Exhibit No.:

Issues: Reciprocal Compensation

Witness: Daniel Aronson

Sponsoring Party: MCI WorldCom Communicatins, Inc.

and Brooks Fiber Communications of

Missouri, Inc.

Type of Exhibit: Surrebuttal Testimony

Case No.: TC-2000-225, et al.

MCI WORLDCOM COMMUNICATIONS, INC.

AND

BROOKS FIBER COMMUNICATIONS OF MISSOURI, INC.

SURREBUTTAL TESTIMONY

OF

DANIEL ARONSON

CASE NO. TC-2000-225, et al.

FILED

JUN 28 2000

St. Louis, Missouri June 28, 2000 Missouri Public Service Commission

STATE OF MISSISSIPPI)								
COUNTY OF HINDS) SS.								
BEFORE THE MISSOURI PUBL	IC SERVICE COMMISSION							
MCI WorldCom Communications, Inc., Brooks Fiber Communications of Missouri, Inc., and Broad Span Communications, Inc., d/b/a Primary Network Communications, Inc.,))))							
Complainants,) Case No. TC-2000-225, et al.							
VS.								
Southwestern Bell Telephone Company,)							
Respondent.	,							
AFFIDAVIT OF DA	NIEL ARONSON							
Daniel Aronson, of lawful age, sound of a states:	nind and being first duly sworn, deposes and							
1. My name is Daniel Aronson. I a WorldCom.	um Director, Carrier Access Billing for MCI							
2. Attached hereto and made a partestimony in the above-referenced case.	t hereof for all purposes is my surrebuttal							
3. I hereby swear and affirm that my are true and correct to the best of my knowledge are	statements contained in the attached testimony and belief							
Daniel Arons	oh ,							
SUBSCRIBED AND SWORN TO before me	·							
Cliabet Notary Public	Le Ralde -							
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My Commission Expires:

Notary Public State of Mississippi At Large
My Commission Expires: October 21, 2001
Bonded Thru Helden, Brooks & Garland, Inc.

Surrebuttal Testimony of Daniel Aronson

1	Q.	Please identify yourself.
2	A.	My name is Daniel Aronson. I have previously submitted direct testimony in this case.
3		
4	Q.	What is the purpose of your surrebuttal testimony?
5	A.	I respond to the rebuttal testimony of Joe B. Murphy.
6		
7	Q.	In his rebuttal testimony, Mr. Murphy describes the record exchange process that
8		underlies billing for reciprocal compensation. Has SWBT complied with this record
9		exchange process?
10	A.	No, it has not. In September 1999, SWBT unilaterally began to alter its originating
11		traffic records by deleting local traffic that it deemed to be terminating to ISP end users.
12		There is no provision in the interconnection agreements that would permit such delivery
13		of incomplete originating records.
14		
15	Q.	Mr. Murphy describes a process that he claims SWBT is using to delete locally-
16		dialed traffic that uses the "traditional LEC network" and terminates at ISP end
17		user locations from its originating records. Is that process permitted under the
18		interconnection agreements?
19	A.	No, the agreements do not permit SWBT to delete traffic from its originating records in
20		this manner.

- 1 Q. Mr. Murphy states that the process he describes is used "in the absence of specific
- 2 ISP telephone numbers provided by the CLEC". Do the interconnection
- agreements require MCIWC or Brooks to report ISP telephone numbers to SWBT
- 4 for reciprocal compensation billing purposes or any other purposes?
- 5 A. No.

6

- 7 Q. Mr. Murphy describes the creation and submission of reports to CLECs regarding
- 8 suspect ISP traffic. Is any such reporting process discussed in the interconnection
- 9 agreements?
- 10 A. No.

11

- 12 Q. Do the interconnection agreements provide for a process of review of such reports
- 13 by CLECs?
- 14 A. No.

15

- 16 Q. Do you agree with Mr. Murphy's assertion that locally-dialed traffic that terminates
- 17 at ISP end user locations is interstate traffic, and not local traffic subject to
- 18 reciprocal compensation?
- 19 A. No, I do not agree with Mr. Murphy. For the reasons explained in the rest of
- 20 Complainants' testimony, locally dialed traffic terminates to ISP end users and is local
- 21 traffic under the language of the contracts.

