# BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the Matter of the Petition for Arbitration	)		
of Unresolved Issues in a Section 251(b)(5)	)	Case No	
Agreement with U.S. Cellular	)		

# VERIFIED PETITION FOR ARBITRATION OF A TRAFFIC TERMINATION AGREEMENT UNDER THE TELECOMMUNICATIONS ACT OF 1996

COME NOW BPS Telephone Company, Cass County Telephone Company, Citizens Telephone Company of Higginsville, Missouri, Craw-Kan Telephone Cooperative, Inc., Ellington Telephone Company, Farber Telephone Company, Fidelity Telephone Company, Fidelity Communications Services I, Inc., Fidelity Communications Services II, Inc., Goodman Telephone Company, Granby Telephone Company, Grand River Mutual Telephone Corporation, Green Hills Telephone Corporation, Green Hills Telecommunications Services, Holway Telephone Company, Kingdom Telephone Company, KLM Telephone Company, Lathrop Telephone Company, Le-Ru Telephone Company, Mark Twain Rural Telephone Company, Mark Twain Communications Company, McDonald County Telephone Company, Miller Telephone Company, New Florence Telephone Company, Oregon Farmers Mutual Telephone Company, Ozark Telephone Company, Peace Valley Telephone Company, Inc., Rock Port Telephone Company, Seneca Telephone Company, and Steelville Telephone Exchange, Inc. (the "Petitioners"), pursuant to the Telecommunications Act of 1996 (the "Act"), 47 U.S.C. §§251 and 252, Federal Communications Commission ("FCC") Rule 47 C.F.R §20.11, and Missouri Public Service Commission ("Commission")
Rule 4 CSR 240-36.040, and for their Petition for Arbitration of unresolved issues remaining in the negotiation between Petitioners and Respondent, USCOC of Greater Missouri, LLC ("U.S. Cellular") for a Traffic Termination Agreement ("the Agreement") state to the Commission as follows:

#### I. INTRODUCTION

- 1. Petitioners are small rural local exchange carriers (LECs) operating in the State of Missouri. Petitioners have previously filed Certificates from the Missouri Secretary of State showing that they are in good standing or authorized to do business in the State of Missouri which Petitioners request be incorporated by reference in this case. See Attachment A. Petitioners' legal names, mailing addresses, and contact persons are listed in Attachment B. Petitioners are telecommunications carriers as defined by the Act, providing "basic local telecommunications services" and "exchange access services", as those terms defined in Section 386.020, RSMo 2000. Petitioners are provide telecommunications service in rural areas of Missouri. As part of this service, Petitioners provide the facilities and services necessary to complete wirelessoriginated calls to customers in Missouri's rural exchanges. The wirelessoriginated traffic is terminated to Petitioners over common trunk groups owned by Southwestern Bell Telephone Company d/b/a SBC, Sprint, Missouri, Inc., and/or CenturyTel.
- 2. All communications and submissions in this proceeding should be served upon the following designated contacts for the Petitioners:

W.R. England, III
Brian T. McCartney
Brydon, Swearengen & England, P.C.
312 East Capitol Avenue, P.O. Box 456
Jefferson City, MO 65102-0456
<a href="mailto:trip@brydonlaw.com">trip@brydonlaw.com</a>
<a href="mailto:brydonlaw.com">bmccartney@brydonlaw.com</a>
(573) 635-7166
(573) 634-7431 (Fax)

- 3. Respondent is a commercial mobile radio service ("CMRS" or "wireless") telecommunications provider operating in the State of Missouri and delivering wireless-originated calls for termination to Petitioners' Missouri exchanges.
- 4. On the same date that this Petition is filed it is being served upon the following contacts for Respondent:

G. Darryl Reed
Sidley, Austin, Brown & Wood LLP
Bank One Plaza
10 South Dearborn Street
Chicago, Illinois 60603
Greed@Sidley.com

Jennifer Kilgore
U.S. Cellular Corporation
8410 Bryn Mawr
Chicago, Illinois 60631
Jennifer.Kilgore@uscellular.com

- 5. On April 28, 2005, Petitioners sent a request for negotiation to Respondent by overnight courier for delivery on April 29, 2005. (See Attachment C, which is attached to and incorporated within this document.)
- 6. Negotiations have failed to produce a voluntary agreement as to all terms of a Traffic Termination Agreement.

