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1	BEFORE THE FLORIDA PUE	LIC SERVICE COMMISSION	
2 3 4 5 6	In Re: Resolution of petitic to establish nondiscriminator rates, terms, and conditions interconnection involving loc exchange companies and altern local exchange companies purs to Section 364.162, Florida S	y) for)DOCKET NO. 950985-TP al) ative) uant)	
7)	
8 9	IN RE:	PREHEARING CONFERENCE	
10	BEFORE:	COMMISSIONER J. TERRY DEASON	
11 12	PLACE:	BETTY EASLEY CONFERENCE CENTER, ROOM 152 2540 SHUMARD OAK BOULEVARD TALLAHASSEE, FLORIDA	
13	TIME:	COMMENCED AT 1:30 P.M. CONCLUDED AT 2:00 P.M.	
14	DATE	MARCH 1, 1996	
15 16	REPORTED BY:	NANCY S. METZKE, RPR, CCR C & N REPORTERS	
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FPSC-RECOROS/REPORTING

2 1 **APPEARANCES**: DONNA L. CANZANO, Senior Attorney, Florida Public 2 Service Commission. 3 JAMES FALVEY, ESQUIRE, MFS, Swidler & Berlin, Chartered, 3000 K Street, N.W., Suite 300, Washington, D.C. 4 20007. 5 RICHARD D. MELSON, ESQUIRE, MCI Metro, Hopping, Green, Sams & Smith, Post Office Box 6526, Tallahassee, 6 Florida 32314. 7 J. JEFFREY WAHLEN, ESQUIRE, Sprint United-Centel, McFarlane, Ausley, Ferguson and McMullen, 227 South Calhoun 8 Street, Tallahassee, Florida 32301. 9 FLOYD R. SELF, ESQUIRE, McCaw, Messer, Caparello, Madsen, Goldman & Metz, Post Office Box 1876, Tallahassee, 10 Florida 32302-1876. 11 LAURA WILSON, ESQUIRE, FCTA, 310 North Monroe 12 Street, Tallahassee, Florida 32302. DONALD L. CROSBY, ESQUIRE, Continental 13 Cablevision, 7800 Belfort Parkway, Suite 270, Jacksonville, Florida 32256-6925. 14 ROBERT S. COHEN, ESQUIRE, Time Warner and Digital 15 Media Partners, Pennington, Culpepper, Moore, Wilkinson, Dunbar & Dunlap, P.A., Post Office Box 10095, Tallahassee, 16 Florida 32302-2095. 17 ANTHONY P. GILLMAN, ESQUIRE, GTE Florida, Post 18 Office Box 110, FLTC0007, Tampa, Florida 33601. PATRICK K. WIGGINS, ESQUIRE, Intermedia, Wiggins 19 & Villacorta, P.A., Post Office Box 1657, Tallahassee, Florida 32302. 20 ROBIN D. DUNSON, ESQUIRE, AT&T, 1200 Peachtree 21 Street N.E., Promenade I, Room 4038, Atlanta, Georgia 22 30309. 23 24 25 C & N REPORTERS TALLAHASSEE, FLORIDA (904)385-5501

1 PROCEEDINGS 2 COMMISSIONER DEASON: Call the prehearing 3 conference to order. Have the notice read, please. MS. CANZANO: Yes. Pursuant to notice, a 4 5 prehearing conference has been set in Docket Number 6 950985 for this time and place. COMMISSIONER DEASON: I take it that we are going 7 8 to begin with the 985 docket; is that correct? 9 MS. CANZANO: Yes, we are. COMMISSIONER DEASON: Okay. Take appearances. 10 MR. COHEN: Bob Cohen for Time Warner and Digital 11 Media Partners. 12 MR. WAHLEN: Jeff Wahlen and Lee L. Willis of the 13 14 McFarlane, Ausley law firm, P. O. Box 391, Tallahassee, Florida, 32302. Appearing on behalf of 15 Central Telephone Company of Florida and United 16 17 Telephone Company. MR. GILLMAN: Tony Gillman, One Tampa City 18 Center, Post Office Box 110, Tampa, Florida, 33601. 19 Appearing behalf of GTE Florida, Incorporated. 20 21 MS. CANZANO: Donald Crosby, regulatory counsel for the southeastern region of Continental 22 Cablevision, 7800 Belfort Parkway, Suite 270, 23 Jacksonville, Florida, 32256. 24 25 MS. WILSON: Laura Wilson representing the

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Florida Cable Telecommunications Association, 310 North Monroe Street, Tallahassee, Florida, 32301.

