. Pretty much, yes, sir.
- 9 Q. Okay. Would you have any objections to
- 10 including language in the contract that literally says
- 11 that the parties want to interconnect their networks on an
- 12 SS7 basis?
- 13 A. I thought it was in there somewhere, that
- 14 we would interconnect with certain exceptions, like some
- of the operator services trunk groups. We're really
- 16 talking about how the signaling is performed for a
- 17 specific trunk group when we're talking about SS7.
- 18 Q. I think we are agreed, then. That's fine.
- 19 JUDGE THOMPSON: We've got ELMO here, if
- 20 you're tempted to use it.
- 21 MR. SAVAGE: I wouldn't know how, your
- 22 Honor.
- JUDGE THOMPSON: Oh, okay.
- 24 MR. SAVAGE: Sometimes I sound like I know
- 25 how to do stuff, but it's all the engineers telling me

- 1 what to ask.
- 2 JUDGE THOMPSON: So were you planning to
- 3 use it, Mr. Bub?
- 4 MR. BUB: I was thinking that the witness
- 5 might as an aid in his explanation to some questions from
- 6 counsel. If he could draw a picture in some areas, it
- 7 might be helpful for everyone to follow along. So it
- 8 would be whether the witness wants to.
- 9 JUDGE THOMPSON: Is there anything you need
- 10 to do?
- 11 MR. SMITH: Turn on the projection.
- 12 MR. SAVAGE: Could this not be credited?
- JUDGE THOMPSON: Yeah, I'll subtract this
- 14 from your time.
- 15 (AN OFF-THE-RECORD DISCUSSION WAS HELD.)
- 16 BY MR. SAVAGE:
- 17 Q. Another matter where I think we actually
- 18 agree, sir, is the distinction between facilities on the
- 19 one hand and trunks on the other hand. Let me see if I
- 20 can clarify that for the record.
- 21 When we have a physical fiber facility
- 22 connecting two networks, what we're talking about there is
- 23 the fiber in the ground and on the poles and that sort of
- 24 thing. Whereas, a trunk is what I think of -- would you
- 25 agree with me -- sort of a logical path carved out within

- 1 that facility?
- 2 A. Well, it's -- there's some logic involved,
- 3 but it's a physical position within, you know, some of the
- 4 divisions within the fiber.
- 5 Q. And maybe a little more technical than we
- 6 need to. On a time division multiplexing arrangement, the
- 7 little pulses of the fiber divided in each different trunk
- 8 or each different signal would get its own time slot out
- 9 of any given number of pulses?
- 10 A. Yes, sir.
- 11 Q. And that's how it's divided?
- 12 A. Yes, sir.
- 13 Q. So it's physical on the one hand?
- 14 A. Yes, sir.
- 15 Q. But you have to know where to be looking on
- 16 the --
- 17 A. Yes, sir.
- 18 Q. Now, you would agree with me that when you
- 19 have a fiber interconnection between the networks, once
- 20 you've established the point of demarcation, so to speak,
- 21 that the cost responsibilities for all the facilities on
- 22 Charter's side of the network rests with Charter, and all
- 23 the facilities on SBC's side of the network rest with SBC?
- 24 A. Generally speaking, yes.
- Q. Okay. And in the parts of the agreement

- 1 where it discusses Charter ordering a trunk or setting up
- 2 a trunk or establishing a trunk from our switch to this
- 3 end office or that end office, as you understand it, that
- 4 wouldn't result in any different payment obligation to
- 5 Charter. It's more a question of -- from Charter to SBC,
- 6 it's rather a question of making sure that the traffic
- 7 goes where it needs to go; is that correct?
- 8 A. Would you rephrase that question,
- 9 Mr. Savage?
- 10 Q. Well, let me ask --
- 11 A. I got lost somewhere in the middle there.
- 12 Q. I can understand that. Let me try it a
- 13 different way. Are there any circumstances that you
- 14 envision where Charter would be called upon to establish a
- 15 trunk such as a direct trunk to an end office or a trunk
- 16 to a particular tandem over an existing physical facility
- 17 where the establishing of the trunk would mean that
- 18 Charter has to pay something to SBC?
- 19 A. In the establishment of a DEOT, no, sir. I
- 20 can't see how, you know, the provisions that Charter pays
- 21 for its facilities on its side of the POI and SBC pays for
- 22 our facilities on our side of the POI. We're just talking
- 23 about establishing a trunk from your end office switch
- 24 over your facilities and our facilities to our end office
- 25 switch.

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1 Q. That's correct. And to do that, Charter's
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- 2 engineers would have to work with their fiberoptic
- 3 terminal and their switch to properly isolate the traffic
- 4 going to your end office?
- 5 A. Yes, sir.
- 6 Q. And your engineers would have to work on
- 7 your switch and your transmission facilities to make sure
- 8 that you could receive that traffic and vice versa, but
- 9 all that activity, as you understand it, would be at no
- 10 charge under the contract; we would do our work and
- 11 wouldn't charge you to set up that trunk, you would do
- 12 your work and wouldn't charge us to set up that trunk?
- 13 A. Right.
- Q. Okay. Now, I think we're agreed that you
- 15 have no opposition to the establishment by a CLEC, by
- 16 Charter, of a single POI in a LATA, single physical point
- 17 of interconnection?
- 18 A. No, sir. A new entrant, you know, we
- 19 certainly agree with that, and we do not -- we are not
- 20 trying to strong arm the CLECs into establishing more than
- 21 one POI under most situations.
- 22 Q. And are you aware that Charter agrees with
- you that at some traffic threshold it's appropriate to
- 24 establish a second physical POI within a LATA?
- 25 A. Yes, sir.

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1 Q. But you do understand we have a
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- 2 disagreement about what that threshold ought to be?
- 3 A. I believe we do. Our position is that once
- 4 traffic that is going to one tandem in the network through
- 5 the single POI but is intended for a tandem or an area
- 6 that is served by another tandem, once that reaches
- 7 24 DS1s, and I believe that's 574 trunks, then we would
- 8 like to see another POI established at that point. Once
- 9 the traffic to that tandem reaches that point, the CLEC is
- 10 really no longer a new entrant into the competitive
- 11 environment.
- 12 O. And --
- JUDGE THOMPSON: You said 24 what?
- 14 THE WITNESS: DS1s. I apologize, your
- 15 Honor.
- 16 JUDGE THOMPSON: That's all right. Just
- 17 wanted to make sure I can follow what you're saying.
- 18 MR. SAVAGE: Just for the reporter's
- 19 benefit, we're talking about a POI, that's P, capital O,
- 20 capital I. It stands for point of interconnection.
- 21 BY MR. SAVAGE:
- 22 Q. And do you understand what Charter's
- 23 proposal is with respect to the threshold for establishing
- 24 a second POI?
- 25 A. I don't recall what that threshold is.

- 1 Q. Okay. Would you accept, subject to
- 2 reviewing the testimony, that our proposal is that the
- 3 appropriate level be an OC-12 level of traffic?
- 4 A. I will accept that as your proposal.
- 5 Q. That's right. Now, what considerations --
- 6 well, when I read your testimony, I'll confess, I didn't
- 7 see any engineering analysis of why 24 DS1s was the right
- 8 or the wrong number. What I saw is reference to the fact
- 9 that in some other arbitration in some other state, some
- 10 other commission said, yeah, 24 DS1s.
- A. Uh-huh.
- 12 Q. I just wanted to confirm that I hadn't
- 13 missed anything, that nowhere buried in your testimony is
- 14 any actual engineering analysis of the cost of
- 15 establishing a different POI, the cost of handling
- 16 traffic, any of that.
- 17 A. No, I did not get into that. The -- are we
- 18 talking about the 24 DS1 or the 24 DSO related to a DEOT.
- 19 Q. The 24 DS1s related to the -- yeah, we have
- 20 no dispute about when it's going to be established.
- 21 A. Yes, sir. I have no engineering analysis
- 22 behind that.
- 23 Q. Okay. Let me ask you a different question.
- 24 Are you familiar with the processes involved in the two
- 25 companies working together to establish a new fiber meet

- 1 POI?
- 2 A. Somewhat. I've been involved in some of
- 3 those. Never for a fiber meet, but typically I was
- 4 involved in collocation.
- 5 Q. Is it normally the case when you're
- 6 establishing a fiber meet, if you know, that the parties
- 7 have to agree on a variety of factors, including the
- 8 location, compatible fiberoptic terminals at each end of
- 9 the fiber link and other matters --
- 10 A. Yes, sir.
- 11 Q. -- with respect to the establishment?
- 12 A. Yes, sir.
- 13 Q. Do you know how long that process normally
- 14 takes to actually negotiate and then establish a fiber
- 15 meet?
- 16 A. It can get quite involved, Mr. Savage, and
- 17 a lot of it depends upon to what degree the CLEC and SBC
- 18 disagree, I suppose.
- 19 Q. And would you agree with me that given
- 20 sometimes the technical complexity of fiber meets, that
- 21 there can be very legitimate engineering and technical
- 22 disagreements that the engineers have to work out in order
- 23 to get such a thing established?
- 24 A. Yes, sir.
- 25 Q. Do you have any opinion based on your

- 1 technical knowledge and background as to what an
- 2 appropriate length of time to allow for the establishment
- 3 of a new fiber meet might be?
- 4 A. No, sir, I do not.
- 5 Q. Let me ask you about one-way trunks versus
- 6 two-way trunks.
- 7 A. Yes, sir.
- 8 Q. And I don't know if you were here
- 9 yesterday, but there was some testimony about what they
- 10 are, so I won't get into that. Do you understand what
- 11 Charter proposes about one-way trunks versus two-way
- 12 trunks in our agreement?
- 13 A. I believe Charter wants one-way trunks, and
- 14 the nature of our dispute is that SBC would like to see
- 15 the network transitioned towards a two-way trunking
- 16 arrangement.
- 17 Q. See, I think we may have misunderstood each
- 18 other. Were you aware that within the OC-48
- 19 interconnection we already have in St. Louis, that the
- 20 overwhelming majority of trunking is already two-way
- 21 trunking?
- 22 A. I understand that there is some two-way
- 23 trunking on that.
- Q. Do you have a view as -- putting aside the
- 25 engineering question of whether two-way trunks should be

- 1 established, because I don't think we have a dispute about
- 2 that in most cases, do you have a view about which party
- 3 should be entitled to determine whether trunking is one
- 4 way or two way?
- 5 A. It should be a mutual agreement.
- 6 Q. Are you aware of whether the FCC has said
- 7 anything about that in any of its rules?
- A. I could not quote a specific passage,
- 9 Mr. Savage.
- 10 Q. Would you agree with me that if the FCC has
- 11 established a rule that gives the CLEC interconnector the
- 12 right to determine whether trunks are one way or two way,
- 13 that it would be reasonable to include that in the
- 14 parties' interconnection agreement?
- 15 A. If it was a hard and fast rule, yes, sir.
- 16 But if it requires some kind of a legal interpretation,
- 17 I'm certainly not the man to ask that question.
- 18 Q. I understand. I'm not trying to get you
- 19 off into a world of law.
- 20 A. Yes, sir.
- JUDGE THOMPSON: You're not stumbling into
- 22 the forbidden zone, are you?
- MR. SAVAGE: I am trying not to stumble
- 24 into the forbidden zone. I suspect that Mr. Hamiter would
- 25 keep me straight and narrow on what he understands and

- 1 what he doesn't.
- 2 BY MR. SAVAGE:
- 3 Q. You've worked for the phone company for a
- 4 long time, haven't you?
- 5 A. Yes, sir.
- 6 Q. You're probably one of the few people in
- 7 this room who's actually been in a rate case. Have you
- 8 ever participated in an actual rate case?
- 9 A. In an actual rate case?
- 10 Q. Yeah.
- 11 A. No, sir, I have not.
- 12 Q. You missed out on a great experience. Let
- 13 me ask you about a question that may also be for
- 14 Mr. McPhee, and so if I get into his areas, just tell me.
- 15 But as I read SBC's proposal, SBC proposes to restrict the
- 16 kinds of trunks -- or rather the kind of traffic carried
- 17 on different kind of trunks that can be carried over a
- 18 fiber meet interconnection. Are you familiar with that
- 19 aspect of SBC's proposal?
- 20 A. Well, really we're -- we would like to see
- 21 the various traffic types separated onto separate trunks
- 22 so that we can properly measure and bill for that traffic.
- Q. Right. And assume that we agree with you
- 24 about that. We don't have, as I understand it, any
- 25 material dispute about parsing the different kinds of

- 1 traffic into different trunk groups. What I'm asking you
- 2 now about is, which trunk groups may be carried over a
- 3 fiber meet interconnection?
- 4 Do you understand the distinction I'm
- 5 asking you to draw?
- 6 A. Yes, sir. And I do believe some of that is
- 7 probably related to Mr. McPhee's testimony. But generally
- 8 speaking, when we meet, you know, however we meet, we
- 9 establish trunk groups across that meet point or that POI,
- 10 P-O-I, that that determines where our networks meet. We
- 11 establish trunk groups across that network, and it's those
- 12 trunk groups that we establish between each other that
- 13 determine the type of traffic that we'd like to see across
- 14 those.
- 15 Q. Let's take a couple of examples. I think
- 16 we're agreed that to the extent we're exchanging what we
- 17 both agree to be local traffic and our customer is a
- 18 neighbor of your customer, that can go over the physical
- 19 fiber facility on a local trunk?
- 20 A. A local call, is that what you're referring
- 21 to?
- 22 Q. Correct.
- 23 A. Yes. Yes.
- 24 Q. And similarly, if we have an intraLATA toll
- 25 call that starts on our network and ends on your network,

- 1 we have no dispute that that -- though we have a separate
- 2 trunk group for that or maybe not, that that would go over
- 3 that same physical facility?
- 4 A. Yes, sir.
- 5 Q. Now suppose that one of our customers has
- 6 selected, I don't know, AT&T as their long distance
- 7 carrier, and for their long distance call to get to AT&T
- 8 it has to route through your tandem and then up to AT&T's
- 9 location.
- 10 A. Yes, sir.
- 11 Q. Can you think of any technical reason why
- 12 that traffic going from our customer through your tandem
- and up to AT&T couldn't be routed on a trunk group over
- 14 that physical fiberoptic facility?
- 15 A. The local trunk group is not designed to
- 16 handle the Feature Group D type traffic. When your
- 17 customer or our customer for that matter delivers a call
- 18 that he intends -- he or she intends to be handled by an
- 19 IXC, you're supposed to send us information that relates
- 20 to the actual carrier that this customer intends to be
- 21 used. This information is used by our tandem switch to
- 22 actually select the trunk group that's going to deliver
- 23 that call to that IXC.
- 24 Q. Let me stop you. I agree with everything
- 25 you're saying. Actually, I think you misunderstood my

- 1 question. I'm not disputing -- I'm not asking you to
- 2 think we're disputing certainly that traffic bound for
- 3 IXCs from our end users through your tandem shouldn't be
- 4 on a separate trunk group.
- 5 A. Okay.
- 6 Q. The question is whether there's any
- 7 technical reason why that trunk group couldn't be carried
- 8 on the physical facility, the physical fiber facility that
- 9 links our two networks?
- 10 A. It's going to be carried over some
- 11 facility.
- 12 Q. Can you think of any technical reason why
- 13 that facility could not be an existing fiber meet point
- 14 connection between our companies?
- 15 A. Technically speaking, no.
- 16 Q. Okay. I have essentially the same set of
- 17 questions about three other kinds of traffic that have
- 18 been identified in the testimony; in particular 911
- 19 traffic, mass calling traffic, and OSDA traffic. Let's
- 20 take them one step at a time. You understand what 911
- 21 traffic is?
- 22 A. Yes, sir, I do.
- 23 Q. That would be a call in this case between
- one of our customers to the PSAP, which is P-S-A-P,
- 25 serving their area?

- 1 A. Uh-huh.
- 2 Q. And in the normal case, you would agree
- 3 with me today that SBC is the local exchange carrier that
- 4 typically provides the connection to the public switched
- 5 network for the PSAPs?
- 6 A. For the most part.
- 7 O. I understand.
- 8 A. I believe there are other people that
- 9 handle that sort of thing.
- 10 Q. Now, can you think of any technical reason
- 11 why if we needed to establish a separate trunk group to
- 12 handle the traffic bound for the selective router at the
- 13 911 answering point, can you think of any technical reason
- 14 why we couldn't send -- establish that trunk group over
- 15 robust fiber interconnection facility?
- 16 A. Mr. Savage, it's my understanding that the
- 17 facility meet point or the way we interconnect our
- 18 networks is for the purpose for exchanging local traffic,
- 19 251(b)(5) type traffic between our networks. In other
- 20 words, it's for the mutual benefit of both of our end
- 21 users and our customers. The meet point type trunk group,
- 22 the 911-type traffic, the choke network and all of the
- 23 ancillary-type trunk groups that we've been talking about
- 24 here, you know, technically speaking, pure and simple,
- 25 there's no problem because the facility is a facility.

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1 But for the purpose of whose end users are
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- 2 benefiting from this, you know, we see that your meet
- 3 point trunk groups, your 911 trunk groups, et cetera, are
- 4 solely for the benefit of your customers, and, you know,
- 5 they're really not going to interconnect with us over
- 6 those trunk groups.
- 7 Q. Let me ask you a little bit about that.
- 8 Let's take 911. I may use that as an exhibit. This is
- 9 great. Hold on.
- 10 MR. SAVAGE: This is something, your Honor,
- 11 I think the Commission can take official notice of, but if
- 12 not, I'll represent it's a copy of SBC's tariff of PSC
- 13 Missouri No. 35, the 911 service tariff on file. I can
- 14 hand out copies.
- 15 JUDGE THOMPSON: Thank you. This will be
- 16 Exhibit 204.
- 17 (EXHIBIT NO. 204 WAS MARKED FOR
- 18 IDENTIFICATION BY THE REPORTER.)
- 19 BY MR. SAVAGE:
- 20 Q. Now, Mr. Hamiter, will you accept my
- 21 representation that this is a true copy downloaded from
- 22 the website of SBC's 911 tariff for Missouri?
- 23 A. I don't have a copy of it.
- Q. I apologize.
- 25 JUDGE THOMPSON: Forgot the most important

- 1 one.
- 2 MR. SAVAGE: There you go. I guess I'd
- 3 like -- at this time I'd like to move the admission or
- 4 acceptance of this as a copy of SBC's tariff. If there is
- 5 an objection, I'd like to hear it now rather than go
- 6 through the whole thing.
- 7 MR. GRYZMALA: No objection, your Honor.
- 8 JUDGE THOMPSON: Okay. Anyone else?
- 9 (No response.)
- 10 JUDGE THOMPSON: Hearing no objections,
- 11 Exhibit 204 is received and made a part of the record of
- 12 this proceeding.
- 13 (EXHIBIT NO. 204 WAS RECEIVED INTO
- 14 EVIDENCE.)
- 15 BY MR. SAVAGE:
- 16 Q. Could you take a look on the very first
- 17 page, Section 28.1.3. You have that in front of you?
- 18 A. Yes, sir.
- 19 Q. Would you agree with me that that states
- 20 that the customer for universal emergency number service,
- 21 which is 911, may be a municipal or state or local
- 22 government unit or an authorized agent of them to which
- 23 the authority has been delegated which is legally
- 24 authorized to subscribe to this service which has public
- 25 safety responsibility by law to respond to these kind of

- 1 calls? Is that a fair summary of that section?
- 2 A. Well, you've read right from that paragraph
- 3 up to that point. And it goes on to say that it's to
- 4 respond to telephone calls from the public and -- for
- 5 emergency police, firefighting service, et cetera. But in
- 6 the case of your 911 trunks, these calls will be coming
- 7 from your -- your end users, your customers. They would
- 8 not be coming from one of my customers.
- 9 Q. Yes, and is it your understanding that
- 10 Charter's customers are not part of the public?
- 11 A. Well, they are customers that could
- 12 conceivably have an emergency situation. I really don't
- 13 see where you're going with this. I'm sorry.
- 14 Q. I'll get there. Would you agree with me --
- 15 I'll ask it this way: You don't give away 911 service to
- 16 the police department for free, do you?
- 17 A. I'm not aware of the compensation
- 18 arrangements for that. You'll have to talk to our pricing
- 19 witness for that.
- 20 Q. Would you accept, subject to check, that
- 21 this document in front of you, in fact, contains charges
- 22 that SBC assesses on the police, the fire department,
- 23 those sort of folks for using this service?
- 24 A. I'm really --
- MR. GRYZMALA: Your Honor, before the

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1 witness answers, I'm going to object. The document speaks
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- 2 for itself as to the question that counsel directed.
- JUDGE THOMPSON: Read back the question,
- 4 Kellene.
- 5 THE REPORTER: "Question: Would you
- 6 accept, subject to check, that this document in front of
- 7 you, in fact, contains charges that SBC assesses on the
- 8 police, the fire department, those sort of folks for using
- 9 this service?"
- 10 JUDGE THOMPSON: What's wrong with that
- 11 question?
- 12 MR. GRYZMALA: The document speaks for
- 13 itself, your Honor.
- 14 JUDGE THOMPSON: I think he's asking him if
- 15 he agrees that that's what's in there, right? Isn't that
- 16 what you asked?
- 17 MR. SAVAGE: That's what I asked.
- JUDGE THOMPSON: Okay. I'm going to
- 19 overrule the objection. You may answer if you're able.
- 20 THE WITNESS: In flipping through here, I
- 21 do see a lot of numbers that appear to be prices and stuff
- 22 like that, but, you know, I can't interpret those. I'm
- 23 not qualified to do that.
- 24 BY MR. SAVAGE:
- 25 Q. Well, then, let me ask you this question:

- 1 Suppose one of our customers happens to be a fireman and
- 2 suppose that his wife gets on the phone and dials up the
- 3 normal PST address of the fire station and talks to him.
- 4 You would agree that that call is a call that properly can
- 5 go over the physical fiber facility that we have under
- 6 some -- whatever the appropriate trunk group would be for
- 7 that call?
- 8 A. Presumably that is a local call and she is
- 9 calling from her -- their house to her husband's place of
- 10 work, provided his place of work is on our network.
- 11 Q. Or it may be an intraLATA toll call, either
- 12 way.
- 13 A. It could be. It could be.
- Q. And that's okay, but if her house catches
- 15 on fire and she picks up the phone and dials 911, that
- 16 can't go on this facility; is that your testimony?
- 17 A. Yes, sir.
- 18 Q. Okay. Now, let's talk about mass calling
- 19 for a second. The typical example of mass calling is
- 20 you've got the radio station that says, if you're the 97th
- 21 caller right now, you get a free trip to Mexico or
- 22 whatever it might be. Now, suppose with me that the radio
- 23 station in question is an SBC customer that buys its
- 24 connections to the public switch network from SBC. Do you
- 25 understand what I'm asking you to assume?

- 1 A. Its local service?
- 2 O. All of its service within the area.
- 3 A. Yes.
- 4 Q. We'll get to what local service means in a
- 5 minute. But do you understand what I'm asking you to
- 6 assume?
- 7 A. I believe I do.
- 8 Q. Okay. And let's suppose that this is a
- 9 radio station that has one of these promotions and goes
- 10 out on the air and says, everybody call in and be the 97th
- 11 caller and win the trip to Mexico. And let's suppose
- 12 further that one of Charter's customers does that. That's
- 13 the kind of call, as I understand it, that you would want
- 14 sent over these mass calling trunks so that when everybody
- 15 calls at the same time, the network doesn't crash?
- 16 A. That's correct.
- Q. Okay. But your testimony is that that
- 18 trunk group shouldn't go over this fiber facility?
- 19 A. That's correct. It's not for the benefit
- 20 of our customers. Our end users, whenever they dial the
- 21 code that is specific to the choke network for that
- 22 particular radio station, it goes over the trunks that we
- 23 provide for that purpose.
- 24 Q. But isn't it for the benefit of your radio
- 25 station customer that wants to receive these calls?

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1 A. The radio stations really do not have to
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- 2 become part of this. It's up to them. They can get it --
- 3 get that service from someone else.
- 4 Q. But having chosen to get it from you,
- 5 aren't they your customer and don't they benefit by
- 6 getting a call from our customer?
- 7 A. You're trying to blur the distinction
- 8 between the radio station as our local customer who pays
- 9 us a monthly fee to make calls within this local calling
- 10 area and the radio station who has obtained the -- has
- 11 decided to buy into -- and once again, I am not aware of
- 12 any pricing arrangements for this. You know, I can only
- 13 speak to the actual routing of calls over this network.
- 14 And we have that, as you mentioned a moment ago, to
- 15 protect our network from cratering when a lot of these
- 16 large calling schemes come about.
- 17 Q. And we have no dispute that this needs to
- 18 be on a separate trunk group?
- 19 JUDGE THOMPSON: Let me interject for a
- 20 moment, then you get a chance to interject. Did I hear
- 21 you to say to protect your network from cratering? That
- 22 makes me think of meteorites.
- THE WITNESS: Well, I'm sorry.
- JUDGE THOMPSON: Explain to me how the
- 25 telephone networks get cratered.

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1 THE WITNESS: Most of our network is --
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- 2 works over the SS7 -- is an SS7 network. SS7 is a system
- 3 where the signaling between switches is conducted off of
- 4 the actual trunk group that a call will be carried over.
- 5 And that is to speed up the connect time and just make
- 6 things run a little smoother and more efficiently. If --
- 7 and our network is designed to operate under what we
- 8 determine to be a normal operating environment.
- 9 If -- if a contest, a call in or something
- 10 like that, some media-stimulated mass calling event
- 11 occurs, it's possible that our SS7 network could be
- 12 overloaded, and once that happens, then the network shuts
- 13 down. We can't deliver calls or select trunks over trunk
- 14 groups until that clears up.
- That's why we came up with the mass
- 16 calling, the choke network to take these calls off of the
- 17 public switch network and put them on their own network
- 18 and enable the callers to call in still, but yet protect
- 19 our network, specifically our SS7 network.
- 20 JUDGE THOMPSON: And you call that the
- 21 choke network?
- 22 THE WITNESS: Yes, sir. It's called a
- 23 number of things, HVCI or H -- yeah, high volume call in,
- 24 media-stimulated calling, things like that.
- JUDGE THOMPSON: And when you refer to

- 1 cratering, I assume that's a situation --
- 2 THE WITNESS: That was a poor choice of
- 3 words.
- JUDGE THOMPSON: You use the words you're
- 5 comfortable with. That's fine. I just want to make sure
- 6 I understand them. So the overloaded SS7, that's the
- 7 crater?
- 8 THE WITNESS: Yes, sir. And the
- 9 underlying -- the real problem with this is if you're
- 10 just -- if a call in is going to affect, you know, like me
- 11 calling you or you calling one of your friends, that's one
- 12 thing, but it will also affect the 911 network as well.
- 13 And in my testimony I refer to an instance or two where
- 14 this has happened in the past.
- 15 JUDGE THOMPSON: In other words, cratering
- occurs and then people can't call 911?
- 17 THE WITNESS: Yes, sir. Yes, sir. And I
- 18 will probably rue the day I ever mentioned that word
- 19 cratering.
- 20 JUDGE THOMPSON: I quarantee it will be in
- 21 the Arbitration Order. Absolutely will be in there.
- 22 BY MR. SAVAGE:
- Q. And you understand, Mr. Hamiter, that
- 24 Charter has no objection whatsoever to setting up these
- 25 separate choke trunks or mass calling trunks to handle

- 1 this kind of traffic?
- 2 A. Yes, sir. I understand your problem is the
- 3 facilities. And once again, SBC from my standpoint, and
- 4 it's really all I can say, is that SBC does not see any
- 5 benefit for its customers to have those trunks set up.
- 6 And so we -- we believe they should be separate from the
- 7 normal traffic that's traded over an interconnection
- 8 facility.
- 9 Q. But just to be clear, going back to your
- 10 earlier answer, there is no technical reason that these
- 11 trunks could not be carried over the same physical
- 12 facility. Rather, as you've said, SBC believes that it
- 13 isn't in its benefit to do that and so it doesn't want to.
- 14 Is that a fair summary?
- 15 A. I believe, as I mentioned before, a
- 16 facility is a facility.
- 17 Q. Now, in one of your answers, and also in
- 18 your testimony -- I think it's probably around page 20 to
- 19 21 of the direct, but you don't have to look at it if you
- 20 don't want to -- you get into a little bit of a discussion
- 21 about the definitional term, shall we say, local exchange
- 22 service versus the telephone exchange service.
- 23 And at the risk of stumbling into the
- 24 forbidden territory, since you did mention the law in one
- 25 of your earlier answers, have you ever actually sat down

1 and read Sections 251 and 252 of the Telecommunications

- 2 Act?
- 3 A. Most of it. I have not read all of it.
- 4 Q. I recommend it. No, seriously.
- 5 A. I have not read the entire Act. I have --
- 6 presume there are some interesting points in there.
- 7 Q. Indeed. Would you accept, subject to
- 8 check, that the term "local exchange service" does not
- 9 appear anywhere in Sections 251 and 252 of the
- 10 Communications Act?
- 11 A. Subject to check.
- 12 Q. Would you accept --
- JUDGE THOMPSON: Well, when you ask that,
- 14 are you saying, would you guess with me?
- MR. SAVAGE: What I'm asking him is to
- 16 accept it, and if he does not actually go back and check,
- 17 I expect it to be taken as true. Now, I will represent to
- 18 you --
- 19 JUDGE THOMPSON: In other words, what
- 20 you're saying really is, do you have any reason to
- 21 disagree --
- MR. SAVAGE: That's fine.
- JUDGE THOMPSON: -- with me if I were to
- 24 say, that somewhat longer circumfusion that we hear in
- 25 circuit court?

- 1 MR. SAVAGE: Indeed, but I'm on the clock.
- 2 I'm trying to keep it short.
- 3 JUDGE THOMPSON: I just want to make sure
- 4 what subject to check means. We don't always -- we've
- 5 tried to discourage testimony using that, because at one
- 6 time we thought, well, you're asking the witness to
- 7 speculate. You don't know, so go ahead and speculate with
- 8 me. But I'm now coming to the view that what you're
- 9 really doing is kind of shortcutting that longer question,
- 10 if I told you that that's what it was, would you have any
- 11 reason to disagree, right?
- MR. SAVAGE: Indeed.
- JUDGE THOMPSON: I think that's okay. I
- 14 want to make sure we know.
- 15 BY MR. SAVAGE:
- 16 Q. Would you accept my representation that at
- 17 no point in Sections 251 and 252 of the Telecommunications
- 18 Act does the term "local exchange service" appear?
- 19 A. I will accept it, but I guarantee you,
- 20 Mr. Savage, when I step off of this stand I will read that
- 21 entire section.
- 22 Q. If you'd like, I have it for you right
- 23 here.
- 24 A. If you want me to read it on your time,
- 25 that's fine with me.

- 1 Q. Good point. We'll actually agree with that
- 2 point. But then the other question is, are you aware that
- 3 in Section 251(c)(2) of the Act that determines
- 4 interconnection and why we -- are you aware that
- 5 Section 251(c)(2) of the Act deals with interconnection?
- A. Yes, sir.
- 7 Q. Okay. Are you aware that what
- 8 Section 252(c)(2) says is that you have an obligation to
- 9 interconnect with a requesting carrier like Charter for
- 10 the transmission and routing of telephone exchange service
- 11 and exchange access? Are you aware that that's what it
- 12 says?
- MR. GRYZMALA: Your Honor, let me object.
- 14 I may have missed some of the portion of yesterday's
- 15 proceedings, but my objection rests on the fact that I
- 16 believe that what he's asking for is the witness to draw a
- 17 legal conclusion as applied to Charter's network. He used
- 18 the term "Charter" in his question. I think he's asking
- 19 the witness to draw a legal conclusion based on
- 20 application of 251(c)(2) to Charter's circumstances. I
- 21 object on that basis.
- 22 JUDGE THOMPSON: Okay. Kellene, read back
- 23 the question.
- 24 THE REPORTER: "Question: Okay. Are you
- 25 aware that what Section 252(c)(2) says is that you have an

1 obligation to interconnect with a requesting carrier like

- 2 Charter for the transmission and routing of telephone
- 3 exchange service and exchange access? Are you aware that
- 4 that's what it says?"
- 5 JUDGE THOMPSON: I think I'm going to
- 6 sustain that.
- 7 BY MR. SAVAGE:
- 8 Q. Then let me ask the question without
- 9 reference to Charter. Are you aware that
- 10 Section 251(c)(2) of the Act requires an ILEC to
- 11 interconnect for the transmission and routing of the
- 12 telephone exchange service and exchange access? Are you
- aware that that's what that law says?
- 14 A. I will accept that. And once again I will
- 15 reread that.
- MR. SAVAGE: In fact, this is short enough,
- 17 if I can approach the witness with a copy of the law.
- 18 JUDGE THOMPSON: If you could speak into
- 19 your microphone, it would really help me follow. I can't
- 20 hear too well.
- 21 THE WITNESS: I'm sorry.
- MR. SAVAGE: What I have here is the
- 23 official compilation of the Communications Act, and if I
- 24 may approach the witness, I'd like you to read --
- JUDGE THOMPSON: You may approach.

- 1 MR. SAVAGE: Thank you.
- JUDGE THOMPSON: Let me just caution you, I
- 3 thought we weren't going to get into a lot of what is it
- 4 that the law requires. What I want to hear is about
- 5 facts. I don't know if I care what he thinks what the law
- 6 says.
- 7 MR. SAVAGE: Your Honor, I wouldn't care
- 8 either, except his testimony takes us to task for using
- 9 the term that's in the statute because he wants to use a
- 10 term that isn't.
- JUDGE THOMPSON: Okay.
- 12 MR. SAVAGE: If he hadn't testified about
- 13 it, I wouldn't be going here.
- 14 BY MR. SAVAGE:
- 15 Q. Now, could you please read into the record
- 16 Section 251(c)(2). Not the whole section. Let me show
- 17 you what I want. This section here (indicating).
- 18 A. (2) (a)?
- 19 Q. That's correct.
- 20 A. You want me to start at C?
- 21 Q. Sure.
- 22 A. Just start off at 2? I'll just start off
- 23 at 2.
- 24 Interconnection, the duty to provide for
- 25 facilities and equipment of any requesting

1 telecommunications carrier interconnection with the local

- 2 exchange carrier's network for the transmission and
- 3 routing of telephone exchange service and exchange access.
- 4 Q. Now, given that that is what the law says,
- 5 can you think of any reason why it would make sense for
- 6 our contract not to refer to telephone exchange service
- 7 and instead to refer to local exchange service or some
- 8 other locution for the same concept?
- 9 MR. GRYZMALA: Your Honor, I'm sorry. I
- 10 need to object, if not now, certainly for the rest of the
- 11 day.
- 12 JUDGE THOMPSON: Spit it out.
- 13 MR. GRYZMALA: He is asking this witness to
- 14 apply the law which he represents to be contained merely
- 15 in a statute isolated from interpreting FCC rules, which
- 16 also go into that.
- 17 JUDGE THOMPSON: I heard this question is,
- 18 is there any reason we shouldn't use this language?
- 19 That's what I heard.
- MR. GRYZMALA: But that seeks an
- 21 interpretation of law from this witness.
- JUDGE THOMPSON: Well --
- MR. GRYZMALA: Without the benefit of
- 24 implementing FCC rules, regulations.
- 25 JUDGE THOMPSON: Law is what do we have to

- 1 do and when do we have to do it and who do we have to do
- 2 it with? And that's not any part of this question. This
- 3 question that I heard was, why shouldn't we use the
- 4 language that's here in this part of this statute?
- 5 That's a different question. That's a
- 6 question in constructing our contract, what language shall
- 7 we use, why shouldn't we use the language in the statute?
- 8 I don't see that as a question asking him to make a legal
- 9 interpretation. I think he's asking him, why can't we
- just use these words? They are the ones in the statute.
- 11 Now, I don't know if he's the right person
- 12 to answer that question or not, but I think he has a right
- 13 to ask it, and the witness has an opportunity or an
- 14 obligation to do his best to answer it. So if you're
- 15 able, sir, go ahead and try.
- 16 THE WITNESS: Would you restate your
- 17 question, please?
- 18 BY MR. SAVAGE:
- 19 Q. Are you aware of any reason why we should
- 20 not use in our contract the term "telephone exchange
- 21 service" as it is used in the statute?
- 22 A. We believe that the local exchange services
- 23 term that is proposed by SBC is more definitive and it is
- 24 used to identify Section 251(b)(5) type traffic that we're
- 25 going to exchange over these facilities.

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1 Q. What do you mean by definitive?
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- 2 A. In other words, it defines the traffic that
- 3 we're going to exchange as 251(b)(5) traffic.
- 4 Q. Are you aware that the Communications Act
- 5 named a specific definition of the term "telephone
- 6 exchange service"?
- 7 A. No, sir, I'm not.
- 8 Q. Let me move on to a slightly different
- 9 area. Are you familiar with the dispute between Charter
- 10 and SBC with respect to the procedures and terms for
- 11 establishing a new fiber meet interconnection point?
- 12 A. Not definitively. I couldn't sit here and
- 13 tell you right now all of the procedures. You mean
- 14 when -- from the startup when you decide that you want to
- 15 interconnect with us? Maybe I don't understand your
- 16 question.
- 17 Q. Well, let me give you a specific reference.
- 18 If you could -- you're listed in the DPL as addressing
- 19 this issue. It's ITR issue -- let me find the right one.
- 20 MR. SAVAGE: I apologize. Just a moment,
- 21 your Honor. I don't want to confuse.
- JUDGE THOMPSON: It's your time.
- MR. SAVAGE: I appreciate that.
- 24 BY MR. SAVAGE:
- 25 Q. Let me ask the following question. I'll

- 1 move on to something I think will trigger your memory.
- 2 Are you familiar with the question of where within
- 3 Southwestern Bell's network interconnection should be
- 4 required? Are you aware of the disagreement?
- 5 A. Should be on our networks.
- 6 Q. Yes. And is it your contention that your
- 7 network consists only and entirely of your central
- 8 offices?
- 9 A. We also have tandem switches on our
- 10 network, sir.
- 11 Q. Yes, and I apologize. I mean the term
- 12 central office to refer to --
- 13 A. Within our buildings.
- 14 Q. So -- yes. But your contention is that
- 15 your network consists entirely and only of your switches?
- 16 A. No, sir.
- 17 Q. What does it include, aside from your
- 18 switches?
- 19 A. Our network includes our facilities as
- 20 well. However, for the purposes of interconnection, we
- 21 would prefer a central office, a building environment
- 22 because of -- well, it's just environmentally more
- 23 conducive to keeping the equipment up and running.
- 24 Q. I think on the whole we would prefer a
- 25 building environment as well. But, in fact, for something

- 1 to be on your network, as you understand that term, does
- 2 not require it to be in one of the buildings that happens
- 3 to house one of your switches?
- A. Are you referring to a repeater hut?
- 5 Q. Actually, I'm not referring to anything in
- 6 particular. I'm just asking whether in fact -- well, let
- 7 me back up for a second. Why don't you describe what a
- 8 repeater hut is?
- 9 A. Well, a repeater hut is typically a rather
- 10 small building that is between offices on a span of fiber
- 11 or copper or whatever that is used to repeat or enhance
- 12 the signal and keep it from deteriorating because of the
- 13 distances that are encountered between the two points.
- Q. Would you agree with me that in some
- 15 circumstances it's technically feasible for, for example,
- 16 Charter to bring fiber to that kind of a location rather
- 17 than a central office, assuming you have fiber to connect
- 18 to?
- 19 A. We may or may not have the ability to meet
- 20 Charter there.
- 21 Q. And did you -- you may or you may not,
- 22 either one is possible?
- 23 A. And until our engineering forces look at
- 24 one of those, you know, and determine, you know, can we
- 25 meet there, then we would probably prefer going to the

- 1 central office, the building.
- 2 Q. Can you think of any technical reason to
- 3 write our contract in such a way that it would preclude us
- 4 from interconnecting at such a location, whether it was
- 5 technically feasible or not?
- 6 A. For the reason I just stated, you know, if
- 7 there is no available method of doing that, we don't
- 8 necessarily plan our network to -- the implementation of
- 9 interoffice facilities to be broken in the middle at some
- 10 point for the purpose of connecting to another network.
- 11 Q. Take it as agreed that in any particular
- 12 circumstance, it may just not work. That's not what I'm
- 13 asking you. What I'm asking you is whether there is any
- 14 technical reason to write our contract in such a way that
- 15 says that will never happen?
- 16 A. Mr. Savage, if both parties can agree to a
- 17 point off of a -- or out of a central office, then -- and
- 18 I stress the fact that both parties would have to agree --
- 19 then that is a viable method of interconnecting.
- 20 Q. So again, subject to what you just said
- 21 that the parties would have to agree in any particular
- 22 instance, there's no technical reason to require that that
- 23 not happen, if the parties agree it could happen? If it
- 24 isn't technically feasible, well, then it wouldn't happen?
- 25 A. Yes.