- 7. Petitioners are filing this petition with the Commission more than 135 days and less than 160 days after Petitioners sent the request for negotiation and had it delivered to Respondent. The attached copy of the request for negotiation demonstrates that this Petition complies with the time requirements of 47 U.S.C. §252(b)(1) and 4 CSR 240-36.040(2). See Attachment C.
- 8. A proposed Agreement is also attached to this Petition. See Attachment D. This proposed Agreement includes the fundamental organizational clauses and subjects contained in numerous other negotiated agreements that this Commission has approved between similarly situated small rural telephone companies and other similarly situated CMRS Providers, such as Alltel, Cingular, Sprint PCS, T-Mobile, Verizon Wireless, and U.S. Cellular. In addition, this proposed agreement is highlighted to show the areas of disagreement that still remain between the Parties. The proposed Agreement complies fully with both Missouri law and Section 252(e) of the Act because the proposed Agreement is consistent with the public interest, convenience and necessity, and it does not discriminate against any telecommunications carrier.

#### II. COMMISSION ARBITRATION AUTHORITY AND PROCEDURE

9. Under the Act, the Commission has the authority to arbitrate the issues remaining in a negotiation as requested by Petitioners. Specifically, Section 252(b) of the Act provides:

#### AGREEMENTS ARRIVED AT THROUGH COMPULSORY ARBITRATION.

(1) **Arbitration**. During the period from the 135<sup>th</sup> to the 160<sup>th</sup> day (inclusive) after the date on which an incumbent local exchange carrier receives a request for negotiation under this section, the carrier or any other party to the negotiation may petition a State Commission to arbitrate any open issues.

47 U.S.C. §252.

10. 4 CSR 240-36.040, Rules and Regulations of the Public Service Commission provides the procedure for requesting and conducting arbitrations.

#### **III. UNRESOLVED ISSUES**

- 11. Petitioners request arbitration of the remaining unresolved issues in order to obtain an approved agreement and resolution of all issues which have surrounded the uncompensated termination of wireless originated traffic and which will obviate future disputes for the term of the approved agreement.
- 12. The following is a statement of each unresolved issue with a listing of both parties' positions on each unresolved issue as understood by Petitioners to the best of their knowledge and belief. This listing utilizes numbers corresponding to the sections of the proposed Agreement. Documentation supporting Petitioners' position is attached.

#### A. PRE-WIRELESS TARIFF TRAFFIC (Section 5.4)

The wireless traffic records provided by SBC establish that Respondent sent a total of 4,751,856 minutes of wireless-originated calls to Petitioners' small rural exchanges between February of 1998 and the 2001 effective date of the wireless termination service tariffs approved by this Commission. Company-

specific minutes of use are detailed in Attachment E (Proprietary). Respondent delivered this traffic in the absence of an agreement and therefore in violation of the Commission's prohibition against sending such traffic in Case No. TT-97-524. The FCC has held that state law tariffs could and did apply to traffic delivered in the absence of an agreement in CC Docket No. 01-92. Moreover, the Missouri Supreme Court is presently considering whether exchange access tariff rates applied to this traffic in Case No. SC86529 (oral argument held and case submitted on Sept. 28, 2005).

- Petitioners' Position. If the Missouri Supreme Court issues a (1.) decision before the completion of this arbitration finding that Petitioners should be compensated for this traffic pursuant to their intrastate intraLATA exchange access tariff rates that were approved by and on file with the Commission during the time period between 1998 and 2001, then the Petitioners expect to be compensated for this traffic under their intrastate intraLATA exchange access tariffs. Otherwise, Petitioners' position is that they will accept \$0.035 per minute of use for all intraMTA 1998-2001 traffic (which is the rate that Petitioners have proposed as part of the Traffic Termination Agreement attached hereto as Attachment D).
- Respondents' Position. Respondent has refused to pay for (2.) some or all of its pre-tariff traffic, and Respondent has not offered a rate or any agreement language to address 1998-2001 wireless traffic.

<sup>&</sup>lt;sup>1</sup> In the Matter of Developing a Unified Intercarrier Compensation Regime; T-Mobile Petition for Declaratory Ruling, CC Docket No. 01-92, Declaratory Ruling and Report and Order, released

# B. IntraMTA Wireless Termination Rate (Appendix 1)

The Parties disagree on the appropriate rate to apply for termination of "Local Traffic" via an indirect interconnection for some of the Petitioners.

- (1.) *Petitioners' Position*. Petitioners propose that the wireless termination service rate for intraMTA wireless traffic delivered pursuant to the agreement should be \$0.035 per minute. This rate (\$0.035) is supported by the forward-looking cost studies that are being filed contemporaneously with the filing of this Petition as Attachment F. It is also the same rate that has been agreed to in numerous other negotiated agreements between small rural ILECs and wireless carriers such as Cingular, Sprint PCS, T-Mobile, U.S. Cellular, and Verizon Wireless.
- **(2.) Respondents' Position**. Respondent has agreed to the \$0.035 rate for some, but not all, of the Petitioners.

## C. InterMTA Factors (Appendix 2)

The Parties disagree on the appropriate interMTA factor for some of the Petitioners.