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MR. MELSON: Richard Melson of the law firm Hopping, Green, Sams and Smith, P.A., P. O. Box 6526, Tallahassee. Appearing on behalf of MCI Metro Access Transmission Services, Inc.

MS. DUNSON: Robin Dunson appearing on behalf of AT&T Communications of the Southern States, Inc., 1200 Peachtree Street, Atlanta, Georgia, 30309.

I'd like to also enter an appearance for Mike Tye and also Mark Logan and Brian Ballard of the law firm of Bryant, Miller and Olive, 201 South Monroe Street, Suite 500, Tallahassee, Florida, 32301.

MR. FALVEY: James Falvey with the law firm of Swidler & Berlin, 3000 K Street, N.W., Suite 300, Washington, D.C., on behalf of Metropolitan Fiber Systems of Florida, Inc.

MR. SELF: Floyd Self and Norman H. Horton, Jr., of the Messer, Caparello law firm, P. O. Box 1876, Tallahassee, Florida. Appearing on behalf of McCaw Communications of Florida, Inc. and its Florida regional affiliates.

MS. CANZANO: I'm Donna Canzano, and I'm appearing on behalf of the Commission Staff, and with me is Scott Edmonds and Tracy Hatch. And we are at

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2540 Shumard Oak Boulevard, Tallahassee, Florida. 1 MR. WIGGINS: Commissioner Deason, I stepped back 2 3 for a minute while they went down. Pat Wiggins -- I 4 didn't want to make it too simple -- of Wiggins & 5 Villacorta, P. O. Box 1657, Tallahassee, Zip Code, 32302, on behalf of Intermedia Communications of 6 Florida, Inc. 7 COMMISSIONER DEASON: Are there any preliminary 8 matters? 9 10 MS. CANZANO: I think there are a couple. First, the easy one first, that GTE and MFS have agreed to 11 stipulate certain issues. I do have one question on 12 13 that. I wasn't sure if Issue Number 11 is indicated that is stipulated. The prehearing statement of MFS 14 says -- omits Number 11, but GTE says Number 11, if 15 they could just clarify that for me. 16 COMMISSIONER DEASON: Mr. Gillman. 17 18 MR. GILLMAN: It was GTE's position that this 19 issue was fully stipulated. 20 COMMISSIONER DEASON: Mr. Falvey. MR. FALVEY: You know, according to my prehearing 21 statement on Page 6, it says that it is stipulated 22 23 also. You know, to the extent that there are minor, there may be some minor operational issues that we 24 have folded over into Issue 13, and that may be where 25

the confusion arises from, but I think GTE and MFS are 1 2 on all four squares in terms of what we have agreed upon and what we have not agreed upon. 3 MS. CANZANO: So in other words, Mr. Falvey, in 4 5 the section called "Proposed Stipulations," do you modify that to include that it is stipulated? Because 6 7 that is where I'm getting that from. MR. FALVEY: Yes, we can modify that to include 8 11. 9 MS. CANZANO: 10 Thank you. COMMISSIONER DEASON: Okay. 11 MS. CANZANO: And there is a second preliminary 12 matter. United-Centel has filed a motion, and a 13 number of parties have responded to that motion, and 14 15 United-Centel has requested oral argument regarding that motion. 16 17 COMMISSIONER DEASON: Who has requested oral argument? Mr. Wahlen, you requested oral argument? 18 19 MR. WAHLEN: Yes, we have. 20 COMMISSIONER DEASON: Is oral argument discretionary? 21 22 MS. CANZANO: Yes, it is. 23 COMMISSIONER DEASON: Okay. I've read all of the -- I 've read the motion and the responses to that 24 motion, and I'm prepared to rule on it. 25 Is now the

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appropriate time?

