ORIGINAL

DOCKET NO. 951232-TI [Telecommunications Services, Inc.]

WITNESS: Direct Testimony of Rudolph McGlashan, Appearing on Behalf of Respondent,

Telecommunications Services, Inc., as an adverse witness.

DATE FILED: June 15, 1998

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FPSC-RECORDS/REPORTING

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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Docket 951232-T1

Filed: October 17, 1995

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5 6 America, Inc. vs. Telecommunications

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Services, Inc. and Telecommunications Services, Inc. vs. Transcall America, Inc. and Advanced Telecommunications Corp.) that are within the Commission's jurisdiction.

In Re: Dade County Circuit Court referral of certain issues in

Case No. 92-11654 CA 11 (Transcall

888 Southeast 3rd Avenue Fort Lauderdale, Florida May 19, 1998 10:30 a.m.

DEPOSITION OF RUDY MCGLASHAN

Taken before Leslie Hanawalt, Court Reporter and Notary Public for the State of Florida at Large, pursuant to Notice of Taking Deposition filed in the above cause.

		APPEA	RANCES		
		PARELLO		a Physic	
Appe	earing o	r T. GIM	f of the	Plaint:	iff.
		EDER, P.A		r D P	
Appe	earing o	on behal	f of the	Defenda	ant.
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		MESSER,	ESOUTE		
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RUDY MCGLASHA	m .	3	84	88	93
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1 THEREUPON. 2 RUDY MCGLASHAN was called as a witness by the Defendant and, having 3 4 been first duly sworn, testified as follows: 5 DIRECT EXAMINATION 6 BY MR. PARSONS: 7 Q Could you state and spell your name, sir. 8 My name is Rudolph, R-u-d-o-l-p-h, McGlashan, 9 M-c-G-1-a-s-h-a-n. 10 Where do you work, Mr. McGlashan? 0 11 A TresCom. 12 Q What is your position there? 13 Chief operating officer. 14 What is the address of TresCom where you work? 15 200 Broward Boulevard -- East Broward. 200 16 East Broward Boulevard. 17 Q What is the suite number, Mr. McGlashan? 18 It's the 21st floor. 19 Q What is the business of TresCom? 20 Long distance services. A 21 Q What is your home address, sir? 22 A 15830 Northwest 83rd Place. 23 Is that Fort Lauderdale? Q 24 A Miami Lakes, 33016.

Did you attend high school, sir?

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Q

- 1	
1	A Yes, I did.
2	Q Where was that?
3	A In Jamaica.
4	Q Did you graduate?
5	A Yes, I did.
6	Q When did you graduate from high school?
7	A I think it was '69. I'm not sure of the year,
8	'69, I think.
9	Q What did you do after you graduated from high
10	school?
11	A I went to the well, I did several things.
12	Specifically, what are you talking about?
13	Q In a business sense or educational sense?
14	A All right. Which do you want first?
15	Q Business.
16	A In a business sense, I was to be articled as a
17	surveyor that was my chosen profession. So I was
18	articled, but did not start my term of internship there
19	because the weekend before I started the surveyor fell
20	in the river with the Land Rover and drowned. And I
21	decided I wasn't going to do surveying. I showed up at
22	his office Monday morning and he wasn't there.
23	Then I worked with the Jamaica Railway
24	Corporation and then finally found out that a

government job was not very appealing, challenging, or

1	giving too much opportunity. So after a brief stint
2	I don't remember what time or what year I left there
3	and I went the Jamaica Telephone Company, where I was
4	accepted.
5	Q When did you commence employment with the
6	Jamaica Telephone Company?
7	A Couldn't give you an exact time frame, but it
8	was somewhere in the 60s, 70s time frame.
9	MR. OTTINOT: Wes, I lost you again for a
10	second.
11	MR. PARSONS: We'll try to speak up.
12	MR. OTTINOT: It's not a speaking issue.
13	It's the fact I lost all sound.
14	MR. PARSONS: No one is saying anything. I
15	think that's the reason you're not hearing
16	anything. There are gaps there are silences in
17	the room.
18	THE WITNESS: The phone is such if there's no
19	voice, it goes silent.
20	MR. OTTINOT: Okay.
21	BY MR. PARSONS:
22	Q Mr. McGlashan, at some point, did you
23	immigrate to the United States?
4	A Yes, I did.
5	Q When was that?

1	A	1980.
2	Q	At any point in your life, did you acquire any
3	educati	on beyond your high school degree?
4	A	Yes.
5	٥	And what additional education did you acquire?
6	A	I didn't go to a high school, I went to a
7	technic	al high school. There's a difference.
8	Q	With that correction, what additional
9	education	on did you acquire?
10	A	I had a scholarship from the Jamaica Telephone
11	Company	to attend the College of Arts, Science and
12	Technol	ogy majoring in telecommunications.
13	Q	How long did you attend that college?
14	A	I think it was four years or three years.
15	Q	Did you receive a degree?
16	A	In Jamaica, you don't get a degree from
17	college	
18	Q	Do you get some certification?
19	A	Yes, I did. From the City and Guilds of
20	London 1	Institute.
21	Q	Is there a name for that certification?
22	A	It's a telephone communications course offered
23	by the C	College of Arts, Sciences and Technology. I
24	majored	in telecommunications.

25

Did you acquire any education after you

1	received the telecommunications course?
2	A Yes, there were various technical courses that
3	I went on. But it's such a long period, I couldn't
4	begin to delineate what those were.
5	Q Have you received any educational degrees in
6	the United States?
7	A No.
8	Q What did you do in 1980 after you immigrated
9	to the United States?
10	A Too far back. Specifically, you mean a
11	professional basis?
12	Q Yes, sir.
13	A Let me see. I worked with when I just came
14	here, I think I worked with a rental car place. I
15	remember that.
16	And then I applied for a job with an
17	electronics firm. Didn't stay there long.
18	And then I think it was in '81, that I started
19	with Network One.
20	Q What did you do with Network One?
21	A I did the it was a long distance company,
22	so I did the technical aspect of the company.
23	Q Who did you work for after Network One?
24	A Long Distance America.
25	Q When did you go to work for Long Distance

202700		
1	America?	
2	A	Sometime in the 80s.
3	- 'Q'	Who did you work for after Long Distance
4	America?	
5	A	The name of the company was Telus.
6	Q	When did you start with Telus?
7	A	In the late 80s. It was in the 80s.
8	Q	What was your position with Telus when you
9	started?	
10	A	Vice president of engineering.
11	Q	At some point, was Telus acquired by another
12	company?	
13	A	Yes.
14	Q	What company was that?
15	A	ATC.
16	Q	When was that acquisition?
17	A	I don't remember the specific date.
18	Q	Did you remain with ATC after the
19	acquisit	ion?
20	A	Yes.
21	Q	What was your position with ATC?
22	A	Senior vice president of engineering and
23	operation	ns.
24	Q	Was ATC itself acquired?
25	A	Yes.

1	Q Who acquired ATC?
2	A LDDS.
3	Q Did you remain with LDDS after the
4	acquisition?
5	A I think about a year after.
6	Q What was your position with LDDS?
7	A Vice president of engineering.
8	Q After you left LDDS, where did you go?
9	A TresCom.
10	Q Have you been at TresCom since then?
11	A Yes.
12	MR. OTTINOT: Wes, we are losing you for
13	several seconds and coming back. And we didn't get
14	the response after when you asked the question
15	after ATC was acquired. I didn't hear anything of
16	that response.
17	MR. PARSONS: Okay. I had asked
18	MR. OTTINOT: I think it's probably a
19	telephone problem.
20	MR. PARSONS: I had asked Mr. McGlashan how
21	long he had worked for LDDS, and he said about one
22	year as vice president of engineering. And he said
23	he had worked for TresCom after he had left LDDS
24	and is still working at TresCom.

MR. OTTINOT: Okay.

1	BY MR. PARSONS:
2	Q Mr. McGlashan, are you familiar with a
3	gentleman named Joel Esquenazi?
4	A Yes.
5	Q How did you become familiar with Mr.
6	Esquenazi?
7	A He was introduced, I think, to Telus by Dennis
8	Sickle.
9	Q Did anything come of that introduction?
10	A I think it did, yes.
11	Q What was that?
12	A I think we had services with him.
13	Q What do you mean by services?
14	A We became I guess in the classic
15	traditional customer/vendor we became his vendor.
16	He became a customer.
17	MR. OTTINOT: Hello?
18	MR. PARSONS: Did you not hear Mr. McGlashan's
19	answer?
20	MR. OTTINOT: No. There was a long pause in
21	between.
22	MR. PARSONS: Let me try orienting the phone.
23	MR. OTTINOT: I think we have a connection
24	problem.
25	MR. PARSONS: You want to call us back?

7.51	[2]
1	MR. OTTINOT: Okay.
2	BY MR. PARSONS:
3	Q Mr. McGlashan, was Dennis Sickle with Telus at
4	the time of introduction to Joel Esquenazi?
5	A Could you repeat that?
6	Q Yes, sir. You mentioned there was an
7	introduction of Mr. Joel Esquenazi to you by Mr.
8	Sickle. Was Mr. Sickle with Telus at that time?
9	A Yes, he was.
10	Q How did the introduction come about?
11	A Very ordinary.
12	Q How was Mr. Esquenazi introduced to you by Mr.
13	Sickle?
14	A That he has customers he would like to put on
15	line, and is that something that we would like to do.
16	Q Were you in charge of customer service at
17	Telus at that time?
18	A No.
19	Q What was your position there?
20	A I think I stated that before.
21	Q Vice president of engineering?
22	A Yes.
23	Q Why was Mr. Esquenazi brought to you as a
24	potential new customer?
25	A I think because probably he didn't have a

1 switch. 2 Were you in charge of implementing switches 3 for new customers? No. I was in charge of engineering. 5 Did that encompass implementing a switch for a 6 switchless customer? 7 A No. 8 Why then was Mr. Esquenazi brought to you? 9 You'd have to ask Dennis Sickle that. 10 What, if anything, did you do for Mr. Q Esquenazi in a business sense after the introduction? 11 12 I guess we put his customers on line. 13 How was it you found out who his customers 14 were? 15 A I guess through the normal process. You're asking me questions which are out of my 16 17 domain, so if I'm not making headway or frustrating 18 you, it's because you are asking me questions which I have nothing to do with. 19 20 If you know the answer to the question, please answer it. If you don't know the answer, you can tell 21 me that. I don't want you to speculate about what the 22 23 answer might be. 24 A I don't understand what you meant by that.

Okay. Were you involved in the formation of

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1	any written agreement between Telus and Mr. Esquenazi
2	or his company?
3	A I participated.
4	Q And do you recall what the name of Mr.
5	Esquenazi's company was?
6	A No.
7	Q Does the name Telecommunications Services Inc.
8	ring a bell with you?
9	A Yes, that could be it.
10	Q When you say you participated in the written
11	agreement between Telecommunications Services, Inc.
12	and Telus, what do you mean by that?
13	A Means he had customers that he had to bring on
14	line. We were responsible for the future groups, which
15	is part of engineering, and his customers had to come
16	in future groups.
17	Q Did you have any participation in the actual
18	drafting of the written agreement between
L9	Telecommunications Services, Inc., which I'll call TSI,
20	and Telus?
21	A I don't remember exactly.
22	Q Do you remember if Telus had a form agreement
23	form written agreement that they used for new
4	customers?
25	A Yes.

ı	Q Did you use that form agreement as the basis
2	of a written agreement between TSI and Telus?
3	A I don't remember if it was me specifically.
4	But he was given that agreement or a contract if that's
5	what I'm speculating if that's what you're
6	talking about.
7	MR. PARSONS: Can you mark this number one.
8	(Thereupon, Defendant's Exhibit Number 1
9	was marked for identification.)
10	MR. GIMBEL: Is this the one we have used in
11	the past?
12	MR. PARSONS: I believe it is.
13	MR. GIMBEL: With the corrected page or is
14	this not the corrected page?
15	MR. PARSONS: I believe the corrected page is
16	in there in the right place.
17	MR. GIMBEL: Okay.
18	BY MR. PARSONS:
19	Q Mr. McGlashan, I'm going to hand you what has
20	been marked as Exhibit Number 1 in your deposition.
21	Please take a second to look at it.
22	The first question is, do you recognize it?
23	A Can I take more than a second?
24	Q Sure.
25	A Is there a specific section you want me to
CHILD VAN STATE CO.	

focus on?

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Let me ask you to look at the signature page a few pages further back on the document.

MR. GIMBEL: Are you going to ask a lot of questions or a series, because if you are, I quess I'd like to have a copy in front of me.

MR. PARSONS: Probably.

MR. GIMBEL: If it's just a few and move on, then I won't.

MR. PARSONS: I'll probably have a series of questions. You don't have a copy of this?

MR. GIMBEL: No. I'd like to have the same one that --

MR. MESSER: I think we should duplicate the document that the witness is reviewing so that the counsel for the PSC present and ourselves have the same document. It won't take but a moment.

BY MR. PARSONS:

Mr. McGlashan, have you come to the signature Q page?

There are two of them. A

If you could look at the signature page bearing what appears to be your signature, can you identify that as your signature?

A Yes, it is.

1	Q Do you recall signing the agreement, sir?
2	A Yes, if it's here. Yes.
3	MR. GIMBEL: Excuse me just one second. I
4	apologize. I just want to make sure I got exactly
5	what he's looking at.
6	BY MR. PARSONS:
7	Q Mr. McGlashan, turn again to the signature
8	page, your title is listed under name as vice
9	president, was that accurate at the time?
10	A Yes.
11	Q Were you authorized by Telus Communications,
12	Inc. to sign the written agreement that is Exhibit 1
13	with TSI?
14	A Yes.
15	Q Did you have any role in the negotiation of
16	Exhibit 1 with TSI?
17	A Describe that.
18	Q Well, was there any sort of negotiation over
19	terms, rates, clauses with TSI?
20	A Some parts of it. Not all parts of it.
21	Q What parts were negotiated?
22	A I think the dialers. I remember that.
23	Q What do you mean by the dialers?
24	A You've read the contract.
25	Q Yes, sir.

1	A It's dialers that's mentioned in the contract.
2	Q Okay. Did you have
3	MR. OTTINOT: Wes, I don't want to continue to
4	interrupt, but we did not hear the part about his
5	role in the negotiations of the contract.
6	MR. PARSONS: I think he
7	MR. OTTINOT: Between TSI and his company.
8	BY MR. PARSONS:
9	Q What did you say, sir?
10	A What did you ask me?
11	Q What role did you have in negotiation of the
12	contract?
13	A I said I remember the dialers.
14	Q Okay. After the signature page, there's a
15	page marked addendum to the contract; is that your
16	signature on the addendum, sir?
17	A Yes.
18	Q This is the page referencing the dialers that
19	you spoke of?
20	A Yes.
21	Q Did you have any other role in the negotiation
22	of the terms of this contract other than the page
23	referring to the dialers?
24	A Might be general discussion, but I can't
25	remember specifically.

1	Q Do you recall if anyone at Telus, other than			
2	you, had a role in negotiation of Exhibit 1?			
3	A Not offhand, no.			
4	Q Who was the head of Telus at the time this			
5	contract was entered into?			
6	A Norman Klugman.			
7	Q Did Norman Klugman have any role of the			
8	negotiation in Exhibit 1?			
9	A I don't know what you mean by role. We all			
10	have roles we play on a daily basis. You had			
11	collections. You had customer service. You have			
12	different departments that did different functions for			
13	the company.			
14	Q Was one of Mr. Klugman's functions the			
15	negotiation of contracts with new customers?			
16	A Not specifically.			
17	Q Did someone at Telus have that role?			
18	A I don't think it was a specific role, if			
19	you're looking for a specific person.			
20	Q Generally, who negotiated contracts with new			
21	customers?			
22	A The sales person.			
23	Q Who was the sales person for TSI?			
24	A I don't know who was the sales person for TSI.			
25	Q Would it be indicated somewhere in Exhibit 1?			

1	A Probably if you look.
2	Q Could you look quickly for me, sir, and see if
3	it's indicated?
4	A The only thing I see here is assistant vice
5	president of administration. That's the only one I
6	saw.
7	Q Was the addendum about the dialers part of the
8	written agreement Exhibit 1 when you originally signed
9	Exhibit 1, sir, or was it added later?
10	A I don't recall that. Sorry.
11	Q Following the addendum, there is a sheet with
12	some rates on it. Was that sheet part of the contract
13	when it was originally signed?
14	A I don't remember that either.
15	Q Do you know what the sheet is that I'm
16	referring to, it has "Canada" at the top?
17	A No.
18	Q Following that sheet are four more sheets of
19	rates. Do you recall if these sheets were part of the
20	contract when it was signed?
21	A No, I don't recall.
22	Q Can you tell today if they are supposed to be
23	part of the contract?
24	A No, I can't.
25	Q And the last page is a letter from Stacy

Acampora to Joel Esquenazi dated August 22, 1989. Was 1 this letter part of the contract when it was signed? 2 3 A I don't remember. 4 Can you look at it today and tell if it is Q 5 supposed to be part of the contract? I did and I don't remember. 7 Q You can't tell or you can tell? 8 A No, I can't tell. 9 Mr. McGlashan, I'm going to turn to the second Q page of the agreement -- although there are no page 10 11 numbers -- at the bottom it says, "Terms and Agreement" 12 and the agreement reads, quote: 13 "The minimum term of this agreement will be one year, which will commence at the signing of this 14 15 contract." 16 Was that your understanding of the term of the 17 agreement at the time you signed it? 18 I don't know the specific -- outside what is 19 written here, I can't speculate beyond that. So if it says a minimum of one year, then that's what it was 20 21 intended to be. 22 Was service actually provided under this 23 agreement for more than one year? 24 A I don't remember. 25 Do you know if service was provided for less

1 than one year? 2 It may have been. I don't remember. 3 Q Do you recall if service was ever terminated 4 by Telus to TSI, or by ATC to TSI? 5 I remember there were problems with the 6 payments. 7 Did that lead to a termination of service by Q 8 ATC? I think it may have -- or to the best of my 9 A recollection -- we're jumping way ahead here closer up 10 to where I can remember from the ATC side. 11 He had actually moved his customers, so you 12 could see the traffic going down. So at that point, an 13 amount was -- this is ATC -- an amount was owing to us 14 15 which was not paid. Q Did that amount that was owing lead to a 16 17 termination of service by ATC? 18 It depends on what you call termination at 19 that point. 20 Q Interruption would be a better word? 21 Very specific, because you're a lawyer, so I 22 want to tell you what transpired to the best of my 23 recollection. 24 He did not pay his bills, and I think certain 25 actions were done to protect the company.