- (1.) **Petitioners' Position**. Petitioners' position is that the Commission should adopt the InterMTA factors listed in Attachment G.
- (2.) **Respondents' Position**. Respondents have agreed to some, but not all of the proposed interMTA factors.

#### D. Other Issues

As of the filing date of this Petition, the Parties may disagree on several other issues, as indicated by the highlighted language in the proposed

Agreement (Attachment D). However, these issues are less significant than those identified above, and Petitioners anticipate that these issues will be resolved prior to any hearing scheduled in this arbitration.

#### IV. CONCLUSION

WHEREFORE, Petitioners respectfully request the Commission to issue an Order: (1) appointing an arbitrator to schedule an initial arbitration meeting as soon as possible and to resolve the disputed issues; (2) approving an Agreement setting forth both the voluntarily agreed terms and also the arbitrated matters and terms; and (3) granting such other relief as is reasonable under the circumstances.

## RESPECTFULLY SUMBITTED,

## /s/ Brian T. McCartney

W.R. England, III Mo. #23975
Brian T. McCartney Mo. #47788
BRYDON, SWEARENGEN & ENGLAND P.C.
312 East Capitol Avenue, P.O. Box 456
Jefferson City, MO 65102-0456
trip@brydonlaw.com
bmccartney@brydonlaw.com
(573) 635-7166
(573) 634-7431 (FAX)
Attorneys for Petitioners

# **LIST OF ATTACHMENTS**

Attachment A Case Numbers for Certificates from

Missouri Secretary of State

Attachment B Petitioner Contact Information

Attachment C Request for Negotiation

Attachment D Proposed Agreement

Attachment E Unpaid Pre-Wireless Tariff Traffic

(PROPRIETARY)

Attachment F Cost Studies

Attachment G InterMTA Factor Chart

Attachment A

Case Numbers for Certificates from Missouri Secretary of State

Telephone Companies	Certificate From Secretary of State Filed in Case Nos.:
BPS Telephone Company	TC-2002-1077
Cass County Telephone Company	TC-2002-1077
Citizens Telephone Company	TC-2002-1077
Craw-Kan Telephone Cooperative, Inc.	TC-2002-1077
Ellington Telephone Company	TK-2003-0307
Farber Telephone Company	TO-2004-0437
Fidelity Telephone Company	TC-2002-1077
Fidelity Communications Services I, Inc.	TC-2002-1077
Fidelity Communications Services II, Inc.	CK-2003-0285
Goodman Telephone Company	TK-2004-0165
Granby Telephone Company	TO-2004-0493
Grand River Mutual Telephone Corporation	TC-2002-1077
Green Hills Telecommunications Services	CO-2003-0162
Green Hills Telephone Corporation	TC-2002-1077
Holway Telephone Company	TC-2002-1077
Kingdom Telephone Company	TC-2002-1077
KLM Telephone Company	TC-2002-1077
Lathrop Telephone Company	TC-2002-1077
Le-Ru Telephone Company	IK-2003-0255
Mark Twain Rural Telephone Company	TC-2002-1077
Mark Twain Communications Company	TA-98-305
McDonald County Telephone Company	TO-2004-0491
Miller Telephone Company	TM-2001-0448
New Florence Telephone Company	TA-2002-0314
Oregon Farmers Mutual Telephone Company	TF-98-243
Ozark Telephone Company	TK-2004-0166
Peace Valley Telephone Company, Inc.	IK-2003-0223
Rock Port Telephone Company	IK-2003-0259
Seneca Telephone Company	TK-2004-0167
Steelville Telephone Exchange, Inc.	IK-2003-0222

## ATTACHMENT B - COMPANY NAME AND CONTACT INFORMATION

BPS Telephone Company Lisa Winberry/David Carson 120 Stewart Street P.O. Box 550 Bernie, MO 63822-0550

Cass County Telephone Company Bob Schoonmaker 260 West First Street P.O. Box 398 Peculiar, MO 64078

Citizens Telephone Company of Higginsville, Missouri Brian Cornelius 1905 Walnut Street P.O. Box 737 Higginsville, MO 64037-0737

Craw-Kan Telephone Cooperative, Inc. Craig Wilbert 200 North Ozark P.O. Box 100 Girard, KS 66743

Ellington Telephone Company Dee McCormack 200 College Avenue P.O. Box 400 Ellington, MO 63638

Farber Telephone Company Charles Crow Main & Linn Streets Farber, MO 63345

Goodman Telephone Company Ozark Telephone Company Seneca Telephone Company Jay Mitchell P.O. Box 592 Seneca, MO 64865 Granby Telephone Company Jon Stouffer P.O. Box 200 Granby, MO 64844