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1 Q. Now, there's one other issue that I think
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- 2 is yours that I do want to ask you about, and that has to
- 3 do -- and I want to confirm that it's yours. That has to
- 4 do with the processing of trunk orders. Let me confirm
- 5 that this is yours and not Mr. McPhee's. It was ITR
- 6 No. 7. And this is the question of your -- SBC's right to
- 7 hold trunk orders. Are you familiar with that?
- 8 A. Where in my testimony did I address that
- 9 particular issue?
- 10 Q. According to the DPL which comes from your
- 11 attorneys, you're listed as addressing this in your direct
- 12 testimony at pages 75 to 83, and your rebuttal testimony
- 13 at pages 37 to 43.
- 14 A. Trunk specifications?
- 15 Q. Yeah.
- MR. SAVAGE: Would it be helpful to show
- 17 him the DPL or not?
- 18 MR. GRYZMALA: Are you referring -- are you
- 19 referring to Charter's interconnection agreement
- 20 requirements or final joint DPL?
- MR. SAVAGE: Final joint DPL, Issue No. 7.
- MR. GRYZMALA: Absolutely.
- 23 MR. SAVAGE: Okay. If I can just share
- 24 this with him.
- 25 BY MR. SAVAGE:

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1 Q. Mr. Hamiter, have you ever seen this
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- before, this DPL document?
- 3 A. I will say that I have. I've seen
- 4 certainly one that appears like this.
- 5 Q. Okay. Could you take a look --
- 6 A. I don't know if it's complete, though.
- 7 Q. I understand. With respect to Issue No. 7,
- 8 would you agree with me that one of the areas of
- 9 disagreement between Charter and SBC is that SBC's
- 10 contract language as proposed would give SBC's personnel
- 11 the right to decide that Charter's trunking requests
- 12 should be put in a held status prior to a meeting, and
- 13 that Charter on the other hand proposes that if it submits
- 14 a trunking order it should be processed whether you want
- 15 to talk about it or not?
- 16 A. Well, we process ASRs as we receive them,
- 17 and if there's some reason related to an ASR, some reason
- 18 for our companies having a joint planning meeting, we
- 19 would not work that typically. Because if you call us and
- 20 you say, we need to have a planning session, joint
- 21 planning meeting for the purpose of talking about this
- 22 ASR, then we don't necessarily want to work that because
- 23 we don't know that in the process of that joint planning
- 24 meeting you might decide, well, we really don't need that.
- 25 If we have already begun work on that, we would have to

1 suspend that work and probably even dismantle some of the

- 2 work that we had done.
- 3 Q. And I understand that, and the premise of
- 4 your answer, if I heard you correctly, was that Charter
- 5 would call you up and request a meeting, and ob--
- 6 A. Or we would call you.
- 7 Q. Well, here's where it gets interesting.
- 8 Suppose we have, as we do in St. Louis, an OC-48 fiber
- 9 interconnection with hundreds and hundreds of trunks and
- 10 trunk groups. And suppose that instead of either of us
- 11 requesting a meeting at the outset, we simply submit an
- 12 ASR that says we need another 50 trunks to go from here to
- 13 there.
- 14 A. Yeah.
- 15 Q. Should SBC have the right to say, no, I
- don't think so, I'm going to put that on hold until we
- 17 have a conversation?
- 18 A. I don't believe we do that, Mr. Savage. I
- 19 believe if we were checking on the availability of
- 20 facilities in order to work that order and we came across
- 21 a problem where, oh, my goodness, you know, we can't
- 22 really fulfill this order at this OC-48, then we're
- 23 certainly going to contact you. And in that instance we
- 24 would not be able to work that ASR.
- 25 Q. No, and I don't think anyone is disputing

- 1 that if you run into some circumstance that would prevent
- 2 you from working one of our orders, of course, natural
- 3 normal engineering process, we would have a conversation
- 4 about that.
- 5 But suppose there's not a facilities
- 6 problem. I take it you would agree with me that SBC
- 7 should not have the right if we submit an ASR to say, no,
- 8 I don't think so, we need to have a talk about that before
- 9 we'll work that order, to put it on hold status?
- 10 A. We don't question the CLEC's reason for
- 11 filling an order. Once again, like I said, if this is
- 12 going to cause -- this order, if it's so large, you know,
- and unreasonable, we would contact your people and say,
- 14 fellas, you want 5,000 trunks going into this central
- 15 office of ours and there's only 2,000 lines in the office,
- 16 you know, this is certainly one of those instances where
- 17 we would hold off on that.
- 18 But generally speaking, as an ASR comes in,
- 19 we work those ASRs in the order that they come in and we
- 20 endeavor to fill those orders.
- 21 Q. So to the extent -- and maybe I'm just
- 22 doing my lawyer thing, but to the extent that the actual
- 23 contract language proposed by SBC on this point would give
- 24 SBC the right not in the case of a massive, erroneous, we
- 25 need 50 but we put in 5,000 kind of situation, but just a

- 1 normal, well, we need 50 trunks here, 100 trunks there, if
- 2 the contract would give SBC the right to say, no, I don't
- 3 think so, let's put that on hold status and talk about it,
- 4 that wouldn't make any sense to you?
- 5 A. We don't put orders on held status unless
- 6 there is a legitimate reason why we can't fill that order.
- 7 And I believe there is a method in place by which the
- 8 requesting CLEC is contacted and told, you know, we're
- 9 sorry we can't fill this order, we're going to put it on
- 10 held status. It's up to the CLEC whether or not they want
- 11 to keep it in that status.
- 12 Q. Right. So to the extent that the contract
- 13 doesn't conform to what you just said, to the extent that
- 14 the contract could be read to give SBC the right
- 15 essentially at any time to decide that a CLEC order is
- 16 unreasonable and put it on held status, you wouldn't
- 17 support that interpretation of the contract; is that
- 18 correct? Is that fair?
- 19 A. No. We don't do that.
- 20 MR. SAVAGE: I have nothing further of this
- 21 witness.
- 22 JUDGE THOMPSON: 56 minutes and 40 seconds.
- 23 At this point we're going to take a ten-minute recess.
- 24 (A BREAK WAS TAKEN.)
- 25 OUESTIONS BY JUDGE THOMPSON:

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1 Q. I gather that -- let's see if I can
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- 2 understand this. Charter would like to use less trunks to
- 3 interconnect with SBC than SBC evidently would like to
- 4 use; is that correct?
- 5 A. Actually, sir, no. The distinction that we
- 6 have, it isn't about trunking. It's about physical
- 7 facilities.
- 8 Q. Trunks are not physical facilities?
- 9 A. Trunks are paths within a physical
- 10 facility. A physical facility is optical fiber that runs
- 11 from Point A to Point B.
- 12 Q. Okay.
- 13 A. And what you do is through the manic of
- 14 electronics, you make trunks within that. And the --
- 15 somebody must have testified you have a DSO, which is a
- voice grade, and a DS1, there's 24 of those, and a DS3,
- 17 there's 28 of those, and you keep getting up here. But
- 18 OC-48 is what we interconnect now in St. Louis. That's a
- 19 whole bunch of capacity to send calls back and forth.
- 20 We're perfectly fine with dividing that capacity into
- 21 pretty much whatever kinds of traffic they want.
- 22 Q. Okay.
- 23 A. Where our dispute is is that they want to
- 24 essentially exclude certain types of traffic from that
- 25 facility and say, well, the calls that are going to 911

- 1 you have to get a separate facility to send it to that,
- 2 and the calls that are going to these mass callings, there
- 3 has to be a separate facility, which to us doesn't make
- 4 any sense. That's the dispute.
- 5 Q. So another wire?
- 6 A. Another wire. Exactly.
- 7 Q. Another fiber link?
- 8 A. Exactly. Which is expensive and cumbersome
- 9 and kind of beside the point given the massive cyber
- 10 traffic, from our perspective.
- 11 Q. What I'm concerned with are the factual
- 12 bases for SBC's position, and I heard some of that from
- 13 you, as with the cratering, for example.
- 14 A. Yes, sir.
- 15 Q. Where if the mass calling traffic is going
- over the same facility, then the SS7 can be overwhelmed,
- 17 preventing other types of calls from being completed; is
- 18 that correct?
- 19 A. Yes, sir.
- 20 Q. And that would be why SBC wants a separate
- 21 network for the mass calling traffic; is that correct?
- 22 A. Yes, sir.
- MR. SAVAGE: Your Honor, I hate to object
- 24 to your questions, but you're mischaracterizing his
- 25 testimony. What he said is --

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1 JUDGE THOMPSON: He agreed with everything
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- 2 I said.
- 3 MR. SAVAGE: I understand that, and our
- 4 witness is going to address this. What he said on my
- 5 cross was that what they need is separate trunks for this
- 6 traffic, not separate physical facilities, and we will
- 7 give them separate trunks.
- JUDGE THOMPSON: That's kind of the heart
- 9 of what we're getting at here is whether it has to be
- 10 separate trunks on the same facility or separate
- 11 facilities, which necessarily would be separate trunks as
- 12 well, right?
- MR. SAVAGE: Separate facilities will
- 14 necessarily be separate trunks.
- JUDGE THOMPSON: Right.
- MR. SAVAGE: And if his testimony is now
- 17 changing to say they need a separate facility for this
- 18 kind of stuff, I may need to request some recross, because
- 19 that's not what he said when I asked him.
- JUDGE THOMPSON: That's why we have
- 21 recross.
- 22 THE WITNESS: I apologize, your Honor,
- JUDGE THOMPSON: That's all right.
- 24 THE WITNESS: When I was agreeing with you,
- 25 but Mr. Savage is correct, we're asking for separate

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1 facilities for those because --
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- 2 MR. SAVAGE: Separate facilities or
- 3 separate trunks?
- 4 THE WITNESS: Separate trunks.
- 5 BY JUDGE THOMPSON:
- 6 Q. Trunks?
- 7 A. Yes.
- 8 Q. On separate facilities or within one
- 9 facility?
- 10 A. They would be over separate facilities.
- 11 Q. They would be over separate facilities?
- 12 A. Yes, sir.
- 13 Q. As I understand the dispute --
- 14 A. There is a different compensation for the
- 15 purchase of those facilities, I believe.
- JUDGE THOMPSON: You heard him say separate
- 17 facilities?
- 18 MR. SAVAGE: And I finally heard him say
- 19 why, which is there's a different compensation or they
- 20 want to charge us money for it. There's no technical
- 21 reason for it, which is why I asked him about technical.
- JUDGE THOMPSON: Right. And I understand
- 23 that what's driving this whole dispute is how much money
- 24 are you guys going to have to spend to continue to
- 25 interconnect with them. That's basically the heart and

- 1 soul of this, because --
- 2 MR. SAVAGE: Much of the world comes down
- 3 to money, your Honor.
- 4 JUDGE THOMPSON: You've got a business
- 5 plan, and you've got to make money with what you're doing.
- 6 And how much money you can make depends on how much you
- 7 have to spend to make your system work, right?
- 8 MR. SAVAGE: Certainly.
- 9 BY JUDGE THOMPSON:
- 10 Q. So as the arbitrator, what I need to know
- 11 is, if I come down and pick their proposal because I'm
- 12 thinking, you know, hey, we want competition, we want more
- 13 options for people, we want interconnection, we want the
- 14 world of telephone to grow and grow and grow and grow, so
- 15 everyone can be happy.
- But I want to know, if I pick their choice,
- 17 what am I doing to the lady in St. Louis whose house is on
- 18 fire who wants to call the fire department? Am I
- 19 condemning her to having her house burn down? Do you see
- 20 what I'm saying?
- 21 A. Yes, sir.
- 22 Q. That's why I say I want to know the factual
- 23 environment in which this dispute exists. I don't care
- 24 what the Act says. I can read the Act, and I will read
- 25 the Act and draw my own conclusions about what that

- 1 requires.
- 2 What I want to know is the factual real
- 3 world where people use telephones to communicate for
- 4 different purposes and how the different choices that are
- 5 made here will affect those real people and their real
- 6 telephone calls.
- 7 A. Yes, sir.
- 8 Q. That's what I need to know.
- 9 MR. SAVAGE: Judge, if I may suggest, you
- 10 might want to ask this to my witness, Mr. Cornelius.
- 11 JUDGE THOMPSON: I expect to ask him, too.
- MR. SAVAGE: I can represent to you that
- 13 today, right now in St. Louis, all these kinds of trunks
- 14 are carried over this optical fiber, so it's happening
- 15 today.
- JUDGE THOMPSON: One single facility?
- MR. SAVAGE: Correct.
- JUDGE THOMPSON: And this is your OC-48?
- MR. SAVAGE: Correct.
- JUDGE THOMPSON: Okay.
- 21 MR. SAVAGE: And they want to change the
- 22 contract to say we have to take that off.
- JUDGE THOMPSON: Which you see as needless
- 24 cost?
- MR. SAVAGE: We do, yes.

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1 JUDGE THOMPSON: See, I'm following pretty
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- 2 well.
- 3 BY JUDGE THOMPSON:
- Q. What's the problem with his vision? Why do
- 5 they need separate facilities?
- A. I believe, as I mentioned a moment ago, the
- 7 facilities over which we're exchanging the local 251(b)(5)
- 8 traffic between SBC and the CLEC, those facilities were --
- 9 and I am not a tariff-type person or a pricing person, but
- 10 it's my understanding that there's a different set of
- 11 charges for the facilities that the CLEC has to pay for
- 12 obtaining those facilities from the ILEC. And those
- 13 facilities are for the exchange of the 251(b)(5) traffic
- 14 between the parties.
- 15 Q. When you say 251(b)(5) traffic, what do you
- 16 mean?
- 17 A. I mean that traffic that originates and
- 18 terminates on either party's network within a calling
- 19 area.
- 20 Q. Local traffic?
- 21 A. Yes, sir.
- 22 Q. Okay. So when you say that, you're --
- 23 A. It could be -- and I apologize for
- 24 interrupting.
- 25 Q. That's all right.

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1 A. But it could also be -- as Mr. Savage
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- 2 pointed out, it could also be toll in nature, as long as
- 3 it's within the same LATA and still falls or --
- 4 Q. So local or toll traffic, but originating
- 5 and terminating within the same LATA?
- A. Within the same LATA upon our networks.
- 7 Q. And that's the kind of traffic that you
- 8 want to restrict this fiber facility to?
- 9 A. Yes, sir.
- 10 Q. And if they want more traffic, additional
- 11 types of traffic to 251(b)(5) traffic, then it's SBC's
- 12 position that they need additional facilities to carry
- 13 that traffic; is that correct?
- 14 A. Yes, sir.
- 15 Q. Okay. And --
- MR. SAVAGE: Your Honor, if --
- 17 JUDGE THOMPSON: Just a minute. I'm
- 18 straining towards an understanding here. Don't hurt me.
- 19 BY JUDGE THOMPSON:
- 20 Q. So what I want to understand is whether
- 21 SBC's position is based upon the real world of telephones
- 22 or is it based rather upon distinctions between traffic
- 23 that are more academic or legal or even costing based
- 24 rather than technologically based. Do you understand what
- 25 I'm saying?

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1 A. Yes, sir. Yes, sir.
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- 2 Q. And I thought that's what his cross was
- 3 aiming at as well.
- 4 A. Yes, sir.
- 5 Q. So theoretically speaking, if the pipe, the
- 6 connection is big enough, this OC-48, can you run all this
- 7 traffic through that one pipe?
- 8 A. It is technically -- as I mentioned in my
- 9 cross a moment ago, there's no distinction. A facility is
- 10 a facility.
- 11 Q. Right. So you could put it all onto one
- 12 pipe?
- 13 A. Yes, sir.
- 14 Q. Very good. And by contract, you could
- 15 charge them whatever you think's appropriate for each type
- of traffic even though it's all going over the same pipe,
- 17 right?
- 18 A. Yes, sir.
- 19 Q. Because you're going to have -- you'll get
- 20 your chance. Because you're going to have to program your
- 21 switches and what have you to handle the different types
- 22 of traffic to distinguish between them and route them
- 23 appropriately --
- 24 A. Yes, sir.
- 25 Q. -- at your end of the pipe, right?

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1 A. Yes, sir. We need the separate trunk
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- 2 groups for those.
- 3 Q. I understand that. And that's what makes
- 4 that possible, right?
- 5 A. Yes, sir.
- 6 Q. Okay. But it can still all go over the
- 7 same facility, assuming it's big enough?
- 8 A. Yes, sir.
- 9 Q. Okay. But you don't want it going over the
- 10 same facility; am I right?
- 11 A. Yes, sir.
- 12 Q. Okay. Why?
- 13 A. We believe that -- and once again I want to
- 14 stress that I am not the billing and pricing person.
- 15 Q. I understand. You just tell me from the
- 16 world of telephones why. Because you know your side is
- 17 going to bring somebody else who's going to tell me from
- 18 the world of billing or the world of legality or whatever,
- 19 they're going to tell me that stuff.
- 20 A. All right.
- 21 Q. You just tell me your piece of the puzzle.
- 22 A. The facilities that are provided -- or
- 23 rather are purchased by the CLEC for the purpose of
- 24 interconnecting our networks, SBC exchanges local
- 25 interconnection-type traffic with that CLEC over those

- 1 facilities, and the CLECs obtain those facilities at a
- 2 much lower rate than what they would for the
- 3 ancillary-type trunk groups.
- 4 Q. Okay. But could you bill -- would you
- 5 agree with me -- and I know you're not the billing guy.
- 6 A. Right.
- 7 Q. But would you agree with me that you could
- 8 probably build whatever kind of price you want into the
- 9 contract, regardless of whether separate facilities are
- 10 used or not?
- 11 A. I --
- 12 Q. As far as you know?
- 13 A. I would assume so, as far as I know.
- 14 Q. Okay. I'm not saying we should deprive SBC
- of whatever it believes the fair recompense is for
- 16 handling each type of traffic. I'm just wondering if we
- 17 have to make Charter run several wires where one wire
- 18 would work, that's all.
- 19 A. Yes, sir.
- 20 Q. If wire is even the adequate term.
- 21 MR. SAVAGE: Your Honor, if I may, I think
- 22 you were right to shush me before, because you have put
- 23 the nail right on it. I mean, we have some disagreements
- 24 with SBC about when and whether charging for these sort of
- 25 ancillary -- I quess it's called ancillary facilities or

- 1 ancillary traffic is appropriate, but our position is
- 2 frankly what you just said, which is, if you're entitled
- 3 to charge us, fine, charge us, but don't make us build a
- 4 separate facility when one isn't necessary. That's
- 5 exactly what our position is.
- 6 BY JUDGE THOMPSON:
- 7 Q. And what I'm gathering from talking to you
- 8 is, at least on the technical side, there's no reason it
- 9 can't be run over one facility?
- 10 A. Right. But we also do not believe that if
- 11 those facilities are run over -- excuse me -- if those
- 12 trunks are run over the existing facilities, the existing
- 13 interconnection facility, SBC does not believe that it
- 14 should be responsible for the continuation of that trunk
- 15 over a facility on the other side of the POI to the 911
- 16 tandem or the choke tandem or wherever those trunk groups
- 17 are going to terminate.
- 18 Q. Okay. Is the 911 tandem outside of the SBC
- 19 system?
- 20 A. No, sir, not necessarily. If it's -- if
- 21 the 911 tandem service is provided by SBC, then it is
- 22 indeed on our network.
- Q. So technically --
- 24 A. Technically.
- 25 Q. -- you could carry that traffic from the

- 1 POI to that 911 tandem?
- 2 A. Yes, sir, but --
- 3 Q. And you could charge them -- you and I
- 4 agree there's no reason you couldn't -- whatever is fair
- 5 for that service?
- A. Yes, sir.
- 7 Q. There's no reason you shouldn't charge them
- 8 for it?
- 9 A. Yes, sir.
- 10 Q. Technically it's just a question of the
- 11 right contract language and the right rates built into the
- 12 contract for the service that they're going to be buying
- 13 from SBC, right?
- 14 A. Yes, sir.
- 15 Q. Okay. Very good. Now, a PSAP, you were
- 16 talking about PSAPs. What's a PSAP?
- 17 A. It's a public service access point. It's
- 18 quite literally it is where when you dial 911 and you get
- 19 a 911 emergency service operator, that is where that
- 20 person is seated.
- Q. Okay. Then you talked about OSDA traffic.
- 22 A. That is operator services, directory
- 23 assistance.
- Q. Thank you. That's a whole separate
- 25 network?

- 1 A. Yes.
- 2 O. Sub-network?
- 3 A. Yes, sir. Yes, sir. That's a very good
- 4 term, sub-network.
- 5 Q. You operate it, and you have switches that
- 6 identify calls that need to go there, and you switch it
- 7 onto that network?
- 8 A. Right. We are one of the operators. The
- 9 CLECs do not have to come to us.
- 10 Q. You operate some, and other people do too?
- 11 A. Yes, sir.
- 12 JUDGE THOMPSON: Okay. I understand. I'm
- 13 trying to see if I have all my questions asked here.
- 14 Okay. Thank you. I think you've answered my questions,
- 15 and I see Mr. Williams isn't here right now.
- Ms. Dietrich?
- 17 QUESTIONS BY MS. DIETRICH:
- 18 Q. Hi, Mr. Hameter.
- 19 A. Good morning.
- 20 Q. I have some questions from your testimony.
- 21 I'd like to start with your direct.
- 22 A. All right.
- Q. On page 19 of your direct, you are talking
- 24 about AT&T's objection to SBC's proposed definition for
- 25 access tandem switch. That's at the top of the page.

- 1 A. Yes, ma'am.
- 2 Q. Okay. Can you explain to me, in the
- 3 definition it says, access tandem switch is defined as a
- 4 switching machine. Can you explain what switching machine
- 5 means?
- 6 A. That is the electrical electronic device
- 7 that actually routes calls from either a customer or
- 8 another -- a trunk group and routes it to another switch.
- 9 Q. Is that like a component of a switch?
- 10 A. It -- well, the switch is the entire
- 11 machine that actually does that. There may be some
- 12 peripherals associated with that for various things, but
- 13 typically the switch is, if you send a call to -- and
- 14 since this is a tandem switch, I'll just address it from
- 15 the standpoint of a tandem. A tandem receives calls from
- 16 another switch. It receives it over a trunk group
- 17 that's -- connects those two switches, and then through
- 18 the translations and the numbers that are sent over with
- 19 that call, it determines which trunk group that call
- 20 should be routed to in order to connect it to its
- 21 destination switch or possibly another tandem.
- 22 Q. So are you saying that switching machine
- 23 and switch are more or less synonymous, then?
- 24 A. Yes, pretty much. It's a machine in the
- 25 fact that it has mechanical and electrical and electronic

- 1 pieces and it's been put together for that specific
- 2 purpose. You possibly could argue that a computer could
- 3 be referred to as a machine.
- Q. Okay. On page 47 of your direct -- I think
- 5 we've already answered this question, so I'll move on to
- 6 the next one.
- 7 On page 60, you have a drawing in the
- 8 middle of the page. Throughout your testimony you have
- 9 several drawings, but if I understand correctly, this is
- 10 the one that you say is the most efficient setup?
- 11 A. I'm sorry?
- 12 Q. You have several drawings throughout the
- 13 testimony on the location of the POI, and if I'm
- 14 understanding correctly, this is the one you say would be
- 15 the most efficient setup?
- 16 A. What I am illustrating here is an instance
- 17 where a CLEC has established a point of interconnection or
- 18 POI in the tandem switch on the left or in the tandem
- 19 building on the left, and they have extended that --
- 20 extended a trunk group from their switch through that POI
- 21 over to the tandem switch in local calling area B. And I
- 22 believe that I have identified in that drawing that the
- 23 trunk group between the POI and the tandem switch is -- is
- 24 indeed the CLEC to the SBC trunk group.
- JUDGE THOMPSON: Natelle, make sure you

1 talk into the microphone. I'm getting e-mails from our

- 2 viewers.
- 3 BY MS. DIETRICH:
- 4 Q. So on the drawing, the part from the CLEC
- 5 end office to the POI, you're saying that is a CLEC
- 6 facility, correct?
- 7 A. I'm sorry. From the POI to the tandem
- 8 or --
- 9 Q. To the CLEC end office.
- 10 A. From the POI to the CLEC end office, that
- 11 is a CLEC facility.
- 12 Q. Okay. And then from the POI over to the
- 13 tandem switch and then on down to the SBC end office,
- 14 that's all SBC facilities?
- 15 A. Yes, ma'am.
- 16 Q. For a call that's going across that path,
- 17 what part of the call is the responsibility of the CLEC
- 18 and which part of the call is the responsibility of SBC,
- 19 if you can answer that?
- 20 A. I believe I've identified them. They're
- 21 the same as I've identified them in the drawing. The
- 22 responsibility for the facilities that are related to the
- 23 CLEC are those from the CLEC switch to their side of the
- 24 POI, and then, although it's the same trunk group, the
- 25 facilities from the POI to the tandem switch in local

- 1 calling area B is -- the responsibility for those
- 2 facilities lies with SBC.
- 3 Q. And do you know if that would be the same
- 4 as far as compensation?
- 5 A. I'm sorry?
- 6 Q. Do you know if those cutoff points would be
- 7 the same as far as compensation as to what the CLEC would
- 8 pay and what portion of the call SBC would be responsible
- 9 for?
- 10 A. Well, the CLEC delivers the call
- 11 effectively to our network at the POI, and the
- 12 compensation would be determined by the number of calls or
- 13 the length of the calls that are delivered to our network
- 14 over that facility.
- 15 Q. Okay. Thank you.
- On page 64 of your testimony, at line 19
- 17 you say, SBC Missouri wishes to migrate from a one-way
- 18 trunk group network to a two-way trunk group network.
- 19 Will CLECs incur charges for that migration?
- 20 A. No, ma'am. I believe we have a process
- 21 that we've proposed to migrate over. I believe it works
- 22 more or less on attrition.
- 23 Q. And will there be any kind of impairment to
- 24 the customers during that migration?
- 25 A. Definitely not. Whenever we -- whenever we

- 1 cut a switch or make a major change to our network, No. 1,
- 2 we notify every carrier that will be affected by this cut
- 3 or this change. We make the actual cuts at hours where
- 4 the least number of callers will possibly be on the
- 5 network. We -- you know, customer service is paramount.
- 6 Q. Okay. On page 115 of your direct, at
- 7 line 3 you say, MCI takes the position that leased
- 8 facilities, and then in parens, the facilities on MCI's
- 9 network that are leased from SBC Missouri. Could you just
- 10 give me a couple examples of facilities on MCI's network
- 11 that are leased from SBC Missouri?
- 12 A. I'll speak to you for any CLEC. Whenever a
- 13 CLEC wants to interconnect with us, a lot of times they do
- 14 not have the facility or the facilities or infrastructure
- 15 in place to enable them to connect with our networks, and
- there are times when they might lease those facilities
- 17 that are necessary to accomplish that interconnection and
- 18 will lease them from SBC.
- 19 Q. So they could be unbundled network elements
- 20 or something that's no longer required to be unbundled?
- 21 A. You're getting towards UNEs and I'm
- 22 starting to get the shakes. I just want to talk about the
- 23 facilities that are required for interconnection, and that
- 24 would specifically mean the trunk groups that we would
- 25 establish to enable our switches to pass calls to and from

- 1 each other and --
- JUDGE THOMPSON: Just to clarify, it's
- 3 SBC's position that if the leased facilities on the CLEC
- 4 side of the POI, that you're not required to provide it,
- 5 and so it doesn't have to be TELRIC?
- 6 THE WITNESS: They -- the CLEC does not
- 7 have to lease those facilities from SBC. They can obtain
- 8 those facilities from some other facility provider.
- 9 JUDGE THOMPSON: I understand, but I'm
- 10 asking the question from the point of view of SBC's
- 11 obligation. It's SBC's view that they're not required to
- 12 provide these, so it need not be at TELRIC?
- 13 THE WITNESS: Precisely, and I believe I
- 14 state that in my direct.
- JUDGE THOMPSON: Very good.
- 16 THE WITNESS: My direct testimony.
- 17 JUDGE THOMPSON: Just wanted to make sure I
- 18 understood.
- 19 BY MS. DIETRICH:
- 20 Q. And that clarifies for me what you're
- 21 talking about there, too. And then in your rebuttal, I
- 22 just had a couple questions. On page 27 --
- 23 A. Another picture.
- 24 Q. Right. You say SBC Missouri is responsible
- 25 for facilities on its side of the POI -- this is at

- 1 line 10 -- including facilities needed to establish the
- 2 trunk group from the CLEC to SBC Missouri Tandem B. Then
- 3 on page 28, at line 24, you say, SBC intends for the CLEC
- 4 to establish a trunk group, not establish a POI to the
- 5 appropriate SBC Missouri tandem that serves the local
- 6 calling area.
- 7 I just wanted to clarify again, in
- 8 establishing those various --
- 9 A. I'm sorry. Which -- on page 28, which line
- 10 were you referring to?
- 11 Q. Line 24.
- 12 A. Okay.
- 13 Q. SBC Missouri intends for the CLEC to
- 14 establish a trunk group.
- 15 A. I'm sorry, but on line 24 on my page 28, I
- 16 have another section, the next section.
- 17 Q. On line 28 of mine the question is
- 18 concerning Charter ITR.
- 19 A. Okay. That is on line 10 on mine.
- Q. How about line 18, line 17, line 18 SBC
- 21 Missouri?
- 22 A. The answer to your question is yes, it does
- 23 say establish a POI.
- Q. So we're in the right place?
- 25 A. Yes, ma'am.

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1 Q. So my question was again, if it's SBC's --
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- 2 back on page 27, where you say SBC is responsible for
- 3 facilities on its side of the POI, does the CLEC have any
- 4 compensation requirement as far as you setting up your
- 5 facilities?
- 6 A. No. Once again, this is similar if not the
- 7 same idea as what we talked about a moment ago in -- from
- 8 the example in my direct. The CLEC is responsible for the
- 9 facilities that are required to establish the point of
- 10 interconnection with SBC. Whenever we establish trunk
- 11 groups to -- initially we will go in and establish a trunk
- 12 group to the tandem, and there will be no direct end
- 13 office trunking or no trunking to another calling area, if
- 14 you will, or the tandem that serves another calling area
- 15 until we reach a certain threshold.
- 16 Once that threshold is established -- and I
- 17 believe that's the purpose of this illustration is to show
- 18 that whenever we ask the CLECs to create a trunk group to
- 19 the tandems that serve other calling areas, calling areas
- 20 other than the one in which they've interconnected with
- 21 us, we are not asking them to establish an additional POI.
- 22 We're actually working out of the single POI that we've
- 23 already established.
- 24 And SBC has responsibility for the
- 25 facilities on its side of the POI, as I have indicated in

1 that drawing, and as far as compensation, the compensation

- 2 would be based on the calls that are delivered to each
- 3 other at that point of interconnection.
- 4 Q. Okay. That helps. Thank you.
- 5 A. Yes, ma'am.
- JUDGE THOMPSON: I've got another question
- 7 for you.
- 8 THE WITNESS: Yes, sir.
- 9 FURTHER QUESTIONS BY JUDGE THOMPSON:
- 10 Q. Trunks are facilities?
- 11 A. Yes, sir.
- 12 Q. So explain this one-way trunk versus
- 13 two-way trunks. Has that just got to do with the way it's
- 14 programmed, what the electronics are on each end?
- 15 A. Yes, sir, that's a very simple explanation
- 16 of it. If you don't mind, I could probably illustrate a
- 17 little bit of that --
- 18 Q. Sure.
- 19 A. -- for you.
- 20 Q. You'll have to go over to the ELMO to draw.
- 21 A. Is this the ELMO (indicating)?
- 22 Q. No. The ELMO's that thing (indicating).
- 23 A. Oh, okay.
- Q. We'll need a sheet of paper, too. It looks
- 25 high tech, but it's actually extremely primitive.

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1 (AN OFF-THE-RECORD DISCUSSION WAS HELD.)
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- 2 MR. SAVAGE: Your Honor, as a visitor from
- 3 out of town, why do you call it the ELMO? I think of the
- 4 little guy from Sesame Street.
- 5 JUDGE THOMPSON: I think that's what the
- 6 chief judge told me to call it.
- 7 THE WITNESS: A facility -- and I don't
- 8 know if I -- I believe I do cover this in my direct, your
- 9 Honor, but a --
- 10 BY JUDGE THOMPSON:
- 11 Q. It's a lot more exciting to get it this
- 12 way.
- 13 A. Let's say that these two large rectangles
- 14 represent central office buildings. A facility connects
- 15 points within a network. A lot of times you will hear
- 16 spans of a facility referred to as, what's the point to
- 17 point? That's an additional vernacular to this, in
- 18 that --
- 19 Q. It's essentially a wire or a cable?
- 20 A. A cable is a very good example of that.
- 21 This would be a cable, and it connects to, you know,
- 22 equipment, and I believe Mr. Savage, you know, touched on
- 23 some of that equipment in the central office, and each --
- 24 and in that office building you have a switch, and these
- 25 switches might be -- might actually be connecting to end

- 1 users, actual end users.
- Q. Okay.
- 3 A. All right. This would be a line and this
- 4 would be a line, but in order for this end user to call
- 5 this end user (indicating), you have to have a trunk to
- 6 connect their respective switches, and this trunk or trunk
- 7 group rather would work something like that where I
- 8 believe, as Mr. Savage said a while ago, there's some
- 9 electronic logic that applies that establishes the
- 10 connection.
- 11 From the standpoint of a cable, a copper
- 12 cable, you would actually have a physical connection from
- 13 this switch over to this switch (indicating) over the
- 14 respective wires in that cable.
- 15 Q. Hang on a minute while I try to work my own
- 16 version of technical magic here.
- 17 Okay. So physically speaking, that
- 18 component of that cable or facility, that strand of copper
- 19 or that strand of fiber, it's identical whether it's a
- one-way trunk or a two-way trunk; is that not correct?
- 21 A. Not necessarily. I think there are a lot
- 22 of differences within the copper environment that are a
- 23 little bit different in the fiber environment. But the
- 24 difference between a one-way trunk group, in other words,
- 25 if this was a one-way trunk group from Office A to

- 1 Office B, in other words, the only calls that could go
- 2 over that trunk group were calls from Customer A to
- 3 Customer B. If Customer B wanted to call Customer A, then
- 4 a second one-way trunk group would have to be established
- 5 that connected that switch for the purpose of exchanging
- 6 calls from B to A, Switch B to Switch A.
- 7 A two-way trunk group could replace all
- 8 of -- both of those trunk groups, and it would be a
- 9 two-way trunk group in that calls could pass over that
- 10 trunk group in either direction, but they could not --
- 11 once the trunk has been seized, though, it is dedicated to
- 12 the call that's in progress, but a second call, if it
- originates over here, it would also go over that trunk
- 14 group over a separate trunk.
- 15 Q. And physically speaking, are there
- 16 differences between them?
- 17 A. There are some differences in how they're
- 18 programmed at the switch and how they're accessed.
- 19 Q. So the differences are in the programming?
- 20 A. Some. And like I said, in some of the
- 21 copper environment there may be some differences as far as
- 22 the actual equipment that is used.
- Q. Very good. Thank you, sir.
- 24 A. Yes, sir.
- 25 JUDGE THOMPSON: Mr. Williams, do you have

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1 any questions for Mr. Hamiter?
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- 2 MR. WILLIAMS: No, I do not.
- JUDGE THOMPSON: Mr. Johnson?
- 4 MR. MICK JOHNSON: Yeah.
- 5 QUESTIONS BY MR. MICK JOHNSON:
- 6 Q. Good morning, Mr. Hamiter.
- 7 A. Good morning.
- 8 Q. Mick Johnson, I'm with the Commission
- 9 Staff.
- 10 A. Mr. Johnson.
- 11 Q. Looks like everybody is zeroing in on about
- 12 three or four sections here. Mr. Savage took my cloud
- 13 away from me this morning and hit about everything I was
- 14 going to talk about, but I'm going to try and throw things
- 15 that maybe weren't touched on or you can refresh my mind
- 16 on them.
- 17 In your direct testimony, on page 51,
- 18 you're discussing your points of interconnection. A
- 19 question I have, what are SBC's requirements for allowing
- 20 a new CLEC -- and I'm going to be talking about CLECs that
- 21 are not facility based -- to establish a point of
- 22 interconnection? What are the requirements?
- A. Are you referring, Mr. Johnson, to a CLEC
- 24 that would be like a reseller on one of our switches?
- Q. Leasing facilities.

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1 A. Oh, leasing facilities. Okay. But you
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- 2 said faci-- not --
- 3 Q. Not facility based. In other words, like
- 4 Charter is.
- 5 A. That's --
- 6 Q. That's not your world?
- 7 A. -- out of my bailiwick. I'm -- I just --
- 8 Q. The point you made was maybe just basically
- 9 financially sound, so to speak?
- 10 A. I believe that was in reference to the
- 11 facilities that the CLEC acquires or purchases for the
- 12 purpose of interconnecting with our network. They, in
- 13 fact, would be a facility-based provider.
- Q. Okay. You cleared the cloud there, then.
- 15 Multiple points of interconnection, what are the
- 16 requirements for that? In other words, suppose I have one
- 17 existing and I want one in another place. What do I have
- 18 to go through for that?
- 19 A. It would be similar to the process for
- 20 establishing the initial point of interconnection.
- 21 Q. Okay. The next one was on your page 61,
- 22 you're talking again on this one-way and two-way trunks
- 23 there. The primary reason for SBC requesting all two-way
- 24 operational trunks, is this primarily for traffic control,
- 25 relieving your tandem switches?