1	Q What were those actions?
2	A I think they warned him that if he didn't pay
3	the bills, that his services would be terminated for
4	nonpayment of that invoice.
5	Q And were his services, in fact, terminated by
6	ATC?
7	A Not immediately.
8	Q Eventually they were terminated?
9	A Right.
10	Q Was the termination more than one year
11	after
12	A That part
13	Q after July 7, 1989?
14	A I couldn't help you with that part. I think
15	there are documents that would substantiate that, if
16	you go back in all your records and look.
17	Q Assume with me, sir, that the termination
18	occurred more than one year after the written agreement
19	was entered into. After that one year, were the
20	parties still operating under the agreement?
21	A That's a big assumption. I couldn't assist
22	you.
23	Q Do you know if Telus, and later ATC, and TSI
24	ever operated under any kind of arrangement other than
25	Exhibit 1?

1	A I honestly don't know if I remember.
2	Q Do you recall any other written agreement
3	between Telus or ATC and TSI?
4	A May have been. I'm just not following this
5	thing, so I don't have specific details I could help
6	you.
7	Q Do you have any recollection of there being
8	another written agreement?
9	A I know we did business with him after that,
10	but I don't know under what umbrella we did business
11	with him.
12	Q So you're saying you don't recall any later
13	written agreement?
14	A I'm saying if there was one, then it slips me
15	at this time. If you brought something else in front
16	of me looking like this, then we could talk about that.
17	Q Was Exhibit 1 ever filed with the Florida
18	Public Service Commission as a tariff by Telus or ATC?
19	A I don't know.
20	Q Were you in a position to know if it had been
21	filed as a tariff?
22	A I'm in a position such that it was 12 years
23	ago that if you asked me when my anniversary was in
24	December 1989, I couldn't tell you. And that was very
25	important to an Go on the same basis time tolling

I don't know.

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Q Okay. I understand that. But let me ask you this follow-up question. At the time in 1989, were you in a position as vice president of engineering to know whether or not a written agreement was filed as a tariff with the Public Service Commission?

A No.

Q Was there someone at Telus who would have been in a position to know that?

- A There was a regulatory department.
- Q Who was in the regulatory department?
- A I think his name was Salmonetti.
- 13 Q Anyone else?
 - A Not that I can recall.

Q Mr. McGlashan, I'm going to ask you to focus on I think it's the fifth or sixth page of agreement where it says "International Rates" in the middle of the page. And this paragraph reads in full:

"International traffic will be at rates currently filed in Telus' tariff but will be billed to TSI full minute rounding for the first minute and six second increments for each additional minute."

Do you see that, sir?

- A Yes, I do.
- Q Do you recall that term of the business

arrangement between Telus and TSI? 1 Not since I've seen it here, no. 2 3 Setting aside the contract, do you recall what the business arrangement was between Telus and TSI for 5 international traffic? Bill them for international traffic. 7 Would you bill them your Telus' tariff rates or something less or more? 8 9 We would make a profit. So outside of that, I couldn't tell you. 10 11 Q Were you billing TSI's customers on behalf of 12 TSI for traffic? 13 I don't remember how that piece went. You'd 14 have to go back to the MIS department to see how that was done. 15 16 Q Who was in the MIS department at Telus or ATC? It was one of six people. 17 A 18 Q Could you name all those you remember? 19 There was Ray Yeager. Another gentleman, I can't remember his name, before Ray Yeager. And then ' 20 21 there was Ed Janowsky. And then there was -- I think 22 at the time we gave it over to EDS. There were some in 23 between that. The names, I don't know. 24 Q Have you ever met a gentleman name David

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Resposo?

	면서 1000대 100대 100대 100대 100대 100대 100대 10
1	A No. May have worked with him, but I don't
2	know him.
3	Q Did Telus bill the end users under its own
4	tariff or under TSI's tariff or TSI's customers?
5	A I can't help you there.
6	Q Did Telus bill TSI the rates in Exhibit 1 or
7	some other rate?
8	A I don't know that.
9	Q By the way we have been looking at Exhibit
10	1 is Exhibit 1 basically the form contract you
11	mentioned Telus had modified to suit TSI?
12	A I don't know specifically if it was modified
13	or if it was a form. It was a contract we gave it.
14	Q So I'm clear on this, the form of Exhibit 1
15	came from Telus; is that right?
16	A Yes.
17	Q Could you focus on the next page of the
18	agreement, which has "Indemnification" at the top, and
19	this section reads:
20	"In no event shall Telus or TSI be liable to
21	the other for any incidental, indirect consequential,
22	or special damages, or loss of revenue or profits,
23	whether or not either party has been notified of the
24	possibility of such damages."

Do you see that, sir?

1	A Yes, I do		
2	Q Do you recall that clause of the contract at		
3	all?		
4	A No.		
5	Q Do you recall if that clause was in fact in		
6	the form contract you spoke of Telus having?		
7	A I don't recall the clause, so I couldn't		
8	answer your second question.		
9	Q Is this clause saying that neither party can		
10	be liable to the other party let me start over again		
11	with that.		
12	Let me ask you this. What does the		
13	indemnification clause mean to you?		
14	A I'm not qualified to answer that.		
15	Q Was there someone at Telus who would have been		
16	qualified to interpret the indemnification clause?		
17	A To the extent we had an attorney, I guess,		
18	most of this terminology came from attorneys.		
19	Q Was there an attorney on behalf of Telus		
20	responsible for written agreements?		
21	A We would use attorneys. But specifically who		
22	the attorney we used, I don't know.		
23	Q Can you recall any names?		
24	A No.		
25	Q Did you read Exhibit 1 before you signed it?		

1	A I would have to say yes on the general advice
2	of counsel, or whoever that might be at that time.
3	MR. OTTINOT: Wes, we didn't need hear the
4	answer.
5	MR. PARSONS: Okay. He said that he must have
6	read it under the general advice of counsel at the
7	time.
8	MR. OTTINOT: Okay. Thank you.
9	BY MR. PARSONS:
LO	Q Well, when you read the indemnification
11	clause, what did it mean to you?
12	A You're asking me 12 years from now when I read
13	this clause what it meant to me. I don't even remember
14	the clause, much less tell you what it means to me.
15	Q You heard me read it a minute ago. What does
16	it mean to you, as you sit here today?
L7	A It means whatever it says there. And if
18	everybody has that exhibit, they can read it. And each
19	one is going to come up with something else. I am not
20	a lawyer. I cannot tell you what it means.
21	Q Was Exhibit 1, in your view of things as vice
22	president of engineering and the signer on the
23	contract, was Exhibit 1 a binding contract on Telus?
24	A I can't answer that.
	O Why is shown

1	A What does the term binding mean?
2	Q It means that Telus was obligated to adhere to
3	the contract. Under that definition, was it a binding
4	contract on Telus?
5	A I don't understand you. If the contract
6	wasn't a contract in terms of a contract, why would we
7	sign a contract I'm asking you a question I'm
8	just trying to find out.
9	MR. OTTINOT: Wes, we lost you again.
10	BY MR. PARSONS:
11	Q Mr. McGlashan, if you could speak up a little
12	bit, that might help.
13	A If I could get some water because my voice is
14	raspy.
15	(Thereupon, a discussion was held off the
16	record.)
17	BY MR. PARSONS:
18	Q Mr. McGlashan, you signed contracts before in
19	your life, haven't you?
20	A Yes.
21	Q You signed them on a personal basis such as
22	when you buy a house or buy a car?
23	A Uh-huh.
24	Q That's an answer?
25	A Yes, I'm sorry.

You probably signed other contracts in Exhibit 1 1 on a business level, haven't you? 2 3 A Right. All right. Now, you understand then that when 5 you sign a contract, you're agreeing to honor the 6 contract? 7 A Right. My question is real simple. When you sign the 8 contract on behalf of Telus Communications, did you 9 intend to bind Telus Communications in Exhibit 1? 10 11 I intended to settle the -- the signing of 12 the contract could be by anybody else. The fact that I signed it is just perfunctory that I signed it. So it 13 doesn't mean I have any special knowledge over anybody 14 15 else or I hold the key to the spirit of the contract 16 and all that wonderful stuff. The only thing I know about the contract is 17 18 that it has certain terms that they would abide by and certain terms that we would abide by. 19 20 Now, when ATC acquired Telus, in your view, 21 was Exhibit 1 binding on ATC just as it had been 22 binding on Telus? 23 I couldn't answer that. 24 Is there someone at ATC who was responsible

for written agreements with customers?

1	A	Yes.
2	Q	Who was that?
3	Ä	His name is Anderson.
4	Q	William Anderson?
5	A	Yes.
6	Q	He was a general counsel?
7	A	Yes.
8		Can I make a comment?
9	Q	Yes, sir.
10	A	If you could keep your questions to
11	enginee	ring and operations, I would greatly appreciate
12	it.	
13	Q	Were you involved in billing in terms of
14	operati	ons?
15	A	No.
16	Q	Were you involved in the collection of billing
17	information on the tandem computer in operations?	
18	A	No.
19	Q	What were you involved in, in terms of
20	operati	ons?
21	A	The switches, the fiberoptic network, the
22	outside	plant.
23	Q	Which switch of Telus, and later ATC, did
24	TSI's t	raffic cross?
25	A	That's a difficult question to answer.
- 1		

Because when -- I was a part of it, but I know when the 1 acquisition took place, certain consolidations took 2 place and certain customers were moved from one center 3 to another center. I don't know where he fell in the 4 5 whole scheme of things. How many switches were there? 6 7 In the network, there were about five to six A different switches and 11 different vendors. I 8 9 remember that specifically, because it was a milestone for me. It's engineering. 10 11 Did the switches used by Telus and ATC have Q 12 the ability to capture data about calls, about the 13 traffic passing across them? 14 Yes. 15 And how was that data captured physically, on 16 hard disk, tape drive, or what? 17 All of the above. 18 Once the data was captured at the switch, how was it transferred to operations? 19 20 Either use -- depending on the switch, 21 depending on the region, you had to use a X.25 file 22 transfer from the switch, or we send the tape. 23 If the X.25 transfer was used, was data retained at the switch after the transfer? 24

For a period of time, in case there was any

1 corruption or any catastrophe. 2 Was it retained on tape, hard drive, or some other format? 3 Wouldn't haven't been hard drive, because it 4 would have been written over. So most likely the media 5 6 would have been tape. 7 Q Was there a policy on how long the tapes at the switch level were preserved before being 8 overridden? 9 10 A The tapes weren't overridden. I think what 11 happened is they archived those. There's a period of 12 time you have to archive. I don't remember the period. 13 But we had them for that period. Q Were the archived tapes ever used again? 14 15 I think after that period was over where you had to keep them, then some were recycled. But by and 16 17 large we use new tapes. 18 Again, talking about the switch level, I 19 assume the data that was captured was in the form of a 20 series of records, each record being one call? 21 A Actually, it's data streaming information that was pulled in the form that was more cognizant with the 22 software of the switch. 23 Did the data stream, was it divided into 24 individual records? 25

1 Yes, each call had an individual stamp on it. For the records for an individual call, was 2 Q 3 there any variable within the record that coded for whether that call was from a TSI customer as opposed to 5 any other sort of customer? Yes, I guess if you get down to that level you 7 could find out that information. But you would have to match that back with the customers in a database that 8 the switch didn't have. The switch don't note you're 9 TSI, it only notes the process of the call. 10 11 So that the variable that would be coded would 12 show which customer it was, but there wasn't anyway to know whether that was a TSI customer without looking at 13 some other sort of database? 14 15 A Right. 16 So, for example, at the switch level there 17 would be no way to segregate out all of the records for the TSI customers only, at least without going to the 18 19 data base of TSI customers? 20 You made a lot of generalities there, so you need to go back slowly and ask that question again. 21 22 Okay. Let me ask you it this way. At the switch level, was there a database of TSI customers 23 available? 24

In the strictest sense of your answer, yes.

1 But it was in a pool with other numbers. 2 MR. OTTINOT: Hello? 3 MR. PARSONS: He was saying that there was a database at the switch level, but it was in a pool with other numbers. 5 MR. GIMBEL: Well, he said in the strictest 7 sense, but I'm not sure what that meant. THE WITNESS: In the strictest sense meant 8 9 it was in a global pool with everybody else. So 10 if there was company ABC, their base would be 11 there. Customer EFG, their base would be there. And customer TSI, their base would be there. 12 13 BY MR. PARSONS: 14 Do you know if that database of the information on the different customers was still 15 16 available at LDDS when you left LDDS? Couldn't tell you. 17 18 Could you have done this, could you have taken the database of customers and segregated out just TSI 19 20 customers? 21 A Uh-huh. 22 And then with that part of the database run that as a filter against your raw switch data with the 23 goal of segregating out just TSI call records? 24

I suppose it's possible.

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1	Q Did you ever do that for any reason?
2	A I don't recall doing that.
3	Q Did you ever do that same sort of filter for a
4	specific customer, for any customer, TSI or somebody
5	else?
6	A You mean like test to see if the calls matched
7	up?
8	Q Well, the result I'm looking for is to filter
9	out all call records except those for a specific
10	interexchange carrier like TSI?
11	A The switch don't filter out anything. The
12	switch gives you everything in a very raw stage. It
13	gives you everything.
14	Q So really you would have to take the data from
15	the switch, and you'd have to take the database
16	information and process those on a completely separate
17	computer?
18	A Yes.
19	Q Did you ever do that for any carriers?
20	A I was in engineering.
21	Q Do you have any background in computer
22	programming?
23	A None whatsoever. I can't do EXCEL well.
24	Q You mentioned the database of information on
25	the customers including TSI, does that database have a

1	name of some kind?
2	A I guess it would be TSI database. I don't
3	know. I mean it's all into the domain of billing.
4	Q Who was in charge of billing at Telus?
5	A I gave you the name of, I think, Ray Yeager.
6	There was a gentleman before him.
7	Q Was Ray Yeager also in charge of billing at
8	ATC?
9	A For a short period of time.
10	Q Who replaced him?
11	A A big gentleman. I don't remember his name
12	offhand.
13	Q After you signed Exhibit 1 with TSI, did you
14	have any further contact with TSI or Joel Esquenazi?
15	A Elaborate.
16	Q For example, did Joel come to you with a
17	request to modify Exhibit 1, to add more services, or
18	to change rates, for example?
19	A Well, there was he would interface with the
20	company not me in
21	MR. OTTINOT: Wes, lost you again.
22	MR. PARSONS: Mr. McGlashan said that Joel
23	would interface with the company not me.
24	THE WITNESS: I didn't finish. Not me
25	specifically. Sometimes it would be me, depending

	현사 등록 - 레이크 사용 프로그램 (1985년 1987년 1
1	on what his concerns were.
2	BY MR. PARSONS:
3	Q Was there a point man at Telus or ATC for
4	interfacing with Joel?
5	A I wouldn't call it a point man. It was more
6	like this was something we did together here.
7	Q Did Joel ever complain to you about billing
8	from Telus or ATC?
9	A We complained to Joel that he wasn't paying
10	the bills. Joel says that his bills are not correct.
11	We said to Joel to the extent that you can
12	prove to us that the bills are not correct, and you
13	have given us you have given your customer credits,
14	to that extent we will sit down and reimburse you for
15	that. Joel brought up about four boxes
16	MR. OTTINOT: Wes, could you repeat that.
17	We missed the part regarding the billing issue.
18	MR. PARSONS: Sure. Mr. McGlashan testified
19	that he advised Joel Esquenazi to prove that Mr.
20	Esquenazi had billing errors, and that he had
21	credited customers, in short.
22	And I think Mr. McGlashan was still answering
23	the question.
24	MR. OTTINOT: Thank you.
25	THE WITNESS: So we started to have problems

with collections. When we started to have problems with collections, we started to get complaints about the billing. We gave him good faith credits associated with what the term was, quality, what the term was, incorrect rates, and to, I guess, satisfy some of his complaints here. He got credits for that for that period where they were justified.

BY MR. PARSONS:

Q Was Mr. Esquenazi satisfied with the credits that he received?

A Well, he still owed us, so I can't answer that.

Q Well, after he still owed you, did he also claim that he was entitled to more credits?

A This was when I said to him, we perform very, to the best of my recollection, very elaborate process too. With the boxes he brought, and we went through a lot of those, and we found them to be very accurate -- our bills to be very accurate.

And we sat down with him, and he said, well, because of quality like with his 1-800 services, and he had dialers and that kind of stuff, so we gave him credits because some of those things were not quantifiable.