Grand River Mutual Telephone Corporation Rod Cotton 1001 Kentucky Street Princeton, MO 64673

Green Hills Telephone Corporation Green Hills Telecommunication Services Steve Gann/Renee Reeter 7926 N.E. State Route M P.O. Box 227 Breckenridge, MO 64625

Holway Telephone Company Bruce Copsey 208 Ash P.O. Box 112 Maitland, MO 64466-0112

Fidelity Telephone Company
Fidelity Communications Services I, Inc.
Fidelity Communications Svcs. II, Inc.
Dave Beier
64 North Clark
Sullivan, MO 63080

Kingdom Telephone Company Randy Boyd 211 South Main P.O. Box 97 Auxvasse, MO 65231

KLM Telephone Company Bruce Copsey 616 E. Park Avenue P.O. Box 30 Rich Hill, MO 64779

Lathrop Telephone Company Bruce Copsey P.O. Box 167 Princeton, MO 64673

#### **ENT B**

Le-Ru Telephone Company Robert Hart P.O. Box 147 Stella, MO 64867-0147

Mark Twain Rural Telephone Company Jim Lyon Highway 6 East P.O. Box 68 Hurdland, MO 63547

Mark Twain Rural Telephone Company Mark Twain Communications Company Jim Lyon Highway 6 East P.O. Box 68 Hurdland, MO 63547

McDonald County Telephone Company Ross Babbitt 704 North Main Street, Hwy. W P.O. Box 207 Pineville, MO 64856-0207

Miller Telephone Company Debbie Choate 213 East Main Street Box 7 Miller, MO 65707 New Florence Telephone Company Bob Williams P.O. Box 216 Oregon, MO 64473

Oregon Farmers Mutual Telephone Company Randy Williams 118 East Nodaway Box 227 Oregon, MO 64473

Peace Valley Telephone Company, Inc. Maurice Bosserman 7101 State Road W P.O. Box 9 Peace Valley, MO 65788

Rock Port Telephone Company Raymond Henagan 107 West Opp P.O. Box 147 Rock Port, MO 64482

Steelville Telephone Exchange, Inc. Don Santhuff 61 East Hwy. 8 P.O. Box 370 Steelville, MO 65565

# ATTACHMENT E (PROPRIETARY) UNPAID PRE-WIRELESS TARIFF TRAFFIC

# ATTACHMENT E IS PROPRIETARY

# ATTACHMENT G SUMMARY OF INTERMTA FACTORS AND PETITIONERS' PROPOSED FACTORS

<b>Telephone Company</b>	<b>Proposed Factors</b>	
BPS Telephone Company	52%	
Cass County Telephone Company	0%	
Citizens Telephone Company	0%	
Craw-Kan Telephone Cooperative, Inc.	<b>7%</b>	
Ellington Telephone Company	0%	
Farber Telephone Company	0%	
Fidelity Telephone Company	5%	
Fidelity Communications Services I	5%	
Fidelity Communications Services II	5%	
Goodman Telephone Company	0%	
Granby Telephone Company	0%	
Grand River Mutual Telephone Corp.	0%	
Green Hills Telephone Corporation	0%	
Green Hills Telecommunication Services	0%	
Holway Telephone Company	0%	
Kingdom Telephone Company	0%	
KLM Telephone Company	0%	
Lathrop Telephone Company	0%	
Le-Ru Telephone Company	0%	
Mark Twain Rural Telephone Company	70%	
Mark Twain Communications Co.	70%	
McDonald County Telephone Co.	0%	
Miller Telephone Company	0%	
New Florence Telephone Company	0%	
Oregon Farmers Mutual Telephone Co.	0%	
Ozark Telephone Company	0%	
Peace Valley Telephone Company, Inc.	0%	
Rock Port Telephone Company	0%	
Seneca Telephone Company	0%	
Steelville Telephone Exchange, Inc.	0%	

#### **CERTIFICATE OF SERVICE**

I hereby certify that a true and correct copy of the above and foregoing document was sent by U.S. Mail, postage prepaid, or via electronic mail, or hand-delivered on this 4<sup>th</sup> day of October, 2005, to the following parties:

General Counsel
Missouri Public Service Commission
P.O. Box 360
Jefferson City, Missouri 65102

Jennifer Kilgore
U.S. Cellular Corporation
8410 Bryn Mawr
Chicago, Illinois 60631
Jennifer.Kilgore@uscellular.com

G. Darryl Reed Sidley, Austin, Brown & Wood LLP Bank One Plaza 10 South Dearborn Street Chicago, Illinois 60603 Greed@Sidley.com

/s/ Brian T. McCartney
Brian T. McCartney

Michael F. Dandino Office of the Public Counsel P.O. Box 7800 Jefferson City, Missouri 65102