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1 A. I'm sorry. Are you referring to a
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- 2 specific --
- 3 Q. I'm referring to just that section.
- 4 A. Okay.
- 5 Q. Where you talk about --
- 6 A. In general?
- 7 Q. In general, yes.
- 8 A. All right. Could you repeat your question,
- 9 sir?
- 10 Q. You discuss the one-way versus the two-way
- 11 trunks in there.
- 12 A. Yes, sir.
- 13 Q. My question is, is the primary reasoning
- 14 for SBC wishing all two-way operational to -- for traffic
- 15 control, as well as relief to your tandem switches?
- 16 A. No, sir. That is in reference to
- 17 establishing trunk groups to other tandems that serve
- 18 other local calling areas or other areas within the LATA.
- 19 The two-way trunk, the reason for that is that, well, a
- 20 two-way trunk is more efficient than a -- than two one-way
- 21 trunks. I believe I touched on some of the reasons why.
- 22 It has to do with the coincidence of the busy hours for
- 23 the different directions of traffic and things like that.
- 24 That's basically the reason.
- Q. Okay. Very good. Final one here. On

1 page 101, you get into testimony on direct end office

- 2 trunk groups.
- 3 A. Yes, sir.
- 4 Q. And this is in general again.
- 5 A. Yes, sir.
- 6 Q. What will be the benefits as far as the
- 7 CLECs will gain by if they deploy and meet your request
- 8 for direct end office trunk groups?
- 9 A. Well, their calls would be routed and
- 10 switched much more efficiently than they would had we --
- 11 than if we have to double tandem. I think I use that term
- 12 in quotes in either my direct or my rebuttal testimony.
- 13 But if they just connect with us at one tandem, if a call
- 14 that they sent to us is destined for one of our end users
- 15 in another local calling area, in other words this tandem
- 16 that they interconnected with us, it just serves a
- 17 specific geographical area within the LATA.
- 18 We may have another calling area within the
- 19 same LATA that is served by another tandem for new
- 20 entrants. We accept the call on our network, and our
- 21 first tandem will route that call over to the other tandem
- 22 in the other calling area, and then it will in turn
- 23 deliver that call to the proper end office to be -- to
- 24 terminate on to the customer's line at that office.
- 25 A DEOT -- I'm sorry. I'm getting -- I apologize

- 1 sincerely.
- 2 Q. You can't escape without telling us what a
- 3 DEOT is. Don't think you're getting away with that.
- 4 A. I was explaining another section of my
- 5 testimony to you, Mr. Johnson. I'm sorry, but DEOTs has
- 6 to do with -- it's an acronym that stands for direct end
- 7 office trunk group.
- 8 Q. Thank you.
- 9 A. And it has to do with a trunk group that is
- 10 established between two end offices serving customers, and
- 11 it is typically used for offices that have local calling
- 12 to and from each other. And you -- if a CLEC establishes
- 13 a DEOT to one of our end offices, whenever their end users
- 14 call our end users in our end office, they would route
- 15 those calls over that direct end office trunk group rather
- 16 than sending the call to the tandem and then allowing the
- 17 tandem to deliver the call to the serving end office where
- 18 the call is supposed to terminate.
- 19 I suppose that's probably one of those
- 20 things I should be getting up on ELMO and drawing, but I
- 21 hope you can see by my air pictures that I'm drawing here.
- 22 Q. Yes. And then the end result, of course,
- 23 would be to take relief off the tandem switch?
- 24 A. Yes, sir, definitely. Definitely. Each
- 25 time you send a call to a tandem rather than directly to

- 1 the end office, you are increasing, first of all, the
- 2 number of trunk ports or the themes, if you will, to which
- 3 a trunk connects to a switch. You're increasing the total
- 4 number of trunk ports required to deliver that call by two
- 5 trunk ports. If you have to go through two tandems, then
- 6 it's another two. You've actually added four to that --
- 7 to the delivery of that call.
- 8 Q. And by adding the direct end office trunks
- 9 then would be a cheaper investment versus a tandem update?
- 10 A. Yes, sir. Yes, sir. You reduce the tandem
- 11 resources necessary for delivering the calls. It's much
- 12 more efficient. You also eliminate an additional
- 13 switching point in the delivery of that all. So the call
- 14 is actually routed and delivered or terminated quicker,
- 15 although it's in milliseconds and stuff, but it adds up.
- 16 Q. Cleaner operation.
- 17 A. Yes, sir.
- MR. MICK JOHNSON: That's all I have.
- 19 Thank you.
- THE WITNESS: Thank you.
- JUDGE THOMPSON: Mr. Scheperle?
- MR. SCHEPERLE: No questions.
- JUDGE THOMPSON: Mr. McKinnie?
- MR. McKINNIE: No questions.
- 25 JUDGE THOMPSON: I have one last question

- 1 for you myself.
- THE WITNESS: Yes, sir.
- JUDGE THOMPSON: You've repeatedly said
- 4 that the CLEC is responsible for the facilities on the
- 5 CLEC's side of the POI, even if those facilities are
- 6 leased from SBC. If you know, what is your authority for
- 7 that?
- 8 THE WITNESS: Well, actually, we also refer
- 9 to them as the CLEC's facilities because they -- even
- 10 though they may be leasing them, they can lay facilities,
- 11 you know, up to the POI as well. Even though they might
- 12 be leasing them from either SBC or some other provider,
- 13 you know, they actually pay for those facilities.
- 14 JUDGE THOMPSON: Okay. Thank you. It's
- 15 time now for recross. It's also almost time for another
- 16 break. So let's go ahead and take ten minutes at this
- 17 time.
- 18 (A BREAK WAS TAKEN.)
- 19 JUDGE THOMPSON: I also forgot to ask you,
- 20 Mr. Leopold, if you have any recross for that man.
- MR. LEOPOLD: I do not.
- JUDGE THOMPSON: Let's go back on the
- 23 record. I think there are efforts underway to perhaps
- 24 excuse some of the witnesses if there are no questions for
- 25 them. I was asked earlier to ask about Sprint's witness

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1 Knox. Has anyone got any questions for Knox?
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- 2 (No response.)
- JUDGE THOMPSON: Okay. I hear no one, so
- 4 why don't you tell witness Knox to go on ahead and go.
- 5 MR. LEOPOLD: Okay. Thank you.
- JUDGE THOMPSON: And then has anyone got
- 7 any questions for SBC witness McPhee? You do? Okay.
- 8 You're stuck.
- 9 What about for SBC witness Silver?
- 10 MS. DIETRICH: Possibly. I'm going to let
- 11 them know after lunch.
- 12 JUDGE THOMPSON: How soon can we know if
- 13 possibly is a yes or a no?
- MS. DIETRICH: Well, I talked to Mr. Lane
- 15 about letting him know after lunch.
- JUDGE THOMPSON: That's good. That's fine.
- 17 How about AT&T witness Schell, are you going to have
- 18 questions for Schell?
- MR. BUB: Yes.
- JUDGE THOMPSON: Okay. Land?
- MR. BUB: Yes.
- JUDGE THOMPSON: Kohly?
- MR. BUB: No, your Honor.
- 24 JUDGE THOMPSON: No questions for Kohly.
- What about Falvey? We're all done with

- 1 Falvey, aren't we?
- 2 MR. BUB: Yes, your Honor.
- JUDGE THOMPSON: What about LeDoux?
- 4 MR. BUB: He's done also, at least for
- 5 today.
- 6 MR. MARK JOHNSON: He's going to be here
- 7 tomorrow.
- JUDGE THOMPSON: So don't worry about
- 9 LeDoux today. Very good.
- 10 MR. MAGNESS: Discussing Mr. Kohly's
- 11 testimony, and I think he's willing to waive cross on the
- 12 other topic Mr. Kohly's here for, so if we could just
- 13 excuse him officially.
- JUDGE THOMPSON: Who's this now?
- MR. MAGNESS: Mr. Kohly. He's also on
- 16 OELEC, which is later today.
- 17 JUDGE THOMPSON: Right. Well, when I call
- 18 these names, I'm talking about all of the issues that are
- 19 up for today. All right. So you don't have any questions
- 20 for Kohly for any of the issues that are up for today; is
- 21 that correct?
- MR. BUB: That's correct, your Honor.
- JUDGE THOMPSON: Very good. Let Mr. Kohly
- 24 go.
- We're done with Falvey. LeDoux's here

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1 tomorrow, right? Barber and Cornelius are both here
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- 2 today. Is that right? You've got questions for them?
- 3 Okay.
- 4 Did I already ask about Land? You told me
- 5 you had questions for Land. What about Ricca? I thought
- 6 we already sent Ricca home.
- 7 MR. MORRIS: We have.
- JUDGE THOMPSON: We did, right?
- 9 Okay. What about Price? Are we done with
- 10 Price? We had Price up.
- MR. BUB: We have questions for Mr. Price.
- 12 JUDGE THOMPSON: So we're done with Price?
- MR. BUB: No.
- JUDGE THOMPSON: You've got questions for
- 15 Price today?
- MR. BUB: Yes, and I think tomorrow as
- 17 well.
- JUDGE THOMPSON: Okay.
- 19 MR. BUB: I think he testifies in multiple
- 20 areas.
- JUDGE THOMPSON: And then we've got this
- 22 Sprint witness. I can't pronounce the name, Sywenki, is
- 23 that correct? Do you have questions for Sywenki?
- MR. BUB: No, your Honor.
- JUDGE THOMPSON: No, you don't?

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1 MS. DIETRICH: Yes.
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- JUDGE THOMPSON: You do. Okay.
- 3 MR. BUB: We don't have any questions about
- 4 the issues that we had that have been settled.
- 5 JUDGE THOMPSON: The issues are settled?
- 6 MR. LEOPOLD: Not all of the issues.
- 7 MR. BUB: The ones that I had questions
- 8 for. That's why we're waiving.
- JUDGE THOMPSON: Do your questions relate
- 10 to the settled issues? Why don't you check with
- 11 Mr. Leopold over lunch, because there's no sense asking
- 12 questions about a issue that's settled that I don't have
- 13 to decide.
- I'm telling you all, let me know as these
- decision points settle that they're off my list, right?
- MR. BUB: Your Honor, with --
- 17 JUDGE THOMPSON: If I have to write a page
- 18 on a point that's settled, I'm going to be irate.
- MR. BUB: With respect to Sprint, what
- 20 we're doing is a revised DPL. So we're working on that.
- JUDGE THOMPSON: I appreciate that more
- 22 than I can say. All right.
- So what about Guepe or Guepe? I apologize
- 24 for mispronouncing your name for the 5,000th time. Are we
- 25 done with him?

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1 MR. BUB: No. We have a few questions.
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- 2 I'm going to talk to Mr. Zarling about him right now.
- 3 JUDGE THOMPSON: Just a few questions. You
- 4 should be a policeman. Just a few questions, nothing
- 5 threatening.
- 6 MR. ZARLING: And just the facts.
- 7 JUDGE THOMPSON: Schell, you already told
- 8 me you had questions for Schell. Kohly's gone.
- 9 What about Krabill? I'm down here at
- 10 intercompany compensation. I know it's a topic dear to
- 11 your heart. Got any questions about it?
- MR. BUB: No, your Honor.
- JUDGE THOMPSON: So we can let Krabill go?
- 14 MR. BUB: Not on intercompany compensation,
- 15 but I think Krabill also testifies about collocation.
- JUDGE THOMPSON: I'm just talking about for
- 17 today. Ricca's gone. LeDoux is tomorrow. What about
- 18 Burt? Burt for today?
- MR. BUB: Gone.
- 20 JUDGE THOMPSON: Gone. Maples for today?
- MR. BUB: Gone.
- JUDGE THOMPSON: Gone. And Sywenki is
- 23 lingering to see if there's some questions from Staff,
- 24 right?
- 25 MR. BUB: And the reason we don't have

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1 questions for Burt and Maples is those also pertain to
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- 2 settlement.
- JUDGE THOMPSON: I'm all in favor of
- 4 settlements. Well, then, I think that covers today's
- 5 witnesses.
- 6 Okay. I believe we are ready finally for
- 7 recross of Mr. Hamiter; is that correct?
- 8 Mr. Zarling?
- 9 MR. ZARLING: No, thank you.
- JUDGE THOMPSON: Mr. Magness?
- MR. MAGNESS: No questions, your Honor.
- JUDGE THOMPSON: Mr. Morris?
- MR. MORRIS: No questions.
- JUDGE THOMPSON: Mr. other Johnson?
- MR. MARK JOHNSON: Thank you, your Honor.
- 16 Nothing. I'm not Craig.
- JUDGE THOMPSON: You're the other Johnson.
- 18 MR. MARK JOHNSON: I'm the other Johnson.
- JUDGE THOMPSON: Mr. Savage?
- MR. SAVAGE: No, sir.
- JUDGE THOMPSON: It's hard for me to
- 22 connect Savage with you because you're a very genteel
- 23 man. You're not savage.
- 24 Mr. Leopold?
- MR. LEOPOLD: No questions.

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JUDGE THOMPSON: Very good. Redirect?
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- 2 REDIRECT EXAMINATION BY MR. GRYZMALA:
- 3 Q. Mr. Hamiter, I'll make this as brief as
- 4 possible. You were referenced by Mr. Savage to Sprint's
- 5 St. Louis OC-48 network. Do you recall that discussion --
- 6 A. Yes.
- 7 Q. -- early on?
- 8 MR. SAVAGE: Excuse me. I referenced him
- 9 to Charter's OC-48 network.
- 10 MR. GRYZMALA: I'm sorry. What did I say?
- MR. SAVAGE: Sprint.
- MR. GRYZMALA: Oh, excuse me.
- 13 BY MR. GRYZMALA:
- 14 Q. Would you give the arbitrator and the
- 15 parties a sense of the amount of capacity that's
- 16 represented by an OC-48 relative to 24 DS1s?
- 17 A. Yes, sir. A DS1, as we said earlier -- may
- 18 have said earlier, has 24 DSOs. That's 24 circuits or
- 19 trunks. The next level above -- transmission level above
- 20 a DS1 is a DS3, and a DS3 has 28 DS1s. So a DS3 and --
- 21 although for a while I was a math major, I cannot multiply
- 22 very well.
- JUDGE THOMPSON: 28 times 24.
- 24 THE WITNESS: It's a lot. 24 DS1s I
- 25 believe is about 574 trunks, thereabouts. An OC-48 --

- 1 well, a DS1 has 24 times 28 circuits in it. An OC-3 has
- 2 three of those DS1s. An OC-48 has 48 of those DS3s in
- 3 them.
- 4 JUDGE THOMPSON: Okay. So an OC-48 is 48
- 5 DS3s; is that right?
- 6 THE WITNESS: Yes, sir. So 48 times 28
- 7 times 24 gives you the number of trunks.
- 8 BY MR. GRYZMALA:
- 9 Q. So may I interject for just a moment? If
- 10 you were to take 28 times 24, that yields, if I did the
- 11 math correctly, 572 trunks?
- 12 A. Yes, sir.
- 13 Q. That would give you the amount of
- 14 transmission capacity in a DS3?
- 15 A. A DS3 has 28 DS1s.
- 16 Q. So you would take the 572 and multiply that
- 17 times 28?
- 18 A. No, sir. No, sir. I think we're all
- 19 getting tripped up on math here. A DS1 is a single
- 20 trunk -- excuse me. A DSO is a single trunk. A DS1 has
- 21 24 DSOs, and a DS3 has 28 DS1s in them.
- JUDGE THOMPSON: Or 572?
- 23 THE WITNESS: No. That is the number of
- 24 trunks for 24 of those DS1s. And I believe that is the
- 25 threshold that we're asking for, creating an additional

- 1 point of interconnection within the LATA.
- 2 BY MR. GRYZMALA:
- 3 Q. That represents a sizable amount
- 4 of capacity, would it not?
- 5 A. Yes, sir.
- 6 Q. That would be far in excess of the DS -- or
- 7 the 24 DS1 threshold that SBC advanced for establishing an
- 8 additional POI; is that correct?
- 9 MR. SAVAGE: Your Honor, I object. He's
- 10 leading his own witness.
- 11 JUDGE THOMPSON: Who objected? Was that
- 12 you?
- MR. SAVAGE: That was me. Since he's
- 14 trying to undercut my position, I figure I could do that.
- 15 JUDGE THOMPSON: We generally allow it.
- 16 Could you rephrase that so it's not leading?
- 17 BY MR. GRYZMALA:
- 18 Q. How significantly above the 24 DS1
- 19 threshold, therefore, would an OC-48 capacity represent?
- 20 A. Tremendously. It's -- 24 DS1s is just four
- 21 DS1s shy of 1/48 of the capacity of an OC-48.
- 22 Q. There was discussion by Mr. Savage as well
- 23 in connection with a POI, a point of interconnection, and
- 24 he used the term "point of demarcation." Do you recall
- 25 that?

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1 A. Yes, sir.
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- 2 Q. In the sense of point of interconnection,
- 3 does demarcation also suggest the parties'
- 4 responsibilities on either side of the POI?
- 5 A. Yes, sir.
- 6 Q. In what way?
- 7 A. In that one party is responsible for the
- 8 facilities on their side of that point of interconnection
- 9 or demarc, and the other party is responsible for the
- 10 facilities on its side of the point of interconnection.
- 11 Q. Would it be fair to say that that
- 12 association is not unlike the association of a point of
- 13 demarcation at a customer premises where on the one side
- 14 it's the network facility and on the other side it's the
- 15 customer's inside wire?
- 16 A. Similar to, yes, sir.
- 17 Q. Similar analogy?
- 18 A. Yes, similar analogy.
- 19 Q. And the responsibilities flow from that
- 20 analogy?
- 21 A. Yes, sir.
- 22 Q. And the respective duties of the parties
- 23 flow from that analogy?
- 24 A. Yes, sir.
- Q. You were asked by Mr. Savage about

- 1 technical reasons or technical points having to do with
- 2 establishing separate trunk groups. Would you be able to
- 3 comment on the relationship between the ability to create
- 4 originating records insofar as how that has a technical
- 5 impact?
- 6 A. Would you rephrase that, sir?
- 7 Q. Does the creation of originating records
- 8 qualify as a technical consideration in establishing trunk
- 9 groups?
- 10 A. Yes, it does. If a call does not originate
- 11 on our network or, in other words, one of our end users is
- 12 not the person that has originated a call, we do not have
- 13 an originating record for that call, and we have to create
- 14 records at the point in which it enters our network and we
- 15 are not able to properly bill and measure that call in
- 16 terms of how it was originated.
- 17 Q. And therefore, those records have
- 18 particular association with the generation of necessary
- 19 call detail?
- 20 MR. SAVAGE: I object. He hasn't testified
- 21 at all about call detail.
- JUDGE THOMPSON: Could you rephrase,
- 23 please?
- 24 BY MR. GRYZMALA:
- 25 Q. What kind of information in the originating

- 1 record would be relevant?
- 2 A. The most relevant would be where the call
- 3 originated, in other words, the number from which that
- 4 call was originated, and other items such as the called
- 5 number.
- 6 Q. So would you sum up, then, why from your
- 7 perspective you need separate trunk groups to record?
- 8 A. Because we do not have originating records
- 9 on calls coming into our network, we really don't know
- 10 where they effectively originate. Therefore, we need to
- 11 separate the different types of traffic coming into our
- 12 network so that we can properly measure and properly
- 13 create records on those calls, not just for SBC's use, but
- 14 also there are other carriers behind our network that rely
- on those records being created properly.
- 16 Q. I want to move now to another subject that
- 17 was raised in your cross-examination by Mr. Savage, that
- is having to do with Charter ITR Issue No. 7.
- 19 A. Yes, sir.
- 20 Q. The matter of trunking orders and the
- 21 processing of those orders. Would you agree that from
- 22 time to time a CLEC's trunk order, that is the due date
- 23 associated with a CLEC's trunk order, might not be met?
- 24 A. Yes, sir.
- 25 Q. And can you outline for us a couple of the

- 1 more commonly occurring reasons for which that order might
- 2 not be met according to the due date originally requested
- 3 by the CLEC?
- 4 A. In those instances where facilities are not
- 5 available or facilities or network resources are not
- 6 available. You know, that's -- that's one of the major
- 7 things. Otherwise, if we have facilities, we endeavor to
- 8 meet that carrier's -- the requesting carrier's due date.
- 9 Q. When a CLEC is interested in placing an
- 10 order for an additional trunk, is it your understanding
- 11 that the industry practice is to submit what is called an
- 12 ASR, an access service request for that trunk to be
- installed by SBC?
- 14 A. Yes, sir.
- 15 Q. And on your -- based on your understanding,
- 16 how long has that custom been in place?
- 17 A. For quite some time. I initially became
- 18 involved in the ASR process back in 1984, just after
- 19 divestiture. Back then it was used to fill orders from
- 20 interexchange carriers or IXCs. So it's been around for
- 21 20-plus years.
- 22 Q. It's the common jargon?
- 23 A. Yes, sir.
- 24 Q. Other than Charter, are you aware of any
- 25 CLEC who has raised an issue with respect to whether an

1 ASR is appropriate under the circumstances he points out?

- 2 A. No, sir.
- 3 MR. SAVAGE: Your Honor, first of all, that
- 4 goes beyond the scope of direct. And second of all, we
- 5 don't object to using ASRs. Nothing in our DPL says that
- 6 we do. I'm not sure where that question is coming from.
- 7 MR. GRYZMALA: I'll withdraw it.
- 8 JUDGE THOMPSON: That takes care of that.
- 9 BY MR. GRYZMALA:
- 10 Q. If a company wants, for example, 50 or
- 11 100 trunks to be installed by SBC, that would represent a
- 12 fairly large commitment being requested, would it not?
- 13 A. It's a sizeable amount. They could also
- 14 request a lot more. Typically on really large requests,
- 15 we would like to get with the requesting carrier and try
- 16 to plan how those things are going to be done.
- 17 Q. Mr. Savage also had some discussion with
- 18 you regarding the concept of what happens in the case of
- 19 held-up orders.
- 20 MR. GRYZMALA: And if your Honor wouldn't
- 21 mind, I'd like to approach the witness.
- JUDGE THOMPSON: You may.
- 23 MR. SAVAGE: I was wondering if I could see
- 24 what it is you just handed your witness.
- MR. GRYZMALA: Let me tell you.

- 1 BY MR. GRYZMALA:
- 2 Q. I want to refer you to what has been
- 3 provided as page 13 of the Charter ITR DPL, and I would
- 4 refer you in particular, Mr. Hamiter, to SBC's proposed
- 5 language, and I would like to ask you to state what
- 6 language is available with respect to expediting matters
- 7 in the case of a held-up order.
- 8 A. Do you mean in terms of what is stated
- 9 here, Mr. Gryzmala?
- 10 Q. Yes. Frankly, I have underlined it for you
- 11 to read into the record.
- 12 A. I will read from this. Parties agree to
- 13 expedite this discussion -- and it's referring to a joint
- 14 planning discussion. Parties agree to expedite this
- 15 discussion in order to minimize delay in order processing.
- 16 And that is a quote from the proposed language, the
- 17 language proposed by SBC Missouri.
- 18 Q. Do you regard that language as significant
- 19 in indicating SBC's commitment to work with CLECs in
- 20 deploying or installing their trunk orders?
- 21 A. Yes. Yes. We -- and I think I may have
- 22 touched on it earlier this morning. We do everything we
- 23 can to try to minimize any delays, if it's within our
- 24 power to do that. We -- we endeavor to complete trunk
- 25 requests as quickly as possible and endeavor to meet the

- 1 due dates that have been requested.
- 2 Q. To your knowledge, has Charter provided any
- 3 specific testimony providing concrete examples of an order
- 4 that was recently held up by SBC?
- 5 A. No, sir. I know of none.
- 6 Q. Just a couple more -- or just a couple
- 7 moments.
- 8 Mr. Hamiter, Mr. Savage and His Honor,
- 9 Judge Thompson, asked you about SBC's position on separate
- 10 trunk groups for 911 traffic, and you addressed that from
- 11 a technical perspective. Would Mr. McPhee be able to
- 12 address the judge's question from a wholesale policy
- 13 perspective?
- 14 A. I believe he would.
- 15 Q. I want to make one last -- I want to talk
- 16 about one last subject. There was some discussion about
- 17 whether a trunk equals a facility and what SBC's position
- 18 is with respect to trunk facilities, and I think -- is it
- 19 fair to state that your testimony was directed to the
- 20 concept of separate trunks --
- 21 A. Yes, sir.
- 22 Q. -- rather than separate facilities?
- 23 A. Yes, sir.
- Q. New, without going too much into detail,
- 25 the way I heard it was that there was discussion to the

- 1 effect that, well, what is SBC's position, are you
- 2 advancing separate trunks or are you asking as well that
- 3 separate facilities be established in the context of 911
- 4 and the like?
- 5 Do you recall that general discussion?
- A. Yes, sir, I do.
- 7 Q. Okay. I want to clarify that, and I want
- 8 to try to use an example that would be specific and
- 9 understood by everyone. Let's assume that we are using
- 10 Charter's St. Louis OC-48 network. I don't know what that
- 11 network is, but using the example that Mr. Savage broached
- 12 with you, let's assume for purposes of example there are
- 13 50 strands in a cable wrapped by rubber or plastic, 50
- 14 strands, and that's the OC-48.
- 15 A. Yes.
- 16 Q. And let us assume that separate trunking
- 17 would be what would apply. Would that require that a
- 18 separate route, separate and apart from the route
- 19 containing the 48 strands or the 50 strands, a separate
- 20 route entirely be established or that specific trunks
- 21 already embedded within that facility could be used for
- 22 that 911?
- 23 A. The facility that exists between the CLEC
- 24 switch and the POI, there would be no reason for Charter
- 25 to obtain or trench a new cable or facility for the

- 1 separate 911 ancillary-type trunk groups. SBC's position
- 2 is that on the other side of the POI, they would also be
- 3 responsible for those facilities on just those separate
- 4 ancillary trunk groups.
- 5 Q. So if, for example, a portion within the
- 6 OC-48 facility, a separate trunk was dedicated to 911, the
- 7 example that I believe Judge Thompson and some of us have
- 8 used about the fireman's wife who may have a real
- 9 emergency who may have to call the fire department not to
- 10 reach her husband but to call for help, that is not going
- 11 to require that Charter dig extra ground?
- MR. SAVAGE: Your Honor, I can wait or I
- 13 can do it now. It seems to be fairly clear he's leading
- 14 the witness.
- 15 MR. GRYZMALA: Well, I'm trying to get to
- 16 the bottom line, your Honor. I just -- if it's
- 17 inappropriate, then --
- JUDGE THOMPSON: Well --
- 19 MR. GRYZMALA: Let me do it in a
- 20 non-leading way.
- 21 BY MR. GRYZMALA:
- 22 Q. Would any additional trenching, would any
- 23 additional physical construction activity have to be
- 24 deployed in order to do that --
- 25 A. No, sir.

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1 Q. -- than what exists today?
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- 2 A. That's correct.
- 3 MR. GRYZMALA: That's all I have. Thank
- 4 you.
- 5 JUDGE THOMPSON: Thank you.
- 6 Thank you, Mr. Hamiter. Am I correct that
- 7 Mr. McPhee is next?
- 8 MR. BUB: Actually, your Honor, we -- I
- 9 show Schell, but we can put McPhee up. It makes us no
- 10 difference.
- 11 MR. MAGNESS: Your Honor, I think Schell
- 12 and Land both are sort of on the same topic area more that
- 13 Mr. Hamiter is on, and I think we put McPhee in the
- 14 intercarrier comp area, because that's what most of his
- 15 testimony was about, is my understanding.
- JUDGE THOMPSON: You guys tell me who you
- 17 want next.
- MR. ZARLING: Can we go off the record?
- JUDGE THOMPSON: Absolutely.
- 20 (AN OFF-THE-RECORD DISCUSSION WAS HELD.)
- JUDGE THOMPSON: I think we're about to
- 22 begin with AT&T witness Schell; is that correct?
- 23 State your name for the reporter, please.
- MR. SCHELL: My name is John Schell,
- 25 S-c-h-e-l-l.

- 1 JUDGE THOMPSON: Have you already been
- 2 sworn, sir?
- 3 MR. SCHELL: Yes, sir, I have.
- 4 JUDGE THOMPSON: You may inquire,
- 5 Mr. Zarling.
- 6 JOHN SCHELL testified as follows:
- 7 DIRECT EXAMINATION BY MR. ZARLING:
- 8 Q. Mr. Schell, do you have any changes to your
- 9 direct prefiled testimony?
- 10 A. Yes. I have just a few. The first change
- 11 is at page 10, lines 1 and 2. In line 1, the number 272
- 12 should be 264. And in line 2, the number 80 should be
- 13 179.
- Q. Would you care to explain the basis for
- 15 that change?
- 16 A. The 272 end offices originally came from
- 17 the January LERG, and I thought that was April LERG data.
- 18 So in my rebuttal testimony I used the data from the April
- 19 LERG, of course, and I also referenced the fact in a
- 20 footnote that I had used incorrect numbers in my direct
- 21 testimony. The 179 remote end office switches was just a
- 22 typographical thing.
- 23 The next change is a typographical error on
- 24 page 68 at line 9, and in the question, the numbers 14, 15
- 25 and 18 should be 11, 12 and 13.

- 1 The next change is on page 72, and again,
- 2 it goes back to the LERG extract. On line 27, the 272
- 3 figure should be 264, and the 80 should be 179.
- 4 The last change is on the following page,
- 5 page 73, at line 3, and there the number 80 should be 179.
- 6 Those are the changes.
- 7 Q. I don't recall. Do you have any changes to
- 8 your rebuttal testimony?
- 9 A. No.
- 10 MR. ZARLING: Tender the witness.
- 11 JUDGE THOMPSON: Thank you, Mr. Zarling.
- 12 Mr. Bub?
- MR. BUB: Thank you, your Honor.
- Your Honor, just so you know, this is
- 15 another witness that covers topics on multiple areas, and
- 16 then I have some questions for him, and then I think
- 17 Mr. Bob Gryzmala also has some. We should both be pretty
- 18 brief.
- 19 JUDGE THOMPSON: Very good.
- 20 CROSS-EXAMINATION BY MR. BUB:
- Q. Good morning, Mr. Schell.
- 22 A. Good morning.
- Q. My name is Leo Bub. I'm an attorney with
- 24 SBC.
- 25 A. I'm sorry. I didn't catch your last name.

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1 Q. Bub, B-u-b. I think I have probably the
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- 2 shortest name in the room.
- I'd like to ask you some questions about
- 4 NIA 15, and you can find that on page 83 of your
- 5 testimony.
- A. Page 54 -- I'm sorry. Page?
- 7 0. 83.
- 8 A. Okay. And in my copy it appears on page
- 9 84, but I think I'm with you.
- 10 Q. Okay. Sometimes that happens in
- 11 transmission filing that we are a page or two off. But
- 12 the issue I'm going to ask you about is concerning putting
- 13 251(b)(5) traffic and intraLATA toll traffic over the
- 14 Feature Group D, as in David, access trunks that you
- 15 purchase from SBC.
- 16 A. That is correct. Yes, I understand.
- 17 Q. And for shorthand, some might characterize
- 18 this issue as local over Feature Group D. Have you heard
- 19 it referred to that way?
- 20 A. Well, it's both 251(b)(5) and intraLATA
- 21 toll, which is not local over Feature Group D, so I would
- 22 prefer we not refer to it as local over Feature Group D.
- Q. Okay. We're talking about the same thing?
- A. Yes, sir, we are.
- 25 Q. And just to let you know up front, the

- 1 purpose of this first series of questions is to focus on a
- 2 subtle distinction between AT&T's proposal and some of the
- 3 other CLECs' proposals to put IXC traffic on local trunk
- 4 groups.
- 5 A. I understand.
- 6 Q. Okay. I'd like to focus first on some of
- 7 your testimony at the bottom, and I can't tell you where
- 8 it would be, but at my page it's the bottom of 83. And
- 9 this is where you state -- it's the answer to, please
- 10 explain the disagreement between the parties on Issue 15.
- 11 And you state, AT&T has extensive IXC Feature Group D
- 12 trunking in place between the two parties' respective
- 13 networks. Do you see that?
- 14 A. Yes.
- 15 Q. I'd like to explore that statement. Is it
- 16 correct that the original purpose of those access trunks
- 17 was used basically for two purposes: First, in
- 18 terminating in a terminating direction to bring AT&T's
- 19 long distance calls into the LEC-to-LEC network for
- 20 termination to an end user?
- 21 A. Yes.
- 22 Q. And then in the originating direction, to
- 23 deliver AT&T -- to AT&T's POP the long distance calls that
- 24 were placed by end users who had picked AT&T for their
- 25 long distance carrier?

- 1 A. Yes.
- Q. And from there, from that point, AT&T would
- 3 carry the calls across the state to another state or
- 4 across the country or around the world?
- 5 A. That is correct.
- 6 Q. Now, I'd like to focus on the terminating
- 7 direction, if I could. When your traffic enters the LEC
- 8 network over those trunks, the calls, as you understand
- 9 it, are recorded at SBC's offices; is that correct?
- 10 A. Yes.
- 11 Q. And those recordings are used by SBC to
- 12 create the Category 11 records that we use to bill
- 13 switched access to AT&T?
- 14 A. Well, actually, under the method we've used
- 15 for the last six years, we provide you a factor and you
- 16 bill based on that factor.
- 17 Q. I'll get to the factors, but the first step
- 18 is, we create the records?
- 19 A. Okay. But if I misunderstood, I apologize,
- 20 but I thought you said we create the records and bill from
- 21 the record. And I agree you create a record, but you bill
- 22 from a factor. That's the distinction.
- Q. Would be a better clarification that that
- 24 factor allows us to identify -- to subtract out from our
- 25 billings, based on our records, what you've identified to

- 1 us as local intraLATA toll?
- 2 A. Yes.
- 3 Q. So that from our perspective, because when
- 4 we set about to send you a bill we do use those records
- 5 that we make, as well as your factors, to subtract out to
- 6 give you a final?
- 7 A. Well, I believe you use the recordings to
- 8 get the total usage, and then you use the factors to
- 9 apportion the billing.
- 10 Q. That's a better way of saying it. Thank
- 11 you.
- 12 And if those calls, say some of the calls
- 13 are destined to small ILECs that subtend one of our
- 14 tandems, then that Category 11 record that we talked
- 15 about, that's sent to the ILEC behind us so they can bill
- 16 you terminating switched access charges?
- 17 A. Yes, that's correct.
- 18 Q. And here what you want is to be able to
- 19 continue putting -- and I want to be specific -- the
- 20 Section 251(b)(5) and intraLATA toll traffic on these
- 21 Feature Group D access trunks?
- 22 A. Yes, until such time as we move that
- 23 arrangement to a different platform and no longer need
- 24 that configuration.
- 25 Q. And your proposal here would not affect the

1 records that are being sent to the small ILECs behind our

- 2 tandems; is that correct?
- 3 A. That's correct.
- 4 Q. They'd still get their Category 11 records?
- 5 A. Yes.
- 6 Q. And the factors would only be used to
- 7 adjust SBC's billing to you?
- 8 A. That's correct.
- 9 Q. Would you also agree with me that this
- 10 AT&T proposal that we've just been talking about to put
- 11 the 251(b)(5) and intraLATA toll over your IXC trunks is
- 12 different than the other CLECs' proposals in this case to
- 13 put IXC traffic over the local trunk groups?
- 14 A. Yes, that is different.
- 15 Q. And one difference is, with your proposal,
- 16 SBC already has systems in place to record your traffic as
- 17 it comes into the LEC network and make the Category 11
- 18 records we were just talking about?
- 19 A. Yes.
- 20 Q. And the same systems are not in place on
- 21 the local trunk groups?
- 22 A. I don't know exactly on your local trunk
- 23 group what systems are in place or not in place to create
- 24 what kind of records.
- 25 Q. But you can say they're in the network as

- 1 you interconnect, they're there?
- 2 A. Yes.
- 3 Q. I'd like to switch gears a little bit and
- 4 explore SBC's position on this same issue. I think here
- 5 we'll probably have a little bit more controversy. What
- 6 SBC wants is for you to separate and create separate trunk
- 7 groups for your IXC traffic on one hand and the local
- 8 intraLATA toll on the other hand, separate trunks?
- 9 A. Yes. They want us to establish additional
- 10 trunk groups for the local 251(b)(5) and intraLATA toll
- 11 traffic separate from the Feature Group D interconnection
- 12 trunk groups.
- 13 Q. You would agree with me that when we have
- 14 those separate trunk groups, it would allow us to
- 15 separately record specifically how much IXC traffic is
- 16 coming into our network?
- 17 A. Well, you would no longer have to rely on a
- 18 factor provided by AT&T as you have done for the last six
- 19 years and which, to my knowledge, has been satisfactory.
- 20 You've not filed any complaints with this Commission or
- 21 anywhere else saying that it's an unsatisfactory
- 22 arrangement.
- Q. My question was, that that separate trunk
- 24 group would allow us to separately record the traffic?
- 25 A. That is true.

- 1 Q. And then the other trunk group where we
- 2 would have local and toll traffic, or I guess more
- 3 specific the 251(b)(5) and the intraLATA toll traffic,
- 4 would record that separately as well?
- 5 A. That is true.
- 6 Q. Okay. And if SBC's position is adopted,
- 7 like you said, we wouldn't have to rely on your PLU
- 8 factors for our billing?
- 9 A. That is true.
- 10 Q. We would just simply use our own
- 11 recordings?
- 12 A. That is true.
- 13 Q. Would you agree with me that billing based
- 14 on actual recordings is generally more accurate than
- 15 billing based on factors?
- 16 A. Not really.
- 17 Q. Certainly you'd agree that SBC could at
- 18 least more readily assure itself that it was being
- 19 properly compensated for IXC traffic if that traffic was
- 20 separately recorded?
- 21 A. Not really, and here's why. AT&T would use
- 22 the same exact methodology to segregate that traffic onto
- 23 two separate trunk groups that you would record
- 24 separately, as it does to create the PLU which it gives
- 25 you to bill. Therefore, the end result should really be

- 1 no different.
- 2 Q. Certainly it would be easier from our
- 3 perspective -- from SBC's perspective to have separate
- 4 trunk groups than to have to validate your PLU study,
- 5 because we would have it every month, we would know how
- 6 much we reported and that would be our billing, whereas
- 7 with the PLU, if we had a question we'd have to conduct a
- 8 validation?
- 9 A. Yes.
- 10 Q. And same with your suggesting that if we
- 11 audit your call detail record, that would entail more work
- 12 for SBC?
- 13 A. Yes.
- 14 Q. This I think is the last area. When you
- wrote your testimony, were you aware of the Missouri
- 16 Public Service Commission's new enhanced record exchange
- 17 rule?
- 18 A. No, not when I wrote it.
- 19 MR. BUB: Okay. Your Honor, may we go off
- 20 the record just for a minute?
- JUDGE THOMPSON: All right.
- 22 MR. BUB: I'd like to get an exhibit
- 23 marked.
- 24 (EXHIBIT NOS. 205 AND 206 WERE MARKED FOR
- 25 IDENTIFICATION BY THE REPORTER.)