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MS. CANZANO: Yes, it is.

COMMISSIONER DEASON: Okay. I'm going to allow the issue, which you have described to be included in both dockets, it will be enumerated as an issue. It will be determined by the full commission. I'm also going to allow oral argument on that issue at the beginning of the hearing, the first day of the hearing. All parties who wish to present oral argument on that legal issue should be prepared to do so at that time, and that's how we are going to resolve the matter.

And all parties are put on notice that this could 13 be binding on them as a result of the decision by the 14 full commission, and you need to conduct yourselves 15 accordingly. And I realize there is some risk 16 17 involved with you participating in this docket, that you potentially could be bound by a decision that 18 19 perhaps you don't want to be bound by. That is your decision. If we were in a more relaxed time schedule, 20 perhaps we could set this issue for its own separate 21 22 oral argument with perhaps a resolution before the 23 hearing begins, but we know we are on a shortened time frame; we don't have that luxury. 24

I think it is a valid issue. I don't know what

the result is going to be. I think it needs to be 1 addressed by the full commission, and this is the most 2 expeditious and fair way I know to handle the 3 situation, and that's the way it will be resolved. 4 Any other preliminary matters? 5 MS. CANZANO: Just one further one because it 6 also is an issue in the 984 docket, the resale docket, 7 and I believe all the parties present at this time are 8 also in the 84 and 85 dockets. Would they agree to 9 stipulate today the decision, so we just hear this 10 11 oral argument once? COMMISSIONER DEASON: I agree that the argument 12 is essentially the same, it should only be heard once, 13 and we can take it up in the 85 docket. The 85 docket 14 is the hearing that begins --15 That begins March 11th. MS. CANZANO: 16 COMMISSIONER DEASON: Right. Okay. All right. 17 Is there any objection to having the issue orally 18 argued at the beginning of the hearing in the 85 19 docket and having that determination also be effective 20 21 for the 84 docket? MR. WAHLEN: We don't have any objection to that. 22 As indicated in our motion, we think people should 23 have one bite at the apple, so we don't need to handle 24 it in both dockets. 25

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COMMISSIONER DEASON: Any other concerns or comments?

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MR. SELF: Commissioner Deason we have no objection. But for the record, LDDS WorldCom is a party in the 984 docket, and McCaw is a party to the 985 docket; but we would be happy to just have the one argument.

COMMISSIONER DEASON: Very well.

Okay. Any other preliminary matters?

MR. MELSON: Just a matter of the clarification. The issue that will be added will be the issue as worded in GTE, Sprint's motion?

COMMISSIONER DEASON: Yes, but if there is a 13 problem with that wording, I'm open to discussing 14 that. It doesn't, I think that pretty much addresses 15 what the basic issue is, but if there is some 16 17 modification of that issue or fine tuning of the wording, I'm open to suggestions if there is a 18 concern. Any concern with the wording of the issue? 19 MR. MELSON: No, sir. I was just trying to make 20 21 sure that I -- I hadn't quite found it at the time you I was still looking for the precise wording. 22 ruled. I found it now. Thank you. 23 COMMISSIONER DEASON: All right. Any other 24 25 preliminary matters?