When it got down to the usage part of it and credits back to his customers, the position we took was show us the credits because he then owed us a lot of money. I don't remember a specific number. But he then owed us a lot of money.

We requested payment, and he said he couldn't get anything from his customers, and he had to give out a whole lot of credits to his customers. So we said, well, to the extent that you have given credits to your customers, show us that.

He didn't produce any of those. That's when we went into the impasse.

Q Why was it necessary for Mr. Esquenazi to credit his customers before he got credit from Telus?

A Because he was billing his customers and what we were doing was billing him.

Q Why was it that he had to give the credits first, though?

A Well, if he says the bills were incorrect, because of what the customers were saying, then one would deduce from that it's coming from the customer, right back to Joel, right back to us.

So if you were a customer, and you say your bill was incorrect, and you wanted a credit for \$5, and if you gave the customer \$5, then you would have

something in your hands that says this is \$5. I gave 1 2 to the customers that piece. 3 Because when we look at this invoice, and when we matched it up, it was accurate. 4 5 What were you matching up? Q 6 His boxes. We had about three or four boxes 7 of stuff that he brought. And we had to go through 8 that. 9 0 What were in the boxes? His billing to his customers, and our billing 10 A 11 to him. 12 Q You physically matched up record by record? 13 I wasn't part of the analyst team at that 14 time. 15 Q Who was on the analyst team? 16 We had a vice president -- there were two vice 17 presidents that went through. One was Jo Ambersely and 18 the other one was Richard Harding. The analyst was 19 Maggie Tumor. 20 Q Could you spell her last name? 21 She's now Ambersely. She got married. A 22 0 Were you made aware of the results of the 23 analysis by Maggie Ambersely? 24 A Yes. 25 0 What were the results?

- 1 Com	
1	A I don't remember them specifically. But they
2	showed from their records that our billing to him was
3	in order. And the usage part that he was talking about
4	was accurate.
5	Q Did the analysis show your billing was
6	perfect?
7	A I don't know what you mean by perfect.
8	Q I mean one hundred percent accurate, no
9	discrepancies of any kind.
10	MR. GIMBEL: I'm going to object to the form
11	of the question.
12	THE WITNESS: Does that mean I have to answer
13	or don't answer?
14	MR. GIMBEL: Oh, no. I'm just preserving an
15	objection later. But you have to answer the
16	question.
17	THE WITNESS: Repeat it again.
18	BY MR. PARSONS:
19	Q Did the analysis show that Telus' billing, or
20	ATC's billing, was one hundred percent accurate, no
21	discrepancies of any kind?
22	A I don't know of anything in this world apart
23	from pardon my religious belief Jesus Christ that
24	was one hundred perfect. So everything after that is
25	imperfect by the fact it's not Jesus Christ, so that's

my position.

Q Okay. Do you recall whether Miss Ambersely's analysis showed that the billing was one hundred percent accurate?

- A It was accurate for the sampling that we took.
- Q One hundred percent accurate for the sampling?
- A I don't know about one hundred percent.
- Q Can you put a range of error on the analysis?
- A No, because I'll tell you about switches, switches -- every switch behaves differently. And I see this even today in our industry.

If you would look at MCI, if you would look at AT&T, and if you would look at Sprint, and all of the other carriers, and it's only, I think, in the last year that switches can bill realtime, so there's a plus or minus factor there. It's not significant, but it's there. So when you ask me as an engineer one hundred percent, I don't know what that means.

Q Did Joel Esquenazi complain to you about duplicate billings, that is, more than one billing for the same call?

- A Uh-huh.
- Q You need to say yes or no.
- A Yes.
 - Q And was there any investigation of that charge

1	in the analysis of Miss Ambersely?
2	A I think there was.
3	Q What was the results?
4	A I don't remember offhand what the results
5	were. But I can only deal with today's knowledge that
6	if Joel Esquenazi, at that time with the billing that
7	we gave him, we didn't know what functions he was
8	performing with his customers.
9	So as a result of I not having perfect
10	knowledge or general knowledge or specific knowledge as
11	to what he was doing with the service, then I can't
12	tell you specifically that they were duplicate calls.
13	Q Can you tell me that there were not duplicate
14	calls?
15	A Well, are you familiar with call back?
16	Q Well, yes, sir, but you need to answer the
17	question.
18	A Well, that's part of the answer. So if you're
19	not, I need to explain that to you.
20	Q Please answer the question, and feel free to
21	explain your answer.
22	A Okay. I don't know what the product he was
23	using or the applications he was using, so I couldn't
24	tell you if those were duplicates or not.
25	Q Did Mr. Esquenazi ever show you a call record

detail, which showed two calls from the same customer 1 at the same time each of them longer than one minute, and say this is a duplicate call -- duplicate billing 3 for a call? 5 If it's in the three boxes, then I would say 6 they would be inside there. 7 0 Well, the question was, did Mr. Esquenazi 8 ever --9 Show me personally? A 10 Q Yes, sir. 11 He may have, but I don't recall that. If he had done that, would you have an 12 explanation for why they wouldn't be a duplicate call 13 14 -- a duplicate bill? 15 I don't know what he was doing at the time, so I couldn't tell you. I wasn't in control of his 16 17 customers. 18 Did Mr. Esquenazi ever complain to you that 19 Telus or ATC was billing his customers directly at the same time that Telus or TSI were sending bills on 20 21 behalf of TSI to the customers? 22 I vaguely remember something going on there. A 23 Q What did Mr. Esquenazi say to you? 24 A I said I vaguely remember something going on 25 there. I don't know the details of that.

1	Q Did you ever investigate that complaint?
2	A I think the organization did.
3	Q Who investigated that?
4	A That would come out of the customer services
5	department.
6	Q Who specifically investigated?
7	A I don't know. I don't remember who did that.
8	Q Do you recall Mr. Esquenazi complaining that
9	Telus or ATC was soliciting TSI customers directly?
10	A No. I think hold on go back a question.
11	This may have had something to do with the
12	1-800 service where we were the he was using our
13	1-800 number. So rather than turning the customer off,
14	because that was what was going to happen to these
15	1-800 number customers who had businesses, we got in
16	touch with the customers and kept them on line, because
17	we saw it more egregious to the customer or not having
18	anything to do with our relationship with Joel
19	Esquenazi, so we kept the customer up. We disconnected
20	Joel Esquenazi.
21	And that's about all I remember of that piece
22	here.
23	Q So essentially Telus took the customer or
24	ATC took the customer?
	HE 전문 열면 가는 사람들이 되었다. 그는 사람들이 되었다면 하는데 보고 있는데 되었다면 되었다면 되었다면 되었다면 되었다면 되었다면 되었다면 되었다면

I remember that Telus kept the customer on

1	line rather than disconnecting them.
2	Q And thereafter that customer became a Telus
3	customer?
4	A I don't know what became of the customer after
5	that, but you can find out from customer services how
6	they dealt with that.
7	Q Who made the decision within Telus to treat
8	the 1-800 customers in that fashion?
9	A I think they got advice from regulatory that
10	it wouldn't be a good thing to do for us to disconnect
11	the 1-800 customers.
12	Q Was there a person on the business side, not
13	in regulatory, who made the decision to implement that
14	advice from regulatory?
15	A I don't know who specifically would have done
16	that.
17	Q You seem to know more about this than other
18	areas, so let me ask you, were you involved in that
19	decision?
20	A No. Because it wasn't in my area, but I
21	participated in that.
22	Q What was your participation?
23	A I controlled the switches and 1-800 numbers.
24	So I had to am I going to disconnect these
25	customers, or am I going to keep them.

Did Joel Esquenazi complain to you about 1 receiving billings for calls that were over one hour in 2 length? 3 Not to me specifically. 5 Did you become aware of those sort of 6 complaints? 7 A No. You say "not to me specifically," did you have 8 9 some general knowledge --10 You say to me, you keep referring to me. If you had said to ATC, then I would say that probably 11 12 have gone through customer service. 13 There's an official complaint process, and in 14 customer service they log in your problems. 15 So you have to understand that not every trouble complaint that comes into ATC comes to me. 16 17 has a department it goes to. So when you say four or five times he complained to me, did he complain to me, 18 19 Rudy McGlashan, no, because I'm not ATC. I am answering you in that context. 20 21 Did you have any participation in setting 22 billing increments, for example, six seconds versus 30 seconds versus a minute? 23 24 A No.

25

Q

For customers?

199	
1	A No.
2	Q That was not done at the switch level?
3	A No.
4	Q That was done at the billing level?
5	A Right.
6	Q Did you ever become aware of any systematic
7	errors on the switch level in regard to billing such
8	as, for example, the addition of seconds, increments to
9	the time for which the customer was ultimately billed?
10	MR. GIMBEL: Object to the form of the
11	question.
12	BY MR. PARSONS:
13	Q You can answer.
14	A In another deposition, yes.
15	Q What deposition was that?
16	A Some other deposition with ATC which I was
17	deposed.
18	Q Was this the attorney general case?
19	A It may have been, yes.
20	Q And what did you know about the subject of
21	additional time being added in the attorney general
22	case?
23	A I think my responses are on record.
24	Q I need to know what it is though, sir.
25	A I was responsible for engineering, not

1	billing.
2	Q Did the additional time added to talk time in
3	the attorney general case occur at the switch level or
4	the billing level?
5	A They didn't explain to me. They asked me
6	questions and I answered.
7	Q Was your deposition taken in the attorney
8	general case?
9	A I beg your pardon?
10	Q Was your deposition taken in the attorney
11	general case?
12	A I don't know if it was the attorney general.
13	It was some client or some deposition. I don't
14	remember specifically.
15	Q There is also a class action case against ATC
16	and Transcall. Do you recall if you were deposed in
17	that case?
18	A I was only deposed once. I don't remember
19	which one or who it was.
20	MR. MESSER: I believe we should interpose an
21	objection to the continued referral to the attorney
22	general case. There was an attorney general case.
23	There's a deposition of Rudy McGlashan, which
24	was taken July 2nd, 1996, in the case entitled
25	Dohan versus Transcall. I think the record ought

1 to be clear. That's what he referring to. THE WITNESS: That's what I'm referring to. I said I didn't know which one it was. 3 BY MR. PARSONS: 5 Did you have any participation in locating call detail records that was analyzed in the Dohan 6 7 case? 8 A No. 9 Did you have any role at all in the analysis of the additional time that was at issue in the Dohan 10 11 case? 12 A No. Are you acquainted with the gentleman named 13 14 Dan Merritt? 15 A Yes. 16 Q Are you a friend of his? 17 Define that. 18 I can't give you a definition of a friend, 19 sir. You can use the ordinary understanding of the 20 word. 21 A He's a business associate. 22 Q Is he located in Austin now? 23 I don't know. A 24 Q Have you talked to him in the last six months? 25 A No.

1	Q Did Dan Merritt do an investigation on behalf
2	of ATC or World Com?
3	A You have to ask Dan Merritt that question. I
4	don't know.
5	Q Mr. McGlashan, we've been going for a while.
6	Let me suggest we take a five minute break and start
7	again.
8	A Can we just go on?
9	Q I'd like to take a break, sir.
10	(Thereupon, Exhibits Number 2 and 3 were
11	marked for identification.)
12	(Thereupon, a break was taken.)
13	MR. PARSONS: Are you all ready in
14	Tallahassee?
15	MR. OTTINOT: Yes, we are.
16	BY MR. PARSONS:
17	Q Mr. McGlashan, I'm going to show you a letter
18	from you to Joel Esquenazi dated June 21, 1989, which
19	was Exhibit Number 14 in earlier depositions in Boca
20	Raton. Did you have an opportunity to look at that
21	letter, sir?
22	A Yes.
23	Q Is that your signature on the second page?
24	A Yes, it is.
25	Q Is this proposal letter that preceded the

1	written agreements between TSI and Telus?
2	MR. GIMBEL: Can I see that, please?
3	MR. PARSONS: Did you bring the Boca exhibits?
4	MR. GIMBEL: No.
5	MR. PARSONS: Is that your
6	THE WITNESS: Yes, it is.
7	BY MR. PARSONS:
8	Q And I asked you is this the proposal that
9	preceded the written agreement?
10	A This is the proposal we gave him.
11	Q Mr. McGlashan, I'm going to hand you an
12	exhibit marked as number two in your deposition, which
13	is a memorandum from Joel Esquenazi to Mary Jo Daurio
14	dated March 13, 1991, about an alleged discrepancy in
15	accounting, which is accompanied by another letter
16	which is a reconciliation or accounting of an alleged
17	balance due.
18	Let me ask you, sir, if you have seen that
19	document before?
20	A I'm not familiar with it, but let me read it.
21	Q Have you seen it before, sir?
22	A I'm not familiar with it.
23	Q Either page?
24	A No. This is not to say I haven't seen it
25	before. I don't remember the document.

Mr. McGlashan, I'm going to hand you Exhibit 1 Number 3 in your deposition, which consists of a chart 2 3 showing some pop sites and pricing, followed by a letter to ATC from TSI about issues. Various issues. 4 Mr. McGlashan, let me ask you if you've ever 5 seen Exhibit Number 3 before? 6 7 A No. 8 Can you turn the page and look at the issues 9 memorandum? 10 Huh-uh. 11 That's a no? 12 Yeah. 13 Mr. McGlashan --14 MR. GIMBEL: Let me ask you a question on 15 Exhibit Number 3. Are you saying that this last 16 page is a part of this letter? 17 MR. PARSONS: It seemed to be to me, but we 18 can't really know until we find a sponsor for the exhibit. 19 20 BY MR. PARSONS: 21 Mr. McGlashan, I'm going to hand you a 22 document marked as Exhibit Number 8 in an earlier deposition, which is a memorandum from Clara Reynardus 23 24 to yourself bearing your signature accompanied by a

letter from Joel Esquenazi to Clara Reynardus dated

1	January 22, 1992.
2	Let me ask you, sir, if you've seen the base
3	page in that exhibit before?
4	MR. GIMBEL: What exhibit?
5	MR. PARSONS: Number 8 in Boca Raton.
6	BY MR. PARSONS:
7	Q Have you seen that document before, sir?
8	A Yes, my signature is there.
9	Q Do you recall the document at all?
10	A No.
11	Q You can see that Miss Reynardus writes on the
12	first page that she is taking the liberty of agreeing
13	upon two final changes with Joel Esquenazi.
14	Do you recall Miss Reynardus agreeing to
15	changes with Joel Esquenazi?
16	A I guess she was in the carrier sales group, so
17	she would be the one working on this. She was in
18	carrier sales.
19	Q Did she have the authority to agree to terms
20	with customers?
21	A She reported to Jo Ambersely. I don't know
22	what the arrangement was there.
23	Q How is it that your approval is required at
24	the bottom of this memorandum presumably to this change
5	Miss Desmandus agreed to?

1	A Because at that time I was responsible for
2	carrier sales.
3	Q So Clara Reynardus was under you at that time?
4	A No, under Jo Ambersely. Either Jo Ambersely
5	or Richard Hardin. I can't remember which one.
6	Q So Clara Reynardus was under Jo Ambersely who
7	was under you?
8	A Right.
9	Q As senior vice president for carrier sales at
10	the time, did you have the authority to agree to terms
11	with carriers?
12	A Subject for contracts, of course, which have
13	been run by Bill Anderson.
14	Q And did Jo Ambersely have delegated authority
15	from you to agree to terms from carriers?
16	A Everything is subject to final sign up. If it
17	was a legal matter, it was with Bill Anderson.
18	Q Subject to legal sign off, did Clara Reynardus
19	have authority under Jo Ambersely delegated to you to
20	agree with terms of carriers?
21	A Yeah, subject, as you said. Yeah.
22	Q Did you or Jo Ambersely or Clara Reynardus
23	have any authority to enter into oral agreements or
24	oral modifications and written agreements with
25	carriers?

1	A I don't remember if they did or didn't, or if
2	we did or didn't.
3	Q Miss Reynardus refers in her memorandum to
4	some unexpected ATC billing problems which have made it
5	difficult to determine exactly how many minutes TSI is
6	currently billing.
7	Do you know what Miss Reynardus is referring
8	to?
9	A I think we had like four different billing
10	platforms in the Boca billing system. They were trying
11	to consolidate all of them.
12	Q And that caused billing problems of some sort?
13	A I don't know what specifically what the
14	billing problems were.
15	Q Would Miss Reynardus have known specifically
16	about the billing problems?
17	A I don't know. She may have.
18	Q Who at ATC would have known the most of anyone
19	about the billing problems?
20	A The folks who were responsible for billing
21	during 1992.
22	Q What are their names?
23	A I don't know who we went through about four
24	or five. I don't know who was responsible at that
25	time.

1	Q This was after the analysis had been completed
2	by Miss Ambersely?
3	A I don't know when that took place.
4	Q Mr. McGlashan, I'm going to hand you
5	Exhibit Number 9 in your earlier depositions, which
6	appears to be a special pricing approval from Dawn
7	Toimil to the executive pricing committee dated
8	February 5, 1992.
9	A Yes.
10	Q Do you recognize that, Mr. McGlashan?
11	A Yeah, it's a form we use.
12	Q What's the purpose of the form?
13	A Every customer who gets special pricing goes
14	through this.
15	Q Is that your signature on the first page?
16	A Yes, it is.
17	Q Is is special pricing that's a subject of this
18	approval, the contracts between Telus and TSI, or is it
19	something else?
20	A It's special pricing. I don't know
21	specifically to what, but it's special pricing.
22	MR. GIMBEL: What number is that, Wes?
23	MR. PARSONS: This is number nine.
24	MR. GIMBEL: Boca nine?
25	MR. PARSONS: Yes.