- 1 BY MR. BUB:
- 2 Q. Mr. Schell, I've handed you what's been
- 3 marked as Exhibit 205 and 206. 205 is the Missouri Public
- 4 Service Commission's new enhanced record exchange rule,
- 5 and 206 is the Order of Rulemaking adopting the rules.
- 6 I'd like to direct your attention to 4 CSR 240-29.050 on
- 7 page 8 of the rules, called option to establish separate
- 8 trunk groups for LEC-to-LEC telecommunications traffic.
- 9 Have you had a chance to take a look at that?
- 10 A. Just very quickly here, since you've handed
- 11 it to me.
- 12 Q. Let's focus on one particular paragraph,
- 13 paragraph 1. If you could look at that for a minute,
- 14 subparagraph 1.
- 15 A. All right.
- 16 Q. Okay. I'd like you to assume with me that
- 17 some small ILEC behind us makes such a request for
- 18 separate trunks going -- for IXC traffic going from our
- 19 tandem to their end offices as this rule contemplates.
- 20 A. Let's be clear. You're saying that a small
- 21 independent company behind that receives traffic from your
- 22 tandem has asked you to segregate traffic between IXC
- 23 traffic and call it non-IXC traffic, if you will?
- Q. Common trunk groups, it might be a
- 25 conglomeration of wireless intraLATA toll, but the

- 1 interexchange carrier traffic would be on that separate
- 2 trunk and that's the one I'm interested in.
- 3 A. Okay.
- 4 Q. That assumption, would you agree that if
- 5 the IXC traffic is not kept on a separate trunk group as
- 6 it comes into a LEC's tandem, the tandem company will not
- 7 be able to separate that IXC traffic out onto a separate
- 8 trunk group for the small ILEC?
- 9 A. No, I'm not sure I would agree with that,
- 10 because the -- the IXC calls that come into your network
- 11 have a CIC code in them, a carrier identification code,
- 12 and that CIC code could be used to sort that traffic. you
- 13 could put in some software that would sort that out and do
- 14 that.
- 15 Again, I'm just taking what your
- 16 hypothetical is, and I'm saying that it would be
- 17 technically possible to identify IXC traffic based on the
- 18 call records you're receiving and, based on those call
- 19 records, to put a translation in that says if there is a
- 20 CIC code and that field is populated, then this is an IXC
- 21 group and send it on the IXC group to the independent
- 22 company.
- You would not have a CIC code populated on
- 24 a local/intraLATA toll call exchange between two LECs.
- 25 Q. As far as you know, there's no systems in

- 1 place presently in SBC's network that would allow that
- 2 traffic to be split on a call-by-call basis as it comes
- 3 into our network?
- 4 A. I don't know that they're not there.
- 5 Q. You don't know that they are there?
- 6 A. I'm agnostic. I don't know.
- 7 Q. You mentioned the CIC code that we use.
- 8 That CIC code is placed on the record based on a trunk
- 9 group, is it not? We assign that, SBC assigns that.
- 10 That's not something that you provide to us; is that
- 11 correct?
- 12 A. You may be correct. You may assign that in
- 13 the tandem based on the trunk group from the interexchange
- 14 carrier.
- 15 Q. And that's how we know it comes from AT&T?
- 16 A. AT&T, for example, and that's how you
- 17 provide that information to the independent company or
- 18 downstream to your billing systems for access. But there
- 19 may be other ways, Mr. Bub, that you could determine based
- 20 on the signalling stream and that the call is an IXC call
- 21 as opposed to a local call.
- 22 And further, I guess the only familiarity I
- 23 had with this particular rule was after I had read
- 24 Mr. Hamiter's testimony, I believe he referred to it, and
- 25 I got the impression that the intent of the rule was to

- 1 prevent -- from his testimony I got the impression that
- 2 the intent of the rule was to prevent placement of IXC
- 3 traffic on local LEC-to-LEC interconnection trunk groups.
- 4 That was the intent of it. The intent of
- 5 it didn't appear to be to prevent the placement of local
- 6 traffic on Feature Group D trunk groups. Again, I have no
- 7 background, so I'm really at a loss to give you much
- 8 enlightenment on this.
- 9 MR. BUB: Okay. I appreciate your answer.
- 10 Thank you very much. Thank you, your Honor. That's all I
- 11 have. I think Mr. Gryzmala --
- 12 MR. SAVAGE: I have a question as to
- 13 whether these documents are coming into the record or not
- 14 as exhibits.
- MR. BUB: I'd like to ask for
- 16 administrative notice of those documents. I've provided
- it so everyone would have a copy of it.
- 18 MR. SAVAGE: I have no objection. I was
- 19 just curious.
- JUDGE THOMPSON: Anybody have any
- 21 objections to the receipt of Exhibit 250 or 206?
- 22 MR. ZARLING: I'd just like to note for the
- 23 record that the rule is not effective yet, hasn't been
- 24 published in the Missouri Register yet.
- JUDGE THOMPSON: Okay.

1 MR. BUB: We would agree with that, your

- 2 Honor.
- JUDGE THOMPSON: Very good. With that
- 4 caveat in mind, Exhibits 205 and 206 are received and made
- 5 a part of the record of this proceeding.
- 6 (EXHIBIT NOS. 205 AND 206 WERE RECEIVED
- 7 INTO EVIDENCE.)
- 8 JUDGE THOMPSON: Mr. Gryzmala, we are just
- 9 at 12 o'clock. Is this a good point to stop for lunch?
- 10 MR. GRYZMALA: I believe what I have --
- 11 JUDGE THOMPSON: You want to do it before
- 12 lunch or after?
- MR. GRYZMALA: Four, five minutes max. Two
- 14 minutes. Could be two minutes.
- JUDGE THOMPSON: Step right up to the
- 16 podium. That's the kind of talk I like to hear.
- 17 CROSS-EXAMINATION BY MR. GRYZMALA:
- 18 Q. Mr. Schell, I think I'm just going to
- 19 clarify something that maybe might be misunderstood. So
- 20 if you'll allow me the courtesy, I'll represent to you
- 21 that at line -- or at page 28 of his direct, Mr. Hamiter
- 22 said, and this was a subject of your testimony, that SBC
- 23 Missouri employs three combined local intraLATA and
- 24 interLATA tandems in its network. And a few pages after
- 25 that, at page 30 and 38, he identified those three tandems

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1 with acronyms IRL, IAL and LCL. Obviously, interLATA,
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- 2 intraLATA, and local.
- 3 A. Yes, I'm familiar with them.
- 4 Q. And then in your -- I'm sorry.
- 5 A. And I remember the chart.
- 6 Q. Excellent. Thank you. And then in your
- 7 own testimony, sir, you indicated that at page 13 there's
- 8 a significant discrepancy here. Mr. Hamiter's testimony
- 9 says thus and thus, what we just talked about, and you
- 10 refer to the LERG. And based upon the LERG, you made the
- 11 assertion that SBC has no combined local intraLATA -- I'm
- 12 sorry -- the data shows, according to the LERG, SBC has no
- end offices in Missouri that are served by SBC Missouri
- 14 combined local intraLATA tandem. Do you recall that?
- 15 A. Yes, sir.
- 16 Q. It's all on page 13. I just want to make
- 17 sure I understand. You attach a schedule to your
- 18 testimony marked JS-6?
- 19 A. Yes.
- 20 Q. And presumably -- well, excuse me. Your
- 21 statement in your testimony is that this is a distillation
- 22 of the data that appear in the April '05 LERG; is that
- 23 correct?
- 24 A. Yes.
- 25 Q. Okay. I just want to ask you if you -- are

- 1 you aware that where the tandem -- well, did you refer --
- 2 when you made the assertion, when you did your
- 3 investigation of the LERG, did you refer to the column
- 4 marked access tandem?
- 5 A. In that particular case, no, because SBC's
- 6 definitions singled out and in their language requiring
- 7 POIs and interconnection, et cetera, it talks about
- 8 251(b)(5) intraLATA tandems, and that's in your definition
- 9 of TSA.
- 10 And to be clear, what we did is we went
- 11 into the LERG and specifically pulled out all of SBC's end
- 12 offices in Missouri, every single one of them, and we
- 13 looked at the LERG. LERG has a number of files in it.
- 14 One of the files is called a LERG SHA, a shared homing
- 15 arrangement, SHA. And you get which end offices subtend
- 16 which tandems from that LERG, and then you go into LERG 7
- 17 itself and get all the physical identity related to the
- 18 switches, their addresses, et cetera.
- 19 We pulled all of that data out and looked
- 20 at that, which is what our engineers and folks that do our
- 21 work typically look at, and we found that SBC had
- 22 14 end offices, which are identified in Schedule JS-6,
- 23 which subtended an SBC local tandem, but 13 of those were
- 24 remote offices, and strangely enough, only one of the
- 25 hosts that hosted those remote end offices was showing

- 1 itself as subtending a tandem.
- 2 And let me come to my point. My point is
- 3 this: In state after state, we have run into difficulty
- 4 with SBC on the currency, the currentness of the data in
- 5 the LERG. In Kansas, I took the same LERG data, I sent it
- 6 to SBC and I said, is this correct? And they came back
- 7 and said, no, we have another tandem in Kansas City,
- 8 Kansas that serves 11 end offices and it's not in the
- 9 LERG.
- 10 Q. Mr. Schell, I don't mean to interrupt.
- 11 A. Let me finish my conclusion. The only
- 12 conclusion is that we are having difficulty trying to
- 13 follow what SBC says is the situation in their network
- 14 versus the data that their engineers populate in the LERG.
- 15 The LERG has not been all that reliable.
- 16 Q. I just wanted to get to an example,
- 17 concrete example.
- 18 A. All right.
- 19 Q. Are you aware that when the tandem also
- 20 serves -- in other words, an access tandem also serves as
- 21 a local tandem, the local tandem column is not populated
- 22 by SBC, so let me give you a concrete example here. Look
- 23 at page 1. Look at the fourth line down, and you see the
- 24 access tandem, St. Louis, Missouri and it tails off to
- 25 Missouri 0501T. Do you see that?

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1 A. I'm sorry. Which line are you looking at?
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- 2 Q. Fourth line. It's not marked as a line, as
- 3 No. 4, but it's the fourth line of data down.
- 4 A. I see it. Yes, I see it.
- 5 Q. Do you see how local tandem is blank there?
- A. Yes, I do.
- 7 Q. Okay. Now, see how three lines below that,
- 8 again there's another Missouri 0501T?
- 9 A. Yes.
- 10 Q. You see how in that case the local tandem
- is populated by Flat River?
- 12 A. That's correct.
- 13 Q. So is it fair to say, then, that in
- 14 certain -- and there are examples on that page right
- 15 there, and there's examples on the Kansas City as well.
- 16 The distinction is that when the tandem serves as a local
- 17 tandem as well, local tandem's not populated, but when the
- 18 local tandem is served by another tandem, as in the Flat
- 19 River example I gave you, that entry is populated.
- 20 Would that not clarify your objection?
- 21 A. Well, No. 1 would be very helpful if SBC
- 22 would tell us that officially.
- Q. We don't disagree there are --
- 24 A. That's very inconsistent with what other
- 25 companies do, and it's not even consistent throughout SBC

- 1 territory, and it's not consistent with answers they've
- 2 given us when we've asked the question before. However,
- 3 it is also not consistent with Mr. Hamiter's testimony.
- 4 He identified three tandems, only those three, where he
- 5 said they were access, intraLATA and local.
- 6 Well, you've got more than that in
- 7 Missouri, and they're not populated in here. So how do I
- 8 determine -- in other words, if I look down here, for
- 9 example, let's see. Let's take Sikeston, Missouri, the
- 10 bottom of the same page you referred me to, SKSTNOGR014.
- 11 The local column is not populated. Am I to assume that
- 12 that's also a local tandem? That would conflict with his
- 13 testimony.
- 14 Q. That would be a question that could have
- 15 come up during Mr. Hamiter's testimony. All I'm asking
- 16 you to assume --
- 17 A. Well, all I'm asking is, there's a whole
- 18 bunch of those. It runs throughout the entire document.
- 19 Q. Are you aware that -- in any case that the
- 20 CLEC handbook that is posted online provides the tandem
- 21 homing arrangements for each SBC Missouri tandem?
- 22 A. Well --
- Q. Does it or does it not?
- 24 A. I don't know, and it's not relevant to this
- 25 proceeding.

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1 Q. That's all I asked for.
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- 2 A. Your language refers us to the LERG, not
- 3 your handbook.
- 4 Q. Thank you.
- 5 A. Your definitions say LERG.
- 6 MR. GRYZMALA: Thank you.
- JUDGE THOMPSON: Thank you.
- 8 Okay. So we're ready for Bench questions
- 9 now for Mr. Schell; is that correct?
- 10 (No response.)
- 11 JUDGE THOMPSON: No one's disagreeing with
- 12 me, so I'll assume I'm right.
- We're going to take the lunch break now. I
- 14 think we need an hour lunch break. I don't know if it's
- 15 possible for us all to get fed in less than that, so let's
- 16 be back at 1:08.
- 17 (A RECESS WAS TAKEN.)
- JUDGE THOMPSON: We're ready for questions
- 19 from the Bench. Mr. Williams?
- MR. WILLIAMS: No questions.
- JUDGE THOMPSON: Mr. Johnson?
- MR. MICK JOHNSON: No.
- JUDGE THOMPSON: Mr. Scheperle?
- MR. SCHEPERLE: No.
- JUDGE THOMPSON: Mr. McKinnie?

- 1 MR. McKINNIE: Just real quick.
- JUDGE THOMPSON: Very good.
- 3 QUESTIONS BY MR. McKINNIE:
- Q. Correct me if I'm wrong, but if I want to
- 5 ask an AT&T witness about VOIP, I assume you are the guy?
- A. That is correct.
- 7 Q. Have you heard the questions I have asked
- 8 of the other witnesses?
- 9 A. Yes, I have.
- 10 Q. Because I'm going to ask you basically the
- 11 same questions.
- 12 A. All right.
- 13 Q. How does AT&T currently handle VOIP traffic
- 14 with Southwestern Bell?
- 15 A. How do we currently handle the VOIP traffic
- 16 with Southwestern Bell?
- 17 Q. In an interconnection agreement, or just
- 18 how it's generally being handled today.
- 19 A. I don't know exactly how we're doing it
- 20 today, and I don't believe it was addressed in the last
- 21 interconnection agreement at all. So I didn't look into
- 22 that in preparation for today.
- Q. Okay. That's fine. I have one other
- 24 question I just want to ask. I was reading through your
- 25 testimony, and you talk about the four different types of

- 1 categories of traffic on page 98 of your testimony. And I
- 2 just wanted to be -- I wanted to make sure I was sure
- 3 about what you're referring to.
- 4 You're talking about how SBC -- on line 12
- 5 of page 98, how SBC objects to the inclusion of -- I just
- 6 want to deal with the first two, ISP-bound traffic and
- 7 IP-enabled traffic.
- 8 A. Yes.
- 9 Q. I talked to Mr. Constable from SBC earlier
- 10 today about ISP-bound traffic, and he said that for the
- 11 most part that was traffic -- a call to an ISP. Is that
- 12 also your understanding of that term or the way you use
- 13 that term?
- 14 A. Well, the question you had asked before, I
- 15 think you had asked if there was a call from the PSTN to a
- 16 VOIP customer, would the person you were asking the
- 17 question of view that as a call that was ISP bound. And
- 18 my answer is, yes, AT&T would view that as an ISP-bound
- 19 call because it is bound for a voice application on the
- 20 Internet, as opposed to, say, a data application. But
- 21 from an engineering perspective and from a routing
- 22 perspective, it's handled exactly the same as any other
- 23 ISP-bound call.
- Q. Okay. That is definitely something I
- 25 wanted to learn from you. And then could you just real

1 quickly discuss the difference between then -- between the

- 2 difference between an ISP-bound traffic and IP-enabled
- 3 traffic?
- 4 A. I pretty much use the terms synonymously in
- 5 my testimony. Internet protocol enabled traffic is
- 6 traffic that uses the Internet, and ISP traffic is traffic
- 7 that uses the Internet. So pretty much one and the same
- 8 the way I use the term.
- 9 MR. McKINNIE: Okay. Just wanted to check
- 10 up on that. Thank you.
- 11 JUDGE THOMPSON: Ms. Dietrich, do you have
- 12 any questions for Mr. Schell?
- MS. DIETRICH: Yes, I do.
- 14 QUESTIONS BY MS. DIETRICH:
- 15 Q. Good afternoon.
- 16 A. Good afternoon.
- 17 Q. I just wanted to clarify with you about
- 18 points of interconnection.
- 19 A. All right.
- 20 Q. On page 12 of your testimony -- and
- 21 actually you talk about this several places throughout
- 22 your direct testimony. I'm sorry. You talk about --
- 23 starting at line 12, that locations such as outside plant
- 24 location and customer premise locations are not part of
- 25 its network, referring to SBC's position, and AT&T may not

- 1 interconnect at such locations.
- 2 Can you just kind of explain to me what
- 3 AT&T's position is as to where you should be able to
- 4 interconnect and/or what would be considered SBC's
- 5 network, in your opinion?
- A. Yes, ma'am, I can. AT&T agrees that it
- 7 must interconnect on SBC's network. There's absolutely no
- 8 disagreement between the parties that the interconnection
- 9 must occur on their network. What the parties disagree
- 10 upon is the definition of that network.
- 11 And AT&T believes that anywhere that SBC
- 12 has deployed its network facility, specifically fiberoptic
- 13 facilities, that those facilities are a part of SBC's
- 14 network. In fact, in a proceeding in another state, one
- 15 of their right-of-way witnesses in fact testified that,
- 16 yes, that is a part of their network. And I refer to that
- in my testimony.
- 18 So to the extent that SBC, for example, if
- 19 we have a carrier hotel say in St. Louis has a number of
- 20 different carriers in it and they have switches and
- 21 central offices in that building, and if SBC has brought
- 22 fiberoptic facilities and put a fiberoptic terminal in
- 23 that building to serve those carriers, then from our
- 24 perspective, that fiberoptic terminal and those facilities
- 25 are part of their network and we could establish an

- 1 interconnection with them at that fiberoptic terminal.
- 2 We're not saying that our switch is part of
- 3 their network. We're saying the facilities they have
- 4 deployed to that location are part of their network and
- 5 that we could interconnect with them at that location.
- 6 SBC's position is, the interconnection must
- 7 take place not only on their network, but physically
- 8 within one of their central offices, where they have
- 9 either an end office switch or a tandem switch.
- 10 Q. Okay. Then on page 13, along the same
- 11 lines, at line 9 and 10, you're talking about meet
- 12 arrangements, and at the end of that you say, and the
- 13 fiber splice point could be at an SBC outside plant
- 14 location?
- 15 A. Yes.
- 16 Q. Could you give me an example of what that
- 17 would be?
- 18 A. A manhole. In other words, if the parties
- 19 agreed that they were going to interconnect using fiber
- 20 and AT&T would build out the fiber to one of SBC's
- 21 manholes and SBC would build it out to the same manhole
- 22 and they would cross connect it in that manhole.
- Q. Okay. And then I'd like to refer you to
- 24 your rebuttal testimony for one last question. On
- 25 page 19 -- or excuse me -- page 12. At line 7 you say, by

- 1 changing its data in the LERG, which is wholly within
- 2 SBC's control, SBC can change AT&T's prior obligations.
- 3 Are you saying there that SBC has the ability to
- 4 manipulate LERG information?
- 5 A. I wasn't implying sinister manipulation in
- 6 that sense, but because SBC has the ability to determine
- 7 how its switches function, it decides which switches are
- 8 access tandems, which switches are local tandems, which
- 9 ones are intraLATA tandems and which ones are combined
- 10 tandems that perform multiple functions like access, local
- 11 and intraLATA. It makes those decisions and then places
- 12 those within the LERG.
- 13 In its proposed language defining a TSA, it
- 14 defines a TSA in terms of a combined intraLATA local
- 15 tandem and all of the local end offices that subtend that.
- 16 SBC also determines which end offices subtend which
- 17 tandems. That's a decision they make, and once they make
- 18 that decision, they place that in the LERG.
- 19 So to the extent that they can commission
- 20 or they can add or remove offices from certain tandems for
- 21 whatever reason, or they can establish new tandem serving
- 22 areas or perhaps even decommission a tandem in a serving
- 23 area, they in fact under their own proposed language
- 24 impact our POI obligations.
- 25 Q. And just for clarification, what is a TSA?

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1 A. A tandem serving area, and it is a
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- 2 defined -- it is an SBC-defined term in Attachment 11,
- 3 paragraph 6.19.
- 4 MS. DIETRICH: Thank you.
- 5 JUDGE THOMPSON: Thank you. Okay. I think
- 6 we're ready now for recross.
- 7 MR. BUB: None for us, your Honor.
- JUDGE THOMPSON: Very good. Redirect?
- 9 MR. ZARLING: Just a little bit.
- 10 REDIRECT EXAMINATION BY MR. ZARLING:
- 11 Q. Mr. Schell, do you recall questions from
- 12 Mr. Bub, SBC's counsel, about AT&T Issue 15?
- 13 A. Yes, I do.
- 14 Q. Okay. And would you describe the service
- 15 that is at issue or that is driving that issue?
- 16 A. Yes. AT&T offers service to business
- 17 customers that have intelligent PBXs and uses its
- 18 extensive investment in its IXC network to provide those
- 19 type of services. And I don't know if you want more,
- 20 but --
- Q. What is the name for the service?
- 22 A. I'm sorry. It is AT&T Digital Link,
- 23 sometimes referred to as ADL service.
- Q. So your testimony is it's a business
- 25 service?

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1 A. It is a service offered only to businesses
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- 2 that have PBXs, intelligent PBXs, in fact.
- 3 Q. Okay. Mr. Bub questioned you about a
- 4 Commission rulemaking and an aspect of the Commission's
- 5 adopted rule that allows ICOs, independent telephone
- 6 companies, small LECs, to request that traffic sent to
- 7 them be broken out into separate local and I think it's
- 8 interexchange trunk groups. Do you recall that?
- 9 A. Yes, I recall that.
- 10 Q. From your perspective, how is this AT&T
- 11 local traffic that's placed on a Feature Group D trunk
- 12 group, how does that look when it is sent to SBC's tandem
- 13 and on to an ICO?
- 14 A. Well, AT&T would agree that when the local
- 15 traffic is sent over the Feature Group D trunk group, that
- 16 looks like toll traffic over that same trunk group. And
- 17 as I discussed with Mr. Bub earlier, AT&T certainly has no
- 18 objection to SBC using the carrier identification code,
- 19 the CIC code, to identify that as AT&T IXC traffic, both
- 20 categories of traffic, and to use that as a routing
- 21 indicator to route that traffic on the IXC connection to
- 22 the independent company.
- Now, the end result of that is that AT&T is
- 24 going to pay access charges on some calls that perhaps
- otherwise it might not have. But AT&T ADL exchanges a

- 1 very small amount of local traffic with independent
- 2 companies and does not object to paying them access
- 3 charges on that traffic if SBC routes that on the IXC
- 4 group.
- 5 Q. You may have just touched on this. What
- 6 would be your expectation about the amount of local ADL
- 7 traffic? We're talking about this ADL service. What
- 8 would be your expectation about the amount of local
- 9 traffic that would ultimately be actually intended to go
- 10 to an ICO?
- 11 A. It would be very, very small. A very small
- 12 amount of traffic, perhaps even de minimis.
- 13 MR. ZARLING: Those are all the questions I
- 14 have.
- 15 JUDGE THOMPSON: Thank you, Mr. Zarling.
- 16 You may step down, sir.
- 17 THE WITNESS: Thank you.
- 18 (Witness excused.)
- 19 JUDGE THOMPSON: Okay. Tell me who's next.
- 20 According to my list, it should be McPhee or Silver, but
- 21 obviously my list isn't the one you're following.
- MR. ZARLING: Your Honor, we're trying to
- 23 get through as many witnesses who are both joint and
- 24 network and reciprocal compensation witnesses all in one
- 25 shot.

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JUDGE THOMPSON: That's fine with me.
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- 2 MR. ZARLING: So we're going to bring
- 3 Mr. Guepe up for AT&T.
- JUDGE THOMPSON: Mr. Guepe, come on back.
- 5 I'll remind you that you're still under oath, sir.
- 6 MR. GUEPE: Yes.
- 7 JUDGE THOMPSON: And if you would go ahead
- 8 and state your name and spell your last name for the
- 9 reporter.
- 10 THE WITNESS: My name is Richard Guepe,
- 11 G-u-e-p-e.
- 12 JUDGE THOMPSON: You may inquire,
- 13 Mr. Zarling.
- MR. ZARLING: Your Honor, Mr. Guepe has no
- 15 changes to the billing and reciprocal compensation
- 16 portions of his testimony, so I tender him for
- 17 cross-examination.
- JUDGE THOMPSON: Fantastic. SBC?
- MR. BUB: Thank you, your Honor.
- 20 RICHARD GUEPE testified as follows:
- 21 CROSS-EXAMINATION BY MR. BUB:
- Q. Good afternoon, Mr. Guepe.
- 23 A. Good afternoon.
- Q. My name is Leo Bub. I'm an SBC attorney.
- 25 A. Nice to meet you.

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1 Q. Nice to meet you, too. I just have a
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- 2 couple of short questions, and these all focus on AT&T's
- 3 intercarrier compensation issue 2B, as in boy. I think it
- 4 begins on page 36 of your direct.
- 5 A. Right at the end.
- JUDGE THOMPSON: What page did you say?
- 7 I'm sorry.
- 8 MR. BUB: 36.
- JUDGE THOMPSON: 36. Thank you.
- 10 THE WITNESS: I'm there.
- 11 BY MR. BUB:
- 12 Q. Okay. This issue concerns the potential
- 13 liability to AT&T for terminating compensation on calls
- 14 that AT&T receives through SBC Missouri, right?
- 15 A. Yes.
- Q. And in this situation, AT&T is using SBC's
- 17 switching element, and the call is terminating to AT&T
- 18 over SBC facilities; is that correct?
- 19 A. That's correct. And I'm not sure whether
- 20 it's only terminating or whether it goes in both
- 21 directions.
- Q. Okay. Well, let's just focus on the
- 23 terminating at this point.
- 24 A. Okay.
- Q. We may not need to go into the other side.

- 1 And these calls that are terminating to AT&T, they could
- 2 either be from SBC Missouri customers or from another
- 3 carrier?
- 4 A. That's correct.
- 5 Q. And the issue here is AT&T's concern that
- 6 it wouldn't be able to bill its terminating compensation
- 7 and calls when it doesn't have the appropriate records
- 8 telling it who to bill for the call?
- 9 A. It's the issue of and the liability of --
- 10 Q. That comes next.
- 11 A. Okay.
- 12 Q. You wouldn't have -- your concern is that
- 13 you wouldn't know who to bill?
- 14 A. Okay. So you're looking at our issues
- 15 both -- okay. 2B. All right. Yes. Yes. Yes. Correct.
- 16 Q. And then the liability issue is next where
- 17 you say if you can't identify who to bill, I AT&T want to
- 18 bill you SBC?
- 19 A. And this is on the --
- 20 Q. And SBC wants to be protected from that
- 21 liability because it wasn't our end user's call?
- 22 A. And if I understand right, you also want to
- 23 be protected if the call's going the other direction where
- 24 somebody else is trying to bill you because they didn't
- 25 receive the information that you received, that this

- 1 language would enable AT&T essentially to defend you or
- 2 keep you whole, and that's certainly not appropriate.
- 3 Q. Let's just focus on the terminating side at
- 4 this point. I'd like to focus on some language at the
- 5 bottom of page 36 as I have it, line 24, the very last
- 6 line. It begins in addition.
- 7 A. Yes.
- 8 Q. When a third-party carrier uses an SBC
- 9 Missouri UNE switch to provide service, AT&T must have
- 10 records from SBC Missouri in order to bill the proper
- 11 carrier for the termination. Do you see that?
- 12 A. That's correct.
- Q. On these types of calls, is AT&T not
- 14 receiving records directly from the CLECs that are
- 15 originating calls using SBC Missouri's switching element?
- 16 A. I don't believe so. It's strictly -- it's
- 17 internal to SBC. SBC has all the information. It's SBC's
- 18 switch which generates that information.
- 19 Q. And to answer my question, you're not
- 20 getting anything directly from the CLECs using that
- 21 switching element to serve their customer?
- 22 A. No. They're using your switch and
- 23 depending upon you to have that information.
- Q. But you're not getting anything from them;
- 25 is that correct?

- 1 A. As far as I know.
- 2 Q. Are you aware when you wrote your testimony
- 3 that in the M2A there's a provision in Attachment
- 4 Compensation to the M2A that requires the CLECs that are
- 5 using the switching element to actually provide records to
- 6 the carriers to whom it sends calls?
- 7 A. I'm not sure what's in the current M2A
- 8 agreement. I know that standard industry practices when
- 9 you're looking at -- under UNE-P, it's the underlying
- 10 switch provider that is really required to provide that
- 11 information.
- MR. BUB: Your Honor, may I approach the
- 13 witness?
- JUDGE THOMPSON: You may.
- 15 BY MR. BUB:
- 16 Q. Mr. Guepe, I'm showing you Attachment
- 17 Compensation Missouri, Attachment 12 Compensation, which
- 18 is Exhibit B, page 10 of 13, provision -- or
- 19 paragraph 7.7.2. Could you read that for us, please, read
- 20 it into the record?
- 21 A. Okay. This is from the 19-- or the 2001
- 22 agreement?
- 23 Q. The agreement that is expired, that I guess
- 24 has expired and has been extended.
- 25 A. Is this the AT&T agreement?

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1 Q. This is the M2A.
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- 2 A. So it's different from the AT&T?
- 3 Q. Different from AT&T. This is the one that
- 4 the CLECs --
- 5 A. These provisions aren't necessarily in --
- 6 this isn't in AT&T's agreement.
- 7 O. This is in the M2A that other CLECs have
- 8 agreed to.
- 9 A. Unless they opted into ours.
- 10 Q. Unless they opted into yours.
- 11 A. But it's 7.7.2?
- 12 O. Yes.
- 13 A. Each party will transit and summarize the
- 14 originating minutes of usage within 15 business days
- 15 following the prior month's close of business for all
- 16 traffic, including local, transiting and optional EAS via
- 17 the 92 type record process as outlined in Section 7.7.4
- 18 below from the data obtained in Section 7.7.1 above to the
- 19 transiting and/or terminating party for subsequent monthly
- 20 intercompany settlement billing. This information will
- 21 also be utilized by the parties for use in verifying and
- 22 auditing to confirm the jurisdictional nature of local
- 23 traffic that is required from the originating party under
- 24 the terms of this agreement.
- Did I read it right?

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1 Q. Yes, sir. And my understanding of your
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- 2 testimony so far would be correct that you did not -- that
- 3 AT&T on CLEC calls using SBC's switching element that
- 4 terminated to AT&T, that on those calls you did not
- 5 receive the records that this paragraph calls for?
- A. I do not know.
- 7 Q. You're not aware of --
- A. I'm not aware, no.
- 9 MR. BUB: Okay. Thank you. Those are all
- 10 the questions we had, your Honor.
- 11 JUDGE THOMPSON: Very nice. Eight minutes
- 12 and thirty seconds.
- 13 Mr. Williams, do you have any questions?
- MR. WILLIAMS: No questions.
- JUDGE THOMPSON: Ms. Dietrich?
- MS. DIETRICH: No questions.
- JUDGE THOMPSON: Mr. Johnson?
- MR. MICK JOHNSON: No questions.
- JUDGE THOMPSON: Mr. Scheperle?
- MR. SCHEPERLE: No questions.
- JUDGE THOMPSON: Mr. McKinnie?
- MR. McKINNIE: No questions.
- JUDGE THOMPSON: Very well. Redirect?
- 24 REDIRECT EXAMINATION BY MR. ZARLING:
- 25 Q. Mr. Guepe, does Issue 2B address a

- 1 situation when it is AT&T who is a UNE -- a user of SBC's
- 2 unbundled switching or when AT&T is a terminating carrier,
- 3 facilities-based terminating carrier? Excuse me.
- A. Okay. Repeat it. I didn't hear the start
- 5 of it.
- Q. Does Issue 2B address situations where AT&T
- 7 is -- in all circumstances is AT&T the terminating carrier
- 8 here?
- 9 A. In this case, yes.
- 10 Q. And does this address the situation where
- 11 AT&T is using SBC's unbundled switching as the terminating
- 12 carrier or is a facilities-based carrier concerned with
- 13 another CLEC who's using SBC's unbundled switch sending
- 14 traffic to AT&T?
- 15 A. It's a concern where another CLEC using
- 16 unbundled switching is sending traffic to AT&T.
- 17 Q. Now, with regard to 7.7.2 that Mr. Bub
- 18 talked to you about in the M2A --
- 19 A. Yes.
- 20 Q. -- are you aware of how many CLECs in
- 21 Missouri may have an agreement other than the M2A?
- 22 A. No, I'm not.
- 23 Q. Are you aware of how many CLECs who have
- 24 the M2A may have amended or have different language for
- 25 Section 7.7.2?

- 1 A. No, I do not.
- 2 Q. Is it your expectation that the
- 3 circumstances in which SBC does not -- excuse me -- where
- 4 a CLEC does not send the information to AT&T is
- 5 significant or de minimis occurrence?
- A. I would think it's a de minimis occurrence.
- 7 MR. ZARLING: I think that's all I have,
- 8 your Honor.
- JUDGE THOMPSON: Thank you. You may step
- 10 down, sir.
- 11 (Witness excused.)
- JUDGE THOMPSON: Who's next?
- MR. MAGNESS: This is Mr. Charles Land.
- 14 JUDGE THOMPSON: Mr. Land, nice to see you.
- 15 Take your seat, please.
- MR. MAGNESS: Witness for the CLEC
- 17 Coalition. Mr. Land has filed direct and rebuttal
- 18 testimony on interconnection issues on each of the
- 19 enumerated interconnection issues, NIA, ITR and NIM.
- JUDGE THOMPSON: Very good. Mr. Land, you
- 21 were sworn yesterday?
- THE WITNESS: Yes, I was.
- JUDGE THOMPSON: I'll remind you you are
- 24 still under oath. I don't think you need to spell your
- 25 name for the reporter, but just go ahead and say it.

- 1 THE WITNESS: Charles Land.
- JUDGE THOMPSON: You may inquire,
- 3 Mr. Magness.
- 4 CHARLES LAND testified as follows:
- 5 DIRECT EXAMINATION BY MR. MAGNESS:
- 6 Q. Mr. Land, do you have any changes or
- 7 corrections to your testimony?
- 8 A. No, I do not.
- 9 MR. MAGNESS: Tender him for cross.
- 10 JUDGE THOMPSON: Thank you very much. SBC?
- 11 CROSS-EXAMINATION BY MR. GRYZMALA:
- 12 Q. Good afternoon, Mr. Land. Good to see you
- 13 again.
- 14 A. Good afternoon.
- 15 Q. Mr. Land, I want to talk firstly about the
- 16 matter of a single POI. Would you agree that the argument
- 17 having to do with whether a single POI is sufficient
- 18 versus deployment of additional POIs is economic, that is
- 19 who should pay for the trunking or rather for the
- 20 transport for the interconnection trunking?
- 21 A. Yes.
- Q. Would you also agree, Mr. Land, with the
- 23 statements as follows: The issue of multiple POIs is
- 24 purely an economic one. It is a decision as to who is to
- 25 pay for transport costs. In most cases the establishment

- 1 of multiple POIs would not alter the network design that
- 2 exists under a single POI arrangement, but would change
- 3 the financial responsibility for the transport from the
- 4 old POI to the new one from SBC to the ILEC.
- 5 Would you agree with that series of
- 6 statements?
- 7 A. I think you meant to say from SBC to the
- 8 CLEC.
- 9 Q. Forgive me. I did.
- 10 A. And I would agree.
- 11 Q. Would you agree that the economic -- to the
- 12 point, the statements were directed who should pay for the
- 13 transport, correct?
- 14 A. Yes.
- 15 Q. The operative word was transport. Would
- 16 you agree that the economics of transport deployment are
- 17 determined by traffic volume, distance and location?
- 18 A. Those are factors. Those are not all the
- 19 factors.
- 20 Q. Those are three pertinent factors?
- 21 A. Yes.
- Q. Would it be fair to say as well that while
- 23 the cost of deployment increases with the length of
- 24 transport -- of a transport segment, that the revenues
- 25 generated also increase with the amount of traffic carried

- 1 on a particular transport route?
- 2 A. The revenues certainly are tied to the
- 3 traffic volumes. The length of the transport, which is
- 4 the earlier part of your question, would not necessarily
- 5 affect a carrier's revenues.
- 6 Q. And let me make sure because you're hearing
- 7 this and I'm reading. So what I meant to say was, and I
- 8 thought I did say, is it true that while the cost of
- 9 deployment increases with the length of a transport
- 10 segment -- that part is true, correct, the cost of
- 11 deployment does increase with the length -- as the length
- 12 of the transport segment increases?
- 13 A. All other things being equal, yes.
- 14 Q. And all other things being equal, the
- 15 revenues generated likewise increase with the amount of
- 16 traffic carried on a particular transport route?
- 17 A. Under many conditions, yes. Under some
- 18 conditions, no.
- 19 Q. Generally speaking, though, as the amount
- of traffic increases, so too do the revenues?
- 21 A. The obvious exception is if it's a bill and
- 22 keep arrangement, then there's not a revenue issue there
- 23 at all.
- 24 Q. Would you agree that where a CLEC -- that
- 25 when a CLEC is deciding where to build their own

- 1 facilities, that CLECs generally look first at the
- 2 shortest routes that have the greatest potential for
- 3 aggregating traffic?
- 4 A. I think they're going to look first at
- 5 their own facilities to see where they can make best use
- 6 of the facilities that already exist, and then to the
- 7 extent that facilities need to be extended and new
- 8 facilities placed, again, all other things being equal,
- 9 generally, yes, the shortest distance is preferable. But
- 10 there is a long list of potential exceptions to that
- 11 general rule.
- 12 Q. SBC -- rather, withdraw that.
- 13 It is the CLEC who has the choice to
- 14 determine where to deploy their switch; is that not a fair
- 15 statement?
- 16 A. Yes. I mean, a CLEC has to look at all the
- 17 cost considerations and make the most economical decision.
- 18 Q. That is not a decision which SBC is in a
- 19 position to dictate to a CLEC, correct?
- A. We would hope not.
- 21 Q. When they look at those choices, they can
- 22 choose to locate -- that is CLECs -- CLECs can choose to
- locate their switches close to other CLEC switches, can't
- 24 they?
- 25 A. It's very common for CLECs to pick carrier

- 1 hotels which would put them in close proximity to other
- 2 CLECs, other interexchange carriers, perhaps even large
- 3 customers.
- 4 Q. And I think we heard Mr. Schell allude to
- 5 that, the carrier hotel. And, in fact, that maximizes
- 6 efficiencies and limits costs in several regards, does it
- 7 not?
- 8 A. Usually it limits everybody's costs,
- 9 because generally a carrier hotel is immediately adjacent
- 10 to an SBC wire center switch.
- 11 Q. So you are able to take advantage of two
- 12 economics. You're able to take advantage of the economic
- in which you're able to share cost from the facility
- 14 across several CLECs, correct, the house, the building,
- 15 the hut, generally speaking?
- 16 A. I mean, a CLEC is leasing space in a multi-
- 17 tenant building. The fact that the other tenants are
- 18 carriers is a consideration.
- 19 Q. And the other positive from an economic
- 20 point of view is, as you mentioned, if you're close to an
- 21 SBC office, you are able to enjoy reduced costs because
- 22 the length of transport is very short; isn't that correct?
- 23 A. For the most part, SBC's rates are not
- 24 going to vary based on your distance from the SBC wire
- 25 center. So that's probably not an issue to the CLEC.

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1 Q. Well, would it not be an issue to the CLEC,
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- 2 the cost of constructing, installing, putting in place the
- 3 facility between its switch and --
- 4 A. If it's going to place a facility into the
- 5 SBC wire center, then that would be a consideration. If
- 6 it's going to use other carriers' facilities, it may or
- 7 may not be a consideration.
- 8 Q. Would you agree that CLECs often -- can
- 9 often locate their switches close to the ILEC's central
- 10 office to minimize the length and cost of entrance
- 11 facilities?
- 12 A. I mean, I would agree they can, yes.
- 13 Q. Would any of your prior answers be
- 14 different or would you need to clarify any of your answers
- 15 if the statements that I made were made by the FCC just
- 16 this year?
- 17 A. No, I don't think so.
- 18 Q. Now, under SBC Missouri's proposal, a CLEC
- 19 would be able to establish a single POI in a LATA
- 20 essentially, and after it achieved a specific level of
- 21 traffic, the CLEC would then be required to establish
- 22 additional POIs. That's the concept. Do you agree?
- 23 A. Yes.
- Q. Okay. And that threshold is 24 DS1s,
- 25 correct?