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MS. CANZANO: None that I'm aware of. 1 COMMISSIONER DEASON: Okay. We can proceed then 2 to the draft prehearing order. And we'll begin with 3 Section I, case background. Any questions or 4 5 concerns? 6 (NO RESPONSE) COMMISSIONER DEASON: 7 Section II addresses confidential information, which is a standard 8 provision in prehearing orders. Let me ask, is there 9 going to be an introduction of confidential 10 information at the hearing? 11 12 MR. WAHLEN: There has been -- excuse me, I'm here. 13 There has been quite a bit of confidential information handled during the discovery process. 14 We 15 have entered into confidentiality agreements or are about to enter into confidentiality agreements with 16 all of the parties that will have access to that. 17 The 18 time has not been set yet under those nondisclosure agreements for deciding whether confidential 19 information will be used in the hearing; that will be 20 21 happening. My anticipation is that there will be some 22 confidential information used in the hearing. 23 COMMISSIONER DEASON: Well, my only concern is that all parties adequately are informed of the 24 25 procedures within the prehearing order and know how we

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conduct the utilization of confidential information so that no one is caught off guard at the hearing, and that's my -- And there is a provision within the prehearing order that there be at least seven days' notice; is that correct, Ms. Canzano?

MS. CANZANO: Yes, it is.

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COMMISSIONER DEASON: Okay. And I just want to make sure all parties are fully aware of the requirements.

10 MS. CANZANO: Also, GTE has filed, as part of its 11 testimony certain portions are treated as 12 confidential. They have a request for confidentiality 13 pending on that.

MR. GILLMAN: That is true, Commissioner. There were certain numbers in the exhibit to the testimony which were designated as confidential. We also expect that there will be certain exhibits offered by other parties which may be confidential. We have entered agreements, and we will work within the confines of this order.

COMMISSIONER DEASON: Very well.

22 MR. MELSON: Commissioner Deason, since the order 23 requires notice no later than seven days, which would 24 be next Monday, I'm going to give oral notice now that 25 I will be using confidential information obtained from

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1 both GTE-Florida and Sprint at the hearing. Between now and the hearing I will work with them on the 2 procedures to ensure that it complies with the 3 prehearing order and that none of it is disclosed 4 verbally. 5 6 COMMISSIONER DEASON: Thank you, Mr. Melson. MR. WAHLEN: We have no objection to that. 7 COMMISSIONER DEASON: Very well. 8 MR. FALVEY: Commissioner Deason, I would also 9 like to give similar notice that we may use 10 confidential information obtained from GTE and 11 United-Centel at the hearing. 12 COMMISSIONER DEASON: Mr. Falvey, I believe you 13 have been at a hearing where we have utilized 14 confidential information, and you are familiar with 15 the procedure; is that correct? 16 MR. FALVEY: That's correct. 17 COMMISSIONER DEASON: Very well. 18 19 MS. CANZANO: Well, I might as well just add that 20 staff might use some too since everyone else is saying 21 it. COMMISSIONER DEASON: Ms. Canzano, are you 22 familiar with the procedure? 23 24 MS. CANZANO: Yes, I am. 25 MR. HATCH: In excruciating detail.

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COMMISSIONER DEASON: Section III addresses prefiled testimony and exhibits. Any questions or concerns?

(NO RESPONSE)

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COMMISSIONER DEASON: Section IV, order of witnesses.

I have a suggestion, Commissioner 7 MR. WAHLEN: Deason. First of all, United and Centel believe that 8 9 the intervenors in this case should present their 10 testimony before the respondents, which are 11 United-Centel and GTE. So our first suggestion would be that to the extent MCI Metro and AT&T are allowed 12 13 to present witnesses, they would go before the incumbent local exchange companies. We would also 14 suggest that due to the short time period available 1516 for the hearing that direct and rebuttal be presented at the same time. 17

COMMISSIONER DEASON: Responses to the suggestions by Mr. Wahlen?

20 MR. GILLMAN: Commissioner Deason, on behalf of 21 GTE, I think that is a good suggestion and would join 22 in it.

23 COMMISSIONER DEASON: Any other responses to the 24 suggestion?

MR. MELSON: No objection from MCI Metro.