1	BY MR. PARSONS:
2	Q This document refers to a renegotiated
3	contract. Do you know what that means, sir?
4	A No.
5	Q Do you know if there was ever a renegotiated
6	contract between TSI and Telus or ATC?
7	A No, not offhand.
8	Q You also see there's a reference to a new
9	contract. Is that the same thing as a renegotiated
10	contract?
11	A I don't know.
12	Q On the first page, do you recognize any of the
13	handwriting other than your own signature?
14	A Yeah, this is my handwriting.
15	Q That's after the asterisk at the bottom?
16	A Yeah.
17	MR. PARSONS: Can you mark this number four.
18	(Thereupon, Exhibit Number 4 was marked for
19	identification.)
20	BY MR. PARSONS:
21	Q Mr. McGlashan, I'm handing you Exhibit Number
22	4 in your deposition, which purports to be a letter
23	from Carlos Rodriguez of TSI to you dated March 18,
24	1992, followed by a list of issues, quote, unquote.
25	Can you tell me if you recognize this letter,

1	sir?
2	A I could say I don't know that person.
3	Q Your name is misspelled, isn't it?
4	A Yes.
5	Q Did you receive this letter in the mail, sir?
6	A I must have. I'm saying I don't know if I did
7	or not.
8	Q Mr. Rodriguez, in the first line, refers to
9	the fact that we have not yet signed the contract with
10	ATC. Do you know what Mr. Rodriguez is referring to?
11	A A contract.
12	Q What was the contract?
13	A Must be a new contract with ATC.
14	Q Do you have any recollection of that new
15	contract, sir?
16	A No.
17	Q You see in the fourth paragraph where Mr.
18	Rodriguez refers to the double billing, extra time
19	billings, and he suggested it represents as much as 30
20	percent of the total billing?
21	A Uh-huh.
22	Q You need to say yes or no?
23	A Yes, yes. I'm sorry.
24	Q Are you familiar with what Mr. Rodriguez is
25	asserting in that paragraph?

A Yes.

Q Was any investigation ever done outside of the analysis by Miss Ambersely about Mr. Rodriguez's complaints?

A I think we did research this, and we gave him back a response. I don't know if this was in a meeting or if minutes of a meeting were done or anything like that. But I'm almost sure we responded to the letter.

- Q You did research?
- A Yeah, I think we did research.
- Q Who did the research?
- A I don't know offhand.
- Q Are you familiar with the results of the research?
 - A No not offhand.

MR. GIMBEL: Wes, just for the record, I want to point out that the last page of this document is that "issue" page and has a different date stamped at the bottom than appeared under Exhibit 3. So the last page of Exhibit 3 and Exhibit 4 are the same. And I don't know if that document is part of that letter or was a separate document. I doubt that it was part of both letters. One is '91 and the other is in '92. I guess it's conceivable, but it's confusing to me.

1	BY MR. PARSONS:
2	Q Mr. McGlashan, do you see the page entitled
3	"issues" in this Exhibit Number 4?
4	A Yes.
5	Q Are you familiar with a list of issues that
6	TSI has with Telus and ATC?
7	A No.
8	Q Do you recognize the page at all?
9	A No.
10	Q Do you see in the fifth paragraph Mr.
11	Rodriguez writes, "We wish to acknowledge to you we are
12	disputing this amount, which is approximately \$400,000,
13	on the basis that we can prove credits due as to that
14	amount or more."
15	Do you remember Mr. Rodriguez making that
16	dispute of amounts due?
17	A If he says it here, I'm thinking he did. I
18	don't have anything that I can give you as to a level
19	of comfort that says I did.
20	Q Did ATC or Telus have a policy on how a
21	dispute of amount due had to be made?
22	A Yes. You had to document the disputes and
23	send it through the channels.
24	Q Would Exhibit Number 4 be sufficient written

documentation of the dispute of the \$400,000?

1	A No.
2	Q What else would be needed?
3	A To delineate where the credit is due the
4	difference between A and B and whatever the results
5	would be
6	In other words, this is what I say, this is
7	what you say, here is the proof, put the two together
8	and delineate.
9	Q If it were a credit sought or a systematic
10	error such as addition of certain number of seconds on
11	every call, would it not be enough just to indicate
12	it's systematic without having to go line by line
13	through every single call?
14	MR. GIMBEL: Object to the form of the
15	question.
16	THE WITNESS: Still have to be documented
17	irrespective of what?
18	BY MR. PARSONS:
19	Q But it wouldn't have to be documented line by
20	line for every single call if it's systematic, would
21	it?
22	MR. GIMBEL: Object to the form of the
23	question.
24	THE WITNESS: It would have to be
25	documented.

1	BY MR. PARSONS:
2	Q Would it have to be documented line by line
3	though?
4	A That's the only way you're going to get a
5	credit because it has to go for approval. And it's not
6	going to get approved, if it doesn't have any backup to
7	prove it.
8	Q Did ATC or Telus ever accept an oral request
9	for a credit?
10	A I can't give you a I don't know.
11	Q Was there a policy on that?
12	A Every case is treated differently.
13	MR. PARSONS: Can you mark this number five.
14	(Thereupon, Exhibit Number 5 was marked for
15	identification.)
16	BY MR. PARSONS:
17	Q I'm handing you Exhibit Number 5 in your
18	deposition, which purports to be a letter from you and
19	Scott D. Sullivan to Joel Esquenazi, dated March 19,
20	1992.
21	Do you recognize this letter, sir?
22	A Yes.
23	Q Is that your signature on the last page?
24	A Yes.
25	Q What was the purpose of this letter?

1	A	I think he must have - I think it states it
2	here.	It says in the first sentence, if you read it.
3	Q	Is it purely a response, then, to Carlos
4	Rodrigu	ez's letter?
5	A.	I don't understand. What else could it be?
6	Q	Sometimes I ask very obvious questions.
7	A	So you want me to I'm not aware of it. I'm
8	sorry,	go again.
9	Q	Let me back up a little bit. You signed the
10	letter.	Did you author the letter?
11	A	I think we had information from the folks who
12	were wo	rking on the account. They were in the carrier
13	support	group.
14	Q	Did you take that information and actually
15	write t	he letter yourself, or did someone else do that?
16	A	I don't remember specifically how it was done.
17	Q	Do you recognize in this letter any particular
18	phrase	or style or format that you in particular used?
19	A	Let me read it.
20		What was the question?
21	Q	Do you recognize anything about the letter
22	that id	entifies it as your authorship?
23	A	Some of the response could have been, yes.
24	Q	Let me go through these responses.
25		You characterize issue number one as

"Customers billed by ATC receiving all forms of 1 literature." 2 3 And then your response apparently is --MR. GIMBEL: I'm sorry -- just for the record, 5 you say he characterizes --MR. PARSONS: Do you want me to finish my 6 question before you object? 7 MR. GIMBEL: No. You say that he 9 characterized issue number one. I just want to point out that that's identical to the issues 10 11 provided in Carlos Rodriguez's letter. MR. PARSONS: Okay. 12 MR. GIMBEL: That's all. 13 BY MR. PARSONS: 14 Issue number one is characterized as 15 "Customers billed by ATC and receiving all forms of 16 literature." 17 18 And your response apparently is "How this 19 affected amount owing? No way." 20 Could you explain what your response means, sir? 21 22 I guess it was quite clear that all credits 23 that were going to be given were given. It was the amount of \$400,000 owing, and Joel was very adamant 24

about paying this amount of money.

1 So Carlos, in writing this letter, is identifying without no backup information why he wasn't 2 3 paying the \$400,000. Which the ten points we responded to, and we asked again in this letter for documentation 4 5 which we did not get. So this was very frustrating to us, so we just 6 7 went back to the ten points to reiterate our positions, 8 which were said in the meeting. When we told him that, 9 you know, we will do X, Y and Z, and he will make us

Q For issue number one, in your response, as I understand it, you're not denying what Carlos is claiming, you're saying it doesn't affect the amount that TSI owes?

A This letter, if I could recollect, is focused towards \$400,000. That's what it is focused towards.

Q You're not denying what Carlos is saying.
You're saying it doesn't affect the \$400,000?

A No, sir. It is saying that we're not addressing that at this point. We're addressing the \$400,000 at this time to the company.

Q You're not addressing that issue, and you're also not denying Carlos Rodriguez --

MR. GIMBEL: Objection to the question. Asked and answered. You're putting words in his mouth.

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concurrent.

1 THE WITNESS: Yeah, I answered that. 2 MR. PARSONS: Tico, you interrupted my question. If you have an objection, it's perfectly 3 4 proper for you to put it on the record, but please wait until I finish speaking as an element of 5 6 common courtesy. 7 MR. GIMBEL: I will be glad to provided you 8 don't ask the same question five times when he 9 gives you an answer, and you seem insistent in 10 putting an answer in his mouth. 11 MR. PARSONS: No. I may well do many things 12 you think is objectionable. Please wait until I 13 finish the question before you object. MR. GIMBEL: I thought I did. 14 BY MR. PARSONS: 15 16 Is there a denial of Carlos's charge in your 17 response to issue number one, sir? There is no response to his -- no response 18 19 can't mean, yeah; and no response means no response. 20 We were focusing on the \$400,000. 21 If you read the tone of this letter, you will 22 see a tone here. The tone is, where is my money? Why

are these things being mentioned? This is for another

forum. They owe \$400,000. Pay the money. You agreed

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to pay the money.

1 This letter and the ten points were introduced to stall the whole thing again, so they wouldn't pay 2 us, even though we gave them -- and I see here --3 \$36,000 worth of installations. 5 Is what you're saying now applicable to each of these issues, so I don't have to go through them one 6 7 by one, which is, the issue you raised has nothing to do with whether you owe us money now? 8 9 The underlying message was you're not focusing

A The underlying message was you're not focusing on what the issue is. You owe us \$400,000. You have not supplied any documentation to this dispute. Where is the money?

Q I understand the focus of Exhibit Number 5.

Now I asked some other questions about Exhibit Number

5. In particular, on issue number two, again, sir, ATC is not denying Carlos's charge, you're saying it didn't affect the money that you claim was owed by TSI?

MR. GIMBEL: Same objection.

THE WITNESS: It's the same -- if you read if, they did not affect usage, meaning you still had revenue coming to us that you didn't pay that you collected for.

BY MR. PARSONS:

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Q So it wasn't relevant to you whether TSI -pardon me, whether ATC had customers -- 1-800 numbers

1 assigned to TSI that was given to ATC customers? 2 I explained to you earlier on, if you check my 3 responses. So it wasn't relevant? 5 I explained my answer to you on this one. This was a specific situation. 7 Q But I have another question for you now. The question is, your belief was that issue number two 8 9 wasn't relevant to the principal issue, which was the 10 \$400,000? I wasn't saying it wasn't relevant. We 11 already addressed it with them on the disconnect that 12 he received. We kept the customer. It's a catch 22. 13 14 You disconnect the customer, the PSC comes after you. You keep the customer on line and keep them with 15 service, then you got this kind of response from Joel. So we would rather deal with Joel than PSC at that 17 point. The customer was our main concern. He didn't 18 have the wherewithal to have the customer on line. 19 Issue number three with the new ANIs which TSI 20 21 claimed were lost by ATC, and your response was if they 22 were never hooked up, then there was no billing for 23 them. Is that basically it? 24 No. It could be that based on our

relationship right now and you have an outstanding

1	balance, we're not putting in new customers for you
2	because you have an outstanding balance. Your account
3	is in jeopardy. So that's it. It doesn't mean that we
4	don't care about them or anything like that.
5	We didn't use the term lost here. Who used
6	the term lost. I don't know who used the term lost.
7	Q In fact, did ATC stop connecting new TSI
8	customers because of the balance due?
9	A I think they were disconnected, so that would
10	be part of the disconnect process.
11	Q Setting aside the disconnect, did ATC stop
12	connecting new TSI customers because of the balance
13	due?
14	A If you are in a disconnect position, there's
15	no business, and there is a break in transmission.
16	Q Before the disconnect?
17	A That would have been handled by credit then
18	and told him you're not doing anything more until he
19	gets his account current.
20	Q Do you know whether it did happen or didn't
21	happen?
22	A I don't know.
23	Q On issues four and five, you're essentially
24	saying give me the written documentation for each call
25	for each customer; is that right?

The tone of this letter is show me the proof. 1 This letter is the culmination of a whole lot of 2 frustration here. 3 Issue number six and seven, again, are 5 essentially the same thing? 6 All point back if you look to the responses -where would America today if somebody told me you 7 killed my son, and they arrested me? That's kind of 8 what he says here in the ten points or whatever. 9 Number ten is TSIs charge ATC took TSIs 10 customers from them, is it not? 11 12 I could think of four or five scenarios there that would be counter to what you're saying here. One 13 14 which would be when we went to change over the customer, the customer by their own choice, by their 15 solution, says I don't know want to -- especially the 16 800 customers. I remember there was the issue of one 17 customer saying I don't want to go over to that 18 company. I want to stay right where I am. 19 20 So you're saying that it occurred, but it was 21 excusable because of the customers' own wishes? MR. GIMBEL: Objection to the form of the 22 question. 23 THE WITNESS: No. What I am saying is that 24 25 you have given me a scenario, and I have given you

1	back another scenario.
2	BY MR. PARSONS:
3	Q Did it occur? Did the charge occur?
4	A I remember certain customers said they didn't
5	want to do business with TSI.
6	Q Were those customers approached by ATC before
7	they made that decision?
8	A No. The customers approached us.
9	Q Did ATC approach any customers before they
10	approached you?
11	A If they did, I don't know or I am aware of
12	it.
13	Q Issue number 12 is characterized as providing
14	the billing to TSI on the 21st of the month causing
15	account receivable problems, et cetera.
16	And your response is, "We have extended time."
17	What did you mean by that?
18	A For them to pay.
19	Q What was the typical time frame for TSI to pay
20	a bill?
21	A In those days, I think 30. In Joel's case, it
22	might have been different. I don't know based on where
23	his account was at that specific time.
24	Q The number was 30 you said?
25	A Thirty days.

1	Q How was it extended?
2	A Probably more than 30 days.
3	Q Sixty days?
4	A I don't know.
5	Q Where would we go to find that?
6	A From the collection department.
7	Q Was there a typical pattern to extend 30 days
8	to 60 days when you were giving an extension?
9	A I don't know what the policy is the finance
10	people run by, but I would venture to say it would
11	depend on the customer they were dealing with.
12	Q Is there more to your answer?
13	A No.
14	Q Well, for a carrier, an inter-exchange
15	carrier, would it be typical to see an extension from
16	30 days to 60 days?
17	A There is no typical.
18	Q Did you know of your own knowledge when you
19	wrote, "We have extended time," that that had actually
20	been done?
21	A No, I'm not aware.
22	Q Had you consulted with someone?
23	A No.
24	Q What were you relying on when you wrote that?
25	A I thought you meant if it had been done.

1	Q Yes, sir.
2	A We gave them additional time to pay.
3	Q How much additional time did you give him to
4	pay?
5	A I don't remember how much the finance people
6	gave him.
7	Q Issue 13 is characterized that "never
8	provided TSI dedicated program as had been stated in
9	contract."
10	And your response is, "Although this was not
11	delivered, it has no impact on the outstanding amount
12	generated by TSI."
13	What was the dedicated program you're both
14	referring to?
15	A There are two means by which the customer can
16	be connected, which is switch services and dedicated
17	services.
18	Q Why wasn't the dedicated program delivered to
19	TSI?
20	A I don't think they were ready to roll it out
21	as of yet.
22	Q What did the dedicated program consist of?
23	A T1 access.
24	Q Is that an additional charge for the T1?
25	A Yes, they were it's totally different

1	products which had its own terms and conditions.
2	Q Why do you say, "Although this was not
3	delivered" rather than although TSI was not ready for
4	this?
5	A Because I'm not a lawyer, and I wasn't
6	thinking like you.
7	Q You say it was TSI's responsibility that the
8	program was not delivered?
9	A I don't remember the specifics, but I know it
10	wasn't delivered.
11	Q Could it have been delivered ATCs
12	responsibility, since you don't remember the specifics?
13	A Could be a number of things.
14	Q The \$400,000 that was the focus in this
15	letter, how much of that was less than 30 days?
16	A I don't know.
17	Q Some part of it was, though?
18	A I don't know.
19	Q Well, at TSI
20	A There's records showing that.
21	Q TSI was still hooked up on March 1992, weren't
22	they?
23	A If you say so.
24	Q So some part of that is less than 30 days?
25	A I don't know.

1	Q Some part has to be less than 60 days?
2	A I don't know.
3	MR. PARSONS: Mark this as number six.
4	(Thereupon, Exhibit Number 6 was marked for
5	identification.)
6	BY MR. PARSONS:
7	Q Mr. McGlashan, I'm handing you Exhibit Number
8	6 in your deposition from Joel Esquenazi to you, dated
9	March 19, 1992.
10	Let me just ask you, sir, if you received
11	Exhibit Number 6 in the mail?
12	A I don't know if I did.
13	Q Do you recognize Exhibit Number 6?
14	A Yes.
15	Q In what regard do you recognize it, Mr.
16	McGlashan?
17	A It seems to me to be a response to the letter
18	that we gave him.
19	Q Do you have any doubt that this is the
20	response that Joel Esquenazi wrote and you received in
21	the mail?
22	A I think I received it.
23	MR. PARSONS: Mark this number seven.
24	(Thereupon, Exhibit Number 7 was marked for
25	identification.)