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1 A. It's 24 DS1s to any other tandem within the
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- 2 LATA or any end office that is not tandem served.
- 3 Q. That would be correct. Would you agree --
- 4 we heard testimony about this this morning, so maybe I can
- 5 shortcut to the point. Would you agree that approximately
- 6 500-- or rather 24 DS1s are comprised of approximately 576
- 7 trunks?
- 8 A. Yes.
- 9 Q. Now, at that point, that is at the point of
- 10 having achieved 24 DS1s under the circumstances you
- 11 pointed out, would you agree that, depending on how a CLEC
- 12 has engineered its network, it could serve as many as
- 13 10,000 customers; is that correct?
- 14 A. It would be a large number. I don't think
- 15 it would necessarily be that large a number.
- Q. Could it be more?
- 17 A. It would be unlikely. We call it
- 18 oversubscription. The question is, how many end users are
- 19 going to be on the phone at the same time? If they're all
- 20 on the phone at the same time using an interoffice trunk,
- 21 then you could only serve 572 customers over that
- 22 connection. If only one-tenth of them are on the phone at
- 23 the same time, then you could serve maybe 5,700 customers,
- 24 which is the number I would really have expected --
- 25 Q. Well --

- 1 A. -- to be the typical average.
- 2 Q. Excuse me. I didn't mean to interrupt you.
- 3 In any case, it would not be surprising at all that a
- 4 CLEC, an efficient CLEC could serve between 5,000 and
- 5 10,000 customers via 24 DS1s, correct?
- 6 A. It's possible. I would expect the number
- 7 to be somewhere slightly below 5,000.
- 8 Q. At page -- I'm sorry. At page 1 of
- 9 Mr. Hamiter's rebuttal testimony, he cited to a recent
- 10 Texas Order, that is an Order of the Texas Public
- 11 Utilities Commission which upheld the 24 DS1 threshold for
- 12 establishing an additional POI. At least that's the
- 13 representation made by Mr. Hamiter. Do you recall that?
- 14 A. Yes.
- 15 Q. Do you have any reason to dispute as to
- whether he reported that Order correctly?
- 17 A. That Order is correct. It's not
- 18 administratively final at this time.
- 19 Q. But it is an Order which was adopted by the
- 20 full Commission?
- 21 A. Yes.
- Q. Okay. The same page, he testifies that a
- 23 recent 13-state agreement between Level 3 and SBC also
- 24 incorporates the same 24 DS1 threshold. Do you recall
- 25 that testimony?

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1 A. I've read it.
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- 2 Q. Do you have any reason to dispute that this
- 3 occurred either?
- 4 A. I don't know one way or the other.
- 5 Q. Do you have any -- okay. Thank you.
- I'm going to turn briefly, if I may, sir,
- 7 to network reliability issues as they pertain to a single
- 8 versus multiple POI. Page 92 of his direct testimony,
- 9 Mr. Hamiter testifies that by selecting a single POI, a
- 10 carrier is putting the reliability of both networks in a
- 11 vulnerable position. Though a single POI may help a new
- 12 entrant establish a foothold in a given market or LATA, as
- 13 growth accelerates, multiple POIs provide additional
- 14 security and reliability that a single POI does not.
- Do you recall that testimony?
- 16 A. Yes.
- 17 Q. Do you have any reason to dispute it?
- 18 A. Yes, I do.
- 19 Q. Just a moment. When you were asked the
- 20 question, if there is an equipment failure at the POI or a
- 21 cable cut between the single POI and the CLEC switch,
- 22 would that result in the CLEC's customers being able to
- 23 complete calls except to other customers served via that
- 24 switch, you answered yes.
- 25 Were you asked that question, and did you

- 1 answer yes to that question?
- 2 A. Yes, I did.
- 3 Q. And that was in your own testimony on
- 4 Pages 13 and 14. Is that correct? Did I represent your
- 5 testimony correctly?
- 6 A. Yes.
- 7 Q. Okay. Thank you. Now, you also go on in
- 8 your rebuttal, page 14, to say that there are many options
- 9 to establish redundancy to avoid or minimize this risk; is
- 10 that correct?
- 11 A. Yes.
- 12 Q. Now, that appears at page 14. Is there
- 13 anything in your testimony which specifically provides
- 14 those options concretely, which lays them out? Excuse me.
- 15 A. I'd be glad to tell you what many of them
- 16 are, if you want to know.
- 17 Q. I would like to know first if there is
- 18 anything in your testimony that you point to as to what
- 19 those specific options would be and how they would
- 20 ameliorate the problems of customers not being able to
- 21 complete their calls.
- 22 A. No, I didn't explore what those options are
- 23 in my testimony. Many of them --
- Q. Thank you.
- 25 A. -- are very carrier specific.

- 1 Q. Thank you.
- I want to move to another issue briefly, if
- 3 I may. Page 16 of your rebuttal, you present the issue of
- 4 disputed POI location issues, that is where the POI may be
- 5 located. I believe that's at page 16 of your rebuttal.
- 6 So this entire portion of -- or this portion of
- 7 testimony -- strike that. Let me go back.
- 8 Do your have your IT-- excuse me. I'm
- 9 sorry. Do you have your DPLs with you, sir? I would have
- 10 reference to the NIA, the NIM, the DPLs in specific.
- 11 A. I have the ones that were current as of a
- 12 couple of weeks ago. I don't have with me the most recent
- 13 final ones.
- 14 Q. They're probably the same, but we'll try to
- 15 work through it. Okay?
- I want to refer you, if I may, sir, firstly
- 17 to NIA 10, and I think that is at page 28. Okay. Is it a
- 18 fair statement to say that that proposed -- or that
- 19 issue -- and to back up just a moment, the general issue
- 20 on which you testify on page 16 of rebuttal touches three
- 21 issues, NIA 10, NIM 3, NIM 2 and NIM -- those three basic
- 22 issues all having to do with where the POI is supposed to
- 23 be.
- Now, with respect to page 28 of 44, do I
- 25 accurately characterize that under SBC's -- or I'm

- 1 sorry -- under MCI's proposed language, POI -- says POIs,
- 2 quote -- let me back up. It says, quote, POIs which may
- 3 be CLEC's switch location shall be established at any
- 4 technically feasible point inside the geographical areas
- 5 in which SBC Missouri is the ILEC.
- 6 MR. MAGNESS: Your Honor, just for clarity
- 7 of the record, Mr. Gryzmala said MCI. This is the CLEC
- 8 Coalition DPL. Just wanted to make sure that's in the
- 9 record.
- 10 JUDGE THOMPSON: Thank you, Mr. Magness.
- 11 Do we have the right DPLs here?
- 12 MR. GRYZMALA: I'm looking at the CLEC
- 13 Coalition's. At least it's titled CLEC Coalition.
- MR. MAGNESS: You just said MCI.
- MR. GRYZMALA: I'm sorry.
- 16 BY MR. GRYZMALA:
- 17 Q. Says, quote, POIs which may be CLEC's
- 18 switch location, end quote. Do you see that at the very
- 19 beginning?
- 20 A. Yes, I do.
- 21 Q. And if I may briefly ask you to take a look
- 22 at the NIM 3, which would appear page 8, and that says,
- 23 does it not, quote, if the CLEC chooses to interconnect at
- 24 a point between the CLEC's premises and an SBC Missouri
- 25 tandem or end office, it should be allowed to do so, end

- 1 of quote. Did I read it correctly in CLEC preliminary
- 2 position, page 8 of 10?
- 3 A. I haven't found that point that you're
- 4 referring to.
- 5 Q. Okay. Let's back up. Now, I am looking,
- 6 sir, at the May 20 dated DPL. So it may be the wrong page
- 7 for you. But it is associated with NIM Issue 3, and the
- 8 NIM issues are set in the second column. I've usually got
- 9 to hunt for the issue and then go from there.
- 10 A. I don't find what you're talking about in
- 11 NIM 3.
- 12 Q. What date is your document?
- 13 A. March 30th.
- 14 Q. To help, I have what I believe to be the
- 15 May 20 DPLs. I can share this with you.
- MR. MAGNESS: Oh, great. Why don't you do
- 17 that?
- 18 MR. GRYZMALA: I didn't want to get in
- 19 anybody's way here.
- 20 BY MR. GRYZMALA:
- 21 Q. If you remember what I said, you can tell
- 22 me if you see it there, or if you don't, you can just go
- 23 ahead and read it.
- A. All right. I've read it.
- Q. Does it say what I said it said? Why don't

- 1 you quote the portion I highlighted?
- 2 A. If the CLEC chooses to interconnect at a
- 3 point between the CLEC's premises and an SBC Missouri
- 4 tandem or end office, it should be allowed to do so.
- 5 Q. And does that appear under the CLEC
- 6 Coalition's proposed language column? Says CLEC language
- 7 in that column from which you read at the top?
- 8 A. I don't know. You haven't handed me --
- 9 Q. If you look at your page, just scroll up to
- 10 the top, and does it say CLEC language at the top of that
- 11 column on the very same page?
- 12 A. Yes.
- 13 Q. Okay. Very good. Let me reapproach if I
- 14 may.
- JUDGE THOMPSON: You may.
- 16 BY MR. GRYZMALA:
- 17 Q. I've handed you page 4 of the CLEC
- 18 Coalition NIM DPL, and I want to direct your attention to
- 19 the portion, I believe it's Section -- I don't have my
- 20 copy. I gave it to you. I believe it's entitled
- 21 Section 1.1 on page 3; is that correct? Did I highlight
- 22 it?
- 23 A. Yes.
- 24 Q. And does it not refer to a deployment of a
- 25 POI, if I have this correctly, quote, at any point between

- 1 CLEC's premise and an SBC tandem or end office?
- 2 A. This is referring to mid-span fiber meet
- 3 points. I don't believe it's referring to POIs.
- Q. Okay. That's fine. But does it say what I
- 5 say it says?
- A. You know, at this point I don't remember.
- 7 Shall I read the words you highlighted?
- 8 Q. Yes.
- 9 A. CLEC's fiber cable and SWBT's fiber cable
- 10 are connected at an economically and technically feasible
- 11 point between the CLEC location and the last entrance
- 12 manhole at the SWBT central office.
- 13 Q. I would -- thank you. That is not the
- 14 language I was going to focus on just now, but that is
- 15 where I was going next, so you have accurately captured
- 16 that. I want to check with you.
- 17 At page 3, which I just gave you, this is
- 18 our fourth point that we're talking about in the DPL.
- MR. MAGNESS: Mr. Gryzmala, page 3 of what
- 20 now?
- MR. GRYZMALA: Of the same DPL.
- MR. MAGNESS: That's NIM?
- MR. GRYZMALA: Yes, CLEC Coalition.
- 24 BY MR. GRYZMALA:
- 25 Q. I believe you may find that at Section 1.1.

1 Is there not reference to, quote, at any point between

- 2 CLEC's premise and the SBC tandem or end office?
- 3 A. Yes, I see that.
- 4 Q. All of this DPL language would allow
- 5 placement of a POI at a point other than SBC's tandem or
- 6 end office, correct?
- 7 A. Well, again, all the discussion we've been
- 8 having, that we have had in reference to Issue No. 2 and
- 9 Issue No. 3 have to do with the location of the mid-span
- 10 fiber meet point. That is not necessarily the same place
- 11 that a point of interconnection or POI would be located.
- 12 Q. Is it not MCI's position that it should
- 13 remain free --
- MR. MAGNESS: CLEC Coalition.
- MR. GRYZMALA: I'm sorry. Excuse me.
- 16 BY MR. GRYZMALA:
- 17 Q. Is it not the CLEC Coalition's position
- 18 that it should remain free to establish a POI at a point
- 19 other than SBC Missouri's tandem or end office?
- 20 A. Yes. I have recommended that an additional
- 21 option should be at the CLEC switch location.
- 22 Q. In fact, you have not only recommended for
- 23 it, you have pushed that as your No. 1 priority; is that
- 24 not accurate?
- 25 A. I don't know that I'd established

- 1 priorities. It's a very important point to us.
- JUDGE THOMPSON: Can I break in for a
- 3 minute, and could you tell me the difference between a POI
- 4 and a mid-span fiber meet point?
- 5 THE WITNESS: Yes. Of course, a mid-span
- 6 fiber meet point is some point where SBC and the CLEC
- 7 agree that they're each going to build fiber to that point
- 8 and connect it. You know, usually it's just a splice,
- 9 which is a very small metallic case. It could be in a
- 10 manhole or -- doesn't even have to be weather protected or
- 11 anything like that. You'd like to protect it from
- 12 backhoes and post hole diggers.
- 13 A point of interconnection is in -- it's
- 14 more of an economic point. It's a point at which I have
- 15 agreed or the CLEC is responsible for obtaining facilities
- 16 to get to that point, and SBC is responsible for providing
- 17 facilities, and by that I mean transport, from that point
- 18 to SBC offices.
- 19 If my mid -- if I have a mid-span fiber
- 20 meet, and if that is not my POI, for example, if the POI
- 21 is at SBC's wire center, then I have to make some
- 22 arrangement with SBC to compensate them for the use of
- 23 their fiber from the mid-span fiber meet on to their
- 24 central office wherever the POI is located.
- JUDGE THOMPSON: Thank you. Very clear

- 1 explanation. Please continue.
- 2 BY MR. GRYZMALA:
- 3 Q. If the -- let us assume for present
- 4 purposes that the deployment of a POI in a particular case
- 5 would be at your switch, the CLEC Coalition switch. Would
- 6 you not agree that that switch location would be outside
- 7 of SBC Missouri's network?
- 8 A. I would very strongly disagree with that
- 9 premise. SBC has facilities to that switch location.
- 10 Those facilities are a part of SBC's network.
- 11 Q. So the question turns, then, as to whether
- 12 or not those particular facilities should be regarded as
- 13 SBC's network for purposes of establishment of a POI?
- 14 A. Yes.
- 15 Q. What if -- would your answer be different
- 16 if the CLEC in Missouri were to deploy a switch in an area
- in Missouri in which SBC doesn't do business?
- 18 A. If SBC doesn't have facilities to that
- 19 location, then I would not recommend that they be
- 20 permitted to establish a POI there.
- 21 Q. But isn't it a fact that your language
- 22 would permit exactly that in each of the cases you quoted?
- 23 A. It would permit that, but then the question
- 24 that would immediately arise is, what do you do in a
- 25 no-facility situation? That would require the CLEC to

- 1 negotiate an arrangement that SBC was agreeable to to have
- 2 facilities constructed.
- 3 Q. Your language, I remind you, sir, unless
- 4 you can correct me, does not refer to commercially
- 5 reasonable or commercially agreeable. If I recall, and
- 6 correct me if I'm wrong, it focuses on any point
- 7 technically feasible.
- Now, if it is at your switch and if it is
- 9 outside of Missouri's incumbent local exchange territory,
- 10 it is still, is it not, technically feasible for SBC to
- 11 reach you, is it not?
- 12 A. In my opinion --
- 13 Q. It can build, can't it?
- 14 A. If SBC does not have fiber facilities at
- 15 that location, then interconnection is not feasible at
- 16 that point in time.
- 17 Q. Well, what prevents the CLEC Coalition from
- 18 arguing that it would be required to deploy additional
- 19 facilities because it's technically feasible to do so?
- 20 A. Well, I'm sure they wouldn't be sponsoring
- 21 me as a witness for that purpose, and it would be my
- 22 recommendation that it should not be considered to be
- 23 technically feasible under those conditions.
- 24 Q. I want to make very certain. You do also
- 25 agree, do you not, that under the language that has been

- 1 proposed by MCI, that is --
- JUDGE THOMPSON: CLEC Coalition.
- 3 BY MR. GRYZMALA:
- 4 Q. I'm sorry -- by the CLEC Coalition, that is
- 5 an outcome which could well happen?
- A. I don't think so.
- 7 Q. What part of the language proposed by the
- 8 CLEC Coalition would allow SBC to decline a point of
- 9 interconnection in an area outside where it does business
- 10 in Missouri?
- 11 A. SBC daily declines orders for many things
- 12 that are provided under interconnection agreements due to
- 13 lack of facilities.
- 14 Q. They may push out due dates; isn't that
- 15 more accurate?
- 16 A. No. They flat refuse to work the orders.
- 17 Q. Your position is that SBC would be
- 18 permitted to decline connecting a POI with the CLEC
- 19 Coalition outside of SBC Missouri's franchise service
- 20 territory where the language of the agreement says if a
- 21 CLEC -- now, this is page 8 of 10 of the NIM -- where the
- 22 language says, if the CLEC chooses to interconnect at a
- 23 point between the CLEC's premises and an SBC Missouri
- 24 tandem or end office, it should be allowed to do so; that
- 25 is the position of the CLEC Coalition?

1 A. Again, that is in reference to mid-span

- 2 fiber meet, and not in reference to a POI.
- 3 Q. What language has MCI proposed --
- 4 A. CLEC Coalition.
- 5 Q. I'm sorry. What language has the CLEC
- 6 Coalition proposed or what language can the CLEC Coalition
- 7 point to that it has proposed that would allow SBC to
- 8 decline placing that additional facility where it had no
- 9 facilities or a lack of facilities? What language can you
- 10 point to offered by the CLEC Coalition which does that?
- 11 A. Again, this is in reference to a mid-span
- 12 fiber meet and not in any reference whatsoever to a point
- 13 of interconnection or a POI.
- 14 Q. Is there any language that the CLEC
- 15 Coalition has offered with respect to a point of
- 16 interconnection, whether in its NIA DPL, it's NIM DPL or
- 17 its ITR DPL which would allow SBC to decline where it did
- 18 not have facilities existing?
- 19 A. There are no words that address that issue
- 20 in the language that we have proposed.
- 21 Q. Thank you. None of those points in the
- 22 language that we just talked about -- excuse me. Strike
- 23 that.
- 24 It is possible the language can be read
- 25 with respect to all four of the languages we discussed,

- 1 that language -- isn't it true that that language could be
- 2 read to allow deployment of a POI other than between one
- 3 SBC Missouri switch and another SBC Missouri switch or
- 4 tandem or end office?
- 5 A. Again, it's our proposal that the CLEC
- 6 be -- that the POI could be established at the CLEC switch
- 7 location.
- 8 Q. Let me make sure. I'm not sure I asked my
- 9 question properly. In each of the instances we talked
- 10 about, each of those instances could be read as beyond the
- 11 facility between our switch at the Wire Center A for SBC
- 12 Missouri and our switch at Wire Center B; isn't that
- 13 correct?
- 14 A. The CLEC switch location may not
- 15 necessarily be geographically precisely between two SBC
- 16 switches. It might accidentally be.
- 17 Q. Typically it is the case that it is not
- 18 between those two offices. Isn't that the case, Mr. Land?
- 19 A. Well, I mean, typically you're going to
- 20 have a different fiber cable going from your switch to the
- 21 building in which the CLEC switch is located than the
- 22 fiber cable that's running from one of your switches to
- 23 another SBC switch.
- 24 Q. And you still maintain that a POI is okay
- 25 and it is right to establish a POI, to require that SBC

1 establish a POI at your switch, at the CLEC location

- 2 switch?
- A. Absolutely.
- 4 Q. And you made that same statement, did you
- 5 not, before the Kansas Commission?
- 6 A. Yes.
- 7 Q. And you also conceded to the Kansas
- 8 Commission that there are no orders or rules or law that
- 9 require that CLECs be allowed to dictate that a POI be
- 10 located at a CLEC switch. Did you not make that statement
- 11 to the Kansas Commission?
- 12 A. That's correct. I said that was a
- 13 commission prerogative.
- 14 Q. And did it not pull that even though SBC
- 15 may have fiber facilities at a CLEC switch, the Commission
- 16 cannot find that the CLEC switches within SBC's network,
- 17 the Commission finds for SBC on this issue and reverses
- 18 the arbitrator? Isn't that the way it turned out in
- 19 Kansas?
- 20 A. I don't know.
- 21 MR. MAGNESS: Mr. Gryzmala, do you have a
- 22 copy of that for us?
- MR. GRYZMALA: I'm not going to seek to
- 24 admit it. I don't. I just -- I don't.
- JUDGE THOMPSON: Do you want to come up and

- 1 look at it?
- 2 MR. MAGNESS: Sure.
- 3 BY MR. GRYZMALA:
- Q. Mr. Land -- I'm on my clock. Mr. Land,
- 5 that purports to be Order No. -- Mr. Land, does that --
- 6 MR. MAGNESS: Tell the reporter what it is.
- 7 BY MR. GRYZMALA:
- 8 Q. Mr. Land, would you identify that document,
- 9 what it is entitled as?
- 10 A. Ordered -- Order No. 13, Commission Order
- 11 on Phase 1. It lists a number of docket numbers. Do you
- 12 want me to read them?
- 13 Q. No. Is it fair to state that that appears
- 14 to you to be, subject to your check -- or I will represent
- 15 to you that that is an Order of the Kansas Corporation
- 16 Commission that was entered in Phase 1 of its post-K2A
- 17 arbitration proceedings. Would you have any reason to
- 18 dispute that statement?
- 19 A. No.
- 20 Q. And would you take a look at pages 16 and
- 21 17. And I would ask you, would you agree that I
- 22 represented correctly what that Order said?
- 23 A. The Order says, the Commission finds it has
- 24 discretion on this issue, which was my testimony in front
- of the Commission that you quoted a minute ago.

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1 Q. And let's go back to my question. My
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- 2 question was, does the Order say what I said it says?
- 3 A. Yes, it does. I was adding a little bit to
- 4 it for you.
- 5 Q. I realize that. Thank you.
- I want to focus on DPL Issue 11B. I
- 7 believe it's NIA Issue 11B. And again, I think you're
- 8 looking, frankly, Mr. Land, at a different DPL, so
- 9 hopefully this will match up. Mine is dated May 20. I'm
- 10 looking at page 34 of 44 under Issue 11, in the far left
- 11 column, the issue statement says, should CLEC be
- 12 financially responsible for interconnection facilities on
- 13 its side of the point of interconnection? Is that what
- 14 yours says?
- 15 A. Yes, it does.
- 16 Q. Okay. Great. Let us assume that you have
- 17 language before you simply stating that the CLEC will be
- 18 responsible for engineering -- strike that.
- 19 First I want to talk about proposed
- 20 language that is SBC's because you have the DPL in front
- 21 of you. Does our proposed language say that each party
- 22 will be responsible for providing the necessary equipment
- 23 and facilities on their side of the POI?
- 24 A. Yes.
- 25 Q. Okay. Let's assume that you have language

- 1 before you simply stating that the CLEC will be
- 2 responsible for engineering and maintaining its network on
- 3 its side of a physical POI and that the ILEC will be
- 4 responsible for engineering and maintaining its network on
- 5 its side of that POI. Would that be reasonable or
- 6 unreasonable to you?
- 7 A. There's some important details that are not
- 8 covered in your question. Absent those details, I can't
- 9 give you an answer.
- 10 Q. Okay. Let me see if I can -- and that was
- 11 a mouthful, so let me go back for just a moment. Let's
- 12 say that the interconnection agreement, let's assume that
- 13 the language says the CLEC will be responsible for
- 14 engineering and maintaining its network on its side of a
- 15 physical POI. Is that reasonable to you?
- 16 A. Yes.
- 17 Q. All right. Let's go to the second piece.
- 18 The ILEC will be responsible for engineering and
- 19 maintaining its network on its side of the POI. Is that
- 20 acceptable?
- 21 A. Yes.
- 22 Q. And if a Commission had approved that
- 23 language, you would therefore regard that as reasonable,
- 24 would you not?
- 25 A. In so far as it, go yes.

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1 Q. Would it make a difference if this
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- 2 Commission had approved that language?
- A. I don't think so.
- 4 Q. Are you aware of an ICA having been
- 5 approved by the Commission in Case No. -- I'm not sure if
- 6 it's 1 -- I believe its IK-2005-0152 between Sprint and
- 7 another carrier?
- 8 A. No.
- 9 Q. Let's move to segregated trunk groups for
- 10 mass calling. Mass calling is a high volume of calls by
- 11 anyone's definition, wouldn't you agree?
- 12 A. Mass calling is a process and a network by
- 13 which you protect the local exchange network from high
- 14 volumes of calls.
- 15 Q. Okay. But mass calling, just that limited
- 16 term, is a high volume of calls, wouldn't you agree?
- 17 A. Yes.
- 18 Q. Not only that, wouldn't you also agree that
- 19 that high volume of calls could overwhelm available
- 20 facilities and degrade the quality of service to many
- 21 users?
- 22 A. It can if the volume is high enough, and
- 23 that happens regularly. Not regularly, but it happens
- 24 often.
- 25 Q. It happens often and if the volumes are

- 1 sufficient, correct, a high enough volume will do that?
- 2 A. A snow day will do that in this part of the
- 3 country.
- 4 Q. Well, I will submit to you that I'm reading
- 5 at page 44 of your direct, lines 8 and 9, and I see a
- 6 statement that says, mass calling is the temporary
- 7 occurrence of a high volume of calls that could overwhelm
- 8 available facilities and degrade the quality of service to
- 9 many users. There's no qualification to that. Do you
- 10 recall that statement?
- 11 A. Yes.
- 12 Q. I want to ask you if you could kindly take
- 13 a look at ITR DPL Issue 6 for the CLEC Coalition. Now, on
- 14 my May 20 copy, Mr. Land, I see it at page 15 of 25. I
- don't know where it shows up on yours. But the issue is,
- 16 should CLEC be required to establish a segregated trunk
- 17 group for mass calling. Do you see that?
- 18 A. Yes, I do.
- 19 Q. Okay. With that in mind, would it be your
- 20 position that in lieu of a segregated trunk group, a CLEC
- 21 could use call gapping and software designed networks to
- 22 control mass calling?
- 23 A. Call gapping is not an acceptable
- 24 substitute and I've not recommended that. There are
- 25 potentially other substitutes that exist or could be

- 1 designed that would -- that would work. Call gapping is
- 2 simply a process by which you limit callers to some
- 3 percentage of the calls that they attempt. You
- 4 immediately block.
- 5 Q. It's not a good thing, is it?
- 6 A. Well, it's a good tool under certain
- 7 conditions, but it's not a tool that you would like to
- 8 have for media mass calling control.
- 9 Q. You did not recommend it?
- 10 A. I don't recommend it to solve this
- 11 particular problem.
- 12 Q. All right. Then let me refer you to the
- 13 CLEC language column at Issue 6, and there's some
- 14 underlining down at the bottom portion of that. If your
- 15 copy's the same as mine it says, in lieu of the above, the
- 16 above being mass calling public response choke network,
- 17 CLEC may use call gapping and software designed networks
- 18 to control mass calling. Do you see that?
- 19 A. Yes.
- 20 Q. Based on your testimony, wouldn't you think
- 21 it would be advisable that the CLEC Coalition withdraw
- 22 that language?
- 23 A. I'd recommend withdrawing the call gapping.
- 24 That doesn't belong there.
- Q. Thank you.

1 A. The remainder of the recommendation I think

- 2 is appropriate.
- 3 Q. In other words, the remainder that has to
- 4 do with software designed networks?
- 5 A. Yes.
- 6 Q. All right. You do recommend, I believe,
- 7 software controls in your testimony. I believe that was
- 8 referenced at page 25.
- 9 A. Yes, I do. The whole purpose of a choke
- 10 network is to limit the number of calls that can exit a
- 11 central office towards the customer who's initiated the
- 12 mass calling event. SBC would like to do that through
- 13 hardware. If you only have three trunks up or whatever
- 14 the number is, then that's the maximum number of calls.
- 15 Q. Okay.
- 16 A. My suggestion is that you can limit the
- 17 number of calls through software in the switch without
- 18 having to establish separate trunk groups for that
- 19 purpose.
- 20 Q. So there are kind of three things going on.
- 21 One is mass calling from the network, which you would
- 22 prefer, and then there's also call gapping, and then
- 23 there's a software fix. You don't approve of, don't
- 24 recommend call gapping. So you then, therefore, would
- 25 prefer software solution or SBC's solution, correct?

- 1 A. I would like for that option to be
- 2 contractually open for a CLEC and SBC to explore. It's
- 3 important that the details work, and the CLEC and SBC
- 4 would have to work out the details and see that they are
- 5 acceptable, but I didn't want that door forever barred to
- 6 discuss that option based on the language in the contract.
- 7 Q. But am I correct -- let me refer you back
- 8 to the language we just turned to. The language says,
- 9 CLEC may use -- strip call gapping for a moment. CLEC may
- 10 use software designed networks. This is not language
- 11 which would permit the two companies to talk about it,
- 12 wouldn't you agree?
- 13 A. The language doesn't say anything about
- 14 them talking, but there are a lot of details that are not
- 15 addressed here that the two companies are going to have to
- 16 work out.
- 17 Q. And if those details -- and those details
- 18 are important details, don't you agree?
- 19 A. Of course.
- 20 Q. And if they're not reflected here, isn't it
- 21 more prudent to take out this language entirely?
- 22 A. No. If the two sides can't get together
- 23 and reach an agreement on an alternative, then I'm sure
- 24 SBC's going to say, no, we're not going to do that, and
- 25 then if they feel it's an important enough issue, it can

- 1 come back here in dispute resolution.
- 2 So I think the two sides are going to reach
- 3 an agreeable resolution as long as the contract leaves the
- 4 door open to explore.
- 5 Q. But all I want to point out, let me ask
- 6 you, does the contract language leave that door open as
- 7 you read it?
- 8 A. Absolutely.
- 9 Q. What parts says to you?
- 10 A. It does not spell out all the details of
- 11 how that is to work. Those details require the agreement
- 12 and cooperation of the parties.
- 13 Q. Those agreements and discussions and
- 14 cooperation are not reflected in this language, sir.
- 15 A. You know, this contract would probably fill
- 16 this room if it spelled out all those details on every
- 17 issue.
- 18 Q. You identify three criteria which under
- 19 your view would meet the software requirements necessary
- 20 to handle the job there at page 25.
- JUDGE THOMPSON: 25 of?
- MR. GRYZMALA: The rebuttal of Mr. Land.
- 23 BY MR. GRYZMALA:
- 24 Q. One is that the software-derived choke
- 25 networks, that there are permanent instructions within a

1 switch that implement without a requirement for human

- 2 intervention, correct?
- 3 A. Yes.
- 4 Q. They block calls at the end office, and
- 5 they limit calls in a manner consistent with choke
- 6 trunking requirements. Those are your three criteria --
- 7 A. Yes.
- 8 Q. -- is that correct?
- 9 How did you establish -- strike that.
- 10 Has any independent third party assessed
- 11 the reliability of the software solution as you have
- 12 proposed it?
- A. Not that I know of. Our efforts to talk
- 14 with SBC about those solutions were fruitless.
- 15 Q. Have you gone to any third-party
- 16 independent firm, Ernst & Young, Telcordia, Bearing Point,
- 17 and proposed to them a methodology where they could assess
- 18 as an independent third party?
- 19 A. Our first step was to ask SBC, let's talk
- 20 about what would -- what could work here.
- 21 Q. Mr. Land, answer my question respectfully
- 22 and your counsel can follow up.
- A. I'm saying we never got to that step.
- 24 Q. Thank you. With regard to ITR 9, Mr. Land,
- 25 Issue 9, my May 20 copy shows that Issue 9 references

- 1 should the ICA contain provisioning intervals?
- 2 A. Yes.
- 3 Q. And can I ask you kindly to turn to
- 4 Section 6.5 of the proposed CLEC language?
- 5 A. Yes.
- 6 Q. The due date normally -- well, excuse me.
- 7 The due date referenced in the agreement, which is under
- 8 Section 6.5, is that trunks shall be -- due dates for
- 9 trunks shall be 20 business days, correct?
- 10 A. Yes.
- 11 Q. And that pretty much has been the case for
- 12 several years in multiple states as far as trunk
- 13 installation orders, is that correct, as a general rule in
- 14 the past?
- 15 A. That's the language that's in the current
- 16 x2A agreements.
- 17 Q. And I think the dispute here has to be with
- 18 whether the ICA should contain the provisioning interval;
- 19 is that correct?
- 20 A. It's whether the replacement should contain
- 21 the same provisioning interval that's in the existing
- 22 agreement today.
- Q. Now, the CLEC handbook which SBC provides
- 24 online allows for a 20-day interval, 20 business day
- 25 interval, does it not?

- 1 A. I believe that it does.
- 2 Q. And that has been the case for quite some
- 3 time; isn't that correct?
- 4 A. Yes. The CLEC handbook has conformed to
- 5 the contracts.
- Q. Right.
- 7 A. We don't know what direction that would go
- 8 if that requirement is not in the contracts.
- 9 Q. That's the whole point of your testimony,
- 10 isn't it?
- 11 A. It sure is.
- 12 Q. All right. Now, is there anything that you
- 13 can point to in your testimony, any language whatsoever
- 14 that you can point to that indicates that SBC has sought
- 15 to shorten that interval?
- 16 A. No.
- 17 Q. Now, you would agree that not infrequently
- 18 orders for large quantities of trunks can take more than
- 19 20 days; would you not agree?
- 20 A. I agree that it's SBC's practice not to
- 21 work them in 20 days.
- 22 Q. We'll take that up in a minute. There are
- 23 instances in which there are lack of trunk ports or there
- 24 are lack of facilities for one reason or another that
- 25 prevents SBC from making a 20 due date provisioning

- 1 interval; is that not accurate?
- 2 A. Well, there are two issues. Yes, there can
- 3 be even with a small order for trunks a lack of facilities
- 4 which cannot be overcome within 20 days. Then there's
- 5 SBC's practice that on large orders it wants to make it a
- 6 project, and rarely or never will those be worked within
- 7 20 days.
- 8 Q. Where in your testimony can you point us to
- 9 specific instances where the Coalition has been the victim
- 10 of provisioning delays beyond 20 days? Where in your
- 11 testimony might we look for that?
- 12 A. I have just said that I have seen instances
- 13 where CLECs suffered from that. I have not given the
- 14 details.
- 15 Q. So the answer is no?
- 16 A. I have not given the details in my
- 17 testimony.
- 18 Q. Thank you. You have not referred to any
- 19 instance, correct?
- 20 A. That's correct.
- 21 Q. Now, your language doesn't provide for
- 22 any -- excuse me.
- The CLEC Coalition's proposed language
- 24 which is reflected at ITR Issue 9 provides no exception
- 25 whatsoever for circumstances having to do with lack of

- 1 facilities, does it?
- 2 A. We kept the same language that's in the
- 3 existing agreement today.
- 4 Q. All right. So let me ask you to turn to
- 5 the language, if you would, sir, please, and tell me if
- 6 you see any language there that allows for a pass, if you
- 7 will, in the case where there's no trunk facilities
- 8 available to you. There is no such language in the CLECs'
- 9 proposed language, is there?
- 10 A. No, not at this point in the contract.
- 11 Q. And would you not agree that in every
- 12 instance of a trunking request that comes across an ASR,
- 13 whether the job is small or large or there's facilities or
- 14 there's trunk ports or not, this language would require
- 15 that there be a 20 business day completion of that job;
- 16 isn't that correct?
- 17 A. That's the strict reading of the language.
- 18 The reality is in some instances SBC doesn't do that, and
- 19 in most cases CLECs have agreed that there's appropriate
- 20 times to go beyond that time and it has not been an issue
- 21 for dispute resolution in front of public service
- 22 commissions.
- Q. Would you not agree that if a CLEC wasn't
- 24 quite so forgiving, even though there were reasonable
- 25 reasons for not being able to complete that order, the

- 1 CLEC would have language which it could point to which
- 2 says you are required to provision this trunk in 20 days.
- 3 There are no exceptions. Wouldn't that language allow
- 4 that?
- 5 A. As a practical matter, I think if that were
- 6 brought as dispute resolution back to a judge, he would
- 7 say, what are your reasons, SBC? And if there were
- 8 reasonable reasons for delay, I think that would be the
- 9 end of the discussion.
- 10 Q. Your testimony on that, on the possibility
- of SBC's extending this out beyond 20 days also refers to
- 12 a Texas accessible letter. Do you recall that?
- 13 A. Yes.
- 14 Q. And I'm looking at the attachment, I think
- 15 it's Exhibit A of your testimony. This has a statement
- 16 that says the interval increase that is -- excuse me.
- 17 This has to do with loops and related subjects, loops,
- 18 transport, moving from three business days to five
- 19 business days; is that correct?
- 20 A. Yes.
- 21 Q. In other words, a push out of the
- 22 provisioning interval?
- 23 A. Yes.
- 24 Q. It says, does it not, that the interval
- 25 increases in accordance with the Texas Commission's

1 arbitration order on Track 1 issues issued February 23,

- 2 2005; is that correct? Is that an accurate
- 3 representation?
- 4 A. That's what it says.
- 5 Q. So the Texas Commission dealt with this
- 6 situation in -- excuse me.
- 7 You say that the Texas Commission, that
- 8 this is a wrong move, this is a move in the wrong
- 9 direction and the Texas Commission will have to deal with
- 10 it. Isn't that what your testimony said, deal with it?
- 11 A. What page are you quoting from?
- 12 Q. Page 47, although these are only nominal
- increases at this time, this is clearly a move in the
- 14 wrong direction and a trend that the Texas Commission will
- 15 have to deal with at some point if SBC continues
- 16 backsliding on provisioning interval times. I have
- 17 attached as Exhibit A the accessible letter implementing
- 18 the changes to which I refer. Do you remember that
- 19 testimony?
- 20 A. Yes.
- 21 Q. well, the letter refers specifically to the
- 22 Texas Commission decision. Hasn't the Texas Commission
- 23 already dealt with this point, need not deal with it
- 24 later?
- 25 A. If SBC continues to lengthen provisioning

- 1 intervals to the extent that they are clearly
- 2 unreasonable, then it will obviously be back on the
- 3 Commission's doorstep to further address it.
- 4 Q. If, correct?
- 5 A. Yes.
- 6 Q. Your testimony does not cite to a single
- 7 instance in which it has actually sought to extend
- 8 provisioning orders for trunks from, say, 20 days which it
- 9 is today to 25 or 30 or 60? Your testimony doesn't say
- 10 that, does it?
- 11 A. Not yet. New contracts are just beginning.
- 12 Q. Okay. Thank you. I want to turn to
- 13 ITR 10, which has to do with the matter of expediting
- 14 orders.
- 15 MR. GRYZMALA: I only have just a couple of
- 16 moments left, your Honor.
- JUDGE THOMPSON: Very good.
- 18 BY MR. GRYZMALA:
- 19 Q. You understand if there's an actual
- 20 blocking situation, SBC would do its best to accommodate
- 21 expediting trunking orders; would you not agree with
- 22 that?
- 23 A. That's what SBC has proposed for contract
- 24 language.
- 25 Q. Do you not agree in that vein that the

1 language says, SBC's proposal says every effort will be

- 2 made; is that correct?
- 3 A. Yes.
- 4 Q. Your testimony refers to a potential
- 5 service affecting problem if the CLEC Coalition doesn't
- 6 prevail here?
- 7 A. Yes.
- 8 Q. It says that on page 48. You refer to
- 9 possible blocking, do you not?
- 10 A. Yes.
- 11 Q. Of course, there are no concrete instances
- 12 in that section of your testimony, are there, sir?
- 13 A. I can cite a lot of concrete instances from
- 14 my experience if you'd like for me to.
- 15 Q. Well, isn't this really just about hurrying
- 16 up an order for a customer?
- 17 A. That's the most common occurrence that we
- 18 have had in my experience.
- 19 Q. So it's less about pushing out a due date
- 20 because of facility issues or difficulties on SBC's
- 21 behalf; it's more to do with hurrying up an order for a
- 22 customer. You indicate, do you not, at page 30, if I'm
- 23 correct, of your rebuttal, that the most common problem
- 24 has to do with a new customer wanting to get an expedited
- 25 due date, correct?

- 1 A. Yes.
- 2 Q. If the Commission adopts your language,
- 3 then you're going to be able to be in a situation where
- 4 you're going to be able to command, are you not, shorter
- 5 provisioning intervals than other CLECs?
- 6 A. No.
- 7 Q. Well, if they do not have the same language
- 8 as do you and you have the benefit of more attractive
- 9 language, wouldn't that be a necessary outcome, you can
- 10 place yourself ahead of other CLEC orders?
- 11 A. If that's important to those other CLECs,
- 12 they should opt into this agreement.
- 13 Q. Okay. Your testimony says that SBC should
- 14 not object if the CLEC believes that there is a service
- 15 affecting problem and, quote, the CLEC is willing to pay
- 16 charges for expedited handling, at page 48 does your
- 17 testimony so state?
- 18 A. Yes.
- 19 Q. Does the language at ITR Section 6.2.3 and
- 20 ITR Issue 10 reference anything to the effect that the
- 21 CLEC Coalition is prepared or willing to pay the charges
- 22 for expedited handling?
- 23 A. The language we've proposed in that section
- 24 is silent on what charges, if any, there would be for
- 25 expediting.

