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February 6, 1996

Ms. Blanca S. Bayo, Director Division of Records & Reporting Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Dear Ms. Bayo:

Re: Docket No. 950985-TP

> Resolution of petition(s) to establish nondiscriminatory rates, terms and conditions for interconnection involving local exchange companies and alternative local exchange companies pursuant to Section 364.162, Florida Statutes

Please find enclosed for filing the original and fifteen copies of the Direct Testimonies of Beverly Y. Menard and Edward C. Beauvais on behalf of GTE Florida Incorporated in the above matter together with a proposed list of issues. Also enclosed is a diskette with copies of the testimonies in WordPerfect 5.1 format. Service has been made as indicated on the Certificate of Service. If there are any questions with regard to this matter, please contact me at 813-228-3087.

CAF Very truly yours, RECEIVED & FILED Anthony P. Gillman LEG APG:tas

Enclosures

01355 FEB-6# A part of GTE Corporation 0 1 3 5 3 FEB -6 % 0 1 3 5 4 FEB -6 %

FPSC-RECORDS/REPORTINGC-RECORDS/REPORTING FPSC-RECORDS/REPORTING

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CERTIFICATE OF SERVICE

I HEREBY CERTIFY that copies of the Direct Testimonies of Beverly Y.

Menard and Edward C. Beauvais on behalf of GTE Florida Incorporated in Docket

No. 950985-TP were either hand-delivered (*) or sent via overnight express (**) on

February 6, 1996 to the parties on the attached list.

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1		GTE FLORIDA INCORPORATED
2		TESTIMONY OF BEVERLY Y. MENARD
3		DOCKET NO. 950985-TP
4		
5	Q.	PLEASE STATE YOUR NAME, BUSINESS ADDRESS AND
6		POSITION WITH GTE FLORIDA INCORPORATED (GTEFL).
7	A.	My name is Beverly Y. Menard. My business address is One
8		Tampa City Center, Tampa, Florida 33601-0110. My current
9		position is Regional Director - Regulatory and Industry Affairs.
0		
1	Q.	WILL YOU BRIEFLY STATE YOUR EDUCATIONAL BACKGROUND
2		AND BUSINESS EXPERIENCE?
3	A.	I joined GTEFL in February 1969. I was employed in the Business
4		Relations Department from 1969 to 1978, holding various
5		positions of increasing responsibility, primarily in the area of cost
6		separations studies. I graduated from the University of South
17		Florida in June of 1973, receiving a Bachelor of Arts Degree in
8		Business Administration with an Accounting major. Subsequently,
9		I received a Master of Accountancy Degree in December of 1977
20		from the University of South Florida. In March of 1978, I became
21		Settlements Planning Administrator with GTE Service Corporation.
22		In January of 1981, I was named Manager-Division of Revenues
23		with GTE Service Corporation, where I was responsible for the
24		administration of the GTE division of revenues procedures and the
25		negotiation of settlement matters with AT&@culmeNovember of ATE
		U1353 FEB-6 #

1981. I became Business Relations Director with GTEFL. In that capacity, I was responsible for the preparation of separations studies and connecting company matters. Effective February 1987. I became Revenue Planning Director. In this capacity, I was responsible for revenue, capital recovery and regulatory issues. On October 1, 1988, I became Area Director-Regulatory and Industry Affairs. In that capacity, I was responsible for regulatory filings, positions and industry affairs in eight southern states plus Florida. In August 1991. I became Regional Director-Regulatory and Industry Affairs for Florida. responsible for regulatory filings, positions and industry affairs issues in Florida.

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HAVE YOU EVER TESTIFIED BEFORE THE FLORIDA PUBLIC Q. **SERVICE COMMISSION?**

I have testified before this Commission on numerous A. occasions.

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WHAT IS THE PURPOSE OF YOUR TESTIMONY IN THIS Q. DOCKET?