BY MR. PARSONS:

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Q Mr. McGlashan, I'm handing you Exhibit Number 7 in your deposition, which is also the second exhibit in the Boca Raton deposition, which is a letter from Mr. Irwin Frost, a lawyer to yourself dated June 10, 1992.

Do you recognize this letter, sir?

- A Yes.
- Q Did you receive this letter in the mail?
- 10 A Yes.
- 11 Q Do you see the handwriting on the second page 12 of the letter?
- 13 A Yes.
- 14 Q Whose handwriting is that?
- 15 A Don't know.
- 16 Q Is it yours?
- 17 A No.
- 18 Q What are the attachments to the letter?
- 19 A Like what?
- Q Like the first four pages which seem to be
- 21 | customer lists or account lists?
- 22 A What are what?
- Q What are they?
- A Looks like 800 stuff we've been discussing.
- 25 When they were disconnected, we kept them on line.

Some of them required us to make them customers, and 1 2 some of them were just kept on line. 3 In reference to Mr. Frost's letter to reactivating the 800 customers, were there some 800 4 customers that were disconnected and had to be 5 reactivated? 6 7 A I don't remember specifically what went on there. But some of them either changed their numbers, 8 weren't any longer with us; in other words, they moved services to somebody else. So if we didn't have them, 10 I couldn't activate what I didn't have. 11 12 Do you see the last two pages which purport to 13 be "standard taped format" -- do you know what that is? 14 No, hold on. Let me look. Looks like some kind of billing format. 15 16 Mr. McGlashan, I'm going to hand you a document marked as Exhibit Number 10 in our Boca Raton 17 deposition earlier, which purports to be a two-page 18 19 letter from Joel Esquenazi to yourself dated December 15, 1992, with handwriting on it. 20 21 Can you tell me, sir, if you recognize this 22 exhibit? 23 A Yes. 24 Did you receive this letter in the mail, sir? 25 Q Yes, I remember this.

1	Q Whose handwriting is on this letter at the top
2	and middle and the bottom?
3	A Mine.
4	Q Can you tell me what order the handwriting was
5	put on the letter?
6	A I couldn't tell you that. Probably was put
7	there altogether here. I'm giving you scenarios here.
8	When I get a letter like this, I discuss it with Bill
9	Anderson, and he tells me which direction he wants me
10	to go.
11	Q Was Bill Anderson the attorney for ATC at the
12	time?
13	A Yes.
14	Q You discussed it with him?
15	A Yes.
16	Q I see at the bottom "do not settle," is that
17	your reaction to this letter?
18	A No.
19	Q Where did that come from?
20	A Probably Bill's advice to us.
21	Q Did you make a counterproposal to TSI on
22	settling on terms that were suitable to ATC?
23	A I don't think we did. I don't remember if we
24	did. Understand, I left the company, so I don't know.
25	Q Was your attitude before you left after

1 discussing with Bill Anderson simply we won't settle 2 period on any terms? 3 These terms were not favorable terms. But you also didn't propose favorable terms in 5 a counter, did you? 6 We didn't necessarily want to buy the company. A This is about collecting \$400,000, not about buying the 7 company. So we moved from collecting \$400,000 to 8 9 paying him \$2 million, so I guess we were still 10 focusing on the \$400,000. 11 Is there a written response to Exhibit Number 0 12 10? 13 Would have come from Bill. 14 So, no, not to your knowledge? 15 I don't know. A 16 Mr. McGlashan, I'm going to hand you Boca 17 Raton Exhibit Number 11, which purports to be a letter from -- pardon me, memorandum from you to Norman 18 19 Klugman dated November 29, 1992; is this in fact your 20 memorandum, sir? Yes. 21 A 22 Could you read it out loud, it's short. 23 TSI class action suit against ATC would like 24 to sell their base to ATC. There are no billing per 25 month. They are not on our network. This is as far as

I can take it.

Q Is the proposal you're referring to in Exhibit

11 the same thing you were -- the proposal that you

received in Exhibit Number 10?

A I couldn't tell you because 175 wouldn't catch two million, so there is a big discrepancy between that. Seems to be like they were somewhere else looking to sell their base, and they were with Jo Ambersely because he had left, and I think solicited him. He left our network and went with them. Then they had a problem over there in which they disconnected him, so he was offering us back the base from --

MR. GIMBEL: Excuse me -- they had a problem with them, what do you mean?

MR. PARSONS: It's not your examination quite yet, Tico.

I'll have the answer read back to you, if you like?

THE WITNESS: So I don't know what the situation was there, but it seems to me at that point when this was written when they got back in touch with us.

BY MR. PARSONS:

Q Were there any settlement discussions on the

\$400,000 that you claim was owed between ATC and TSI of 1 any kind? 2 3 A We tried. We really tried. When you say you tried, what do you mean by 4 0 5 that? I tried to get the money -- the \$400,000. 6 A 7 How did you do that? 0 8 I think you have all the documentations there. A To this date, we've not gotten any. Since I left, we 9 didn't get any written -- we got four boxes of stuff to 10 the office. And when we went through all of that, we 11 12 couldn't come up with anything. 13 Here's my question. After ATC disconnected TSI, did ATC take any steps to try to resolve the 14 15 \$400,000 balance with TSI? I don't know or remember what transpired after 16 17 that. Well, in fact, wasn't it the case that ATC did 18 19 not press TSI on the \$400,000 because ATC knew there 20 were big holes in that number? 21 MR. GIMBEL: Objection. 22 THE WITNESS: No. I think you have to understand where ATC was at that time. Where ATC 23 24 was at that time was that we were now doing -- we

did about 40 acquisitions during that period of

25

time. And if I'm not mistaken, it's right about 1 that time LDDS started to make overtures, so there 2 3 was a lot of due diligence and stuff like that going on. So the organization between acquisitions 5 and being acquired was very, very busy. MR. PARSONS: Those are all the questions I 6 7 have for you now. 8 Mr. Gimbel may have some questions for you, and I think the staff at PSC may also have some 9 10 questions for you. And maybe Miss Welch as well. 11 So, Tico, would you like to go next? 12 MR. GIMBEL: How does the staff prefer? MR. OTTINOT: We would like to go next if, 13 14 Tico, don't have any problem with that. 15 MR. GIMBEL: I have no objection to that. 16 MR. PARSONS: Please go ahead, sir. 17 CROSS-EXAMINATION 18 BY MR. OTTINOT: 19 Mr. McGlashan, my name is Hans Ottinot. 20 an attorney with the Public Service Commission. I'm 21 located in Tallahassee. I want to addresses some of 22 the issues involving the litigation.

you don't understand the questions, please ask me to

I would like to ask you a few questions. If

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repeat the questions.

1	A Yes.
2	Q In your direct examination, you stated that
3	TSI service was eventually terminated for nonpayment.
4	Did Telus or ATC provide TSI with sufficient support
5	and information so that TSI could determine how much
6	they owed Telus or ATC?
7	A Could you repeat the last part of that again
8	did what?
9	Q Did Telus or ATC provide TSI with sufficient
10	information or support so that TSI could determine how
11	much money he owed?
12	A Yes, they did.
13	Q What type of information or support was
14	provided?
15	A Various reports from the billing and responses
16	to all of what they alleged and
17	Q Could you be more specific?
18	A I'm going back in my memory here. What we had
19	done was we had assigned the analyst to work with TSI.
20	We had numerous meetings with them about the
21	outstanding issue. We asked for basically their
22	documentation as to why this dispute was due. We got

Q Let me ask you --

letter that says we have a dispute.

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no response on any of the disputes. All we had was a

1	A Go ahead.
2	Q You indicated also that Telus or ATC responded
3	to TSI's complaint about improper billing. How did
4	Telus or ATC go about to remedy the billing problem if
5	there were any between Telus or ATC and TSI?
6	A I think at that time what was happening was
7	there was a change in the billing systems, so credits
8	were given, I don't know how many dollars or that,
9	because that wasn't handled by me. And time was
10	extended for them to pay. That's what I remember.
11	Q Do you remember if Telus or ATC give TSI a 50
12	percent discount off domestic rates and 40 percent
13	discount off international rates after the contract was
14	signed?
15	A They gave him some discounts. I can't tell
16	you specifically how those were factored into the
17	process, but they did get concessions.
18	Q You stated also you participated in that
19	agreement between Telus and TSI. Were you Telus
20	representative with final approval regarding the terms
21	of the contract?
22	A If I was the final
23	Q Were you the representative with final
24	approval regarding the contract terms?
25	A No, I happened to be the one who signed the

contract.

Q Do you recall who had the final approval or authority regarding the contract?

A No.

Q You also stated in your direct some TSI customers were kept, especially the 1-800 customers were kept on line, and they eventually became Telus or ATC customers, correct?

A No. What I said was two things. One, that when that occurred, that 800 numbers were disconnected or going to be disconnected for 800 services, there were turned up under -- we continued to keep them on line.

And, two, some of the questions -- some of the customers, because some were contacted, I don't know if they got in touch with all of them, I remember some requested that they didn't want to be served by TSI over time.

Q Did those customers become ATC or Telus customers?

A Some left -- some came.

Q Did Telus or ATC ever directly bill TSI customers in an effort to take away those customers from TSI?

(305) 373-9997

A No, I don't think they did.

1	Q I have one last question, Mr. McGlashan.
2	A Sure.
3	Q You also stated that data is stored on hard
4	disk before it is copied to a magnetic tape. How long
5	was data held on the hard disk before it was backed up
6	by magnetic tape?
7	A They do this on a daily basis, if my memory
8	serves me right. And some switches, they might do it
9	twice. But depending on the load of that switch.
10	Q That's the policy of the company?
11	A Yes. Because if you didn't, then the the
12	hard drive is a backup. The real transfer is the X.25.
13	Now, where you don't have any X.25, you're into the
14	tape scenario, and you rely on the tape from the hard
15	disk to the tape to get your billing information.
16	Q Did Telus or ATC ever provide any service to
17	TSI for resale that TSI was not certificate to provide?
18	A Not to my knowledge.
19	MR. OTTINOT: No further questions. Thank
20	you.
21	THE WITNESS: Okay.
22	CROSS EXAMINATION
23	BY MR. GIMBEL:
24	Q Just a couple questions.
25	Earlier, Mr. Parsons characterized one of your

answers in response to Exhibit Number 1, which was the 1 contract between Telus and TSI. In restating your 2 3 testimony, he used the term form contract, and I just want to ask you a few questions about that. 4 5 Okay. 6 Correct me if I'm wrong, but my understanding is that at this time there were two resellers that 7 Telus doing business with; is that correct, or do you 8 recall? 9 10 We had another reseller -- I think MidAtlantic A out of Virginia was like a traffic exchange. 11 12 Do you recall any other resellers that Telus 13 had contracts with? Switchless reseller? 14 A 15 0 Yes. 16 No. 17 0 So when you say that this is a form contract 18 -- and frankly I didn't hear you use that term -- I'm 19 trying to understand what -- did you use that term with 20 respect to this that this was a form contract that 21 Telus provided? 22 In other words, this is not a standard -- we 23 were not a wholesaler. Wholesalers deals with resellers. We were a long distance carrier, which

means we were more in the switch business than we were

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1	in the hooking up fifteen Tls to different customers,	
2	which under those scenarios that's when you would go	
3	into your contract mode. By virtue of the fact that we	
4	are switchless, it would therefore mean that we would	
5	follow whatever prototype we had. This is not a	
6	prototype we had, so we had to have some arrangements	
7	to accommodate what he wanted to do.	
8	Q And prior to the execution of this document	
9	A Which document, Exhibit 1?	
10	Q The contract. Exhibit 1.	
11	A Yeah.	
12	Q Were there negotiations between Telus	
13	representatives and Joel Esquenazi?	
14	A Yeah. There were several meetings that we	
15	had.	
16	Q Were those negotiations over products and	
17	services and rates?	
18	A How it would have been put together, yes.	
19	Q And did Joel Esquenazi have input into how	
20	that all would unfold?	
21	A Yes.	
22	Q Now, you also mentioned and do you know for	
23	a fact that Joel participated in those discussions?	
24	A Carlos wasn't there at the time.	
	O Carles Bedrigues ups not there at the time?	

1	A No.
2	Q So it would have been Joel Esquenazi?
3	A Right.
4	Q You also mentioned some lawyers earlier, and
5	one of the names you mentioned was Bill Anderson. And,
6	again, I want to clarify, I don't want to misstate.
7	But I thought you said something to the effect that
8	Bill was responsible for written agreements with
9	customers. My question is, do you know whether or not
10	Bill Anderson participated in the negotiation of this
11	contract with Joel Esquenazi Exhibit 1 to your
12	agreement?
13	A No, he was at ATC. This was at Telus.
14	Q So he was not even with the company at that
15	time?
16	A No.
17	Q When Mr. Parsons took you through the
18	correspondence and I did not receive copies that
19	have the exhibits attached here they are, hold on.
20	When he took you through these exhibits by
21	these exhibits, I'm referring to Boca 11 which is a
22	memo from you on the fact that Joel was trying to get
23	ATC to buy his company?
24	A Right.
25	Q And then the September 15th, '92, memo that

contains the words "do not settle" at the bottom, and 1 the March 19th letter, which is Exhibit 5, March 19, 2 '92, from you to Joel, where you responded to the 3 4 issues listed on there, and then --5 That's later following. 6 Yes. Exhibit 6 that followed that? 7 Right. A At that time, Mr. Parsons asked you with 8 9 respect to your response to one of the issues that you 10 extended the time for payment? 11 A Right. 12 And he was asking you how much time you extended. Let me ask you chis, now, do you know 13 14 whether or not at that time, the same time this 15 correspondence was going on, whether or not Joel 16 Esquenazi was moving his customers to another carrier? 17 We felt he was. 18 If he was, would that be reflected in a 19 decline in usage charges? 20 A Yes. 21 Did he tell you at any point in time that 22 that's in fact what he was doing? 23 A No. I think we found out about that through our sources. 24

So assuming that were the case, that he was

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Q

1	moving his customers off, around this time in March '92
2	and perhaps even earlier, then the most recent billings
3	would have been due for maybe 30 days or less would
4	have been significantly would have been a much
5	smaller piece of that \$400,000 pie, than if he was
6	still maintaining his current rate of pay; is that
7	correct?
8	MR. PARSONS: Objection to form.
9	BY MR. GIMBEL:
10	Q You're allowed to answer.
11	A Yes.
12	Q Would you be able to tell from a comparison of
13	the billings strike that.
14	I think that's it.
15	REDIRECT EXAMINATION
16	BY MR. PARSONS:
17	Q One follow-up question, sir.
18	In March '92, at the time of the
19	correspondence Mr. Gimbel referred to, what was the
20	threat of disconnection looming for TSI from ATC?
21	A The amount outstanding was very serious at
22	that point.
23	Q Was it serious enough so that disconnection
24	was in the air?
25	A I don't think an immediate disconnection,

1	because we tried to still work off the balances. We
2	put him on notice.
3	Q A disconnection might be imminent?
4	A Yes, if we didn't get our moneys from him.
5	MR. PARSONS: Thank you, sir. I think that's
6	all we have today.
7	Mr. McGlashan, you have a right to read the
8	transcript to insure that it was transcribed
9	accurately. And you'll get a notice from the court
10	reporter about when it where you can do that. You
11	can also waive that right. It's up to you.
12	THE WITNESS: I want to read.
13	MR. GIMBEL: Did you all have any follow-up
14	questions?
15	MR. OTTINOT: No further questions.
16	MR. PARSONS: I think we're going to adjourn
17	this deposition.
18	(Thereupon, the deposition was concluded
19	at 1:20 p.m.)
20	Deponent
21	Deponenc
22	Sworn to and subscribed before me this
23	day of 1998.
24	
25	Notary Public

CERTIFICATE OF OATH

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STATE OF FLORIDA
COUNTY OF BROWARD

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I, the undersigned authority, certify that RUDY MCGLASHAN personally appeared before me and was

duly sworn.

WITNESS my hand and official seal this 30+0
day of May, 1998.

Jestie Hanawalt

Notary Public-State of Florida



REPORTER'S DEPOSITION CERTIFICATE

STATE OF FLORIDA COUNTY OF BROWARD

I, LESLIE HANAWALT, a Shorthand Reporter, certify that I was authorized to and did stenographically report the deposition of RUDY MCGLASHAN; that a review of the transcript was requested; and that the transcript is a true record of the testimony given by the witness.

I further certify that I am not a relative, employee, attorney or counsel of any of the parties, nor am I a relative or employee of any of the parties' attorney or counsel connected with the action, nor am I financially interested in the action.

Dated this 30th day of May, 1998

Jeslie Hanawalt

Leslie Hanawalt Shorthand Reporter

cc	PRECTIONS T	O THE DEPOSITION OF				
RUDY MCGLASHAN						
PAGE NO.	LINE NO.	CORRECTION OR CHANGES				

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day of	Sworn to	and subscribed before me this , 1998.				
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EXHIBIT (MID-1)

DOCUMENT NUMBER-DATE
06709 JUN 25 %
FPSC-RECORDS/REPORTING

EXHIBIT _____(RM - 1)



AGREEMENT

BY AND BETWEEN

TELUS COMMUNICATIONS, INC.

AND

TELECOMM SERVICES INC.