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1 Q. There's no reference at all to charges in
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- 2 that section, is that what you're saying?
- 3 A. That what section of the agreement does not
- 4 specifically address charges except under very few cases.
- 5 Q. Is there any specific language that the
- 6 CLEC Coalition could point to that the parties have agreed
- 7 to wherein the Coalition has stated affirmatively we are
- 8 willing to pay for expedited charges for trunk orders
- 9 anywhere in the agreement?
- 10 A. No. I wish we'd been able to resolve that
- 11 issue with SBC, but it wasn't on the table for discussion.
- 12 Q. I do, too.
- MR. GRYZMALA: Thank you, Mr. Land.
- 14 JUDGE THOMPSON: Thank you, Mr. Gryzmala.
- 15 A gruelling 63 minutes and 22 seconds. We're going to
- 16 take ten minutes.
- 17 (A BREAK WAS TAKEN.)
- JUDGE THOMPSON: Now, isn't it my turn to
- 19 ask him questions?
- MR. MAGNESS: As a matter of fact, it is.
- JUDGE THOMPSON: Thank you. I just wanted
- 22 to make sure. I mean, if you've got some good ones, go
- 23 ahead.
- MR. MAGNESS: Got ahead of myself. Sorry.
- JUDGE THOMPSON. That's all right.

- 1 QUESTIONS BY JUDGE THOMPSON:
- 2 Q. Could you just tell me real quick what the
- 3 whole deal is about multiple POIs?
- 4 A. Yes. First off, reliability has been
- 5 raised as an issue, and you could -- there's a lot of ways
- 6 you could improve reliability. For example, you may
- 7 connect at one point, but you may use sonic networks with
- 8 a fiber ring connector, so any cut in the fiber on either
- 9 side doesn't disrupt service.
- 10 Q. Okay.
- 11 A. Another possible way of improving
- 12 reliability is to connect at more than one place.
- 13 Q. That's the multiple POIs?
- 14 A. Yes. And when you do that, you're not --
- 15 you're probably increasing the chance of outages because
- 16 you've got more places where you can be cut, but the
- 17 outages are going to be smaller. They're going to be to
- 18 more isolated areas instead of the entire network. So I
- 19 guess just a business decision there, do you want more
- 20 smaller outages or fewer large ones?
- 21 Q. Okay.
- 22 A. But the real issue is, if I'm going to
- 23 connect with SBC, at what point, if any, do I have to pay
- 24 for facilities beyond that first point of connection?
- 25 O. You mean on their side?

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1 A. Well, yes. I mean, right now it's one POI
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- 2 and they pay for everything on their side. If at some
- 3 point there's another POI, then I have to pay the freight
- 4 between where I first connected and that second POI.
- 5 Q. Okay. And you guys want fewer POIs, am I
- 6 right, they're calling for more?
- 7 A. That's right. We would like to only be
- 8 required to have one POI in a LATA, and then if for
- 9 reliability or any other reason out there we want to have
- 10 more POIs, then we'd like to go to SBC and explore where
- 11 those would be appropriate and how they could be mutually
- 12 agreeable.
- JUDGE THOMPSON: Okay. Very good.
- 14 Mr. Williams?
- MR. WILLIAMS: I have no questions.
- 16 JUDGE THOMPSON: Ms. Dietrich?
- MS. DIETRICH: Yes.
- 18 QUESTIONS BY MS. DIETRICH:
- 19 Q. Mr. Land, I just had a couple questions for
- 20 you. In your direct testimony, at page 21, the sentence
- 21 at the end of line 1 going on to line 2, AT&T and SBC have
- 22 developed systems to properly bill for each type of
- 23 traffic that transits its combined groups today. Do you
- 24 see that sentence?
- 25 A. I think my pagination is off a little bit

- 1 from yours, but I remember the statement.
- Q. Okay. Can those systems that AT&T and SBC
- 3 have developed be used by other CLECs?
- 4 A. Yes, they could.
- 5 Q. And would there be a cost for that?
- A. I don't know.
- 7 Q. Okay. Then on page 35 of your testimony, I
- 8 want to talk a little bit more about the POIs, and at
- 9 least on my version of the testimony it's again line 1,
- 10 and you're talking about what SBC customarily argues is
- 11 that CLEC switch locations are not on its, quote, local
- 12 network, end quote, and therefore are not locations where
- 13 SBC is required to allow interconnection.
- 14 And as I understand the CLEC Coalition
- 15 position, the CLEC switch should be a POI; is that
- 16 correct?
- 17 A. The CLEC should be permitted to designate
- 18 its switch location as a POI if it chooses to, yes.
- 19 Q. And exactly where would the connection be
- 20 between SBC and the CLEC?
- 21 A. At SBC's fiber terminal located in the
- 22 building where the CLEC switch is located. In every
- 23 instance I'm aware of today, SBC has a fiber cable into
- 24 the building where the CLEC is located and a fiber
- 25 terminal somewhere in that building.

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1 Q. And then what runs between the fiber
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- 2 terminal and the CLEC switch? Whose facilities is that?
- 3 A. That would be the CLEC's responsibility to
- 4 provide those facilities.
- 5 JUDGE THOMPSON: If I could interrupt, why
- do you think, if you know, SBC opposes that?
- 7 THE WITNESS: They want us to pay for the
- 8 facilities between our switch and their switch. They
- 9 don't want to have to provide it at no charge to us.
- 10 JUDGE THOMPSON: Okay. The facility's
- 11 already there; they just don't want you using it?
- 12 THE WITNESS: They don't want us using it
- 13 for free.
- JUDGE THOMPSON: Do you think you should
- 15 have to pay for it?
- 16 THE WITNESS: No.
- 17 BY MS. DIETRICH:
- 18 Q. Do you pay for POIs no matter where they're
- 19 located?
- 20 A. Today?
- 21 Q. Uh-huh.
- 22 A. Today, yes, we pay for the use of -- if we
- use SBC's facilities to connect from our switch out to a
- 24 point of interconnection, then yes, we pay -- those are
- 25 called leased facilities, and we pay the same prices as

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1 what's in Attachment 6 for unbundled network elements. In
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- 2 some instances we may use other carriers' facilities for
- 3 that connection. In some instances SBC is the only
- 4 carrier that has connectivity and we have no choice.
- 5 JUDGE THOMPSON: If I could interrupt
- 6 again, let me see if I understand this. You want to be
- 7 able to connect to them at your switches, in which case
- 8 they bear the cost of getting to the switch. They want
- 9 you to have interconnect with them at their switches, in
- 10 which case you bear the cost of getting it to their
- 11 switch; is that correct?
- 12 THE WITNESS: Yes.
- 13 JUDGE THOMPSON: So basically you each want
- 14 the same thing?
- THE WITNESS: Yes, sir.
- 16 JUDGE THOMPSON: Just want to make sure I
- 17 understand. And is that what the proposals are, I mean,
- 18 we're going to have to cut the baby by saying it's either
- 19 A or B?
- 20 THE WITNESS: That's the proposal up to a
- 21 point. When you get into the additional POI requirement,
- 22 then they're wanting us to pay to get out to many of their
- 23 switches.
- 24 JUDGE THOMPSON: Same thing, only a little
- 25 twist on it?

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1 THE WITNESS: Yes. And then they're
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- 2 wanting us to pay at special access rates, not at
- 3 unbundled network element rates. So that's another issue
- 4 we have on the table; if we pay, what is the appropriate
- 5 price?
- 6 JUDGE THOMPSON: Let me ask you this: Is
- 7 there any reason you couldn't put the POI in the middle
- 8 between the two?
- 9 THE WITNESS: No.
- 10 JUDGE THOMPSON: I apologize.
- 11 MS. DIETRICH: That's okay.
- 12 BY MS. DIETRICH:
- 13 Q. Following up on that last question, is
- 14 there any kind of limitation on the distance between the
- 15 switches?
- 16 A. You're talking about from a technical
- 17 standpoint or --
- 18 Q. Right, uh-huh.
- 19 A. Realistically, in the real world, no.
- Q. I'd like to switch to the DPL, the ITR DPL
- 21 that you were just discussing with Mr. Gryzmala, and on
- 22 the version I have it's page 24 of 25, Issue No. 10. I'd
- 23 like to ask a couple follow-up questions.
- A. All right.
- 25 Q. This is talking about the blocking, and in

- 1 the CLEC language at 6.2.3 the underlying language says,
- 2 or upon reasonable demonstration. Is there anywhere in
- 3 the agreement where it spells out what a reasonable
- 4 demonstration would be?
- 5 A. No. We would like the door open to be able
- 6 to make that reasonable demonstration to SBC employees,
- 7 and if they agree that we have indeed done so, then they
- 8 would expedite the order.
- 9 Q. And I believe in your discussion you said
- 10 that there wasn't any place in the agreement where it
- 11 spells out what the cost of an expedited order would be;
- 12 is that correct?
- 13 A. That's correct.
- MS. DIETRICH: I think that's it. Thank
- 15 you.
- JUDGE THOMPSON: Thank you. Mr. Johnson?
- MR. MICK JOHNSON: No questions.
- JUDGE THOMPSON: Mr. Scheperle?
- MR. SCHEPERLE: No questions.
- JUDGE THOMPSON: Mr. McKinnie?
- MR. McKINNIE: No questions.
- JUDGE THOMPSON: Okay. We're talking
- 23 recross.
- 24 RECROSS-EXAMINATION BY MR. GRYZMALA:
- 25 Q. A couple quick questions, Mr. Land. Given

- 1 the discussion between yourself and the Judge and
- 2 Ms. Dietrich regarding the switch locations, under the
- 3 language that the CLEC Coalition has proposed and as a
- 4 practical matter, there's nothing that prevents the CLEC
- 5 Coalition from deploying the switch, its switch in
- 6 Kentucky, in outstate Missouri where we, SBC Missouri does
- 7 not do business, in New York, and that is a fundamental
- 8 distinction, is it not?
- 9 Is there anything in your language which
- 10 puts a limiter on where the CLEC could place its switch?
- 11 A. I think there is, but give me just a minute
- 12 and I'll check. I think the POI has to be within the
- 13 LATA.
- 14 Q. And I want to ask you as a general policy
- 15 matter, is it your understanding of the current regulatory
- 16 environment that with regard to the facilities that
- 17 emanate from a CLEC switch, in many respects these are
- 18 regarded as entrance facilities to the ILEC's network, the
- 19 kind of entrance facilities and items that the FCC policy
- 20 has changed given the ability of a CLEC to self deploy
- 21 with sufficient traffic volumes, the ability of a CLEC to
- 22 collocate with other CLECs, the ability of a CLEC to
- 23 economically deploy its own entrance facilities and its
- 24 own means of putting a link between its switch and the
- 25 ILEC's network?

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1 Wouldn't you also agree, in addition to
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- 2 that, that that policy signals a departure from the
- 3 traditional reliance upon the ILEC's network, and isn't
- 4 that exactly what the TRRO says?
- 5 MR. MAGNESS: Your Honor, Mr. Land does not
- 6 have testimony concerning the DPL issues on entrance
- 7 facilities. Those are the testimony of Mr. Cadieux on
- 8 UNEs and on the TRRO issues. I think they're more
- 9 appropriately addressed to a witness that's actually
- 10 testified to that. So I would ask Mr. Gryzmala to save
- 11 the speech and the question for Mr. Cadieux tomorrow.
- 12 JUDGE THOMPSON: TRRO, isn't that an FCC
- 13 order?
- MR. GRYZMALA: Yes, your Honor.
- JUDGE THOMPSON: And weren't we going to
- 16 save that for the Brief?
- 17 MR. GRYZMALA: Yes, we are. I only asked
- 18 him as a factual matter if the kinds of things that you
- 19 asked him about and Ms. Dietrich asked him about have been
- 20 long regarded as entrance facilities. That's all.
- JUDGE THOMPSON: As he just summarized it,
- 22 you may answer his question if you can.
- 23 THE WITNESS: There are two types of
- 24 facilities typically connecting to a CLEC switch or an
- 25 ILEC switch. There are those facilities that connect that

- 1 switch to customers. You might call those loop
- 2 facilities. And there are facilities which connect that
- 3 switch to other switches. We might most commonly call
- 4 those trunk facilities.
- 5 The FCC has addressed loop facilities and
- 6 entrance facilities used to provide loops to connect to
- 7 customers. It has not addressed trunking facilities and
- 8 those facilities used to connect to other switches.
- 9 BY MR. GRYZMALA:
- 10 Q. I just have one question, and I trust it's
- 11 not a legal question. Your claim, then, would be that the
- 12 FCC has not treated the matter of entrance facilities as
- 13 it has to do with dedicated transport to connect the CLEC
- 14 switch to our network? Are you saying that?
- 15 A. It has not dealt with those facilities that
- 16 are used for trunking purposes. It has only dealt with
- 17 those facilities that are used for connections to
- 18 customers.
- 19 MR. GRYZMALA: Okay. Fair enough. Thank
- 20 you.
- JUDGE THOMPSON: Thank you. Redirect?
- 22 REDIRECT EXAMINATION BY MR. MAGNESS:
- Q. Mr. Land, the issue that just arose, in
- 24 fact, in the TRRO the FCC specifically made that
- 25 distinction, didn't they, the one you just made, between

- 1 different types of entrance facilities?
- 2 A. Yes. I believe it's paragraph 140 where
- 3 the FCC has affirmed that the ILECs continue to have
- 4 their -- the obligation they had in the past for trunking,
- 5 is my layman's interpretation of what that paragraph says.
- 6 Q. Okay. Let's talk about technical
- 7 feasibility here for a moment. When you -- and let's look
- 8 at the DPL for NIM, network interconnection methods. I
- 9 believe you and Mr. Gryzmala were going over it. I direct
- 10 you to Issue No. 2, the mid-span fiber meet issue he
- 11 discussed with you at some length. And let me know when
- 12 you've got the language in front of you.
- 13 A. I'm there.
- 14 Q. In the CLEC preliminary position column, in
- 15 quotes it says, technically feasible is a reference to an
- 16 interconnection point not to a method of interconnection.
- 17 Is technically feasible, and I put that in
- 18 quotes, forms of interconnection something the FCC has
- 19 addressed in its orders before?
- 20 A. Yes.
- 21 Q. So -- and I ask you that not to tell me
- 22 what the FCC has said, but there is -- would you agree
- 23 there's ample guidance from the FCC concerning what is
- 24 technically feasible and what is not?
- 25 A. Yes.

- 1 Q. So when there's language in an
- 2 interconnection agreement that references technical
- 3 feasibility, it's not in a vacuum, is it?
- 4 A. No.
- 5 Q. And if a CLEC installed a switch in
- 6 New York and then yelled down to SBC in San Antonio, hey,
- 7 you've got to come up here and interconnect with me, and
- 8 SBC comes up to New York and looks around, there's no
- 9 fiber they own, there's no copper they own, they got
- 10 nothing, is that going to be technically feasible
- 11 according to what the FCC's told us?
- 12 MR. GRYZMALA: Your Honor, I object. Calls
- 13 for application of law.
- 14 BY MR. MAGNESS:
- Okay. You're an engineer, right?
- MR. MAGNESS: I'm sorry, your Honor. I can
- 17 withdraw it.
- 18 JUDGE THOMPSON: I'm not an engineer. Were
- 19 you talking to me? I think you opened the door to this.
- 20 I'm going to let him answer that question.
- 21 BY MR. MAGNESS:
- 22 Q. Okay. I won't withdraw it. Please answer
- 23 that question.
- A. No, of course it's not feasible if they
- 25 don't have facilities there. It's outside the LATA, which

- 1 makes it even outside the scope of what's in the
- 2 interconnection agreement.
- JUDGE THOMPSON: Thank you. Now let's stay
- 4 away from what the FCC said or didn't say.
- 5 BY MR. MAGNESS:
- 6 Q. And the -- from an engineering perspective,
- 7 would it be considered technically feasible as that
- 8 language is used in the interconnection agreement?
- 9 A. As I define it, they don't have facilities
- 10 there, no, it would not be feasible.
- 11 Q. And looking at that language at NIM Issue
- 12 No. 2, Mr. Gryzmala made many points about the
- 13 unreasonableness of the CLEC Coalition language, and I'd
- 14 ask you to read that first sentence on mid-span fiber
- 15 meet, and this is the CLEC Coalition contract language.
- 16 That's at Section 1.1 of the proposed language.
- 17 A. Mid-span MSFMP, that's mid-span fiber meet
- 18 point, between SBC Missouri and CLEC can occur at any
- 19 mutually agreeable, economically and technically feasible
- 20 point between CLEC's premises and SBC Missouri tandem or
- 21 end office.
- 22 Q. So the CLEC proposed contract language
- 23 contemplates mutually agreeable, doesn't it?
- A. Yes, it does.
- 25 Q. Economically and technically feasible,

- 1 doesn't it contemplate that as well?
- 2 A. That's right. A mid-span fiber meet point
- 3 is not going to occur at any place that SBC does not agree
- 4 to.
- 5 JUDGE THOMPSON: So does that protect them
- 6 from the New York scenario?
- 7 THE WITNESS: Absolutely. And again, your
- 8 Honor, a mid-span fiber meet is a different family of
- 9 issues from point of interconnection.
- 10 BY MR. MAGNESS:
- 11 Q. Could you elaborate a little bit on that?
- 12 I think that got somewhat confused, at least to me, in the
- 13 cross.
- 14 A. Yes. A mid-span fiber meet is where you
- 15 connect fiber facilities. A point of interconnection is a
- 16 point of financial responsibility, who's going to pay for
- 17 what to get to that point.
- 18 JUDGE THOMPSON: Let me ask you a question,
- 19 if I can interrupt your redirect and trigger this whole
- 20 recross and cavalcade. If the POI is the point of
- 21 financial responsibility switch, so in other words it's
- 22 really a point with a legal significance, is it --
- 23 nonetheless, does it also have to be a point where
- 24 physical facilities interconnect?
- 25 THE WITNESS: It doesn't have to be a point

1 where the two sides, two different owners' facilities

- 2 meet.
- JUDGE THOMPSON: Because you could, in
- 4 fact, be leasing SBC's facilities to get to the POI?
- 5 THE WITNESS: Yes. And for many CLECs
- 6 that's commonly done today.
- 7 JUDGE THOMPSON: Thank you. That clears it
- 8 up very nicely. Does anyone feel the urge to do any
- 9 recross based on that small question?
- 10 MR. GRYZMALA: No, your Honor.
- 11 JUDGE THOMPSON: Thank you. Bless you.
- 12 Please, go on with your redirect.
- 13 BY MR. MAGNESS:
- Q. Do you have the Kansas Commission order
- 15 that Mr. Gryzmala asked you about in front of you?
- 16 A. Yes, I do.
- 17 Q. And I'd ask you to -- I think he had you
- 18 looking at page 16 and 17. If you could go to page 16,
- 19 and this was the issue regarding interconnection on SBC's
- 20 network. Do you recall that discussion with Mr. Gryzmala?
- 21 A. Yes.
- 22 Q. And you referenced, I think it's in
- 23 paragraph 45 here, the Commission finds it has discretion
- 24 on this issue. The law, including rules and orders,
- 25 neither requires that CLECs be allowed to interconnect at

1 a CLEC switch where the incumbent has fiber nor precludes

- 2 such interconnection.
- 3 Is it your testimony that your position in
- 4 Kansas was just that, that it is a policy question the
- 5 Commission can decide at its discretion?
- A. Absolutely.
- 7 Q. And you understand that the arbitrator in
- 8 Kansas agreed and the Commission decided to go the other
- 9 way, right?
- 10 A. Yes.
- 11 Q. Based on this order?
- 12 A. Yes.
- 13 Q. If you could look at page 17, at
- 14 paragraph 47, the Kansas Commission says, SBC argues the
- 15 ability to establish one point of interconnection per LATA
- 16 in an incumbent carrier's franchise area is limited to new
- 17 entrants for the purpose of fostering competition. SBC
- 18 wants to require CLECs to establish additional POIs when
- 19 their traffic requires more that 24 DS1s.
- Then I'm going to skip down to paragraph
- 21 49. SBC also cites multiple other concerns, but has
- 22 provided no evidence to show there are -- they are
- 23 anything other than conjecture.
- 24 And in paragraph 51, the Commission
- 25 concludes, the Commission agrees with the Wireline

1 Competition Bureau that CLECs have an incentive to move to

- 2 direct end office trunking when such a move is cost
- 3 effective and finds it reasonable to allow CLECs to
- 4 determine their network design, and they affirm the
- 5 arbitrator's decision.
- Is that a correct reading of that decision?
- 7 A. Yes, it is.
- 8 Q. So the Kansas Commission affirmed the CLEC
- 9 position on that part of the points of interconnect or
- 10 rather points of interconnection issue?
- 11 A. Yes.
- 12 Q. That segment of the issue. Okay. And then
- 13 if you could turn to page 22 of the same Kansas Commission
- order, at paragraph 65, SBC requests the Commission
- 15 reverse the arbitrator's decision in favor of AT&T and the
- 16 CLECs regarding the establishment of mass calling trunks
- 17 to protect the network from possible effects of mass
- 18 calling. You see that there?
- 19 A. Yes.
- 20 Q. And if you turn to paragraph 67 on page 23,
- 21 I believe you'll find it says, the CLEC Coalition refers
- 22 to the testimony of its witness Land, and that would be
- 23 you, would it not?
- 24 A. Yes.
- 25 O. Who testified that software solutions

- 1 proposed by the CLECs would allow CLEC switches to be
- 2 programmed to allow simultaneous completion of only an
- 3 agreed number of calls that the solution implements
- 4 automatically.
- 5 And in paragraph 68, isn't it correct that
- 6 the Commission found in the last sentence that AT&T's and
- 7 the CLECs' proposals are more reasonable than SBC's and
- 8 affirms the arbitrator on all points with respect to this
- 9 issue?
- 10 A. Yes.
- 11 Q. And finally, if you'll turn to page 24, on
- 12 the issue of trunking that we've heard a fair amount about
- 13 today, at paragraph 73 the Order says, SBC wants the CLECs
- 14 to be required to use two-way trunking instead of one-way
- 15 trunking. SBC argues two-way trunking is preferable.
- I won't read the rest of the contentions.
- 17 But in paragraph 74, the Commission concludes, whether
- 18 two-way trunking is preferable is not the issue. The FCC
- 19 has made it very clear in 47 CFR Section 51.305(f) that a
- 20 CLEC may choose one or two-way trunking. The Commission
- 21 affirms the arbitrator.
- Is that a correct reading of it as well?
- 23 A. That's correct.
- Q. So you did okay on those issues in Kansas,
- 25 right?

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1 A. I felt pretty good about them.
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- Q. All right. I'd like to turn now to the ITR
- 3 DPL, another one you discussed with Mr. Gryzmala. And it
- 4 was, I believe, ITR Issue 9 on the DPL. Let me know when
- 5 you have it there.
- A. I'm there.
- 7 Q. Okay. And this was the one concerning
- 8 provisioning intervals that, if I could summarize, the
- 9 CLEC Coalition would have the due dates for these trunking
- 10 intervals in the interconnection agreement. And I'll read
- 11 you the SBC Missouri position statement. No. The due
- 12 date intervals for the installation of local
- 13 interconnection and meet point trunk groups can be found
- 14 in the CLEC handbook. Since due date intervals are part
- of provisioning, they should not be included in an ICA.
- 16 Is that a correct reading of that?
- 17 A. That's exactly what it says.
- 18 Q. Now, were you here yesterday when there was
- 19 discussion about the general terms and conditions DPLs?
- 20 A. Yes.
- 21 Q. And did you hear the testimony, I think on
- 22 the cross-examination of Mr. Cadieux, concerning the
- 23 removal of certain commitments by SBC from the contract
- 24 that have been in the M2A?
- 25 A. Yes.

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1 Q. And to your knowledge, in the general terms
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- 2 and conditions, are some of those commitments that were
- 3 referred to yesterday as related to SBC's 271 entry, did
- 4 the creation of things like CLEC handbook and accessible
- 5 letters arise from those commitments, to your knowledge?
- A. Yes.
- 7 Q. And those commitments were referenced in
- 8 the M2A in contractual language in general terms and
- 9 conditions, right?
- 10 A. Yes.
- 11 Q. Do you know what SBC's position is on
- 12 whether those commitments should be maintained in the
- 13 contractual language?
- 14 A. I believe the position is they should not
- 15 be required to do so.
- 16 Q. Is there anything that you're aware of from
- 17 your experience in the industry that would contractually
- 18 or otherwise legally require SBC to continue providing the
- 19 CLEC handbook as it does now?
- 20 A. Mr. Magness, my bigger concern is, even if
- 21 they keep providing it, they have absolute control over
- 22 it. They could come out tomorrow and say the interval is
- 23 200 days, or as you've hinted, they might decide tomorrow
- 24 they're not going to do the handbook anymore.
- 25 Q. And on the -- on the provisioning

1 intervals, if those are not a part of the contract, do you

- 2 know of any other way that the CLEC could enforce rights
- 3 to particular intervals?
- 4 A. I know of no leverage that we would have on
- 5 it, other than to accept whatever SBC decides it want its
- 6 competitors to have.
- 7 Q. So we were hearing that perhaps every
- 8 detail of the software solution on choke network should be
- 9 in the interconnection agreement, but issues like this
- 10 shouldn't be? Is that your understanding of where
- 11 Mr. Gryzmala was heading?
- 12 A. That's what I read into it.
- 13 Q. Do you think that provisioning intervals
- 14 have a more day-to-day impact on competition?
- 15 A. Absolutely. We depend on being able to get
- 16 services worked timely from SBC so we can meet our
- 17 commitments to our customers.
- 18 Q. To your knowledge, are there other
- 19 day-to-day business terms that SBC is trying to take out
- 20 of this interconnection agreement going forward?
- 21 MR. GRYZMALA: Your Honor, I object, if I
- 22 may. I believe that's beyond the scope of the cross. My
- 23 discussion was with regard to ITR 9, not other things
- 24 we're doing or not doing elsewhere in an agreement.
- 25 JUDGE THOMPSON: Could you read the

- 1 question back?
- THE REPORTER: "Question: To your
- 3 knowledge, are there other day-to-day business terms that
- 4 SBC is trying to take out of this interconnection
- 5 agreement going forward?"
- JUDGE THOMPSON: I'll allow it.
- 7 THE WITNESS: Well, yes. I mean, SBC would
- 8 like to take out transiting and the price for leased
- 9 facilities, the facilities we might wish to lease from
- 10 them to connect where we're required to have points of
- 11 interconnection are two examples.
- 12 BY MR. MAGNESS:
- 13 Q. And finally on ITR 9, on the provisioning,
- 14 you mentioned that there are concrete examples of problems
- 15 CLECs have had that you're aware of from your experience.
- 16 Could you detail what those are?
- 17 A. Sure. I've been involved in situations,
- 18 one as a chief operations officer for a CLEC, where we
- 19 would have a customer that wanted service from us, and we
- 20 knew that that customer would put enough of an increased
- 21 volume of traffic on our network that it would cause
- 22 blockages. So we asked SBC for expedited trunking so that
- 23 we could serve that customer within the time limits that
- 24 the customer wanted service and not cause degraded service
- 25 on the network.

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1 And, you know, at the same time SBC is
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- 2 telling those customers, we, SBC, have a network. We can
- 3 provide you service today if those CLECs over there can't.
- 4 That's a problem you need to consider. SBC was, of
- 5 course, no help to us in expediting trunking orders.
- 6 MR. MAGNESS: That's all the questions I
- 7 have, your Honor.
- 8 JUDGE THOMPSON: Thank you. You may step
- 9 down, sir. Thank you very much for your testimony.
- 10 (Witness excused.)
- JUDGE THOMPSON: Who's next?
- 12 MR. SAVAGE: Your Honor, I think Charter is
- 13 next.
- JUDGE THOMPSON: This will be who?
- MR. SAVAGE: This is Mr. Mark Barber from
- 16 Charter.
- JUDGE THOMPSON: Have you been sworn,
- 18 Mr. Barber?
- 19 THE WITNESS: No, I have not.
- JUDGE THOMPSON: Please raise your right
- 21 hand.
- 22 (Witness sworn.)
- JUDGE THOMPSON: Thank you, sir. Please
- 24 take your seat and state your name for the reporter, if
- 25 you would.

- 1 THE WITNESS: Mark Barber.
- JUDGE THOMPSON: Very well. You may
- 3 inquire.
- 4 MARK BARBER testified as follows:
- 5 DIRECT EXAMINATION BY MR. SAVAGE:
- 6 Q. Mr. Barber, do you have any corrections to
- 7 make to your direct or rebuttal testimony?
- 8 A. No, I do not.
- 9 MR. SAVAGE: The witness is tendered for
- 10 cross-examination.
- 11 JUDGE THOMPSON: Thank you. Mr. Lane?
- 12 MR. LANE: Thank you, your Honor. Your
- 13 Honor, just for clarification, this is tag team match
- 14 because he's testifying on several subjects because we
- 15 agreed to accommodate him.
- JUDGE THOMPSON: We're allowing all the tag
- 17 teaming you want to do.
- 18 CROSS-EXAMINATION BY MR. LANE:
- 19 Q. Good afternoon, Mr. Barber. How are you?
- 20 A. Good, thank you.
- 21 Q. I'm going to ask you some questions on
- 22 general terms and conditions, that portion of your
- 23 testimony. First I want to talk to you about Issue 22 in
- 24 the Charter general terms and conditions DPL. That issue
- 25 deals with changes to tariffs and whether they will apply

- 1 to Charter when it buys under a tariff, right?
- 2 A. Correct.
- 3 Q. Does Charter buy any tariff items today
- 4 from SBC Missouri?
- 5 A. Yes, they do.
- 6 Q. Would that be under the federal access
- 7 tariff?
- 8 A. Yes, it is.
- 9 Q. And under the state access tariff?
- 10 A. Yes.
- 11 Q. Any other tariffs?
- 12 A. Not that I'm aware of.
- 13 Q. Okay. Those charges in the federal access
- 14 tariff and the state access tariffs apply with equal force
- 15 to all of the customers of SBC Missouri that purchase
- 16 under them, right?
- 17 MR. SAVAGE: I object. That calls for a
- 18 legal conclusion, the applications of tariffs. It's not
- 19 frivolous. They're very complicated documents with very
- 20 different applications in different circumstances.
- JUDGE THOMPSON: Read the question back,
- 22 Kellene.
- THE REPORTER: "Question: Okay. Those
- 24 charges in the federal access tariff and the state access
- 25 tariffs apply with equal force to all of the customers of

- 1 SBC Missouri that purchase under them, right?"
- JUDGE THOMPSON: It's one of those
- 3 complicated questions that does call for a legal
- 4 conclusion but is also perfectly well known to anyone in
- 5 the business buying things from Southwestern Bell, be they
- 6 a lawyer or not. Go ahead and answer the question.
- 7 THE WITNESS: Okay. It's my assumption
- 8 that those rates would apply to similarly positioned
- 9 carriers for similarly positioned services.
- 10 BY MR. LANE:
- 11 Q. And you have some general familiarity with
- 12 tariff matters because you are actually a lawyer yourself,
- 13 right?
- 14 A. No, I am not.
- 15 Q. You don't have a law degree?
- A. No, I do not.
- 17 Q. I'm sorry.
- 18 A. But I'm not offended by that.
- 19 (Laughter)
- 20 Q. One of the rare people that wouldn't be.
- 21 The issue that we have on No. 22 with the Charter terms
- 22 and conditions DPL involves whether changes that are made
- 23 to the tariff will apply to Charter when it buys under
- 24 that tariff, right?
- 25 A. That's correct.

- 1 Q. And in general, the parties agree that
- 2 changes to the tariff will apply to Charter when it buys
- 3 under it, but Charter has proposed some additional
- 4 language that says that the changes don't apply if it
- 5 causes a material change to either party's obligations,
- 6 right?
- 7 A. That's correct. If it caused a material
- 8 change, we feel it changes the terms of the
- 9 interconnection agreement.
- 10 Q. And you understand that one of SBC
- 11 Missouri's concerns is that material change isn't defined,
- 12 right?
- 13 A. Yes, I do.
- 14 Q. Let me just ask a hypothetical. If the
- 15 tariff price increases for any service that's ordered by
- 16 Charter under the tariff, is that a material change?
- 17 A. Well, it depends on the amount of the
- 18 increase.
- 19 Q. Okay. What amount of increase would make
- 20 it a material change?
- 21 A. I would answer that question that I'll know
- 22 it when I see it. The bottom line is if it's a
- 23 substantial increase, if it's significantly over inflation
- 24 without apparent justification, I would argue that's a
- 25 material change without justification.

- 1 Q. And so under your view, then, Southwestern
- 2 Bell wouldn't -- or SBC Missouri wouldn't be permitted to
- 3 assess that charge under the tariff on Charter even though
- 4 it was assessing that charge on every other person that
- 5 ordered under the tariff?
- 6 A. Not without notification and mutual
- 7 agreement.
- 8 Q. And then how about a price decrease, would
- 9 that be a material change in SBC Missouri's duties and
- 10 obligations?
- 11 A. Yes, it would.
- 12 Q. So under those circumstances, SBC Missouri
- 13 would be entitled to continue to charge Charter the higher
- 14 rate and not let Charter have the lower rate in the
- 15 tariff, right?
- 16 A. Yes. I believe that that would be the
- 17 reciprocal of the other situation.
- 18 Q. And without calling for a legal conclusion,
- 19 you would agree that this Commission in deciding the issue
- 20 would have to determine whether or not allowing different
- 21 customers to pay different prices under the same tariff is
- 22 or is not a violation of nondiscrimination obligations
- 23 under the Missouri statutes, right?
- JUDGE THOMPSON: Assuming that there is
- 25 one.

1 MR. SAVAGE: I'm not sure how that can be a

- 2 question that doesn't call for a legal conclusion.
- JUDGE THOMPSON: I tried to save it. I
- 4 don't either. I think we're going to have to sustain that
- 5 objection.
- 6 BY MR. LANE:
- 7 Q. Would you agree with me that if there is a
- 8 change in the terms and conditions of any tariff offering
- 9 in the state, that Charter can object to that and
- 10 participate in any proceeding that the Commission
- 11 initiates the same as any other customer under the tariff
- 12 process?
- 13 A. Yes.
- 14 Q. And isn't that a sufficient answer for any
- 15 concerns Charter might have about material changes in the
- 16 tariff that participate in those proceedings?
- 17 A. No, not to my knowledge, and the reason is
- 18 that I'm not aware of all the conditions that would result
- 19 in the ultimate conclusion of that dispute.
- 20 Q. Are you aware of any tariffs in the state
- 21 of Missouri where different customers get to receive
- 22 different prices for buying the same service?
- A. No, I am not.
- 24 Q. Switch over to Issue No. 26 in the Charter
- 25 general terms and conditions DPL. This relates to

- insurance provisions, right?
- 2 A. I'm getting there, but yes. Yes.
- 3 Q. And you understand that SBC Missouri's
- 4 position generally is that where insurance is required,
- 5 the insurer should be rated B+ or better by the Best key
- 6 rating guide, right?
- 7 A. Yes, I do.
- 8 Q. And you're familiar with I.M. Best rating
- 9 guide, right?
- 10 A. I'm not personally familiar. I'm aware of
- 11 a rating guide.
- 12 Q. It's a standard industry rating guide for
- insurers, is it not?
- 14 A. I believe so.
- 15 Q. It's standard in commercial contracts, is
- 16 it not, for parties where insurance is required to make
- 17 sure that the person providing the insurance is solvent
- 18 and meets certain standards, right?
- 19 A. Not necessarily.
- 20 Q. Does Charter have any contracts that you're
- 21 aware of in which a party is required to purchase
- 22 insurance and Charter either requires that party or is
- 23 itself required to purchase insurance that meets certain
- 24 rating guidelines and solvency guidelines?
- 25 A. To the best of my knowledge, the contracts

1 that I've been engaged with have requirements of insurance

- 2 and they have requirements of coverage and proof of
- 3 insurance, but not a rating.
- 4 Q. Does Charter believe that it's important
- 5 where it's the beneficiary of an insurance policy that the
- 6 insurer be solvent and able to pay in the event of a loss?
- 7 A. Certainly.
- 8 Q. It's fair to say, is it not, that under
- 9 this agreement that Charter personnel or its
- 10 subcontractors would have the ability to operate in SBC
- 11 Missouri's central offices and other facilities and in
- 12 places where other facilities are?
- 13 A. Yes.
- Q. And try as they might, it's certainly
- 15 possible that the Charter employees or subcontractors
- 16 could fail to perform an act or perform an act that
- 17 results in some significant loss to SBC Missouri, right?
- 18 A. It's conceivable.
- 19 Q. And it would be important to SBC at that
- 20 point to ensure that Charter has the insurance at that
- 21 point, that the insurer is solvent and able to pay any
- 22 loss, right?
- 23 A. I think that it would be important to SBC
- 24 that that claim be paid. I think the question of the
- 25 rating or solvency of that particular carrier is

- 1 irrelevant if the payment is made.
- 2 Q. And if the payment's not made because the
- 3 insurer is not solvent and not able to meet it, then it is
- 4 relevant, right?
- 5 A. Certainly.
- Q. It's an after-the-fact determination under
- 7 your answer there, that we don't know until later whether
- 8 the claim is paid or not whether it was important that we
- 9 make sure that the insurer was adequately rated; is that
- 10 correct?
- 11 A. That's correct.
- 12 Q. We're not dealing with after the fact now,
- 13 we're dealing with before the fact, right?
- 14 A. Well, you're making the assumption that you
- 15 have the parent/child relationship and you have the right
- 16 to dictate business terms to me, which I basically am a
- 17 provider of equal service.
- 18 Q. I'm sorry, but my question is, in this
- 19 context now we're dealing with a before the fact
- 20 indication, before the fact determination of what type of
- 21 solvency the insurer should show, right?
- 22 A. You are requesting that, yes.
- 23 Q. That's the issue. Let me flip to Issue 27
- 24 involving terms for assignment.
- 25 A. All right.

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1 Q. The first issue that we have in that area
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- 2 is whether the provisions for consent to assignment be
- 3 reciprocal, right?
- 4 A. Correct.
- 5 Q. Would you agree with me that any attempt by
- 6 SBC Missouri to merge or transfer its assets will result
- 7 in regulatory scrutiny by the Missouri PSC?
- 8 MR. SAVAGE: I object. That calls for a
- 9 legal conclusion.
- JUDGE THOMPSON: If you are able to answer
- 11 the question, go ahead.
- 12 THE WITNESS: I am not certain.
- 13 BY MR. LANE:
- 14 Q. And to the extent that SBC Missouri is
- 15 required to seek regulatory approval if it intends to
- 16 merge or to transfer its assets, that would be sufficient
- 17 protection for Charter, would it not, to ensure that any
- 18 such assignment was proper and appropriate if the Missouri
- 19 PSC regulates it?
- 20 A. Potentially. I can't say that it would
- 21 cover all circumstances.
- 22 Q. And would you agree with me that it's a
- 23 legitimate concern on the part of SBC Missouri that it
- 24 would be a burdensome administrative requirement to seek
- 25 the approval of potentially dozens of CLECs to any merger

1 or transfer of assets if it were required to do so in such

- 2 an assignment?
- 3 A. No.
- 4 Q. The second issue that is involved in
- 5 Issue 27 is cost recovery for name changes, right?
- A. Yes.
- 7 Q. And is it fair to say that Charter seeks
- 8 the ability to engage in a name change and require SBC to
- 9 bear whatever expenses are incurred in order to adjust its
- 10 records and circuit provisions and the like?
- 11 A. I would argue that that's routine
- 12 administrative task and each party absorbs it.
- 13 Q. I understand your position, but my question
- 14 is, it's fair to say that your position is that SBC
- 15 Missouri bears the cost of changing whatever records it
- 16 must change and circuit IDs that it must change if Charter
- 17 changes its name, right?
- 18 A. Yes.
- 19 Q. And are you aware that the Missouri PSC
- 20 has previously analyzed this same issue in Case
- 21 No. TO-2001-455?
- A. No, I am not.
- Q. Did you read any of the testimony that was
- 24 filed in this case?
- 25 A. No, I did not.