Α. The purpose of my testimony is to present GTEFL's position on 22 the issues raised by Metropolitan Fiber Systems of Florida, Inc. (MFS -FL) in the testimony of Timothy Devine. In addition, Dr. 23 24 Edward Beauvais will also present testimony for GTEFL relative to bill and keep compensation and supporting rationale for GTEFL's 25

1		proposed prices for local interconnection.
2		
3	Q.	IN MR. DEVINE'S TESTIMONY, HE DISCUSSES ALLOWING MFS-
4		FL's SWITCH TO "SUBTEND" THE TANDEM. DOES GTEFL
5		AGREE WITH THIS PHILOSOPHY?
6	A.	GTEFL has no problems with this approach. GTEFL has one
7		access tandem in its LATA. All GTEFL end offices subtend the
8		access tandem and currently no other LECs have end offices
9		subtending the GTEFL access tandem. MFS is currently colocated
10		at Tampa Main, which is the location for the access tandem.
11		
12	Q.	DOES GTEFL HAVE ANY PROBLEMS WITH MFS-FL's
13		PROPOSALS FOR MEET-POINT BILLING?
14	A.	Yes. GTEFL fully supports using the industry guidelines and will
15		not vary from them. As such, with the single-bill option, the end
16		office company bills the IXCs. If MFS-FL subtends GTEFL's
17		access tandem, it will be responsible for the billing. GTEFL is still
18		unclear on some of the details of MFS-FL's meet-point billing
19		proposal as it is described in Mr. Devines's testimony. GTEFL
20		hopes to gain a clearer understanding of MFS-FL's position in
21		ongoing negotiations
22	,	
23	Q.	DOES GTEFL AGREE WITH MFS-FL's PROPOSAL THAT MFS-FL
24		SHOULD UNILATERALLY SPECIFY THE INTERCONNECTION
25		METHOD?

1 Α. GTEFL cannot agree with this approach, which is plainly 2 inconsistent with the Legislature's emphasis on negotiated, rather 3 than unilaterally imposed. arrangements. Standard 4 interconnection arrangements between LECs should be based on 5 mutual agreement between the parties. It bears note that GTEFL 6 does not lease dark fiber facilities. If MFS uses colocation 7 facilities, cross-connect charges in conformance with the 8 colocation tariffs will apply.

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Q. DOES GTEFL AGREE WITH MFS-FL's PROPROSALS RELATIVE TO SIGNALLING ARRANGEMENTS?

A. Yes, to the best of GTEFL's knowledge. The interconnections for Common Channel Signalling will be furnished in accordance with the FCC GTOC Access Tariff.

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Q. WHAT IS GTEFL'S POSITION ON CONNECTIONS AND COMPENSATION BETWEEN TWO ALECS?

A. When GTEFL established colocation tariffs (in accordance with FCC and FPSC guidelines), their purpose was to allow another party to connect with GTEFL facilities. Colocation is not a "service" and GTEFL's tariffs do not support cross-connects between two entities colocated in a GTEFL wire center. GTEFL has no problems in allowing transiting traffic. If GTEFL's access tandem is used for traffic transiting the tandem, GTEFL will charge tandem switching in accordance with its access tariffs. In

1		addition, GTEFL supports the use of an additional rate element
2		(\$.002) to compensate for traffic transiting GTEFL's access
3		tandem which does not go to a GTEFL end office.
4		
5	a.	DOES GTEFL OBJECT TO THE USE OF TWO-WAY TRUNKING
6	•	ARRANGEMENTS?
7		
8	A.	No. MFS-FL originally proposed the use of one-way trunking
9		arrangements. GTEFL's response was that GTEFL prefers two-
10		way trunks as this arrangement is more efficient. However, if an
11		ALEC wants one-way trunks, GTEFL is willing to accommodate
12		this request.
13		
14	Q.	WHAT IS GTEFL'S POSITION ON BUSY LINE VERIFICATION AND
15		INTERRUPT?
16	A.	GTEFL proposes that the rates charged will be the same rates
17		charged to IXCs. This service does require separate trunk groups
18		to the GTEFL's operator switch.
19		
20	Q.	DOES GTEFL SUPPORT MFS-FL's PROPOSAL FOR RECIPROCAL
21		AND "BILL AND KEEP" COMPENSATION?
22	A.	No. GTEFL fully supports reciprocal arrangements; i.e., both
23		carriers pay for terminating each other's traffic. GTEFL believes
24		that intrastate switched access charges must apply for any
25		intrastate toll traffic: otherwise, discriminatory treatment vis-a-vis