JULY 1989

EXHIBIT A

ON-NET INTERSTATE

LATA	CITY
128	Boston
132	New York
222	Delaware Valley
224	North Jersey
228	Philadelphia
234	Pittsburgh
236	Washington, D.C.
238	Baltimore
320	Cleveland
322	Youngstown
324	Columbus
325	Akron
328	Dayton
336	Indianapolis
340	Detroit
348	Grand Rapids
358	Chicago
422	Charlotte
426	Raleigh
438	Atlanta
470	Nashville
490	New Orleans
520	St. Louis
552	Dallas
560	Houston
628	Minneapolis
656	Denver
722	San Francisco
730	Los Angeles
920	Connecticut

AGREEMENT

Whereas, T.S.I. desires to receive the services described in the Service Descriptions and related Exhibit A attached hereto and incorporated herein (herein fter the "Service") from Telus, and Telus is willing to provide the Service pursuant to the terms and conditions set forth herein:

Now, therefore, T.S.I. and Telus hereby mutually agree as follows:

GENERAL SCOPE OF SERVICE

Telus and T.S.I. agree that Telus will perform the following services listed below under the following terms and conditions contained in this document.

 Act as agent for all T.S.I. customers in interfacing with Local Exchange Carriers (LEC) and or Interexchange carriers (IXC) for processing of service orders related to switched access for installation of new or additional service and or disconnection of said service and/or cancellation of said service per T.S.I. request.

- Switch traffic from all Telus' Fg-A originating groups from Telus' switching sites.
- 3. To bill and receive revenue at our P. O. Box from billable records as reported by the DSC 400 switching system generated from completed calls for T.S.I. customers identified by auth codes. Billing would extend to actual mailing of each invoice by Telus to all T.S.I. customers.
- 4. To generate end of month reports relevant to traffic distribution and tape output of relevant T.S.I. CDR, call distribution reports.

TERMS AND AGREEMENT

The minimum term of this agreement will be 1 year which will commence at the signing of this contract.

PAYMENT & DEPOSITS DISPUTES

Telus reserves the right to require a deposit in the event it is determined that T.S.I. has been delinquent in its payment to Telus for services rendered.

METHOD OF SERVICE

All T.S.I. customers will be turned up through FG-A facilities with the use of Dialers. The Dialers Purchase, Installation and Maintenance will be the sole responsibility of T.S.I. Each T.S.I. customer will be assigned with an auth code to access Telus' network on a customer by customer basis to a designated point of contact at T.S.I.

DOMESTIC TRAFFIC

The Rate Structure will be as outlined below for Domestic and International traffic. Traffic is divided into four areas.

IntraLATA Traffic or (South East traffic LATA 460)

InterLATA Traffic (Originating South East

Terminating outside of LATA 460)

Interstate Private Lines (Originating South East
Terminating Interstate on Net*)

Interstate all other areas.

The rates quoted will be for all periods i.e. Day/Evening/Night-Weekend. All calls will be billed in 6 second increments.

COST PER MINUTE

트 내용이 연방 연방에 되었다면서 하셨다면 하는데 하는데 없다.			
	Day	Evening	N/Weekend
IntraLATA	.12	.12	.12
InterLATA	.125	.125	.125
Interstate on NET	.14	.14	.14
Interstate All Other	. 15	.15	.15

*All interstate on NET will be defined in Exhibit A.

INTERNATIONAL RATES

International traffic will be at rates currently filed in Telus' Tariff but will be billed to T.S.I. full minute rounding for the first minute and 6 second increments for each additional minute.

1-800 TRAVEL

In the event T.S.I. customers require a 1-800 travel number, Telus will provide a specific 1-800-780-XXXX for this purpose. This number will be accessed through an auth code which will be assigned per customer. The rates will be as follows:

	DAY	EVENING	NIGHT
1-800	.195		

1-800 NXX-XXXX ASSIGNED

In the event each T.S.I. customer requires a full 1-800-780-XXXX to be assigned exclusively for their purpose, Telus will do the necessary translation to achieve this at the rates listed below:

COST PER MINUTE

DAY EVENING NIGHT

1-800 .21

Fixed charge of \$5 per 800 number per month.

FRAUD

Due to the nature of access, Telus will hold T.S.I. liable and responsible for all fraud which might occur on the auth codes assigned. Telus will offer the full capability of its resources to monitor those auth codes for fraud but will not assume or be responsible for any determined fraud as a result of its monitoring.

CANCELLATION

If T.S.I. cancels this agreement within the initial term agreed for any reason or reasons other than a material breach of the terms and conditions contained herein, T.S.I. will be liable for the minimum charge per month as contained in this agreement for that period of time from the date of

receipt of cancellation to the end of the agreed upon term.

T.S.I.'s failure to obtain or maintain any necessary certificates, permits, licenses or other authority required to receive Services or to maintain Equipment on the premises at each of T.S.I.'s sites.

MINIMUM CHARGE

Telus will require T.S.I. to pay a minimum charge per month equating to the total monthly billing or a fixed charge of \$5,000 per month if T.S.I. proposes to cancel this agreement outside the terms of this agreement under the cancellation clause.

SUSPENSION AND OR TERMINATION OF SERVICE

In the event payment in full is not received from T.S.I. by Telus or on before the due date as described in this agreement, Telus shall have the right, on or after the tenth calendar day after Telus has given T.S.I. written notice of non-payment in accordance with this agreement temporarily suspend all Service to T.S.I. (either completely or only with respect to any affected Segments, as Telus may at its option elect) until such time as T.S.I. has paid in full all arrearages, including my late fees of 1 1/2% specified herein, or to terminate Service (either completely or only with respect to any affected Segments, as Telus may at its option elect), at Telus' option. Further, the Service provided by Telus to T.S.I. is subject to the condition that

it will not be used by T.S.I. for any unlawful purpose or in any unlawful manner, and may be terminated or suspended by Telus, at Telus' option, if any such prohibited use occurs.

INDEMNIFICATION

(

In no event shall Telus or T.S.I. be liable to the other for any incidental, indirect consequential or special damages, or loss of revenues or profits, whether or not either party has been notified of the possibility of such damages.

FORCE MAJEURE

Any other term or provision in this Agreement to the contrary notwithstanding, Telus shall not be liable to T.S.I. or any other person, firm or entity for any failure of performance hereunder if such failure is due to any causes or causes beyond the reasonable control of Telus, which causes shall include, without limitation, acts of God, fire, flood, power failures, explosion, vandalism, cable cut, storm or other similar occurrences; any law, order regulation, direction, action or request of the United States government, or of any other government, including state and local governments, or of any civil or military authority; national emergencies; insurrections; riots; wars; or strikes, lock-outs, work stoppages or other labor difficulties; or shortages of equipment or supplies, breaches, unavailability of transportation, omissions or anyone (other than the intentional or negligent actions of Telus or its agents). If Telus' failure of performance by reason of force majeure specified above shall be for (i) thirty (30) days or less, then this Agreement shall remain in effect, but an appropriate percentage of charges shall be abated in the discretion and determination of Telus; and (ii) more than thirty (30) days, then this Agreement may be cancelled by either party without liability whatsoever on the part of any party.

This Agreement shall be binding on Customer and its respective successors and assigns. Customer may not assign this Agreement, whether by operation of law or otherwise, without the prior written consent of T.S.I., which agreement shall not be unreasonably withheld. T.S.I. may terminate this Agreement in the event of a change in control of Customer without T.S.I.'s prior written consent.

IN WITNESS WHEREOF, the parties hereto have exeucted this Agreement.

	MM SERVICES INC.
By: Title	PRINT.
Date:	7/7/87
)Notary Public in the)State of Dr. / No.	Anil Backman
My Commission expires:	MOTARY PUBLIC. STATE OF FLORIDA. MY COMMISSION EXPIRES: JAN. 24. 1992, SOMES THOU HOTARY PUBLIC UNDERWRITERS:
	COMMUNICATIONS, INC.
By:	- in 18.
Title:	Vin Present
Date:	July 7 1233
)Notary Public in the)State of Maria	Hil Kar Emai
My Commission expires:	NOTARY PUBLIC. STATE OF FLORIDA. MY COMMISSION EXPIRES: JAN. 24. 1992.

ADDENDUM TO CONTRACT BETWEEN TELUS COMMUNICATIONS, INC. AND TELECOM SERVICES, INC.

Telus will provide installation of dialers for TSI at a rate of \$10.00 per line.

Maintenance of these dialers will be done by TSI.

The \$10.00 charge covers installation only.

TELUS COMMUNICATIONS, INC.

TELECOM SERVICES, INC.

3-6

RATE 1st MIN ADD'L MIN 0.5500 0.5200 0.6100 0.6000 0.6400 0.6300 0.6700 0.6600 0.7000 0.6900

6-11

RATE 1st MIN ADD'L MIN 0.3500 0.3300 0.3900 0.3900 0.4100 0.4000 0.4300 0.4200 0.4500 0.4400

11-8:00

0.2700

RATE

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SPH-12MID

7794-7AM 120CD-5FW \$1.25

\$1.02

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INTERNATION LOCATIONS

TELUS CUMUNICATIONS, INC

WIN SERVICE MAILS				DISCOUNT	DISCOU	1	ECONOMY	L ECONO.	TIME
	STANDARD	STANDAN	•		•		TIME	1ST MIN A	
	TIME	IST MIN A	MD. T. MIN	TIME	IST MIN A	mp.r. uru	IIME	121 WIN 1	DO'L HIM
Algeria	6AM-12HOOH	\$2.70	\$1.36	12NOON-5PM	\$2.03	\$1.03	SPH-6AM	\$1.61	\$0.83
American Samos	5PH-11PH	\$3.87	\$1.44	10AM-SPH	\$2.91	\$1.09	11PH-10AH	\$2.32	\$0.86
Anderra	7AH-1PH	\$1.63	\$0.92	im-em	\$1.23	\$0.69	6PH-7AH	\$1.15	\$0.64
Angüilla	4PH-10PH	\$1.47	\$0.96	JAM-4PH	\$1.09	\$0.74	HAT-HIDE	\$0.88	\$0.59
Antique	4191-10PH	\$1.57	\$1.05	7AH-4PH	\$1.17	\$0.79	101H-7AH	\$0.94	\$0.43
Argent ins	BAM-6PH	\$2.20	\$0.94	6PH-12AH	\$1.45	\$0.71	12HID-SAH	\$1.55	\$0.66
Acuba	4PH-10PH	\$1.47	\$0.90	JAH-4PH	\$1.09	\$0.74	10PH-7AH	\$0.88	\$0.59
Ascension Island	6AM-12M00H	\$2.70	\$1.38	1 SHOOM - SPM	\$2.03	\$1.03	SPH-6AH	\$1.61	\$0.83
Australia	2PH-8PH	\$2.98	\$1.14	APH-JAH	\$2.30	\$0.87	3AH-2PH	\$2.16	\$0.80
Austria	7AH-1PH	\$1.64	\$4.92	1PH-6PH	\$1.23	\$0.69	6PH-7AH	\$1.15	\$0.44
Saliana s	BAH-SPH	\$1.07	64.72	5PH-11PH	\$0.79	\$0.54	11PH-BAH	\$0.75	\$0.51
Dahcala	BAH-3PH	\$3.45	\$1.24	90'91-BAH	\$2.54	\$0.93	3PH-9PH	\$2.07	\$0.74
Bang i adeals	6PH-1AH	\$4.89	\$2.03	IM-11M	\$3.67	\$1.52	11AH-6PH	\$2.93	\$1.21
Bachados	4PH-10PH	\$1.57	\$1.05	7AH-4PH	\$1.17	\$0.79	10PH-7AH	\$0.94	\$0.63
belgium	7AH-1PH	\$1.63	\$0.92	1PH-6PH	\$1.23	\$0.69	4PH-7AH	\$1.15	\$0.64
Belite	5PH-11PH	\$2.45	\$1.05	MAK-MAB	\$1.84	\$0.79	11PH-6M	\$1.46	\$0.63
Beala	EWH-15HOOH	\$2.70	\$1.30	1 2HOOH - 5PM	\$2.03	\$1.03	SPH-6AH	\$1.61	\$0.83
Becania	BAH-SPH	\$1.26	\$0.84	26M-11LM	\$0.93	\$0.43	11PH-BAH	\$0.75	\$0.50
Bullva	4PH-12AM	\$2.59	\$1.10	JAN-4PH	\$1.94	\$0.83	12AH-7AH	\$1.55	\$0.66
Brasil	BAN-6PH	\$2.16	\$0.93	APH-12AH	\$1.65	\$0.71	12HID-BAH	\$1.55	40.44
British Vicain Isla	MAH-SPM	\$1.47	80.90	SPH-EIPH	\$1.09	\$0.74	11PH-BAH	\$0.88	\$0.59
Brunet	5PH-11PH	\$3.95	61.47	10AH-5PH	\$2.97	\$1.11	11PH-10M	\$2.37	\$0.84
Bulgacta	1PH-ZAN	\$2.22	\$1.24	7AH-1PH	\$1.66	\$0.93	ZAH-7AH	\$1.32	\$0.74
Cameroon	6AH-12H00H	\$2.50	\$1.32	12H00H-5PH	\$1.94	\$0.98	SPH-6AH	\$1.54	\$0.79
Coymon Islands	BAH-SPH	\$1.57	\$1.05	5PH-11PH	\$1.17	\$0.79	11PH-0AH	\$0.94	\$0.43
Chile	BAN-6PH	\$2.50	\$1.10	6PH-1ZAM	\$1.94	\$0.63	13HID-9M	\$1.55	\$0.66
China	SPH-ZAH	\$5.57	\$1.47	ZM-11M	\$4.17	\$1.11	11AH-SPH	\$3.34	\$0.88
Columbia	APH-12AH	\$2.59	\$1.10	7AH-4PH	\$1.94	\$0.83	12AH-7AH	\$1.55	\$0.66
Costa Rica	5PH-11PH	\$2.45	\$1.05	BAN-SPH	\$1.84	\$0.79	11PH-SAM	\$1.46	\$0.63
Cyptus	7AH-1PH	\$2.22	\$1.24	1PH-6PH	\$1.66	\$0.93	APH-7AH	\$1.32	\$6.74
Czechoslovskia	7AH-1PH	\$2.22	\$1.24	1PH-12AH	\$1.59	\$0.90	12AM-7AM	\$1.44	\$0.81
Deumack	7AH-1PH	\$1.64	\$0.92	1PH-6PH	\$1.23	\$0.69	6PH-7AH	\$1.15	\$0.64
Dominica	4PH-10PH	\$1.57	\$1.05	7AM-4PH	\$1.17	\$0.79	10PH-7AH	\$0.94	\$0.63
East Germany	7AH-1PH	\$2.22	61.24	1PH-6PH	\$1.66	\$0.93	6PH-7AH	\$1,32	\$0.74
Ecuadus	4PH-12AH	\$2.59	\$1.10	7AH-4PH	\$1.94	\$0.83	12AH-7AH	\$1.55	\$0.66
Eaypt	1PH-2AH	\$2.70	\$1.36	7AH-1PH	\$2.03	\$1.03	ZAH-7AH	\$1.61	\$0.83
ElSalvador	5PH-11PH	62.45	\$1.05	BAH-SPH	\$1.84	\$0.79	11PH-BAH	\$1.46	\$9.63
Ethtopta	IPH-ZAH	\$2.70	\$1.30	7AH-1PH	\$2.03	\$1.03	ZAH- TAH	\$1.61	\$9.83

INTERNATIO. . LUCATIONS

TELUS CUMMUNICATIONS, INC.