- 1 Q. None of it?
- 2 A. I don't believe so.
- 3 Q. Neither the direct nor the rebuttal of --
- 4 MR. SAVAGE: Excuse me. Are you talking
- 5 about this case or are you talking about the case you just
- 6 referred to?
- 7 MR. LANE: This case.
- 8 THE WITNESS: In this -- yes.
- 9 BY MR. LANE:
- 10 Q. What testimony did you read in this case?
- 11 A. I've read my statements, my rebuttal. Of
- 12 course, I wrote those as well. But I've also read
- 13 portions of Suzette Quate's. Can I get some water?
- 14 (AN OFF-THE-RECORD DISCUSSION WAS HELD.)
- 15 BY MR. LANE:
- Q. We'll move over to Issue No. 30 in the
- 17 Charter general terms and generals DPL. That issue deals
- 18 with when deposits may be collected, right?
- 19 A. Yes.
- Q. And are you familiar with Ms. Quate's
- 21 testimony, part of which you read, that indicated that SBC
- 22 affiliated ILECs have lost more than \$250 million where
- 23 CLECs failed to pay their bills?
- 24 A. Yes, I am.
- 25 Q. You'd agree that's a significant problem,

- 1 right?
- 2 A. Well, I don't want to minimize the amount
- 3 of money, but it is also a very small amount compared to
- 4 SBC's total revenue.
- 5 Q. And how about 250 million to Charter, is
- 6 that a lot or --
- 7 A. It's significant.
- 8 Q. It's significant to Charter but not to SBC?
- 9 A. Well, I'm just looking at in relation to
- 10 bad debt, 250 million on 200 billion in revenue during
- 11 that period represents approximately 1/10 of a percent.
- 12 Q. And how about a deposit of 90 days' average
- 13 billing for Charter, how much are we talking about there?
- 14 A. Based on the arrangement that we're
- 15 pursuing on bill and keep, it should be a relatively small
- 16 amount.
- 17 Q. And what's a relatively small amount?
- 18 A. I really couldn't say at this point since
- 19 we're not bill and keep at this time, and many of our
- 20 transactions, as we said, are bill and keep circumstances.
- 21 Q. And so you object to providing any deposit
- 22 for up to 90 days, although you don't know what deposit
- 23 might be required, right, but you think will be an
- 24 insignificant amount?
- 25 A. Well, actually Charter has offered to, if

- 1 we fail to make payment two months, provide two months'
- 2 deposit. So if we fail to pay, we would certainly do
- 3 that.
- 4 Q. Now, you understand that SBC Missouri has
- 5 outlined the provisions where a deposit might be required,
- 6 right?
- 7 A. Yes.
- 8 Q. One of them is if you don't have a good
- 9 credit history, that is 12 months of timely payment on
- 10 undisputed bills, right?
- 11 A. Yes.
- 12 Q. Another is if there's impairment of credit
- 13 or financial health based upon the financial sources like
- 14 Moody's and S&P, right?
- 15 A. Yes.
- 16 Q. Third is the -- or third is failure to
- 17 timely pay the bill unless, as I said, there is a good
- 18 faith dispute, right?
- 19 A. Yes.
- 20 Q. Or if the CLEC's in bankruptcy, right?
- 21 A. Yes.
- 22 Q. Those are all legitimate in commercial
- 23 settings, are they not, reasons to require a deposit?
- 24 A. They can be considered legitimate, yes.
- 25 Q. And are you in the financial end with

- 1 Charter?
- 2 A. No, I'm not.
- 3 Q. Are you generally familiar with Charter
- 4 issuing bonds?
- 5 A. I'm not specifically aware. I mean, we
- 6 have from time to time in relation to the telephone
- 7 business had to submit bonds.
- 8 Q. And is it a fair statement that in a normal
- 9 commercial setting with a company issuing bonds like
- 10 Charter, that if it becomes financially impaired by some
- 11 measure, that that can trigger default on the bonds?
- 12 A. Yes.
- 13 Q. Same thing with bankruptcy --
- 14 A. Yes.
- 15 Q. -- could trigger default on bonds?
- 16 Would you agree that where a deposit is
- 17 required, that Charter proposes a 60 day average billing
- 18 and SBC Missouri proposes a 90 day average billing?
- 19 A. Yes.
- 20 Q. And if the purpose of a deposit is to
- 21 ensure that payment source is ultimately there for money
- 22 that's owed, then one should look to see the period of
- 23 time that could be at risk before the contract could be
- 24 terminated to determine what the appropriate amount is,
- 25 right?

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1 A. That's not an unreasonable approach.
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- 2 Q. And if 90 days is the amount of time that
- 3 SBC Missouri would be extending credit, then that's a
- 4 reasonable time frame to look at for the average billing
- 5 requirement as a deposit?
- 6 MR. SAVAGE: Your Honor, that assumes facts
- 7 not in evidence. I don't think there's any evidence that
- 8 SBC extends credit to Charter under our relationship.
- 9 MR. LANE: This is an agreement that's open
- 10 to others. I'm not asking whether --
- 11 JUDGE THOMPSON: Answer the question.
- 12 THE WITNESS: Could you restate the
- 13 question, please?
- 14 BY MR. LANE:
- 15 Q. If SBC Missouri is on the hook for up to
- 16 90 days of payments before the contract would be
- 17 terminated, then that's a reasonable amount of average
- 18 billing to be paid as a deposit, is it not?
- 19 A. I think it is a proposal.
- Q. Well, it's certainly SBC's Missouri
- 21 proposal, isn't it?
- 22 A. Right.
- Q. And if we're trying to match the amount of
- 24 deposit with the time frame and amount by which -- which
- 25 would be at risk, that's a reasonable proposal, is it not?

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1 A. Well, I think it's picking an item and
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- 2 linking it to that, and I'm not saying that isn't an
- 3 unreasonable approach.
- Q. Okay. Now, Charter's proposal is that a
- 5 deposit isn't required unless Charter fails to pay
- 6 undisputed amounts for two months, right?
- 7 A. Yes.
- 8 Q. And then it's fair to say that Charter
- 9 doesn't propose language to indicate how long it has to
- 10 provide a deposit to SBC Missouri under those
- 11 circumstances, right?
- 12 A. That's correct, we did not.
- Q. Whereas, SBC Missouri proposes some
- 14 specific time frames for the deposit should be made when
- 15 applicable, right?
- 16 A. Yes.
- 17 Q. And Charter proposes no provisions that
- 18 indicate what happens if Charter fails to make a deposit
- 19 when one is required under Charter's proposal, right?
- 20 A. That's correct.
- 21 Q. Neither one of those is a particularly
- 22 unreasonable approach, is it?
- 23 A. I think it's appropriate to address those
- 24 issues.
- Q. Okay. But you haven't addressed them,

- 1 right?
- 2 A. That's correct.
- 3 Q. Okay. Charter also proposes that the
- 4 deposit be given back to Charter if it pays undisputed
- 5 charges for three months in a row, right?
- 6 A. Yes.
- 7 Q. Charter could conceivably dispute the
- 8 entire bill if it wanted to for three months in a row and
- 9 then seek return of the deposit because it's paid the
- 10 undisputed amounts, although the undisputed amount might
- 11 be zero, right?
- 12 A. Yes.
- 13 Q. And even if it had paid all of its bills on
- 14 time for that three-month period, even if it didn't
- 15 dispute it, if it went into bankruptcy or some other
- 16 situation like that arose where its financial health was
- 17 clearly impaired, it'd still be entitled to the deposit
- 18 back under your proposal, right?
- 19 A. Yes.
- 20 Q. Let me switch over and talk about Issue
- 21 No. 32 in the Charter DPL, which involves a dispute
- 22 concerning whether disputed amounts should be placed in
- 23 escrow, right?
- 24 A. Yes.
- Q. It's fair to say that under Charter's

- 1 proposal that no amounts in dispute must be escrowed,
- 2 right?
- 3 A. Yes.
- 4 Q. And if a bill is disputed, it may be months
- 5 before that dispute is ultimately resolved, right?
- 6 A. Yes.
- 7 Q. And under Charter's proposal, there may not
- 8 be funds available at the end of the day to collect if SBC
- 9 Missouri's position in the disputed bill is upheld or
- 10 regarding the disputed bill is upheld, right?
- 11 A. Repeat the question.
- 12 Q. At the end of the dispute resolution
- 13 process, under Charter's proposal, there may not be a fund
- 14 available for SBC Missouri to go to collect from if its
- 15 position is ultimately upheld?
- 16 A. What you're stating, if I can clarify, is
- 17 that there is not an escrow fund to attach to as opposed
- 18 to whether or not the payment could be made; is that
- 19 correct?
- 20 Q. Yes.
- 21 A. That's correct. If there's no escrow fund,
- 22 there's not a fund to pursue.
- Q. And would you agree that this type of
- 24 situation where we have a company, SBC Missouri, that is
- 25 required to continue providing service even when amounts

1 billed are in disputes creates a special reason to have an

- 2 escrow fund?
- 3 A. No.
- 4 Q. In a commercial setting, and let's use a
- 5 hypothetical, if a company, a manufacturer is providing
- 6 refrigerators to a retailer to retail or to sell and the
- 7 retailer disputes a bill for some reason, the manufacturer
- 8 typically doesn't have to keep providing refrigerators for
- 9 that retailer to sell, right? It can say, I'm going to
- 10 wait until we resolve this dispute before I'm going to
- 11 send you any more refrigerators; fair statement?
- 12 A. That's a fair statement in a resale
- 13 environment.
- 14 Q. But in this kind of environment, SBC
- 15 Missouri's ability to terminate service is significantly
- 16 limited. Instead it has to continue to provide services
- 17 to the CLEC even though it's not receiving payment of the
- 18 funds that are in dispute, right?
- 19 A. Yes.
- 20 Q. Issue 33 of the Charter DPL that involves
- 21 payments made when the billing dispute is resolved in
- 22 favor of the billed party. The dispute here -- or you
- 23 understand that SBC's position here is that the account of
- 24 the billing -- the billed party should be credited -- or
- 25 the billing party should be credited, right?

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1 A. Yes.
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- 2 Q. And Charter's position is that, at its
- 3 option, it could either demand that payment be made
- 4 directly to it or credited to an account, right?
- 5 A. Yes.
- 6 Q. And from SBC Missouri's perspective, what
- 7 it's seeking to avoid is a situation where it may be owed
- 8 a substantial amount of money for other things by Charter
- 9 and it's still required to send the money for billing
- 10 dispute to Charter directly?
- 11 A. Allegedly.
- 12 Q. And you understand, don't you, that it's --
- 13 that from SBC Missouri's perspective it's not just the
- 14 relationship with Charter, but that SBC Missouri needs to
- 15 be concerned with other CLECs that can opt into the same
- 16 agreement?
- 17 A. Yes.
- 18 Q. Are you familiar with that process?
- 19 A. Yes.
- 20 Q. Issue 36 of the Charter DPL, that concerns
- 21 what dispute resolution process should be used, right?
- 22 A. Yes.
- Q. And this has some tie to the escrow issue
- 24 as well, does it not?
- 25 A. Yes.

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1 Q. And under this, SBC Missouri proposes that
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- 2 the disputing party pay into escrow to start the dispute
- 3 resolution process, right?
- 4 A. Yes.
- 5 Q. But Charter's proposal is that it have from
- 6 30 to 90 days to do some informal discussions, and then
- 7 Charter can implement the dispute resolution process,
- 8 right?
- 9 A. Yes.
- 10 Q. So that there could be 90 days that pass
- 11 before Charter even initiates the dispute resolution
- 12 process?
- 13 A. Yes.
- 14 Q. And then --
- 15 A. In order to gather the facts.
- 16 Q. And then another indeterminate amount of
- 17 time before the dispute resolution process itself comes to
- 18 an end, right?
- 19 A. Yes.
- 20 Q. And the entire process can take months and
- 21 months, right?
- 22 A. Yes.
- Q. And during that entire period of time,
- 24 under Charter's proposal, there's no source of funds in an
- 25 escrow account that's available to be paid to SBC Missouri

- 1 if SBC Missouri's position is ultimately upheld, right?
- 2 A. Yes. And the reciprocal is true as well.
- 3 Q. Issue No. 38 of the Charter DPL concerns
- 4 what audit provisions should be included in the contract,
- 5 right?
- 6 A. Yes.
- 7 Q. You have to say it out loud. Have you
- 8 testified before or is this your first time?
- 9 A. Actually, not in an arbitration hearing.
- 10 I've done other testimony. Never had a dry mouth before.
- 11 I think you're intimidating. Just kidding.
- 12 Q. If I am, you're the first.
- 13 (Laughter.)
- It's fair to say, is it not, that with
- 15 regard to audit provisions, there's general agreement on
- them, but there's some disagreement on the details?
- 17 A. Well, I wouldn't quite classify it that
- 18 way, because I think a significant aspect of it is who's
- 19 doing the audit.
- 20 Q. I'm not disagreeing that we have some
- 21 details and I'm going to go into it, but in general the
- 22 parties have agreement on the language, but they differ in
- 23 a few areas, right?
- 24 A. In general, we agree that there are
- 25 circumstances where an audit is appropriate.

1 Q. And one of the issues that we disagree on

- 2 is who will do the audit, right?
- 3 A. Yes.
- 4 Q. And SBC Missouri's position is that its own
- 5 employees should be permitted to do the audit?
- 6 A. Yes.
- 7 Q. Charter believes that it should be an
- 8 independent auditor, right?
- 9 A. That's correct.
- 10 Q. And SBC Missouri has proposed that Charter
- 11 be given the right to insist on an independent auditor
- 12 rather than SBC Missouri employees, but that in the event
- 13 Charter chooses that, that Charter pay a quarter,
- 14 25 percent of the cost of the independent auditor, right?
- 15 A. Yes.
- 16 Q. The second dispute is how frequently a
- 17 second audit may be conducted, right?
- 18 A. Yes.
- 19 Q. The parties agree that an audit will be
- 20 conducted once annually unless a prior audit results in
- 21 additional payments over some threshold, right?
- 22 A. That's correct.
- 23 Q. And the disagreement is over what the
- 24 threshold level should be that would permit one party to
- 25 conduct an additional audit?

- 1 A. That's correct.
- 2 Q. And SBC Missouri says the threshold should
- 3 be 5 percent, and Charter says the threshold should be
- 4 10 percent?
- 5 A. That's right.
- 6 Q. And my question is, does Charter believe
- 7 that an underpayment of amounts by 5 to 10 percent is
- 8 immaterial?
- 9 A. No.
- 10 Q. And if we hearken back to the discussion
- 11 about prices in the tariff earlier, you indicated that
- 12 price increase above the rate of inflation, you know,
- 13 would be a material --
- 14 A. Could be material.
- 15 Q. -- impact?
- 16 A. Yeah.
- 17 Q. So is it fair to say that a failure to pay
- 18 an amount of threshold that's above 5 percent is also
- 19 material?
- 20 A. No. The answer is that 5 percent may be a
- 21 de minimis amount. So 5 percent of a large amount could
- 22 be material, but 5 percent of a de minimis amount is not
- 23 material.
- 24 Q. And 10 percent of the de minimis amount
- 25 could be not material as well; is that correct?

1 A. That's correct. We're trying to reach a

- 2 more reasonable level.
- 3 Q. And in this contract, there isn't
- 4 provisions that Charter's proposing for certain level of
- 5 materiality to which the 5 percent would apply, right?
- A. That's correct.
- 7 Q. And so it may be an extremely large amount
- 8 that is owed or failed to pay that the audit discovers,
- 9 and in this case it would be material, wouldn't it?
- 10 A. It would be, but highly unlikely in a bill
- 11 and keep arrangement.
- 12 Q. And again, we don't know precisely how
- 13 Charter will choose to operate in the future, nor do we
- 14 know what other carriers will choose to opt into this
- 15 agreement; is that right?
- 16 A. That's correct. However, if they opt into
- 17 a bill and keep arrangement, it will be a bill and keep
- 18 arrangement.
- 19 Q. But this agreement just doesn't cover a
- 20 bill and keep option, it covers anything that an inter--
- 21 or that a CLEC might choose to buy, like UNEs or whatever,
- 22 right?
- 23 A. That's correct.
- Q. And so it wouldn't necessarily be a bill
- 25 and keep arrangement for some other CLEC opting into it,

- 1 right?
- 2 A. That's correct.
- 3 Q. And would you agree with me that if the
- 4 amount between 5 and 10 percent is immaterial, that it
- 5 would be very unlikely that SBC Missouri would seek to
- 6 invoke the right to a second audit within the one year
- 7 period because the amount that's at issue is very small?
- 8 A. I would agree with that statement.
- 9 Q. So it would only be expected that a second
- 10 audit would be requested if the amount between 5 and 10
- 11 percent is really a material amount, right?
- 12 A. It would be expected, though the contract
- 13 would still give you the ability to do it even if it was a
- 14 de minimis amount.
- 15 Q. But under our proposal, we would have to
- 16 pay either our own employees the entire time for them to
- 17 do the work or up to 75 percent of the cost of an
- 18 independent auditor to do it, right?
- 19 A. That's correct.
- 20 Q. And it's particularly unlikely that SBC
- 21 Missouri would choose to exercise either of those options
- 22 when only a de minimis amount is involved, right?
- 23 A. It would be unlikely, assuming there
- 24 weren't any other reasons for doing so.
- 25 Q. Audits aren't usually conducted just for

- 1 fun, are they?
- 2 A. Not to my knowledge.
- 3 Q. Issue No. 40 of the Charter DPL, this
- 4 involves disagreements over the indemnification language
- 5 in the contract, right?
- 6 A. Correct.
- 7 Q. And it's fair to say, as we did with regard
- 8 to an earlier issue, that the parties are in general
- 9 agreement that indemnification is appropriate but differ
- 10 in details?
- 11 A. Yes.
- 12 Q. Generally, indemnification is provided on
- 13 claims against a party by the employees, subcontractors
- 14 and customers of the other party, right?
- 15 A. Yes.
- 16 Q. And that's appropriate because the
- 17 indemnifying party can typically protect itself by
- 18 contract or by tariff, right?
- 19 A. Yes.
- 20 Q. And you understand that SBC Missouri's
- 21 concern is with the particular proposal of Charter that
- 22 creates what it sees as a rather large exception to the
- 23 indemnification requirement, that is the language that
- 24 says that the obligation to indemnify doesn't apply to
- 25 limit the liability for any claim by the indemnifying

- 1 party against the indemnified party?
- 2 A. Can you restate that?
- 3 Q. Yeah. Take a look at Issue No. 40 if you
- 4 would --
- 5 A. Yeah.
- 6 Q. -- on the DPL, on page --
- 7 A. 62?
- 8 Q. It would be 64 on my copy. Is it 62 on
- 9 yours?
- 10 A. No. It starts on 62.
- 11 Q. And the underlined language on page 64 of
- 12 the Charter GT&C DPL, the underlying provision reads, the
- 13 obligation to indemnify provided hereunder shall not limit
- 14 any liability of the indemnified party directly to the
- 15 indemnifying party that may exist in accordance with the
- 16 terms hereof or applicable law.
- 17 A. Yes.
- 18 Q. That's the language that's in dispute,
- 19 right?
- 20 A. Yes.
- 21 Q. And then it's also fair to say that Charter
- 22 proposes in Section 14.6 some additional language that
- 23 would limit any liability that Charter would have directly
- 24 to SBC by inserting the word gross in front of negligence
- 25 and providing that any willful misconduct is required

- before indemnification is required, right?
- 2 A. Yes.
- 3 Q. And that's a one-way provision, is it not,
- 4 that lets Charter off the hook for any indemnification
- 5 unless its negligence amounts to gross negligence or it
- 6 engages in willful misconduct, right?
- 7 A. Yes.
- 8 Q. But on the flip side, there's no
- 9 corresponding limitation on SBC Missouri's liability to
- 10 Charter, right?
- 11 A. That's right.
- 12 Q. And would you agree with me that that's not
- 13 a particularly fair arrangement because it's not
- 14 reciprocal?
- 15 A. Yes.
- 16 Q. SBC Missouri's language on that point is a
- 17 fairer resolution of the issue?
- 18 A. I don't know that I would agree that all
- 19 the language is a fair summary of it.
- 20 MR. LANE: All right. Okay. Thank very
- 21 much. That's all I have.
- JUDGE THOMPSON: Okay. Thank you,
- 23 Mr. Lane. Mr. Williams. Oh, you guys are tag teaming.
- MR. BUB: Yes. Mine's the shorter piece.
- JUDGE THOMPSON: Here you had me all

- 1 excited that --
- 2 MR. SAVAGE: Mr. Barber eats lawyers for
- 3 breakfast.
- 4 THE WITNESS: As long as I have water.
- JUDGE THOMPSON: Very well, please proceed.
- 6 MR. BUB: Thank you, your Honor.
- 7 CROSS-EXAMINATION BY MR. BUB:
- 8 Q. Mr. Barber my name is Leo Bub. I'm another
- 9 SBC attorney, and I just have one line of questions for
- 10 you. It has to do with the intercarrier compensation
- 11 Issue No. 1 concerning the definition of mandatory local
- 12 calling, and you have that at page 4 of your direct
- 13 testimony if you need that cite.
- 14 A. Yes.
- 15 Q. Just for background, this definition is
- 16 important here because of its impact on what intercarrier
- 17 comp is to be paid between Charter and SBC; is that right?
- 18 A. That's correct.
- 19 Q. If a call is defined as local, then recip
- 20 comp applies between us, right? If it's within the
- 21 mandatory local calling areas, recip comp --
- 22 A. That's right.
- Q. And if it's outside that mandatory calling
- 24 scope or calling area, switched access charges generally
- 25 apply?

- 1 A. Yes.
- 2 Q. And to help keep this a little bit more
- 3 simple, if we could leave out the MCA calls as those calls
- 4 are bill and keep under Commission order, and unless I'm
- 5 mistaken, I don't think we have a disagreement on those
- 6 MCA calls.
- 7 A. No, we do not.
- 8 Q. And also, for purposes of my
- 9 cross-examination let's assume these are calls that are
- 10 exchanged between companies. Okay?
- 11 A. Yes.
- 12 Q. I don't know if you were here for some of
- 13 the earlier cross-examinations, but the lawyers have been
- 14 asked by the judge not to get into legal questions. We've
- 15 been asked to save that for the Brief and to stick to
- 16 factual matters, so I'm going to try and do that in my
- 17 cross-examination here.
- 18 So setting aside our legal disputes, do
- 19 those in the Brief, I'd like to focus on what happens
- 20 factually under our respective positions.
- 21 A. Okay.
- 22 Q. So let's start with SBC's position on the
- 23 specific intercompany compensation issue. Would it be
- 24 fair to characterize SBC's position as no change from
- 25 what's in effect today under the M2A?

- 1 A. Yes.
- 2 Q. Now let's look at Charter's proposal. If
- 3 that's adopted by the Commission, under your proposal the
- 4 original party's tariff would control the definition of
- 5 mandatory local calling scope for the purposes of
- 6 intercompany compensation?
- 7 A. That's correct.
- 8 Q. So on a Charter-originated call, if a call
- 9 is local under Charter's tariff, then it would owe the
- 10 terminating carrier reciprocal compensation?
- 11 A. That's correct.
- 12 Q. And that would be even so if that call
- 13 crossed a traditional incumbent LEC exchange boundary?
- 14 A. So.
- 15 Q. So, for example, if Charter established
- 16 like a LATA-wide calling plan, so all calls within the
- 17 LATA were local for Charter's customers under its tariff,
- in that situation the LATA would be that mandatory local
- 19 calling area; is that correct?
- 20 A. That's correct.
- 21 Q. And then all Charter originated calls
- 22 within that area, recip comp would apply; is that correct?
- 23 A. That's correct.
- Q. And so if we could apply that to the map,
- 25 you have a Charter customer in St. Louis wanting to call

- 1 an SBC customer in Cape Girardeau. Now what happens under
- 2 the M2A, Charter would pay SBC terminating switched
- 3 access; is that your understanding?
- 4 A. That is correct.
- 5 Q. And under Charter's proposal, that would
- 6 then be a recip comp call?
- 7 A. That's correct.
- 8 Q. In the Charter to SB--
- 9 A. Yes, in the Charter to SBC direction.
- 10 Q. Now, if we were to flip that call around so
- 11 it was an SBC customer calling a Charter customer, right
- 12 now SBC would pay Charter terminating switched access
- 13 charges; is that correct?
- 14 A. That's correct.
- 15 Q. And under your proposal, since we don't
- 16 have LATA-wide calling plan under which that type of call
- 17 would be local, we would continue to pay Charter
- 18 terminating switched access?
- 19 A. You continue to confirm to what's been --
- 20 what you have defined and filed as tariff as your
- 21 mandatory local calling areas, yes. And so it could be a
- 22 switched access situation on the -- from SBC to Charter
- 23 side, yes.
- 24 Q. SBC would pay Charter switched access?
- 25 A. Terminating access, that's correct.

- 1 Q. Let me ask you this: Say instead of having
- 2 SBC Missouri carry that call, say that SBC Missouri local
- 3 end user for some reason picks an interexchange carrier,
- 4 let's say MCI, to carry that call. In that situation MCI
- 5 would pay Charter access charge; is that correct? Let me
- 6 start again.
- 7 SBC end user in Cape Girardeau calling the
- 8 Charter end user in St. Louis.
- 9 A. Right.
- 10 Q. SBC local end user picks MCI. MCI in that
- 11 situation would pay Charter's terminating switched access;
- 12 is that your understanding?
- 13 A. If the customer has picked MCI for their
- 14 intraLATA toll, yes.
- 15 Q. Now, let's get another example. Say a
- 16 Charter customer in St. Louis decides to call an ILEC
- 17 customer in Steelville, Missouri, within the St. Louis
- 18 LATA. In that situation, Charter today pays Steelville
- 19 Telephone Company's terminating switched access charges,
- 20 correct?
- 21 A. Yes.
- 22 Q. And under Charter's proposal, if there's a
- 23 LATA-wide local calling plan, Charter would then pay
- 24 Steelville Telephone Company reciprocal compensation; is
- 25 that your understanding of your proposal?

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1 A. Restate the question, if you would.
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- 2 Q. Sure. Same Charter customer in
- 3 St. Louis --
- 4 A. Right.
- 5 Q. -- calls an independent telephone company
- 6 customer in this example in Steelville, all in the
- 7 St. Louis LATA. In that situation now, pay terminating
- 8 switched access to Steelville. Under your proposal with a
- 9 LATA-wide local calling plan, you would pay reciprocal
- 10 compensation to Steelville Telephone Company. Is that how
- 11 you see your proposal working?
- 12 A. Assuming that I have interconnection or
- 13 transiting facilities to deliver that call.
- 14 Q. The call would go -- okay. Would there be
- 15 a situation where one of your customers would not be able
- 16 to call Steelville?
- 17 A. Well, yeah. If -- if I set that up as part
- 18 of my mandatory local calling area, then I'd bear the
- 19 responsibility of getting there, which means if I didn't
- 20 have facilities, I would have to hand that off to
- 21 potentially an IXC to get it there. However, in that
- 22 circumstance I wouldn't have set that up as my local
- 23 calling area because I would have borne that additional
- 24 cost that I had no way to defray.
- 25 Q. Would another option be to hand that call

- 1 off to SBC to take it to its tandem, then on to
- 2 Steelville?
- 3 A. If SBC has connectivity to Steelville
- 4 and --
- 5 Q. Assume they do.
- 6 A. -- and assuming we had a transiting
- 7 arrangement.
- 8 Q. In that situation, you would expect to pay
- 9 Steelville reciprocal compensation?
- 10 A. Yes.
- 11 Q. Another example. I think this will be my
- 12 last one. Charter could also decide it would want to
- 13 offer its customers a statewide local calling scope; would
- 14 that be possible?
- 15 A. Yes.
- 16 Q. And in that situation, all calls made
- 17 within the state would be subject to reciprocal
- 18 compensation under your proposal?
- 19 A. Yes.
- 20 MR. BUB: Thank you. Those are all the
- 21 questions I have, your Honor.
- JUDGE THOMPSON: Very well. Mr. Williams?
- MR. WILLIAMS: No questions.
- JUDGE THOMPSON: Ms. Dietrich?
- MS. DIETRICH: No questions.

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JUDGE THOMPSON: Mr. Johnson?
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- MR. MICK JOHNSON: No questions.
- JUDGE THOMPSON: Mr. Scheperle?
- 4 MR. SCHEPERLE: Yes, a few.
- JUDGE THOMPSON: Please step up.
- 6 QUESTIONS BY MR. SCHEPERLE:
- 7 Q. Good afternoon, Mr. Barber.
- 8 A. Good afternoon.
- 9 Q. There was a few questions on deposits. I
- 10 kind of wanted to go over what Charter's position is on
- 11 this. If Charter paid their bills 12 monthly invoices in
- 12 a row by the due date, would they be required to make a
- 13 deposit?
- 14 A. No.
- 15 Q. They would not be required to make a
- 16 deposit?
- 17 A. Correct.
- 18 Q. Okay. Mr. Lane referred to possibly CLECs
- 19 that would dispute bills for, say, one month in a row, two
- 20 months in a row and three months in a row and really not
- 21 pay anything. If Charter paid all their invoices by the
- 22 due date for 12 month in a row, would they have to pay
- 23 into escrow any amounts for the disputed bills?
- A. Well, our proposal was not to pay into
- 25 escrow.

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1 Q. I know that, but I think to me SBC's
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- 2 position was that they had to protect themselves in case a
- 3 CLEC actually didn't pay anything, just disputed the whole
- 4 bill. And I was wondering if in your language or do you
- 5 know if they did -- if they paid all their bills and had a
- 6 good credit rating, would they have to pay into escrow in
- 7 case a CLEC adopted this interconnection agreement?
- 8 A. Actually, I'm not sure. I believe -- I
- 9 have to go back and read, but I believe under the proposal
- 10 that if there's a dispute, then an escrow account is
- 11 created regardless of whether we paid consistently for 12
- 12 months.
- 13 Q. Okay. I had the distinct impression from
- 14 hearing witnesses yesterday that if you -- if a CLEC had a
- 15 good credit history, that the escrow provisions would not
- 16 be in effect. Maybe some people could clear that up for
- 17 me also.
- 18 A. I don't recall it that way.
- 19 MR. SCHEPERLE: Okay. That's all the
- 20 questions I have. Thank you.
- JUDGE THOMPSON: Thank you, Mr. Scheperle.
- 22 Mr. McKinnie?
- MR. McKINNIE: No, thank you.
- JUDGE THOMPSON: Recross?
- MR. SAVAGE: Brief amount. Oh, recross.

- 1 I'm sorry.
- JUDGE THOMPSON: Recross.
- 3 MR. LANE: No, thank you.
- 4 JUDGE THOMPSON: Very good. Redirect?
- 5 REDIRECT EXAMINATION BY MR. SAVAGE:
- 6 Q. Before I get started, do you need more
- 7 water?
- 8 A. No, I'm good. Well, I only have a little
- 9 bit. Depends.
- 10 Q. Do you have a copy of the intercarrier comp
- 11 DPL in front of you?
- 12 A. Yes.
- 13 Q. Okay. Could you take a look at the
- 14 proposed Charter language for Section 16.1?
- 15 A. Yes.
- 16 Q. And could you read the first phrase within
- 17 that?
- 18 A. Yes. For the purpose of this agreement
- 19 only --
- 20 Q. Okay. That's all I was looking for. Okay.
- 21 Now, given that statement, do you have any understanding
- 22 as to whether this provision would apply to Charter's
- 23 relationships with the Smithville (sic) Telephone Company?
- 24 A. Given that statement, it would not.
- 25 Q. Now, on the insurance question, Mr. Lane

- 1 asked you some questions that boil down to the following:
- 2 What if something bad happens for which Charter is
- 3 responsible under the contract, under tort law or what
- 4 have you, and by some unfortunate circumstance Charter's
- 5 insurer doesn't pay? What actually happens in that case?
- 6 Who pays?
- 7 A. Well, Charter will have to pay. Charter
- 8 would have to make good if there was a problem. I'm sure
- 9 there would be lawsuits in every direction, but in the end
- 10 I believe that Charter would be responsible.
- 11 Q. Now, in a somewhat related notion, I was --
- 12 Mr. Lane asked you whether you thought it was fair that
- 13 there was a provision in this contract that was not
- 14 reciprocal but was not reciprocal in Charter's direction.
- 15 Do you recall whether you thought that was fair?
- 16 A. Yes. I said that it was not fair if it was
- 17 not reciprocal.
- 18 Q. Is that --
- 19 A. In fact, in either -- in several cases.
- 20 Q. I was going to say, is that Charter's
- 21 general view with respect to reciprocity under this
- 22 contract?
- 23 A. Yes, it is.
- Q. Why is that?
- 25 A. Well, I think because this is an agreement

- 1 for the exchange of traffic between equals, and so any
- 2 term that is reasonable for one is reasonable for the
- 3 other, and if it's unreasonable for one, it's unreasonable
- 4 for the other, if we are assuming that this is an
- 5 agreement of exchange traffic between equal operators.
- 6 Q. Now, another matter that came up, I guess,
- 7 with regard to this had to do with the notion of the
- 8 amount of the deposit, and Mr. Lane asked you an example
- 9 about a seller of a refrigerator who would, if his
- 10 reseller disputed, he would cut off the service.
- 11 And I thought you were going to say
- 12 something at that time about the difference in the
- 13 relationship between Charter and SBC on the one hand and a
- 14 manufacturer and a reseller on the other hand. I just
- 15 wanted to make sure that you had your chance to say
- 16 whatever that was.
- 17 A. Well, no. In fact, I did stop short
- 18 because I was trying to answer just the question. You
- 19 know, basically that example is a resale. We are not in a
- 20 resale situation. We are basically exchanging traffic for
- 21 the benefit of our mutual customers. In the case of a
- 22 reseller, they are -- the manufacturer is providing this
- 23 equipment to them, providing the service, providing the
- 24 product and goods to that entity, and certainly they can
- 25 cut it off if that person doesn't pay.

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1 In our environment, SBC is not providing me
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- 2 a product. They are providing their customers access to
- 3 mine. I'm providing my customers access to theirs.
- 4 MR. SAVAGE: I have nothing further. Thank
- 5 you.
- JUDGE THOMPSON: Thank you. Okay. Who's
- 7 next?
- 8 MR. SAVAGE: I think Mr. Cornelius.
- 9 JUDGE THOMPSON: Mr. Cornelius. And do we
- 10 expect to have extensive cross-examination for
- 11 Mr. Cornelius?
- 12 MR. LANE: I don't think so, your Honor.
- JUDGE THOMPSON: Very good. Let's get
- 14 Mr. Cornelius up there.
- 15 MR. SAVAGE: I had previously distributed
- 16 but not yet sent by e-mail a page that shows some
- 17 corrections to Mr. Cornelius' direct, and I don't know if
- 18 I've given you a copy, but I will do that before we get
- 19 rolling.
- JUDGE THOMPSON: Very good.
- 21 (Witness sworn.)
- JUDGE THOMPSON: Please take your seat.
- 23 State your name for the reporter; spell your last name if
- 24 you would.
- THE WITNESS: Mike Cornelius,

- 1 C-o-r-n-e-l-i-u-s.
- 2 MIKE CORNELIUS testified as follows:
- 3 DIRECT EXAMINATION BY MR. SAVAGE:
- 4 Q. Mr. Cornelius, do you have any corrections
- 5 to indicate for the record in your direct testimony?
- 6 A. Yes, I have two. First is on page 1,
- 7 line 6 and 7. I'm sorry. 6 actually. That business
- 8 address should be 8413 Excelsior Drive, Madison,
- 9 Wisconsin.
- 10 Q. And is your business address properly
- 11 stated in your rebuttal testimony?
- 12 A. Yes, it is.
- 13 Q. And what is the second correction to be
- 14 made?
- 15 A. That is on page 25, lines 11, 12, 13, 14,
- 16 15 and 16, the section that asks, what is Charter asking
- 17 this Commission to decide on this issue? In order to help
- 18 clarify the distinction between facilities and trunks,
- 19 we've changed language, and I'll quote the new language if
- 20 that's okay. Charter is asking this Commission to rule
- 21 that SBC must allow Charter to use A, insertion of A,
- 22 single interconnection, insertion of facility for all
- 23 trunk groups between the carriers instead of multiple,
- 24 insertion of facilities, excluding or eliminating trunk
- 25 groups using POI for carrier billing purposes. This will

- 1 preserve network efficiency, eliminate call black
- 2 standards, and will minimize the insertion of facilities
- 3 and eliminate the following trunking and switching
- 4 equipment needed for interconnection -- I'm sorry --
- 5 eliminating trunking and switching equipment then needed
- 6 for interconnection.
- 7 The language that Charter is proposing for
- 8 this issue is fair and balanced and will allow the
- 9 efficient use of, inserting facilities in place of trunks,
- 10 and then by both companies.
- 11 Q. Do you have any other corrections to your
- 12 testimony?
- A. No, I do not.
- MR. SAVAGE: He's available for
- 15 cross-examination.
- JUDGE THOMPSON: Thank you. Cross-exam?
- 17 CROSS-EXAMINATION BY MR. GRYZMALA:
- 18 Q. Hi, Mr. Cornelius. My name is Bob Gryzmala
- 19 with SBC.
- 20 A. Hi.
- 21 Q. I'm going to try to keep these questions
- 22 short because, frankly, some of them we have of Charter
- 23 we've asked of the CLEC Coalition, but I want to get to
- 24 the point. I will be talking just briefly about the NIM,
- 25 I believe it is, NIM DPL.