22

1 Q. On page 11 of his rebuttal, Mr. Murphy identifies a purported failure on MCIWC's 2 part to credit SWBT for a payment. Do you agree with his testimony? 3 A. No. The payment was posted to an earlier period. SWBT received credit for it. However, I have adjusted Aronson Schedule 1 to reflect the application of the payment as 4 5 Mr. Murphy requests. The revised schedule is attached hereto. 6 7 Q. On page 13, Mr. Murphy asserts that Brooks failed to credit SWBT for a payment 8 of \$4,589.92. How do you respond? 9 A. The payment was previously credited in accordance with SWBT's instructions. 10 However, I have adjusted Aronson Schedule 2 to reflect the new instructions. 11 revised schedule is attached hereto. 12 13 Q. Mr. Murphy also alleges on pages 11 and 13 that MCIWC and Brooks are 14 attempting to charge SWBT for traffic that is not originated by SWBT end users. 15 Do you agree with his testimony? 16 No. We are not billing SWBT for traffic that is not originated by its end users. Mr. A. 17 Murphy incorrectly assumes we are using gross terminating records, but we are only 18 using terminating records regarding SWBT traffic. 19 20 Q. Mr. Murphy states that MCIWC and Brooks are not currently using SWBT 21 originating records to develop their reciprocal compensation invoices. How do you 22 respond?

A. Mr. Murphy testifies at pages 2-3 that it is SWBT's responsibility to provide originating records to MCIWC and Brooks so that we can bill SWBT for reciprocal compensation.

However, SWBT unilaterally terminated its practice of providing complete originating records to MCIWC and Brooks in September, 1999. Since then, as a result of SWBT's failure to provide complete records, MCIWC and Brooks have been compelled to use their terminating records to supplement the incomplete originating records delivered by SWBT to generate reciprocal compensation invoices.

8

- Q. Does this process result in MCIWC and Brooks invoicing SWBT for traffic
 originated by the end users of other companies, as Mr. Murphy alleges?
- 11 A. No, it does not. Our system uniformly associates the originating NPA-NXX with the
 12 proprietary Operating Company Number (OCN) associated with the NPA-NXX, which
 13 enables us to exclude non-SWBT originating traffic from the usage invoiced to SWBT.

14

- 15 Q. Is Mr. Murphy familiar with the accuracy of the process MCIWC and Brooks have
 16 been using since SWBT unilaterally ceased to provide complete originating records?
- 17 A. He should be more informed than his testimony suggests. He attended a meeting during
 18 which members of my staff explained our process and demonstrated that the results are
 19 consistent with results from use of complete originating records.

1	Q.	Mr. Murphy disputes the amounts you show to be due and owing in Schedules 1 and
2		2 to your direct testimony. After reviewing his rebuttal testimony, do you reaffirm
3		the accuracy of these Schedules?
4	A.	Yes, I do. However, I have revised them to reflect the payment instructions Mr. Murphy
5		discusses.
6		
7	Q.	Has SWBT fulfilled its payment obligations under the interconnection agreements?
8	A.	No. SWBT has unilaterally decided not to pay our invoices in full. Under the
9		agreements, SWBT is not entitled to withhold payments. The agreements require SWBT
0		to pay our bills within 30 days of receipt, and only allow verification reviews after such
1		payment. These requirements are contained in the same contract sections that Mr.
12		Murphy discusses at page 2 and footnote 1. Further, Sections 19.9 and 28.12 of the
13		MCIWC agreement require prompt payment, including payment of disputed charges into
14		an interest bearing escrow account. SWBT has not complied with these requirements.
15		
16	Q.	Mr. Murphy claims that it is improper for MCIWC and Brooks to charge SWBT
17		interest on the amounts of reciprocal compensation that are overdue. Do you agree?
18	A.	No, it is my understanding that we are entitled to the time value of the monies owed to us.
19		This entitlement is expressly described in the MCIWC agreement in Sections 19.9 and
20		28.12.
21		
22	Q.	Does this conclude your surrebuttal testimony?

23

A.

Yes.