AND SERVICE MATES	STANDAND	STANDAN	D TIMEI	DISCOUNT	DI SCOUN	TIME	ECONONY	ECONUP	TIME
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Fiji latanda	5PH-2AH	\$3.95	61.47	9AH-SPH	\$2.97	\$1.11	2AM-SAH	42.37	\$0.88
Finland	7AH-1PH	\$2.16	\$1.21	1PM-6PH	\$1.62	\$0.91	6PH-7AH	\$1.29	\$0.72
France.	PAN-1PM	\$1.63	\$0.92	1rn-6rn	\$1.23	\$0.69	6PH-7AH	\$1.15	\$0.64
French Autilles	BAH-SPH	\$1.57	\$1.05	5PH-11PH	\$1.17	\$0.79	11FH-8AH	\$0.94	\$0.63
French Gulana	BAN-6PM	\$2.59	\$1.10	6PH-12AH	\$1.94	\$0.63	12MID-GAM	\$1.55	\$0.66
Franch Polyments	SPH-LLEM	43.67	\$1.44	10AH-SPH	\$2.91	\$1.09	117H-10AH	\$2.32	\$0.06
Cabus Republic	6AH-12MUON	\$2.50	\$1.32	12H00H-5PH	\$1.94	\$0.90	3PH-6AH	\$1.54	\$0.79
Carbia .	AAM-12MOON	62.70	\$1.30	12H00H-5PH	\$2.03	\$1.03	SPH-GAN	\$1.61	\$0.63
Gibraltac	7AH-1896	62.16	\$1.21	1PH-6PH	\$1.62	\$0.91	GPH-7AH	\$1.29	\$0.72
Greece	7AH-184	41.63	\$1.03	1PH-6PH	\$1.38	\$0.77	4PM-7AM	\$1.29	\$0.72
Guadaloups	MAN-3876	\$1.57	\$1.05	5PH-11PH	\$1.17	\$0.79	11PH-BAH	\$0.94	\$0.63
Gua	5PH-11PH	\$3.29	\$1.22	10AH-SPH	\$2.47	\$0.93	11PH-1GAN	\$2.32	\$0.06
Guant snows Bay	479-1079	\$1.57	\$1.05	7AH-4PH	\$1.12	\$0.79	10PH-7AH	60.94	\$0.63
Guatemala	309-31PH	\$2.45	61.05	BAH-SIM	\$1.84	\$0.79	11FH-BAH	\$1.46	\$0.43
Guyana	BAN-67%	\$2.90	\$1.20	6PH-12AH	\$2.23	\$0.97	12HID-BAH	\$1.76	\$0.77
Bunduras	5PH-11PH	\$2.43	\$1.04	BAH-SPH	\$1.63	\$0.78	11PH-BAH	\$1.45	\$0.63
Hong Kong	500-1100	\$2.96	\$1.14	1001-200	\$2.30	\$0.07	11M-10M	\$2.16	\$0.00
Bungary	740-120	\$2.22	\$1.24	1PH-6PH	\$1.66	\$0.93	6PH-7AH	\$1.32	\$0.74
Iceland	1795-0076	\$2.22	\$1.24	741-1116	\$1.66	\$0.93	BEN-7AH	\$1.32	\$0.74
ludia	6711-1AM	\$4.22	62.42	14H-114H	\$3.17	61.63	11AH-6PH	\$2.93	\$1.66
landone s La	3898-2AM	43.95	\$1.47	ZAN-11AM	\$2.97	\$1.11	11AM-SPH	\$2.37	\$0.00
Ireland	74H-18H	\$1.50	\$0.96	1PH-6PH	\$1.19	\$0.72	GPH-7AM	\$1.12	\$0.68
Larael	BAN-SPH	\$2.93	\$1.05	12AH-GAH	\$2.19	\$0.79	5PH-12AH	\$2.07	\$0.74
Italy	7AH-1PH	\$1.64	\$0.92	1PH-6PH	\$1.23	\$0.69	6PH-7AH	\$1.15	\$0.64
Ivery Coast, Rep	64M-13HOOH	\$2.70	\$1.30	12M00M-5PH	\$2.03	\$1.03	SPH-6AH	\$1.61	\$0.63
Jameles	47M-10PH	61.47	\$0.90	7AH-4PH	\$1.09	\$0.74	10PH-7AH	\$0.00	40.59
Japan	25M-8FH	62.98	\$1.14		\$2.30	\$0.07	JAH-2PH	\$2.16	\$0.00
Jordan	BAN-SPH	\$3.45	\$1.24	12AH-BAH	\$2.50	\$0.93	5PH-12AH	\$2.07	\$0.74
Kenya	7AM-SPH	\$2.70	\$1.30	SPH-1AM	\$2.03	\$1.03	IAH-TAH	\$1.61	\$0.83
Korea	2PM-8PH	\$3.95	\$1.47	APH-3AH	\$2.97	\$1.11	JAM-2I'H	\$2.37	\$0.00
Kuwalt	7AH-SPH	\$2.70	\$0.97	SPH-LAM	\$2.02	\$0.72	1AH-7AH	\$1.91	\$0.68
Lesotho	7AH-SPH	\$2.50	\$1.32	SPH-LAM	\$1.94	\$0.98	IAH-7AH	\$1.54	\$0.79
Liberta	6AM-12HOOM	\$2.50	\$1.32	120000-5PH	\$1.94	\$0.98	SPH-6AH	\$1.54	\$0.79
Libya	6AM-12HOOH	\$2.50	41.32	12H00H-5PH	\$1.94	\$0.98	SPH-6AH	\$1.54	\$0.79
Liechtenstein	7AH-1PH	\$1.63	\$0.92	1PH-6PH	\$1.23	\$0.69	6PH-7AH	\$1.15	\$0.64
Luxembours	7AH-1PH	\$2.16	\$1.21	1PH-4PH	\$1.62	\$0.91	GPH-7AH	\$1.29	\$0.72
Neces	SPH-2AH	\$3.95	\$1.47	2AH-11AH	\$2.97	\$1.11	11AH-5PH	\$2.37	\$0.88
Halaul	6AM-12NOOH	\$2.70	\$1.38	12M00M-5PM	\$2.03	\$1.03	SPM-6AM	\$1.61	\$0.83

INTERNATI . LUCATIONS

TELUS COMMUNICATIONS, INC

AND SERVICE RATES									
	STANDARD	STANDAN	-		DI SCOUN	•	ECOHOHY	•	TIME
	TIME	IST HIM A	DO.F HIM	TIME	1ST HIN A	DD.F HIN	TIME	IST MIN A	DO.F WIN
Melayeta	SPH-2AH	\$3.95	\$1.47	2AH-11AH	\$2.97	\$1.11	31AH-5PH	\$2.37	\$0.88
Munaco	7AM-1PM	\$1.63	\$0.92	1PH-6PH	\$1.23	\$0.69	6PH-7AM	\$1.15	\$0.64
Housesses	4PH-19PH	\$1.57	\$1.05	7AH-4PH	\$1.17	\$0.79	10PH-7AH	\$0.94	\$0.63
Morècce	6AH-12N00H	•	41.32	12H00H-5PM	\$1.94	\$0.98	SPH-6AH	\$1.54	\$0.79
Hamibia	6AM-12NGON	•	61.08	128008-5FM	\$1.59	60.80	SPN-6AH	\$1.26	\$0.65
Hatherlands	7AH-1PH	\$1.63	80.94	1PH-6PH	\$1.29	\$0.75	6PH-7AM	\$1.15	\$0.64
Hetherlands Antille		\$1.47	\$0.98	5194-11194	\$1.09	\$0.74	11PH-BAM	50.88	\$0.59
. Mente lalanda	4771-10TH	61.57	61.05	7AM-4PM	\$1.17	\$9.79	10PH-7AH	\$0.94	\$0.63
Hew Caledonia	5PH-11PH	\$3.95	81.47	10AH-3PH	\$2.97	\$1.11	11PH-10AH	\$2.37	\$0.88
How Zealand	5FH-11FH	63.29	61.22		\$2.47	\$0.93	11PH-10AH	\$2.32	\$0.86
Hicaragua	30H-110H	82.45	\$1.05	BAN-SPH	\$1.84	60.79	11PH-GAR	\$1.46	\$0.43
Higeria	7AM-SPN	\$2.11	\$1.00	SPH-1AM	51.59	\$0.80	IAM-7AM	\$1.26	\$0.45
Hurway	7AH-1PH	\$1.64	60.92	1PH-6PH	\$1.23	\$0.69	6PH-7AN	\$1.15	\$0.64
Chates	BAN-3PH	63.45	61.24	PIN-WAN	\$2.23	\$0.93	JPH-WH	\$2.07	\$0.74
Paklatan	6PH-1AH	\$4.16	61.72	IAH-IIAH	\$3.12	\$1.31	11AH-6PH	\$2.93	\$1.21
Yantes.	5PH-11PH	\$2.06	\$0.09	BAH-SPH	\$1.55	\$0.67	11PH-0AH	\$1.45	\$0.64
Papus Hew Cuines	5FM-11FM	\$3.07	\$1.44	10AH-SPH	\$2.91	\$1.09	11PH-10AM	\$2.32	\$0.86
Pacaguay	BAH-6FH	\$2.59	41.10	6PH-12AH	\$1.94	60.63	12HID-BAH	\$1.55	\$0.66
Pocu	4PH-12AH	\$2.59	41.10	ZAH-APH	\$1.94	\$0.03	12AH-7AH	\$1.55	\$0.66
Philippines	SPH-ZAM	53.36	61.26	2AN-11AM	\$2.52	\$0.94	HIC-HALL	\$2.37	\$0.89
Poland	7AH-1PH	\$2.22	61.24	IPH-12AH	\$1.59	\$0.90	12AH-7AH	\$1.44	\$0.81
Portugal	1215-0216	61.09	\$1.05	7AH-1PH	\$1.41	\$0.79	6711-7AH	\$1.32	40.74
Qatac	7AH-5896	63.45	81.24	SPH-1AM	\$2.58	\$0.93	AM-74H	\$2.07	\$0.74
Romania	1PH-24H	\$2.22	61.24	7AH-1PH	\$1.46	\$0.93	2AH-7AH	\$1.32	\$0.74
Soint Kitte	4PH-10PH	\$1.57	61.05	7AM-4PM	61.17	\$4.79	10PH-7AH	\$0.94	\$0.63
Saint Lucia	APH-10PH	\$1.57	\$1.05	7AM-4PM	\$1.17	\$0.79	10PH-7AM	\$0.94	\$0.63
Saint Pierra/Higuel	on 4FM-16FM	41.47	\$0.98	. TAN-4PH	\$1.09	\$0.74	10PH-7AM	\$0.88	\$0.59
Salat Vincent	4PH-16PH	\$1.57	61.05	7AH-4PH	\$1.17	\$0.79	10PH-7AH	\$0.94	\$0.63
Salpan	5PH-11PH	43.67	41.44	10AH-SPH	\$2.91	\$1.09	11PH-10AH	\$2.32	\$0.86
San Harino	7AH-1PN	41.63	\$0.92	1PH-4PH	\$1.23	\$0.69	6PH-7AH	\$1.15	\$0.64
Saudt Acabta	7AM-SPM	\$2.64	\$0.97	SPH-1AH	\$2.02	\$0.72	JAH-7AH	\$1.91	\$0.68
Senegal	6AH-12M008	\$2.70	61.30	12NOON-5PM	\$2.03	\$1.03	SPH-6AH	\$1.41	10.83
Singapore	5PH-11PH	\$2.98	\$1.14	10AH-SPH	\$2.30	\$0.87	11PH-10AH	\$2.16	\$0.80
South Africa	6AM-12MQON	42.11	\$1.00	3 216XXH-5898	\$1.59	\$0.00	SPH-6AH	\$1.26	\$0.65
Spain	7AH-1PH	\$1.63	\$0.92	1PH-6PH	\$1.23	\$0.69	6PH-7AH	\$1.15	\$0.64
Sel Lanka	6PH-LAM	\$4.89	\$2.03	IMI-IIM	\$3.47	\$1.52	11AH-6PH	\$2.93	\$1.21
Suciname	BAH-6FH	\$2.59	\$1.10	6PH-12AH	\$1.94	\$0.83	12HID-BAH	\$1.55	\$0.66
Swaziland	6AM-128008	\$2.58	\$1.32	12HOON-5PH	\$1.94	\$0.98	SPH-6AH	\$1.54	\$0.79

WITH PERAICE MUIE										
	STANDAPD	STANDAN	D TIME	DISCOUNT	DI SCOUR	TTIME	ECONOMY	ECONON	TIME	
	TIME	IST MIN A	MO.T WIN	TIME	15T HIN A	DO.F WIN	TIME	IST HIM A	DO.T HIN	
Sweden	7AM-1PM	\$1.63	\$0.92	1PH-6PH	\$1.23	\$0.69	6PH-7AH	\$1.15	\$0.64	
Sutterland	7AH-1PH	\$1.63	\$0.92	1PH-6PH	\$4.23	\$0.69	6PH-7AH	\$1.15	\$0.64	
Tajwan	5PH-11FM	\$3.36	\$1.25	10AH-SPH	\$2.52	\$0.94	11PH-10AH	\$2.37	\$0.66	
Tanzania	1PH-2AM	\$2.50	\$1.32	74H-1PH	\$1.94	\$0.96	2AM-TAH	\$1.54	\$0.79	
Thattand	SPH-ZAM	\$3.95	\$1.47	SW-11W	\$2.97	\$1.11	11AM-SPH	\$2.37	\$0.88	
Tuge	6AH-13H00H	\$2.70	61.30	1 200001-5PH	\$2.03	\$1.03	SPH-6AH	\$1.61	60.83	
Trinidad & Tobage	4171-10TH	\$1.57	61.05	74H-4PH	\$1.17	\$0.79	10PH-7AH	\$0.94	\$0.63	
Tuntata	6AM-12M00M	\$2.70	\$1.30	128008-5PH	\$2.03	\$1.03	SPH-6AH	\$1.61	\$0.83	
Tuch & Catego Is		41.47	60.96	589-1189	\$1.00	\$0.74	11PH-GAH	\$4.66	\$0.59	
Tuckey	7AH-1891	\$2.22	61.24	104-4PH	\$1.44	\$0.93	6PH-7AH	\$1.32	\$0.74	
Uganda	1PH-24H	\$2.56	41.32	744-119	\$1.94	\$0.90	2AH-7AH	\$1.54	\$0.79	
United Acab Ente		\$2.70	\$0.97	984-64H	\$2.02	\$0.72	3PH-9PH	\$1.91	\$0.68	
Watted Eingdon	7AH-1PH	41.39	\$0.63	IPM-6PM	\$1.04	\$0.63	6PH-7AH	\$0.90	\$0.30	
Uruguay	APH-12AH	62.59	\$1.10	7AM-4PM	\$1.94	\$0.63	12AH-7AH	\$1.55	\$0.66	
Vottem City	744-196	\$1.63	\$0.92	IPM-6PM	\$1.23	\$0.49	4PH-7AH	\$1.15	\$0.64	
Venezuela	BAH-6PH	\$1.03	60.77	6PH-12AH	\$1.36	\$0.59	12AH-BPH	\$1.29	\$0.55	
West Gornsuy	7AH-18H	41.43	\$0.92	1PH-6PH	\$1.23	\$0.49	6PH-7AH	\$1.15	\$0.64	
Temen Acab Repub	ite dan-3m	\$3.45	\$1.24	SIM-BAN	\$2.50	\$0.93	SPH-SPH	\$2.07	\$0.74	
Tugualavta	IPM-ZAM	\$2.22	41.24	744-179	\$1.66	\$0.93	ZAM-TAM	\$1.32	\$0.74	
Zette .	FAM-1 SHOOM	\$2.70	61.36	120000-586	\$2.03	\$1.03	SPH-6AH	\$1.61	\$0.83	
Zambia	6AH-12HOOH	\$2.50	\$1.32	120000-589	\$1.94	\$0.98	SPH-6AM	\$1.54	\$0.79	
Ilmbabee	6AM-12MCOM	42.50	\$1.32	1200001-5790	\$1.94	\$0.90	SPH-AAH	\$1.54	\$0.79	
						PH-7AH	Ham-Fel	81.25	\$1.02	
Heates 7AM-7PM		41.61	\$1.50			2MID-3PM	Sat, Sun	\$1.25	\$1.02	
3PH-12H	10 Sat, Sun	\$1.61	\$1.50						41.44	

T≣LUS

TELUS COMMUNICATIONS INC

August 22, 1989

NATIONAL HEADQUARTERS 1020 N.W. 163rd DR. VIAMI, FL 33169 DACE (305) 624-2400 970WARD (305) 764-7005 54LES (305) 624-8329

JACKSON/TUS \$031 PHILLIPS HIGHWAY \$UTE ONE JACKSON/TUE PL 32250 (\$04) 737-3300

240M 3840H 250 -YPOLUXO ROAD 3UTT 206

- XC = 33462

UANDO 3155 MODRORY PLACE 31 TE 255 DRUANDO R. 32803 1407, 398-1617

T NYERS 1555 PALM SEACH \$1.00 T NYERS, RL 33905 (513) 993-2100

TAMPA 542° BEAUMONT CENTER BLVD SUTE 580

7ANIPA, R. 33634 (813) 386-2500

LCENSED BY
FEDERAL
COMMUNICATIONS
COMMISSION
FLORICA PUBLIC
SETVICE COMMISSION

Mr. Joel Esquenazi Telecom Services 14869 S.W. 104th Street \$1400 Miami, Florida 33196

Dear Joel:

This letter shall serve to confirm your DAL/Carrier rates as per the contract initiated with Dennis on July 7, 1989.

*** For one dedicated circuit, or a T-1, the rates are as follows:

.09 Intrastate (daytime)
.12 Interstate (daytime)

\$5.00 per port, per month recurring charge

In addition, you are now offered a evening/night/weekend calling card rate. It is .16 per minute, and will apply to all Telecom users.

Please advisé me if you have any questions.

Sincerely,

Staty Adampora

Assistant to Vice President

Administration

:saa

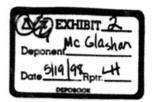
cc: File

EXHIBIT _____(RM - 2)

TO: Mary Jo Daurio

FROM: Joel Esquenazi

DATE: March 13, 1991



Dear Ms. Daurio;

Apparently there is a big discrepancy in your accounting and the actual amount owed to your company.

I have done a complete accounting of my accounts up to 2/91 usage.

My records indicate a completely different total to yours. After all deductions I made on your bills the total owed to ATC is \$155,008.87

I have sent you all records and deductions through the mail, due to the quantity of documents for your reviewal.

This balance will be paid in the following way:

I will send 50% of the Feb. 1991 charges on March 25, 1991 and the reminder of the balance on April 8, 1991 with an additional check of \$20,000.00

This will leave a balance of \$92,118.43.

When the March usage payment is due for the first 50% I will include an additional \$20,000.00 and on the second helf of the payment, I will include the due payment and an additional \$20,000.00

On every due payment I will include the payment due and an additional \$20,000.00

This payment schedule will have the complete past due balance up to date by the end of May.

Should you have any questions concerning this payment schedule; please call me as soon as possible.