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1 A. Okay.
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- Q. Okay. You have those?
- 3 A. Yes, I do.
- 4 Q. Charter was clear, am I not, in that it
- 5 agrees interconnection must be within SBC's network; is
- 6 that a fair statement?
- 7 A. Yes. I think the question is whether -- or
- 8 the definition of within. Maybe SBC uses the term on
- 9 instead of within.
- 10 Q. Exactly correct. And that is alluded to,
- 11 in fact, at Charter's language, and if I might now refer
- 12 you to NIM 1. My, Mr. Cornelius, May 20 copy shows that
- 13 I'm looking at page 1 of 12 is where NIM Issue 1 appears.
- 14 And when you get a fix on that, let me know.
- 15 A. Yeah. Go ahead.
- 16 Q. Charter's language basically says a POI
- 17 will be placed, consistent with what you just said, at the
- 18 very bottom of the page, quote, on SBC 13 states network,
- 19 right?
- 20 A. Correct.
- 21 Q. And then it goes on to say, which

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23

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- 1 includes -- or which points -- I'm sorry -- which points
- 2 include SBC's, and paraphrasing, end offices and/or tandem
- 3 switches. That's fair, correct?
- 4 A. Yes.
- 5 Q. So is it also fair to state that that
- 6 language does not define the actual points where
- 7 interconnection will be appropriate; it only tells you
- 8 that two of those points will be an end office and a
- 9 tandem?
- 10 A. Right.
- 11 Q. But the language allows establishment of a
- 12 POI -- or it actually says the POI will be on the network
- and it could be some other point?
- 14 A. Absolutely correct. It is not limited to
- 15 end offices and tandems.
- 16 Q. Okay. And I think your testimony -- I
- 17 think your testimony also suggests at page 9, for purposes
- 18 of this issue, SBC's network is not limited to end offices
- 19 and tandem switches, but also includes intermediary points
- 20 such that Charter may interconnect via a fiber meet point
- 21 arrangement. That's at page 9, right?
- 22 A. Correct.
- 23 Q. And I understand the point you're making,
- 24 Mr. Cornelius, in your testimony. What I want to ask you
- 25 is that what language would identify where an intermediary

- 1 point might be?
- 2 A. Well, I think the intent here is not limit
- 3 the connection POIs to end office and tandems. I think in
- 4 some earlier testimony the term technically feasible point
- 5 was addressed, and I would subscribe to that as well. To
- 6 list an all-inclusive list of points that might be used
- 7 for interconnection would probably leave some out.
- 8 Q. I see the reference to technically
- 9 feasible, but I don't see any reference to delimiters in
- 10 that language. Again, I will submit we're back to the
- 11 similar issue as before. Would this language permit the
- 12 establishment of a POI, should Charter so request one, in,
- 13 for example, an area of Missouri where -- or let's say
- 14 even within a LATA in Missouri in which SBC does business
- 15 but not at that particular point?
- 16 A. No, certainly that would not be a
- 17 technically feasible point.
- 18 Q. What language here prevents that sort of
- 19 application?
- 20 A. Well, I think what you're suggesting is
- 21 that we would then list either the all-inclusive list or
- 22 the all-exclusive list of points that could be used. Is
- 23 that what you're suggesting?
- Q. I only -- I'm not suggesting either one,
- 25 but I think it's a fair question to say that if it's going

- 1 to be a generic description, that it be accurate and is
- 2 not subject to an interpretation which is beyond what our
- 3 obligation really is.
- 4 A. But I -- but any technically feasible point
- 5 within SBC's network to me means that there is a point on
- 6 your existing network where we can interconnect. That I
- 7 think excludes points where you don't have network.
- 8 Q. If that's the case -- and I'm just hearing
- 9 you say this, Mr. Cornelius. If that's the case, you
- 10 already have language there that says technically
- 11 feasible, et cetera, et cetera, on SBC's network. Why
- 12 don't we just stop there?
- 13 Your language says which points include the
- 14 end office and tandem, which necessarily raises the
- 15 question, well, what other points may there be? Given
- 16 your testimony, wouldn't it be more prudent to simply drop
- 17 a period after the word on SBC 13 states network under
- 18 your view, under Charter's view of the proposed language?
- 19 A. This language I think is in here
- 20 particularly because of SBC's position that limits
- 21 interconnection points to end offices and tandems and
- 22 specifically says, no, it's not.
- Q. But I just want to agree on a simple fact.
- 24 I don't want to argue the law. The language you propose
- 25 would permit Charter to command a POI at a place other

- 1 than a tandem and an end office, correct?
- 2 A. Correct.
- 3 Q. Okay. Do you agree -- you agree, do you
- 4 not, sir, that each party should be responsible for the
- 5 facilities on its side of the POI?
- A. Yes, I do.
- 7 Q. That's pretty -- that's a pretty -- that
- 8 point is made pretty unequivocally in your position
- 9 statement, is it not, in your testimony?
- 10 A. Yes, I would say it is.
- 11 Q. That's fine.
- 12 MR. SAVAGE: We really believe it.
- MR. GRYZMALA: Well, that's good that
- 14 there's recognition in the community.
- 15 BY MR. GRYZMALA:
- 16 Q. Charter agrees as well that if the amount
- 17 of traffic that is exchanged between Charter and SBC at
- 18 its tandem or its end office, and I'm paraphrasing,
- 19 exceeds a certain threshold, the parties should establish
- 20 an additional POI. I believe this is at page 3 in your
- 21 rebuttal.
- 22 A. Correct.
- Q. And interesting you say at some point
- 24 prudent network planning suggests that both parties would
- 25 benefit from establishing an alternative high-capacity

- 1 network between the two networks or a high-capacity
- 2 connection between the two networks, i.e. another POI.
- 3 You likewise state that unequivocally, emphatically,
- 4 without qualification, correct?
- 5 A. I missed the question in all of that.
- 6 Q. Okay. Forget that. I'm sorry.
- 7 What prudent network planning
- 8 considerations suggest that both parties benefit from
- 9 establishing an additional POI?
- 10 A. Well, I think the point was made earlier,
- 11 but I'll reemphasize it here. In cases of a single POI
- 12 where there is a remote calling area where we both offer
- 13 service, thus we have the need to exchange traffic, if
- 14 we're hauling that traffic across our network to the
- 15 initial POI, which again is remote from this new calling
- 16 area or this second calling area, that there are certain
- 17 costs incurred in doing that.
- 18 Then at some point, and I think we differ
- 19 on what that point is, it would become prudent to create a
- 20 second POI whereby traffic in that second calling area
- 21 could be exchanged directly and more efficiently given
- 22 some level of traffic between us, between our network.
- Q. You're not suggesting that the deployment
- 24 of an additional POI to a, quote/unquote, remote area as
- 25 you talk about would be appropriate only when that remote

- 1 area reaches OC-12 capacity, do you?
- 2 A. Yes, I do.
- 3 Q. That's a lot of capacity. Do you realize
- 4 that?
- 5 A. Yes, it is.
- 6 Q. In terms of applying additional -- well,
- 7 that's not remote any longer, is it?
- 8 A. I don't understand the question about it
- 9 being remote.
- 10 Q. Why if given your testimony that you're
- 11 emphasizing a remote area, I think I heard you say that,
- 12 remote office?
- 13 A. Well, remote -- maybe I used different
- 14 language, but remote -- let me rephrase that.
- 15 Q. Distance-wise?
- 16 A. That it's not within the local calling area
- 17 of the initial POI.
- 18 Q. And you would agree that at the point that
- 19 an additional POI is added, then it would carry some of
- 20 the traffic that was going on or going over the first POI?
- 21 A. Yes. And I'm suggesting that that amount
- of traffic equal an OC-12's worth of traffic.
- 23 Q. Is there any -- do you likewise believe, is
- 24 it likewise your opinion that consideration such as
- 25 network exhaust or tandem exhaust are potential

- 1 considerations when deciding whether to employ an
- 2 additional point of interconnection?
- 3 A. No, because I think you're confusing issues
- 4 of trunking versus facilities, and a second POI addresses
- 5 the question of facilities, i.e. a second POI to transport
- 6 trunks, but the trunks would be preexisting, albeit using
- 7 the facilities that exist in the initial POI.
- 8 Q. So let me refer you, if I may, to DPL
- 9 section or page 2.
- 10 A. Of?
- 11 Q. I'm sorry. It would be the NIM, the NIM
- 12 DPL.
- 13 A. What section specifically?
- 14 Q. This is page 2 of 12.
- 15 A. Okay.
- 16 Q. This is Issue No. 1, the one we were
- 17 talking about. I'm sorry. And there's a reference made
- 18 to the Texas Commission's having made a statement to the
- 19 effect that initially a technically feasible
- 20 interconnection at a particular point on the ILEC's
- 21 network is okay. However, quote, in order to avoid
- 22 network and/or tandem exhaust situations, it is reasonable
- 23 that a process exist for requesting interconnection at
- 24 additional technically feasible points.
- Do you take issue with the Texas

- 1 Commission's conclusion reached there?
- 2 A. I can't say I take issue, but clearly as
- 3 we've -- I think other witnesses have stated, there are --
- 4 there's a difference in facilities versus trunking, and if
- 5 I create a second POI, that relieves facility exhaust or
- 6 augments the facilities deployed in an initial POI.
- 7 The trunking I would expect is largely the
- 8 same. In other words, I'm providing trunking over the
- 9 initial POI to some secondary local calling area to a
- 10 tandem or to an office depending on the level of traffic
- 11 to those particular switches.
- 12 Q. Do you have regulatory responsibilities for
- 13 the company?
- 14 A. No, I do not.
- 15 Q. Regulatory and policy considerations. So
- 16 you wouldn't have an opinion as to whether regulatory
- 17 policy looks at the revenue potential of a CLEC in
- 18 determining when the CLEC should be less reliant on an
- 19 ILEC's network?
- 20 A. From a regulatory perspective, no.
- 21 Q. You would not have an opinion on that?
- 22 A. Not from a regulatory perspective, no, I
- 23 wouldn't.
- 24 Q. You were asked to assume, I think as
- 25 Mr. Hamiter testified, that the 24 DS1 threshold was a --

1 forgive me. I'm moving ahead. You realize this had to do

- 2 with the differential between our companies, yours having
- 3 OC-12 level, ours having 24 DS1?
- 4 A. Yes.
- 5 Q. As you may recall, Mr. Hamiter testified,
- 6 the 24 DS1 threshold was originally a compromise reached
- 7 between MCI and SBC before the Texas Commission. What
- 8 criticism do you have of 24 DS1s being appropriate?
- 9 A. The level of traffic, of course -- and I
- 10 think again this was stated earlier -- depends on a number
- 11 of different factors, and that there is no magic number
- 12 that says this is the right amount, this is not the right
- 13 amount.
- 14 But I proposed that a level at something
- 15 less than a DS3 given today's very efficient high-capacity
- 16 networks is rather low for creating a new piece of network
- 17 that doesn't exist, i.e. a second POI. Each company would
- 18 be required, as we would, to do a second POI, thereby
- 19 incurring costs on both sides, that to do that at a level
- 20 of 24 DS1s seems low.
- 21 So it's a question of grade, but to you me
- 22 24 DS1s seems exceptionally low. I think it's more on the
- 23 order of an OC-12.
- Q. I would like to turn to NIM 4 if I may, and
- 25 I believe that starts at -- I believe it starts at page 5

- 1 of my DPL. And again, I don't want to spend too much time
- 2 on this, but again highlight the language at issue between
- 3 our companies having to do with POI.
- 4 This is related to the earlier discussion.
- 5 Would you agree, Mr. Cornelius, that the language here
- 6 would allow Charter to establish a fiber meet point
- 7 interconnection, quote, between SBC -- I'll paraphrase
- 8 here -- between SBC and the CLEC at any technically
- 9 feasible and commercially reasonable point between the
- 10 CLEC's premises and SBC's network, correct?
- 11 A. Yes.
- 12 Q. And again, would you agree that that
- 13 language likewise is not confined to placement of a POI
- 14 at, as is stated in SBC Missouri's language, an SBC
- 15 Missouri tandem or end office within each local calling
- 16 exchange area?
- 17 A. Yes, I would.
- 18 Q. Do you think that there could be
- 19 disagreement as to what might be regarded as technically
- 20 feasible and commercially reasonable between your switch
- 21 at the CLEC's premises and what constitutes SBC's network?
- 22 A. Could there be disagreement between the two
- 23 parties? Yes.
- 24 Q. There certainly is ambiguity, would you not
- 25 agree, in terms of the fact that the -- that network is

- 1 not defined in your proposed language?
- 2 A. That's correct.
- 3 Q. No specified point of interconnection is
- 4 really stated anywhere?
- 5 A. No, but --
- 6 Q. I mean, is that -- answer my question
- 7 first.
- 8 A. Yes.
- 9 Q. No specified point of interconnection is
- 10 indicated anywhere in your language?
- 11 A. That's correct.
- 12 Q. All right. Now, I --
- MR. SAVAGE: You cut him off.
- MR. GRYZMALA: I'm sorry. Go ahead.
- 15 THE WITNESS: But I would go so far as to
- 16 say that if there are situations where SBC has created
- 17 like facilities, similar facilities using different
- 18 points, different from end offices or tandem switch
- 19 locations, with other entities, that that then would
- 20 define it as technically feasible in that they've already
- 21 done that with someone else.
- 22 BY MR. GRYZMALA:
- Q. So certainly would you agree, though,
- 24 that -- and I don't know what your position is in your
- 25 testimony. I don't believe you reach it. You would not

- 1 regard it as a commercial expectation reasonable, nor
- 2 would you regard it as being part of technically feasible
- 3 to have SBC build out to an area which it does not already
- 4 have facilities; fair enough?
- 5 A. Yeah.
- 6 Q. In other words, we -- and I'm not an expert
- 7 here, but you wouldn't expect -- Charter would not expect
- 8 that, if SBC isn't already there, it has to go there?
- 9 A. Within some reason, yes.
- 10 Q. Okay. I mean, it would not have to trench
- 11 new ground, would not have to go to a new switch that's
- 12 deployed to which it didn't already have facilities. Your
- 13 principal screen is that where the network really is today
- 14 is where Charter is asking to be placed, we're not asking
- 15 for more?
- 16 A. Yes, I think that's an accurate statement.
- 17 Q. So then the question becomes, well, what
- 18 about those facilities, I guess, that are currently in
- 19 place today that just happen to be at a CLEC switch?
- 20 That's one scenario; is that correct?
- 21 A. Yes, absolutely.
- Q. And you understand that it's SBC's position
- 23 that is not a part of our network?
- 24 A. And I would disagree.
- Q. Just a couple more points very quickly.

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1 Should Charter be required to trunk to every 911 tandem in
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- 2 each local exchange area in which it offers service?
- 3 A. Well, if I understand your question
- 4 correctly, and you can correct me after I've answered, but
- 5 we should certainly trunk to the 911 tandems that provide
- 6 911 service to the areas that we offer service in.
- 7 Q. Okay. So that -- help me here because I'm
- 8 not very certain about this. ITR 6, if the language
- 9 suggested in ITR 6 proposed by Charter states that it
- 10 would be for each NPA in the LATA, would that meet your
- 11 test?
- 12 A. I'm not sure if when you say each NPA in
- 13 the LATA, does Charter offer service in those particular
- 14 areas or are we defining a specific geographic area or --
- 15 Q. It says, where the parties utilize SS7
- 16 signaling and the E911 network has the technology
- 17 available, only one E911 network per trunk group shall be
- 18 established to handle multiple NPAs within the LATA.
- 19 That's what I'm focusing on. That's where
- 20 the dispute is, because your firm underlines the word
- 21 LATA, and our firm underlines local exchange area. So is
- 22 not the point of disagreement whether the trunk has to be
- 23 deployed within the LATA or to each local exchange area?
- 24 Is that not the dispute under the language we're looking
- 25 at?

- 1 A. Let me go back to my earlier statement is
- 2 that -- and maybe it's not clear exactly what SBC's
- 3 language is in terms of what they're asking us to do as
- 4 far as 911 interconnection is concerned.
- 5 Q. Well, it only differs in one regard. Our
- 6 two companies' language are the same. We're identical.
- 7 The only place we differ is at the very end of the
- 8 sentence. One says, handle multiple NPAs within the local
- 9 exchange area. That's us. Yours says, handle multiple
- 10 NPAs within the LATA.
- 11 A. So are you suggesting this is a case where
- 12 there's an NPA overlay, that I would have multiple NPAs?
- 13 Q. That would be one instance. That would
- 14 certainly be one instance. That is possible.
- 15 A. Right. And I would say again that falling
- 16 under that, I would have to go to multiple 911 tandems to
- 17 serve those customers in that particular calling area that
- 18 I offer service.
- 19 Q. Do you know of another instance in which
- 20 there might be multiple NPAs within a local exchange area
- 21 other than in an overlay situation?
- 22 A. I can't think of any, no.
- 23 Q. If the Commission has ruled in a previous
- 24 case to the effect that separate trunks will be utilized
- 25 for connecting a CLEC's switch to each 911/E911 tandem, do

- 1 you regard your position as consistent with that
- 2 conclusion?
- 3 A. Only insofar as it would be required to
- 4 offer my customers 911 services in the areas that I'm
- 5 offering service in. It would be nonsensical, I think, to
- 6 go to a 911 tandem that serves no customers that I offer
- 7 services to.
- 8 Q. I want to move to issue, Mr. Cornelius,
- 9 ITR 2, if I may. On my copy, Mr. Cornelius, it shows as
- 10 page 4 of 14.
- 11 A. Yes.
- 12 Q. I think the dispute here has to do with
- 13 what's the -- what is the purpose of an ASR. It seems
- 14 like the language goes back and forth here. With that
- 15 introduction, let me just ask you a couple questions.
- 16 A. Well, I -- excuse me. I think Issue 2 is
- 17 really about two-way trunking, one-way versus two-way
- 18 trunking.
- 19 Q. Well, I'm only looking at one particular
- 20 piece.
- 21 A. Okay.
- 22 Q. The reference that on the one hand our
- 23 company, SBC, says CLEC shall issue access service
- 24 requests for two-way trunk groups. Let's put aside for
- 25 the moment the issue of one-way/two-way.

- 1 A. Okay.
- 2 Q. The point being, are ASRs the right vehicle
- 3 or not? That's the question, and you testified about it,
- 4 and your language changed the word -- added an additional
- 5 word to ASR calling it a form, and there's some dispute
- 6 that's arisen over that.
- 7 Don't you agree that the ASR has for many
- 8 years been the vehicle by which CLECs placed trunk orders,
- 9 ASR meaning access service request?
- 10 A. I would -- I would agree that that form is
- 11 the vehicle by which the specific information relative to
- 12 a particular trunk construction, augmentation is conveyed
- 13 from one party to another.
- 14 What I disagree with is that it is a firm
- order that says I'm obligated to pay you and it has
- 16 anything about terms or conditions in it because it
- 17 doesn't. It's a technical information document.
- 18 Q. You agree, though, that when a CLEC wants
- 19 to order a trunk, there ought to be some recognized
- 20 standardized vehicle by which when it reaches the ILEC
- 21 they can look at it and say, oh, we have an order? Would
- 22 you not agree?
- 23 A. You know, I won't -- I won't argue the
- 24 definition of order, but clearly, yes, activity occurs as
- 25 a result of the submission of an ASR.

- 1 Q. And I just want to go back because I don't
- 2 think I got an answer. An ASR has generally been regarded
- 3 by the industry for many years as the order for trunks,
- 4 correct?
- 5 A. And I think that's open to the definition
- 6 of an order and what the obligations are under that.
- 7 Q. But aside from your company -- let me make
- 8 sure I understand. Aside from Charter, there's no other
- 9 CLEC here that quarrels with a notion that an ASR is a
- 10 trunk order, correct?
- 11 A. I can't speak to them.
- 12 Q. Do you know of any other CLEC that views it
- 13 as something else?
- 14 A. I don't have knowledge of other CLECs.
- 15 Obviously they do use ASRs to request that additional
- 16 trunks or new trunks be created.
- 17 Q. The whole point here, I think, if I recall
- 18 your testimony, is that your firm is concerned that if you
- 19 send an ASR it's going to trigger some sort of activity
- 20 that's going to generate a charge?
- 21 A. Exactly right.
- Q. That's the point?
- 23 A. Exactly right.
- 24 Q. All right. So help me understand. If you
- 25 want to place an order for trunks, you can use an ASR.

- 1 SBC will respond. I think there's a 20 day fuse,
- 2 generally speaking, as we've heard about, a 20 day
- 3 provisioning period, absent some difficulties. You'll be
- 4 charged after the work is done, and that's the way it
- 5 would work.
- If you have a request, however, for
- 7 additional information, you want to ask for -- to request
- 8 some action, as you put in your testimony, to request
- 9 action, to convey information, may I simply ask, why don't
- 10 you e-mail or send a letter? Why is it you have to use an
- 11 access service request to just convey information, request
- 12 action?
- 13 MR. SAVAGE: I object to that question on a
- 14 lot of grounds. I'll start with compound --
- MR. GRYZMALA: All right. We'll take some
- 16 time.
- 17 MR. SAVAGE: -- and mischaracterizing the
- 18 testimony.
- 19 JUDGE THOMPSON: We are going to take some
- 20 time right now. Do we need to finish this witness today?
- MR. SAVAGE: Yes, sir.
- JUDGE THOMPSON: In that case, I need to
- 23 make a phone call. So we're going to take ten minutes.
- 24 When we come back, we will finish the cross-examination
- and the various other parts of our examination of this

- 1 witness. Obviously we're going to run after five o'clock,
- 2 so there you are.
- 3 MR. ZARLING: Your Honor, you just intend
- 4 to finish with Mr. Cornelius today and carrying everything
- 5 else to tomorrow?
- JUDGE THOMPSON: Well, help me understand
- 7 what else we are carrying over to tomorrow.
- 8 MR. ZARLING: I think Mr. Price is the
- 9 only --
- 10 MR. BUB: No. We have Price and also
- 11 Mr. McPhee.
- 12 MR. GRYZMALA: MCI's Mr. Price and SBC's
- 13 Mr. McPhee.
- JUDGE THOMPSON: Anyone else?
- MR. BUB: That's it.
- JUDGE THOMPSON: Were they both planning to
- 17 be here tomorrow anyway or are they going to be seriously
- 18 inconvenienced?
- 19 MR. MORRIS: Price will be here tomorrow.
- MR. BUB: And Mr. McPhee will be here
- 21 tomorrow.
- JUDGE THOMPSON: So we can take them up
- 23 tomorrow without inconveniencing their travel plans, and
- 24 we can stay late tonight to finish this man. I apologize.
- 25 I forget your name. At this point I forget my name. My

- 1 name is probably POI.
- 2 We're going to take ten minutes now so I
- 3 can remember who I am, and then we're going to come back
- 4 and finish this witness and then we're going to go home.
- 5 (A BREAK WAS TAKEN.)
- JUDGE THOMPSON: How much longer do you
- 7 think you're going to be? We've talked contracts. I want
- 8 to get a contract right here.
- 9 MR. GRYZMALA: Can I have 30 seconds to
- 10 look at this?
- 11 JUDGE THOMPSON: You may. You can confer
- 12 with Mr. Bub, you can call the head office, do whatever
- 13 you need to do.
- 14 MR. SAVAGE: At this point, I have probably
- 15 two minutes of redirect, just so you know.
- JUDGE THOMPSON: Redirect at your own risk.
- 17 Do whatever you want.
- MR. GRYZMALA: To coin a term, in an
- 19 overarching effort to please all, I think this is my last
- 20 issue.
- JUDGE THOMPSON: Great. Let's hear it.
- 22 MR. GRYZMALA: And I mean the one I'm on.
- JUDGE THOMPSON: I understand.
- 24 MR. GRYZMALA: I'm going to be a little
- 25 more deliberate, if I may. I'm sorry I rushed you along.

- 1 BY MR. GRYZMALA:
- 2 Q. Where we picked up was that under ITR
- 3 Issue 2, SBC proposes that the CLEC shall issue ASR for a
- 4 trunk group request, and that the word group or rather
- 5 form -- or rather ASR. You added the term form. And if I
- 6 recall properly, your testimony says -- or rather the DPL
- 7 says it shall indicate the trunk groups it wishes to
- 8 establish by means of the ASR form.
- 9 A. Yes.
- 10 Q. You claim ASRs are used by a CLEC to convey
- 11 information or request action from one party to another.
- 12 They do not always represent a formal request for
- 13 services. Am I accurately stating your testimony at
- 14 page 32?
- 15 A. Yes, you are.
- 16 Q. All right. The point being, as I think you
- 17 stated, if you send an ASR or Charter sends an ASR,
- 18 Charter risks an ordering charge, correct?
- 19 A. I'm sorry. Could you restate the question?
- 20 Q. The point being -- would you agree with me
- 21 the primary point here is that if an ASR is sent by
- 22 Charter, Charter's fear is that it will risk an ordering
- 23 charge when the ASR doesn't have a formal order on it?
- 24 A. Or any type of charges that might be a
- 25 result of that particular ASR submission.

- 1 Q. And ergo your concern is to avoid a charge
- 2 when you want to do one of mainly two things, simply want
- 3 to convey information but does not amount to a formal
- 4 order, or you wish to request some action that does not
- 5 request installation or does not constitute a formal trunk
- 6 order, correct?
- 7 A. No. We would certainly only use the ASR
- 8 for new trunks, augmenting trunks. The issue here is
- 9 that -- so -- well, restate the question.
- 10 Q. Is that what your testimony says? I mean,
- 11 did I read it correctly?
- 12 A. Yeah.
- 13 Q. Okay.
- 14 A. But that information is technical
- 15 information relative to a change in trunks between our two
- 16 respective networks.
- 17 Q. Are you saying that the information you
- 18 might submit is -- would have to do with a pending trunk
- 19 order, in other words, a trunk order for which you've
- 20 already submitted an ASR?
- 21 A. I would not submit another ASR.
- 22 Q. No. Are you saying that -- are you
- 23 concerned about risking a charge where you are simply
- 24 submitting information about an already pending trunk
- 25 order that was submitted via ASR?

- 1 A. I'm a little confused. Are you saying that
- 2 I'm sending you a second ASR?
- 3 Q. Let me try it another way. Give me an
- 4 example of a request for -- or give me a request for
- 5 information that you would convey --
- 6 A. Via --
- 7 Q. -- that you would not want to risk being
- 8 charged for if you used an ASR to do it.
- 9 A. I'm requesting information, for instance,
- 10 to interconnect to a 911 tandem. I'm going to send you an
- 11 ASR. Right? That ASR would inquire information from you
- 12 to be submitted; I need CLI codes, I need other types of
- 13 information. Correct? And that you would convey that
- 14 information to me, the ASR would be complete, and we'd go
- 15 on about implementing that particular action.
- 16 Q. But isn't it clearly understood in the
- 17 industry that the submission of an ASR generally generates
- 18 work for which SBC has applicable charges?
- 19 A. No. I disagree that it -- I disagree with
- 20 the last part. If there are applicable charges, yes, but
- 21 the ASR does not dictate what those charges are.
- 22 Q. Have you ever had a dispute with AS-- or
- 23 I'm sorry -- with SBC regarding this subject matter that
- 24 you can point to that led to your having been charged in
- 25 error by SBC?

- 1 A. None come to mind.
- 2 Q. And how long has -- have you had experience
- 3 or your company had experience with the submission of ASRs
- 4 to SBC?
- 5 A. Probably over three years.
- 6 Q. Over three years. And in over three years,
- 7 there's not been a submitted ASR that has been -- that has
- 8 led to a charge for which you feel there is contract
- 9 language now necessary to address; is that correct?
- 10 A. Could you restate that, please?
- 11 Q. In three years of implementing the ASR
- 12 process back and forth between the two companies, no
- 13 incident has ever arisen which has led you to question or
- 14 led you to believe that contract language needs to be
- 15 inserted on the point?
- 16 A. Not to my knowledge.
- 17 Q. Okay. And again, I want to emphasize,
- 18 though, if I might, is there any language in the contract
- 19 which would prohibit Charter from conveying information to
- 20 our company or would prohibit Charter from requesting
- 21 action of our company by other than an ASR?
- 22 A. Are you asking whether or not I can request
- 23 action via something other than an ASR?
- 24 Q. Yeah.
- 25 A. I think the point you made earlier is that

1 the ASR is the standard form for trunking and associated

- 2 facilities.
- 3 Q. For a trunk order, correct?
- 4 A. Again, I think we disagree on what order
- 5 implies, but it certainly is requesting action relative to
- 6 trunking.
- 7 MR. GRYZMALA: That's all I have. Thank
- 8 you.
- JUDGE THOMPSON: Thank you.
- 10 QUESTIONS BY JUDGE THOMPSON:
- 11 Q. I hesitate to ask any questions. Can't you
- 12 limit ASRs to orders for facilities or services and ask
- 13 for information using some other technique?
- 14 A. Yes, absolutely. I would agree.
- 15 Q. You could do that. And is it SBC's
- 16 position that you want CLECs to order facilities and
- 17 services using an ASR?
- 18 MR. GRYZMALA: Absolutely, your Honor. The
- 19 ordering vehicle is the ASR.
- 20 JUDGE THOMPSON: The ASR. You don't want
- 21 them using it for anything else?
- MR. GRYZMALA: I'm sorry?
- JUDGE THOMPSON: And you don't want them
- 24 using it for anything else?
- MR. GRYZMALA: That's my understanding.

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JUDGE THOMPSON: Right?
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- 2 MR. GRYZMALA: That's my understanding.
- JUDGE THOMPSON: He's agreed that they can
- 4 meet that. Didn't you agree?
- 5 THE WITNESS: Yes.
- JUDGE THOMPSON: So why are we here after
- 7 five o'clock?
- 8 MR. SAVAGE: Your Honor, I think I can tell
- 9 you why we're here after five o'clock.
- 10 JUDGE THOMPSON: You're going to get a
- 11 chance.
- MR. SAVAGE: Then I will.
- JUDGE THOMPSON: Mr. Williams, do you have
- 14 any questions?
- MR. WILLIAMS: No.
- JUDGE THOMPSON: Ms. Dietrich?
- MS. DIETRICH: Just a couple.
- 18 JUDGE THOMPSON: Just a couple. I'm going
- 19 to hold you to that.
- 20 QUESTIONS BY MS. DIETRICH:
- Q. Mr. Cornelius, first I'd like to ask you a
- 22 clarifying question on the network interconnection methods
- 23 DPL.
- 24 A. Okay.
- Q. Okay. On Issue No. 1, you and Mr. Gryzmala

- 1 were talking about at the bottom of page 1 of 12 some
- 2 language about end office and tandems and things like
- 3 that. And I just want to clarify that on my page 1 down
- 4 at the bottom, Charter's objectionable language or
- 5 proposal is the word include. That's where the objection
- 6 is. And for SBC it's the word are. And then all the
- 7 other language around that is agreed upon; is that
- 8 correct?
- 9 A. Yes. You're absolutely right.
- 10 Q. Okay. Then going to your direct testimony,
- 11 on page 9.
- 12 A. Yes.
- Q. At line 9 you're talking about where you
- 14 would like to meet with SBC's facilities as far as the
- 15 point of interconnection, and at the end of line 9 you say
- 16 via a fiber meet point arrangement. I just want to
- 17 clarify, would that make the POI and -- the POI and the
- 18 meet point at the same point?
- 19 A. Yeah. I think contrary to Mr. Land's
- 20 testimony, in a fiber meet point arrangement, wherever
- 21 that fiber does meet becomes the POI, and I think it has
- 22 to be given the responsibilities of each party on their
- 23 side of the POI. In other words, if the POI is still
- 24 going to be an end office and SBC has provided fiber out
- 25 into the network somewhere and met my fiber, I certainly

- 1 wouldn't be responsible for their fiber.
- 2 So I think to answer your question, yes,
- 3 the POI would exist where the physical fiber meets.
- 4 Q. And is the fiber meet point there today?
- 5 A. We have fiber meet points with SBC today,
- 6 yes.
- 7 Q. So in this case it wouldn't be shifting any
- 8 cost because the point of interconnection would already be
- 9 there; it's just whether you call it a POI or a meet
- 10 point?
- 11 A. Yes, absolutely. The POI becomes the point
- 12 where -- right. The responsibilities differ, but the
- 13 fiber meet point is the technical method by which we've
- 14 constructed facilities that has a POI in it.
- 15 Q. Okay. And then just for clarification, on
- 16 page 14 of your testimony, you're referencing something I
- 17 believe comes from SBC's language on the DPL, but I'm not
- 18 positive where you got this from. You talk about this
- 19 Commission's previous decision in Docket 21-2791. And
- 20 Missouri doesn't normally have docket numbers like that,
- 21 so I wanted to clarify if you knew what the correct docket
- 22 number was.
- 23 A. I do not.
- MS. DIETRICH: Okay. Thank you.
- JUDGE THOMPSON: Thank you. Mr. Johnson?

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1 MR. MICK JOHNSON: No, sir.
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- JUDGE THOMPSON: Mr. Scheperle?
- 3 MR. SCHEPERLE: No.
- 4 JUDGE THOMPSON: Mr. McKinnie?
- 5 MR. McKINNIE: No, thank you.
- JUDGE THOMPSON: We're ready for recross
- 7 Mr. Gryzmala?
- 8 MR. GRYZMALA: No, sir.
- 9 JUDGE THOMPSON: Bless you. Redirect?
- 10 MR. SAVAGE: Very briefly, your Honor.
- 11 REDIRECT EXAMINATION BY MR. SAVAGE:
- 12 Q. If you could focus, Mr. Cornelius, on where
- 13 we were, which is the DPL for NIM No. 1.
- 14 A. Yes.
- 15 Q. And if you could take a look at what --
- 16 take a look at the bottom of page 1 and follow along with
- 17 me just so we can get to the question that you were just
- 18 asked. It says, the Missouri Commission has recognized
- 19 that while a single POI may and, et cetera, and then as
- 20 stated by the Commission in Docket No. 21-791.
- 21 Now, do you know whether that refers to some docket of
- 22 this Commission or rather whether it refers to the Texas
- 23 case we've been talking about?
- 24 A. I would assume it's --
- MR. GRYZMALA: Where are you in the DPL?

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1 MR. SAVAGE: Your DPL, your position, on
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- 2 pages 1 and 2 of NIM.
- 3 MR. GRYZMALA: Our position?
- 4 MR. SAVAGE: Right. I'm reading your
- 5 position.
- 6 MR. GRYZMALA: Thank you. I see.
- 7 MR. SAVAGE: And I think you meant the
- 8 Texas.
- 9 MR. GRYZMALA: I know I did.
- 10 MR. SAVAGE: So let the record reflect they
- 11 meant the Texas order.
- JUDGE THOMPSON: See how easy that was?
- 13 BY MR. SAVAGE:
- 14 Q. That was easy, but now I'll get on to
- 15 substantive questions, which is, the Texas Commission
- 16 said, quoted here, in order to avoid network and/or tandem
- 17 exhaust situations, it's reasonable to establish
- 18 additional POIs.
- 19 And I was wondering if you could comment
- 20 first on why it is that establishing additional POIs is
- 21 not necessary to deal with a situation of tandem exhaust?
- 22 A. Well, as I tried to explain earlier, and I
- 23 think as earlier witnesses have, separating the facility
- 24 that carries the trunks from the trunks, and if I have a
- 25 tandem that has some traffic to it, and I think the

1 requirement is it needs 24 DSOs of traffic, I would create

- 2 the trunk group to that switch entity.
- But that in no way implies that I'm going
- 4 to create a second POI in a remote calling area or
- 5 anywhere else beyond the initial POI. So --
- 6 Q. Okay. Go ahead. I'm sorry.
- 7 A. I'm a little confused in terms of how they
- 8 propose this number of DS1s in creating a second POI,
- 9 because implied in that in order to relieve tandem exhaust
- 10 or any switch exhaust would be the creation of some
- 11 additional trunking that previously didn't exist.
- 12 Q. So if you've already established direct
- 13 trunks from Charter's switch to various SBC switches going
- 14 around the SBC tandem, if you've already established those
- 15 trunks over the initial POI, will creating a new POI have
- 16 any impact on that initial tandem?
- 17 A. No, it won't. Absolutely not.
- 18 Q. So if the Texas Commission thought that
- 19 creating a new POI in that circumstance would protect
- 20 SBC's tandems from exhaust, was the Texas Commission right
- 21 if they thought that?
- A. No, they weren't.
- 23 Q. Okay. Now, I believe in a question it was
- 24 noted that this arrangement was a compromise between SBC
- 25 and MCI. Now, do you know whether MCI in its CLEC

- 1 capacity has established a variety of collocations in
- 2 different ILEC end offices and tandem facilities?
- 3 A. I don't know directly. I presume they
- 4 would have.
- 5 Q. Given what you know in the industry about
- 6 the nature of their operations, would you expect that they
- 7 would have established a number of collocations?
- 8 A. That would seem like a logical network
- 9 topology, yes, it would.
- 10 Q. Now, if a carrier has established physical
- 11 collocations in a wide variety of end offices and tandems,
- 12 is it incrementally a great deal of investment for
- 13 construction to create a new physical POI at one of those
- 14 tandems or end offices where they're already collocated?
- 15 A. No, it's not. They have facilities already
- 16 in that premise, so obviously to connect to a facility
- 17 that exists within that central office to equipment in
- 18 that central office that belongs to SBC would be a
- 19 relatively inexpensive, easy undertaking.
- 20 Q. Does Charter have collocations in any SBC
- 21 end offices?
- 22 A. No, we do not.
- 23 Q. Why not?
- A. Because we're a facilities-based provider,
- and we don't need to create that type of collocations to

- 1 have access to UNE-type elements or parts of SBC's
- 2 network. We have our own network. We serve our own end
- 3 users via that network.
- 4 Q. So given the different topology between
- 5 Charter on the one hand and a carrier like MCI with lots
- 6 of collocations on the other hand, would you think that
- 7 the rational engineering considerations as to when you
- 8 would establish a separate POI would be the same or
- 9 different?
- 10 A. I would think they would be very much
- 11 different.
- 12 MR. SAVAGE: I have nothing further.
- JUDGE THOMPSON: Thank you. Okay.
- 14 Mr. Cornelius, you're done. Good-bye. Mr. Barber, thank
- 15 you for your testimony. You've done, too.
- 16 Tomorrow we'll start with McPhee and
- 17 Mr. Price; isn't that right? McPhee and Price, and we'll
- 18 finish up what's left from today. Am I right? Am I not
- 19 right?
- 20 MR. BUB: Is Price first and then McPhee?
- 21 JUDGE THOMPSON: I don't care what order we
- 22 do them in. I just want to make sure I know what we're
- 23 doing first.
- MR. SAVAGE: 13 minutes over, your Honor.
- 25 I apologize to the extent it was my fault.

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JUDGE THOMPSON: That's okay. So tomorrow
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2 at 8:30 again.
            WHEREUPON, the hearing of this case was
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4 recessed until May 25, 2005.
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1	I N D E X				
2	SBC'S EVIDENCE:				
3	JASON CONSTABLE Direct Examination by Mr. Bub	394			
4	Questions by Mr. McKinnie	396			
5	SANDRA DOUGLAS Direct Examination by Mr. Bub	399			
6	Cross-Examination by Mr. Savage Questions by Ms. Dietrich	400			
7	Recross-Examination by Mr. Zarling Redirect Examination by Mr. Bub	405			
8	JAMES HAMITER				
9	Direct Examination by Mr. Gryzmala Cross-Examination by Mr. Savage	409 411			
10	Questions by Judge Thompson Questions by Ms. Dietrich	455 469			
11	Further Questions by Judge Thompson Questions by Mr. Mick Johnson	478 482			
12	Redirect Examination by Mr. Gryzmala	495			
13	AT&T'S EVIDENCE:				
14	JOHN SCHELL Direct Examination by Mr. Zarling	508			
15	Cross-Examination by Mr. Bub Cross-Examination by Mr. Gryzmala	509 522			
16	Questions by Mr. McKinnie Questions by Ms. Dietrich	529 531			
17	Redirect Examination by Mr. Zarling	535			
18	RICHARD GUEPE	538			
19	Cross-Examination by Mr. Bub Redirect Examination by Mr. Zarling	544			
20	CLEC COALITION'S EVIDENCE:				
21	CHARLES LAND	F 4 7			
22	Direct Examination by Mr. Magness Cross-Examination by Mr. Gryzmala	547 547			
23	Questions by Judge Thompson Questions by Ms. Dietrich	590 591			
24	Recross-Examination by Mr. Gryzmala Redirect Examination by Mr. Magness	596 599			
25					

1		CHARTER'S EVIDENCE:			
2	MARK	BARBER			
3		Direct Examination by Mr. Savage Cross-Examination by Mr. Lane	613 613		
		Cross-Examination by Mr. Bub	643		
4		Questions by Mr. Scheperle Redirect Examination by Mr. Savage	650 652		
5	MTIZE				
6	MIKE	CORNELIUS Direct Examination by Mr. Savage	656		
7		Cross-Examination by Mr. Gryzmala Questions by Judge Thompson	657 683		
,		Questions by Ms. Dietrich	684		
8		Redirect Examination by Mr. Savage	687		
9					
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1		EXHIBITS		DECETAE
2			MARKED	RECEIVED
3	EXHIBIT NO. 204 PSC Mo. No. 35		430	431
4	EXHIBIT NO. 205 Missouri Enhanced	Record		
5	Exchange Rule		517	522
6	EXHIBIT NO. 206 Order of Rulemaki:	na	517	522
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