1		the IXCs would occur. In addition, GTEFL is proposing to use the
2		same access rates (excluding the interconnection charge and
3		carrier common line) for local traffic. Exhibit BYM-1 contains
4		GTEFL's proposed rates.
5		
6	Q.	DOES GTEFL HAVE ANY "BILL AND KEEP" ARRANGEMENTS
7		WITH OTHER LECS?
8	A.	Yes, GTEFL has such arrangements for limited EAS routes with
9		United. However, after the new arrangements have been
10		implemented for the ALECs, GTEFL will convert these EAS routes
11		to the same financial arrangements used for ALECs.
12		
13	Q.	ARE THERE OTHER REASONS WHY GTEFL DOES NOT SUPPORT
14		"BILL AND KEEP" ARRANGEMENTS?
15	A.	Yes, these are discussed in more detail in Dr. Beauvais' testimony.
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17	Q.	DOES GTEFL BELIEVE AGREEMENT CAN BE REACHED WITH
18		MFS-FL ON SHARED PLATFORM ARRANGEMENTS?
19	Α.	GTEFL will continue to make every effort to reach agreement on
20		all issues. However, based on Mr. Devine's testimony, it appears
21		more discussion is required on these subjects.
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23	a.	DOES GTEFL FORESEE ANY PROBLEMS WITH THE PROVISION
24		OF E911 SERVICES?
25	Α.	No. MFS-FL will be responsible for providing trunk connections to

GTEFL's 911 switch. GTEFL has one 911 switch which handles its entire area, except Manatee County, and all GTEFL's counties have E911 service. The Master Street Address Guide (MSAG) is the responsibility of the counties and only they can authorize release of the data. GTEFL is willing to make available to MFS-FL the same arrangement that is currently utilized with United, which will allow for the verification of MFS-FL's data against the MSAG.

- Q. DOES GTEFL BELIEVE THAT ARRANGEMENTS SHOULD BE
 MANDATED FOR INFORMATION SERVICES BILLING AND
 COLLECTION?
- To the best of GTEFL's knowledge, there are no Α. No. intercompany arrangements in the state for these types of services. Major changes would be required in GTEFL's billing systems to accommodate MFS-FL's request. GTEFL does not provide any audiotext service. It will be MFS-FL's decision whether it wishes to offer 976-XXX services to their customers using their own tariffs. The compensation for this type traffic should be the same as for any other local or intraLATA toll traffic.

- Q. DOES GTEFL HAVE ANY PROBLEMS WITH MFS-FL's PROPOSAL

 FOR INCLUSION OF MFS-FL CUSTOMERS IN GTEFL'S

 DIRECTORIES OR DIRECTORY ASSISTANCE DATABASE?
- A. No. This has been GTEFL's position since negotiations started in July 1995.

1	Q.	WHAT	ARE	GTEFL's	PROPOSALS	RELATIVE	TO	MFS-FL
2		ACCES	SING (GTEFL's DI	RECTORY ASS	SISTANCE D	ATAI	BASES?

A. GTEFL proposes to charge the same directory assistance rates and apply the same terms and conditions as contained in GTEFL's access tariffs. The rates are \$.25 for intrastate calls and \$.28 for interstate calls. GTEFL is willing to pursue directory assistance call completion services for MFS-FL. It is contemplated that the calls would be returned to MFS-FL for completion, which would eliminate the requirement for calling detail in electronic format.

Q. WHAT IS GTEFL'S POSITION ON YELLOW PAGE ADVERTISEMENTS?

A. GTEFL will cooperate with MFS-FL to ensure that MFS-FL customers are included in the Yellow Pages on terms comparable to GTEFL customers. GTEFL cannot agree that MFS-FL should be able to force GTE Directories Company to accept MFS-FL as a billing and collection agent for GTE Directories Company.

Q.

A.