MFS MISSOURI

Invoice								SWBT	
Date	e Minutes of Use Usage Charges		Adjustments		Finance Charges	Invoice Totals	Payments	Balance	
06/10/98	43,999,109		\$ 613,432.89				\$ 613,432.89	\$ (213,913.48) \$	399,519.41
07/10/98	48,719,143		680,508.10				680,508.10	(107,034.25)	573,473.85
12/10/98	36,668,339		294,753.18	(972,993.26)) a		(678,240.08)	(69,446.91)	(747,686.99)
01/10/99	1,794,080		28,128.56	98,536.42	ь	4,421.30	131,086.28	(14,609.51)	116,476.77
03/10/99	627,673,359		6,905,137.76	(329,794.26)) c	179.83	6,575,523.33	(35,744.44)	6,539,778.89
04/10/99	45,041,812		498,852.01			103,759.60	602,611.61	(21,955.42)	580,656.19
06/10/99	51,908,414		577,850.81			111,933.27	689,784.08	(11,872.38)	677,911.70
07/10/99	51,437,766		556,851.77			122,280.03	679,131.80	(11,810.56)	667,321.24
09/10/99	121,043,776	*	26,537.62	1,076,833.75	ď	132,111.77	1,235,483.14	(29,218.06)	1,206,265.08
10/10/99	111,147,031	*	542,403.49	560,579.56	đ	150,644.01	1,253,627.06	(20,596.50)	1,233,030.56
12/10/99	98,394,292	*	47,225.37	885,308.27	d	168,701.20	1,101,234.84	(39,506.31)	1,061,728.53
01/10/00	63,704,551	*	29,975.20	561,218.37	d	185,219.72	776,413.29	(25,607.51)	750,805.78
02/10/00	70,420,543	*	51,680.37	610,644.03	đ	196,273.33	858,597.73	(29,977.33)	828,620.40
03/10/00	80,004,001	*	74,108.99	680,009.27	d	208,768.18	962,886.44	(51,682.64)	911,203.80
04/10/00	•			•		222,761.82	222,761.82	, ,	222,761.82
	1,451,956,216		\$ 10,927,446.12	\$ 3,170,342.15		\$ 1,607,054.06	\$ 15,704.842.33	\$ (682,975.30) \$	15,021,867.03

^{*} Note - Includes minutes appearing in adjustment section of invoice for estimated ISP suspected traffic

Explanation of adjustments:

- a. Pursuant to SBC request, amounts billed on the basis of WorldCom measured termination were reversed contingent upon agreement of SBC's delivery of all delivered data for processing. The additional processing appears on the 3/10/99 invoice.
 b. Adjustment of toll rates and EAS usage segment from 12/10/98 invoice
- c. Adjustment to restate usage related to ISP traffic pursuant to delivery of measurements by SBC.
- d. Following Cessation of 9299 Record delivery for suspected ISP usage by SBC, the balance of terminating usage is invoiced using WorldCom measure of terminating usage.