A FULL SERVICE COMMUNICATIONS COMPANY

12221 S.W. 129th Court - Suite 200 - Miami, Florida 33186 - Phone: (305) 251-2703 - Fav- /335) 251-2703

TG: Mary J: Court:

FRIM: Stel Eaglerast

DATE: Mar: - 13. 1991

Cear Ms. Caurica

After reviewing my current belance was he your limbary ATT to accounting records indicate the followings:

USAGE AMOUNT	USAGE DATE	
842, 443, 71	9-90 10-90	
\$58,974.08 841,728.40	11/90	
143.037.36 148.032.01	12.190 1.91	
842,890.44	2.4.	
TOTAL OWED	9270,136.77 -90.100.00 Payments	∃ e nt
	\$180.136.77	

TOTAL OWED UP TO 2/91 USAGE

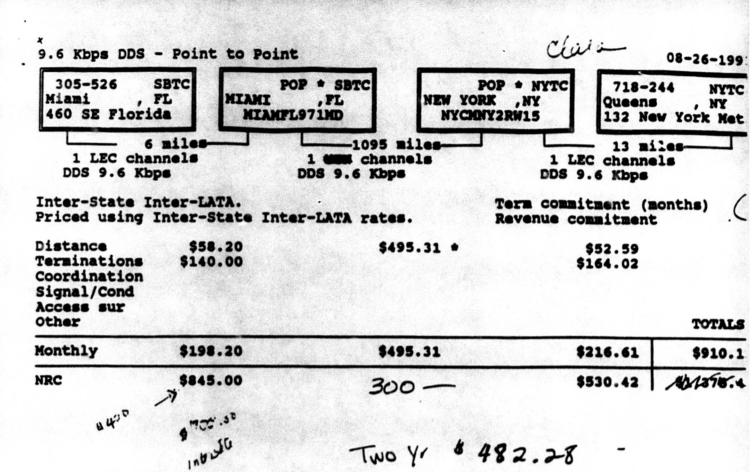
#1.897.25 (Difference of check sent 2 times for usage of 3/90)

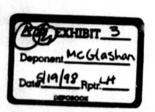
\$136,034.02 -9,990.52 (Calls unable to bill, informed you of this in 10/26/90. I requested to get the bills that were missing and we never got it and I got bill for it.)

=11,591.11 (Unanswered and double billed calls, please review records.)

#164,452.29
-5,320.50 (Request to disconnect services on specified accounts, please review enclosed records.)

#158,131.59 -3,122.82 (TSI's accounts billed by ATC and paid at ATC) #155,008.87 Total balance due including usage up to 2/91. EXHIBIT _____(RM - 3)





TELECOMMUNICATION SERVICES INC.

September 5, 1991

ATC 1515 C. Federal Hwy. Boca Raton, Fla. 33432

The following items are issues that have caused our company, TSI, immense problems/concerns:

1) TSI accounts continually being billed by ATC.

- 2: TSD accounts receiving sales literature, calling cards, etc.
- - 4) Double-billing by ATC.
 - 5) Over-billing by ATC.
 - 6) ATC has never provided us with a dedicated wats program as originally promited. Clane Mag tape CTS?
- 7) The conversion to the new billing system that was discussed originally 5/20/91 causing major financial impact to TSI and has moved very slowly.
 - 28) Poor handling of our account, especially considering we'll do approximately \$1.5 million of sales in 1991.
 - 79) Too many individuals contacting us and no consistency of communications.
 - Lack of program to effectively switch all new anis via Southern Bell.
 - 11) Lack of contract.
 - 12) Future of ATC (i.e. will it to bought out?, and if so insure our contract being "Grandfathered"?)

2684

ISSUES

- Customers billed by ATC and receiving all forms of literature
- Customer's 1-800 numbers were assigned to TSI customers were then given to ATC customers.
- 2 New ani's submitted to ATC for PIC over lost and never obtained
- Double-Billing
- Customers billed "800 usage" and the customer didn't have an "800 " number.
- ATC failing to disconnect ANI's from switch & billing after informed by TSI to disconnect month(s) after.
- Extra-time billing (as much as 50%)
- Detail billing and summary report not correlating
- Accounts get billed for prior months already billed previously (i.e. February invoice containing December traffic already invoiced).
- Loss of accounts to ATC from their billing them originally and customer not wishing to change again though he had been sold by TSI Salesman.
- Billing for attempted calls..
- Providing the billing to TSI as late as the 21st of the month (causing A/R problems, etc).
- Never provided TSI Dedicated Program as had been stated in contract.





EXHIBIT _____(RM - 4)

March 18, 1992



Mr. Ruddy Mc.Gloughlin ATC 1515 S. Federal Hwy. Boca Raton, FL 33432-7404

Dear Mr. Mc.Gloughlin;

As you know we have not yet signed the contract with ATC. As a matter of fact, the order to Southern Bell for the ten (10) feature group D's has now been cancelled.

I know it may all seem crazy after the last meeting you had with Joel in which everything was discussed regarding the negotiation of the contract and everything seemed to have been agreed on.

The fact is that there are some important issues that we feel quite emphatic about and can't seem to feel that a resolution has or will be achieved. It is very difficult for us to sign the contract knowing that there are things bothering us.

The item still of concern, though the list is long and it is attached, is concerning what we know exists since we started doing business, the double- billing, extra time billings that we feel represents as much as 30% of total billing.

When you consider that T.S.I. has done approximately 2 million worth of business with ATC, you can see that this represents a tremendous amount of money. I am sure that you are also aware that we presently owe ATC approximately \$400,000 or more. We wish to acknowledge to you that we are disputing this amount on the basis that we can prove credits due us in that amount or more. As you can see the matter at hand is quite serious and needs immediate attention.

We wish to maintain a good business, as well as social, relationship with ATC and the employees we have been associated with.

2321

Though our association with yourself and ATC has been a great opportunity we feel that it has caused much grief, loss of customers, loss of profits as well as loss of credibility in many instances. We are desirous of reaching an accord on these matters and look to you for a suggestion.

The quicker we put these issues to rest the sooner we can proceed with the matters at hand.

Please contact me as soon as possible to set a meeting for next week.

Respectfully yours,

Carlos A. Rodriquez Executive Vice-President

ISSUES

- Customers billed by ATC and receiving all forms of literature
- Customer's 1-800 numbers were assigned to TSI customers were then given to ATC customers.
- New ani's submitted to ATC for PIC over lost and never obtained
- Double-Billing
- Customers billed "800 usage" and the customer didn't have an
- " 800 " number.
- ATC failing to disconnect ANI's from switch & billing after informed by TSI to disconnect month(s) after.
- Extra-time billing (as much as 50%)
- Detail billing and summary report not correlating
- Accounts get billed for prior months already billed previously (i.e. February invoice containing December traffic already invoiced).
- Loss of accounts to ATC from their billing them originally and customer not wishing to change again though he had been sold by TSI Salesman.
- Billing for attempted calls..
- Providing the billing to TSI as late as the 21st of the month (causing A/R problems, etc).
- Never provided TSI Dedicated Program as had been stated in contract.



2323

EXHIBIT _____(RM - 5)



1915 South Fiders: Highway Suite 400 Bota Raton, FL 23432-74(4 407:392-2244

Post-It brand fax transmittal memo 7671 | ** of pages • 3

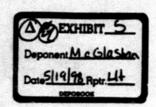
**Cal Esq. | From La M - Dasher

Cal | From 60 | 7750 - 2524

**Cal 251-3565 | Fax 6 - 7/250 - 2532

March 19, 1992

Joel Esquenazi TSI 12217 S.W. 129 Court Suite 200 Miami, FL 33186



...

Dear Mr. Esquenazi:

In response to the letter I received from Carlos Rodrigues dated March 18, 1992, the following is my response to issues:

 Customers billed by ATC and receiving all forms of literature.

How this affected amount owing? NO WAY.

 Customer's 1-800 numbers assigned to TSI customers were then given to ATC customers.

This did not affect usage on our network.

3. New ANIs submitted to ATC for PIC over lost and never obtained.

This meant no revenue, has nothing to do with usage.

4. Double-Billing.

Explain, show where you gave credit and we will research.

 Customers billed "800 usage" and the customer didn't have an 800 number.

Show where you gave credit and ATC will research.

 ATC failing to disconnect ANIs from switch and billing after informed by TSI to disconnect month(s) after.

How long after and how much revenue did they bill? Who have you been working with to resolve? Show where you gave credit and ATC will research.

7. Extra-time billing (as much as 50%).

Now is this different from item \$4? Show where you have given credits or have been requested to give credits.

8. Detail billing and summary report not correlating.

Who have you been working with? How does this affect actual usage to date? Show correlation to credit and how much.

 Accounts get billed for prior months already billed previously. (i.e. February invoice containing December traffic already invoiced).

Show where you have given credit and detail how much.

10. Loss of accounts to ATC from their billing them originally and customer not wishing to change again though he had been sold by TSI salesman.

This does not affect actual usage you ove. Also this is two separate issues.

11. Billing for attempted calls.

Did you collect revenue? Yes. Did you give credit? Now much?

 Providing the billing to TSI as late as the 21st of the month (causing A/R problems, etc).

We have extended time.

13. Never provided TSI dedicated program as had been stated in contract.

Although this was not delivered, it has no impact on the outstanding amount generated by TSI.

#118 + 11 T

In our contract, ATC in good faith, agreed to subsidize your installation costs for feature group facilities in excess of \$36,000. I think this clearly demonstrates the willingness of ATC to assist in your success.

I am very disappointed in your not wanting to make your account current. The amount of \$400,000 was already used by you. Most of the issues you identified are not even related to usage on ATC's network. Your account is in serious jeopardy and unless immediate arrangements are made to take care of this outstanding amount, further actions will be taken.

Sincerely,

RudoIph A. McGlashan Sr. Vice President

Engineering & Planning

Scott D. Sullivan Vice President Finance and Treasurer

/jaa

#.i+ +:: --

In our contract, ATC in good faith, agreed to subsidize your installation costs for feature group facilities in excess of \$36,000. I think this clearly demonstrates the willingness of ATC to assist in your success.

I am very disappointed in your not wanting to make your account current. The amount of \$400,000 was already used by you. Most of the issues you identified are not even related to usage on ATC's network. Your account is in serious jeopardy and unless immediate arrangements are made to take care of this outstanding amount, further actions will be taken.

Sincerely.

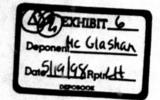
Rudolph A. McGlashan Sr. Vice President Engineering & Planning

Scott M. Sullivan Vice President Pinance and Treasurer

/jaa

EXHIBIT ______ (RM - 6)

March 19. 1992



Mr. Rudy McGlashan ATC 1515 S. Federal Hwy. Boca Raton, Fl.

Dear Mr McGlashan:

This is to acknowledge receipt of your letter faxed to us this morning. We were able to return the call to your office this afternoon but you were out of the office.

Please be advised that we have planned, on your request, to provide you next week with the proof on all items regarding credit requested.

Once again we have all the intention in the world to pay what we fairly owe, however, we know that we can prove credits due to us amounting to what our balance due is.

You stated that if we can provide that, it will be researched, also our arrangement is to pay whatever amount not under despute. At this moment we are disputing amount due based on the letter submitted.

The list of issues that were submitted weren't intended as reason for non-payment, only a few issues were directly related to this issue.

We wish to meet with you Wednesday, March 25th and we will provide you with proof of the issues discussed. Please advise us if this is in accord with you.

Respectfull yours,

Joel Esmenant

EXHIBIT ______ (RM - 7)

LAW OFFICES

IRWIN M. FROST. P.A.

SUITE 1400 1101 BRICKELL AVENUE MIAMI, FLORIDA 33131 JUN 1 2 1992

TELEPHONE (305) 374 300: TELECOPY (305) 372 8650

June 10, 1992

Via Facsimile

Mr. Rudy McGlashon ATC Long Distance 1515 South Federal Highway Suite 400 Boca Raton, FL 33432-7404



Re: Mag Tape Billing Format

Dear Rudy:

The magnetic billing tapes recently provided by ATC to Telecommunication Services, Inc. ("TSI") apparently did not contain a description of the billing tape format of the records contained on the tapes. Please provide the missing description necessary to interpret the magnetic tapes you provided as soon as possible.

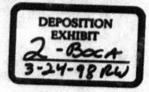
Attached is a list of \$00 customers and their numbers which have not yet been reactivated. I understand from the Public Service Commission who spoke with your attorney in Tallahassee that you are prepared to reconnect these customers once identified to you.

Very truly yours,

IRWIN M. FROST, P.A.

IRWIN M. FROST

IMF:rz cc: Tracy Hatch, Esq. lcoc3l1s.01s



2985

A & A PROFESSIONAL
ATLANTIC STATES FINANCIAL
BILL RICH CARPET
JAMES R. PRUITT
WORLD ACCESS COMM. CORP.
CROSSLAND MORTGAGE CORP.
CROSSLAND MORTGAGE CORP.
CELLULAR U.S.A.
CLASSIC WHOLESALE
PRONTO TRAVEL
ROPS AND ASSOC.
ROPS AND ASSOC.
T.S.I.
T.S.I.
WINDWARD SEAFOODS

330-1881 NO CSE INFO
330-8914 NO CSE INFO
330-3018 NO CSE INFO
780-3138 FNO CSE INFO
329-2929 437385
329-3874 DESIGNEIS HELLE NOT 2 TO I CSE
780-3874 NOT ON TSI LIST
330-2355 THE NOT ON TSI LIST
330-2355 THE NOT ON TSI LIST
780-8808 TO INFO ON CSE.
330-7677 NOT LISTED AS TSI
780-7677 II
780-0788 TSI OFFICES NOT TURNED UN
780-8585

A & A PROFESSIONAL 330-1881 No Customer	
ATLANTIC STATES FINANCIAL 330-8914 No Customer	
BILL RICH CARPET 330-3018 No Customer	
JAMES R. PRUITT 780-3138 No Customer	
WORLD ACCESS COMM. CORP. 329-2929 New Account	
CROSSLAND HORTGAGE CORP. 329-3874 Not a TSI	Ĭ.
Customer Designer Trade	
CROSSLAND MORTGAGE CORP. 780-3874 Not on TSI List	
CLASSIC WHOLESALE 329-2117 New Account	
PRONTO TRAVEL 780-8808 No Customer	
ROPS AND ASSOC. 330-7677 Not Listed as TSI	
ROPS AND ASSOC. 780-7677 Not Listed as TSI	• 60 16
T.S.I. 780-0788 TSI Offices Not	
T.S.I. 780-8585 TSI Offices Not	
WINDWARD SEAFOODS 780-3474 Turned On Not on TSI List	

ACCOUNT NAME:	800 NUMBER:	COMMENTS:
A & A PROFESSIONAL	330-1881	No Customer
		Information
ATLANTIC STATES FINANCIAL	330-8914	No Customer
BTIL BYOU GLADOW		Information
BILL RICH CARPET	330-3018	No Customer
JAMES R. PRUITT		Information
JAMES K. PRUITT	780-3138	No Customer
WORLD ACCESS COMM. CORP.		Information
WORLD ACCESS COMM. CORP.	329-2929	New Account
CROSSLAND MORTGAGE CORP.	220-2074	#437385
CROSSLAND MORIGAGE CORP.	329-3874	Not a TSI
		Customer
CROSSLAND MORTGAGE CORP.	780-3874	Designer Trade Not on TSI List
CELLULAR U.S.A.	330-2355	
CLASSIC WHOLESALE	329-2117	Not on TSI List
	323-211/	#437703
PRONTO TRAVEL	780-8808	No Customer
	700-000	Information
ROPS AND ASSOC.	330-7677	Not Listed as TSI
ROPS AND ASSOC.	780-7677	Not Listed as TSI
T.S.I.	780-0788	TSI Offices Not
		Turned On
T.S.I.	780-8585	TSI Offices Not
		Turned On
WINDWARD SEAFOODS	780-3474	Not on TSI List

ATC LONG DISTANCE

MAGNETIC TAPE FORMAT RATED CALL RECORD (220 BYTES)

Call Start Period Code

1 = day

2 = evening

3 = night

Usage Types

0 = intralata

1 = intrastate

2 = interstate

3 = 800 pass thru

4 - N/A

5 = local calls

6 = intrastate directory assistance

7 = interstate directory assistance

8 - N/A

9 - international

Increment

1 = full minute/full minute

2 = 30 seconds/6 seconds

3 = 18 seconds/6 seconds

4 = full minute/6 seconds

5 = 6 seconds/ 6 seconds 6 = 3 seconds/ 3 seconds

Service/Product Type: Contact your Sales Representatives for values.

	UR
n.	Je
171,	Field
3	Acco

STANDARD TAPE FORMAT

Page 1 of 2

y			Relative	
Field Description	Length	A/N	Location	
Account Number	10	N	1	
ANI (originating) OR	10	N	11	
Auth Code (originating)	14	N	21	
Service/Product Type	3	N	35	
Usage Type	1	N	38	
LATA (terminating)	4	N	39	
Called Destination Number (Called NPA/NXX/LINE or CC/CC/C	16 CO/LINE combine	N ed in Des	43 stination Numbe	r)
Project code	16	N	59	
Call YMD	6	N	75	
Call Start Time	6	N	04	
Call Duration	6 (4.2)	N	87	
Call Cost - Total	8 (6.2)	N	93	
State Code - Terminfaing	2	A/N	101	
Called City	10	A/N	103	
Call Start Period Code	1	N	113	
Call Duration Day	6 (4.2)	N	114	
Call Cost Day	8 (6.2)	N	120	

Field Description	<u>Lenath</u>		Relative Location
Call Duration Eve	6 (4.2)	N	128
Cost Eve	8 (6.2)	N	134
Call Duration Night	6 (4.2)	N	142
Call Cost Night	8 (6.2)	N	148
Mileage of Call	5	N	156
Sequence Number	5	N	161
Band/Tier	. 2	N	166
Originating Switch	2	N	168
Originating Trunk Group	4	N	170
Terminating Trunk Group	4	N	174
Bill Date	3	N	178
Increment	2	N	181
Filler	38	A/N	183
Record Length:	220		
Block Size:	22,000		

()