HOW DOES GTEFL BELIEVE INTERCEPT SERVICE SHOULD BE HANDLED IF A CUSTOMER CHANGES FROM GTEFL TO MFS-FL AND DOES NOT RETAIN THEIR ORIGINAL TELEPHONE NUMBER? GTEFL has a tariff offering (Intercept on the move) which can be utilized by the customer or MFS-FL. There are costs associated with this service, and GTEFL cannot agree to provide it at no charge.

- 1 Q. WHAT SHOULD BE THE COMPENSATION ARRANGEMENT FOR
 2 REDIRECTED CALLS UNDER TEMPORARY NUMBER
 3 PORTABILITY?
- GTEFL currently has no way to identify the access charges 4 Α. associated with remote call forwarded calls, as they appear as 5 6 two calls in GTEFL's systems and there is currently no billing or other mechanism in place to develop this data. GTEFL plans to 7 compensate MFS for all redirected calls using the same type 8 arrangement which GTEFL uses to pay MFS-FL for local calls, as 9 these type calls will look like local calls. GTEFL is willing to 10 pursue development of a mutually agreed upon surrogate to 11 accommodate the differential between access charges and local 12 compensation for ported calls. GTEFL cannot support making 13 costly and massive modifications to its billing system at this type 14 to try to identify these type calls. 15

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- Q. HAS GTEFL REACHED AGREEMENT WITH MFS-FL ON THE ISSUE
 OF NUMBER RESOURCES?
- 19 A. I am perplexed by Mr. Devine's testimony that GTEFL and MFS-FL
 20 do not agree on this issue. Since negotiations began in July
 21 1995, GTEFL's position has been consistent with the positions
 22 stated by MFS-FL.

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Q. IN FACT, MR. DEVINE SEEMS TO INDICATE THAT GTEFL HAS
SHOWN LITTLE INTEREST IN NEGOTIATING WITH MFS-FL. (DEVINE

DIRECT TESTIMONY AT 11-12.) IS THIS TRUE? A. No. GTEFL takes issue with Mr. Devine's implications that GTEFL failed to adequately respond to MFS' overtures at negotiation. GTEFL and MFS had several discussions in the hope of reaching agreement on some or all of the issues in this case. GTEFL believed that the parties had, in fact, agreed on certain points, and that others were close to resolution. The fact that GTEFL declined to prepare lengthy responses to certain of MFS' written communications certainly does not show a lack of good faith on GTEFL's part. To the contrary, GTEFL stands ready to continue negotiations and fully shares MFS' desire to reach agreement on as many issues as possible before hearings begin. Q. **DOES THIS CONCLUDE YOUR TESTIMONY?** Α. Yes, it does.

GTE FLORIDA SWITCHED ACCESS RATE ELEMENTS AND RATE LEVELS AS OF JANUARY 1, 1996

Rate Elements	Rate Levels as of January 1, 1996
Transport ¹	
DS1 Local Channel - Entrance Facility ² Switched Common Transport per minute of	\$.0012037
use per mile	\$.0000135
Facilities Termination per MOU	\$.0002688
Access Trandem Switching	\$.0007500
Local Switching	\$.0089000 \$.0111360

¹Assumptions:

- Tandem Connection with Common Transport
- No Collocation
- DS1 local channel @ 9000 minutes per month and 24 voice grade equivalents
- Zone 1 charges

²Rate shown for first system. Rate for additional system is \$.0006019. Total rate would be \$.0105342.

GTE FLORIDA - INTRASTATE SWITCHED ACCESS

Rate Elements	Rates as of January 1, 1996
Carrier Common Line	
Originating Terminating	\$.0251000 \$.0382000
Transport ¹	
DS1 Local Channel - Entrance Facility ²	\$.0012037
Residual Interconnection Switched Common Transport	\$.0134362
per minute of use per mile	\$.0000135
Facilities Termination per MOU	\$.0002688
Access Trandem Switching	\$.0007500
Local Switching 2	\$.0089000

¹Assumptions:

- Tandem Connection with Common Transport
- No Collocation
- DS1 local channel @ 9000 minutes per month and 24 voice grade equivalents
- Zone 1

²Rate shown for first system. Rate for additional system is \$.0006019.