BROOKS MISSOURI

								SWBT	
LATA	Invoice Date	Minutes of Use	Usage Charges	Adjustments		Finance Charges	Invoice Tutals	Payments	Balance
524	11/03/97	7,967,963	95,615.57	-36,652.67	a		58,962.90	-24,724.19	34,238.71
522	12/01/97	856,024	6,334.57				6,334,57	-6,334.57	0.00
524	12/01/97	6,367,156	76,405.87	-29,288.91	a		47,116.96		47,116.96
522	01/06/98	2,069,573	15,314.83				15,314.83	-26,550.26	-11,235.43
524	01/06/98	7,366,456	54,511.80				54,511.80	-7,676.63	46,835.17
522	02/17/98	6,182,244	45,748.61				45,748.61	-9,377.09	36,371.52
524	02/17/98	10,113,197	74,837.63				74,837.63		74,837.63
522	03/10/98	6,734,530	49,835.51				49,835.51		49,835.51
524	03/10/98	8,210,917	60,760.82				60,760.82		60,760.82
522	04/06/98						0.00	-18,725.82	-18,725.82
522		8,130,944	60,168.97				60,168.97		60,168.97
524	04/08/98	10,221,593	75,639.78				75,639.78		75,639.78
522							0.00	-10,587.71	-10,587.71
524			0				0.00		0.00
522		12,406,187	91,805.80				91,805.80		91,805.80
522		12,733,615	94,228.75				94,228.75	-3,697.83	90,530.92
524			0				0.00		0.00
522		14,983,913	110,880.95				110,880.95	-14,730.96	96,149.99
524		28,756,550	212,798.45				212,798.45	-5,095.73	207,702.72
522		6,668,071	43,894.67			7,546.44	51,441.11	-4,284.95	47,156.16
524		11,341,024	73,807.31			9,966.29	83,773,60	-12,076.70	71,696.90
522		9,712,517	71,872.63	6,095.65		8,199.88	86,168.16	-6,792.51	79,375.65
524		17,413,549	128,860.27	10,415.49		11,366.76	150,642.52	-6,468.20	144,174.32
522		14,547,547	109,199.48	-381.68		9,340.54	118,158.34	-8,651.41	109,506.93
524		21,841,552	163,458.63	-275.72	¢	13,576.55	176,759.46	-8,312.14	168,447.32
522		15,186,894	113,984			11,450.55	125,434,55	-8,670.23	116,764.32
524		19,458,568	149,669.56			16,727.77	166,397.33	-7,092.02	159,305.31
522		14,039,207	115,101.27			13,529.29	128,630.56	-8,903.96	119,726.60
524		19,200,416	145,770.91			19,541.69	165,312.60	-9,575.12	155,737.48
522		11,999,933	105,640.08			15,251.81	120,891.89	-8,088.96	112,802.93
524		34,223,696	258,854			22,187.58	281,041.58	-11,205.81	269,835.77
524		NA	178.81				178.81	-178.81	0.00
522		79,142,471	639,322.38			17,259.70	656,582.08	-113,201.15	543,380.93
524		99,109,567	752,088.95			26,990.65	779,079.60	-11,159.45	767,920.15
522		28,125,742	227,378.63			28,946.87	256,325.50	-37,339.71	218,985.79
524		36,319,383	276,853.59			40,858.27	317,711.86	-20,970.73	296,741.13
522		34,743,981	283,040.45			30,829.83	313,870.28	-21,152.36	292,717.92
524		73,394,268	554,295.15			45,941.63	600,236.78	-9,906.42	590,330.36
522		32,349,865	263,091.57			36,416.72	299,508.29	-21,975.41	277,532.88
524		51,348,276	387,119.52			56,625.84	443,745.36	-10,428.21	433,317.15
522		1,256,569	12,493.07			41,371.46	53,864.53	-12,219.72	41,644.81
524		8,570,360	64,369.57			64,348.17	128,717.74	-18,904.25	109,813.49
522		74,079,926		537,808.22		41,939.09	593,295.12	-12,591.94	580,703.18
524		93,410,789		606,670.63		66,453.73	759,765.74	-12,494.25	747,271.49
522		77,140,858		342,716.63	d	52,282.23	645,196.43	-13,787.41	631,409.02
524		93,941,457	· ·	329,811.87		79,641.06	784,104.37	-44,946.94	739,157.43
522		68,712,169	* 20,442.70	491,844.99		63,297.17	575,584.86	-18,221.37	557,363.49
524	12/10/99	103,271,882	* 151,605.78	625,256.79	d	92,575.67	869,438.24	-35,227.99	834,210.25
522		48,746,968		345,937.79		73,542.58	436,304.73	-10,528.79	425,775.94
524		63,779,852		299,526.77		108,051.67	. 588,160.38	-32,985.46	555,174.92
522		58,127,815		412,570.94		80,984.47	514,124.39	-16,826.62	497,297.77
524		49,225,871		335,925.07		117,893.86	487,100.40	-34,247.21	452,853.19
522		65,869,942		463,143.37		89,948.47	583,974.29	-20,572.09	563,402.20
524		54,915,717	* 85,411.40	327,260.43	d	125,977.11	538,648.94	-33,294.53	505,354.41
522		•	-	•		100,043.70	100,043.70		100,043.70
524	04/10/00	•	-			135,037.16	135,037.16		135,037.16
	_								
		1,634,317,563	\$ 7,329,869.69	\$ 5,068,385.66		\$ 1,775,942.26	\$ 14,174,197.61	\$ (790,783.62) \$	13,383,413.99
	-								