MS. WILSON: FCTA does not object to that either. 1 MS. DUNSON: AT&T does not object either. 2 MR. FALVEY: MFS does not object either. 3 4 MR. COHEN: And no objection from Time Warner or Digital Media Partners. 5 MR. CROSBY: No objection from Continental. 6 7 COMMISSIONER DEASON: Isn't this nice. Maybe you are just setting me up for later objections. 8 Staff have any objections? 9 10 MS. CANZANO: Oh, no. 11 COMMISSIONER DEASON: Does staff understand the suggestion? 12 MS. CANZANO: Excuse me? 13 COMMISSIONER DEASON: Does staff understand the 14 nature of the suggestion? 15 16 MS. CANZANO: Yes. COMMISSIONER DEASON: Okay. And it is understood 17 then that we would be doing direct and rebuttal at the 18 same time? 19 (AFFIRMATIVE INDICATIONS) 20 COMMISSIONER DEASON: Very well. Any other 21 concerns with the order of witnesses and their 22 availability? 23 Just as a matter of clarification, MS. WILSON: 24 would that mean that essentially you would use the 25 C & N REPORTERS TALLAHASSEE, FLORIDA (904)385-5501

same order but you would take GTE and United and put those witnesses at the end?

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COMMISSIONER DEASON: That is my understanding. MS. WILSON: Okay. Other than that, the same order.

MR. GILLMAN: And Commissioner, I'd just -- just a matter of clarification then, assuming that the stipulation gets approved by the full commission, we anticipate, you know, not offering testimony on some of the stipulated issues since they would be controlled by the agreement with MFS. So where the witnesses say they are going to testify regarding certain issues, that could be revised depending on the stipulation as approved. I don't know if the order has to be clarified. I just wanted to point that out.

COMMISSIONER DEASON: That raises a very good question, and perhaps now is the time to address it.

Does staff envision that the stipulation will be presented to the Commission for resolution before the taking of testimony on those issues for which there is a stipulation?

MS. CANZANO: Yes, I would imagine that would be a preliminary matter at the beginning of the hearing. MR. GILLMAN: And I have no problem with that, and based upon my conversations with Mr. Falvey, that

1 he's also agreeable to that procedure. 2 MR. FALVEY: That's correct. MFS is agreeable to 3 that procedure. 4 On a similar note, with respect to the issues 5 that Mr. Devine will direct his testimony to, some of 6 the testimony on some of the issues will only relate 7 to its petition to United, Sprint United-Centel to the extent that the stipulation will have resolved those 8 9 issues as between MFS and GTE. I have no problem with 10 the way the prehearing order is currently worded. COMMISSIONER DEASON: Very well. 11 12 MR. MELSON: Commissioner Deason. COMMISSIONER DEASON: Yes. 13 MR. MELSON: In an abundance of caution I'm going 14 15 to ask for clarification because something Mr. Wahlen just said seemed to me to indicate he and I may 16 understand your ruling differently. He indicated that 17 18 MCI's witnesses should come before GTE and Sprint assuming we are allowed to present testimony. 19 Μv understanding was that the oral argument is on the 20 substance of the legal issue as to the extent to which 21 we are bound and that you have ruled that we are 22 23 entitled to participate as a party. Did I understand your ruling correctly? 24 25 COMMISSIONER DEASON: Yes, I'm glad you brought

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that to my attention because perhaps it does need to 1 2 be clarified. That is correct. I have made the ruling that you are a party and that to the extent you 3 4 wish to participate, you may be allowed to participate, realizing it may be putting yourself at 5 some risk if you do choose to participate. But that 6 7 if you so, if you wish to exercise that right, you have full standing as a party to participate in this 8 hearing. 9 MR. MELSON: Thank you. 10 COMMISSIONER DEASON: And that is the ruling, 11 Mr. Wahlen. 12 13 MR WAHLEN: Okay. Thank you for the clarification. 14 15 MS. CANZANO: I would like to make a suggestion. For GTE and MFS, if the Commission approves the 16 17 stipulation, could you be prepared on the day of the 18 hearing to say which portions of the testimony you are withdrawing, like explicitly? 19 20 MR. GILLMAN: Yes, GTE would be so prepared. MR. FALVEY: Yes, MFS would also be so prepared. 21 22 COMMISSIONER DEASON: Very well. MR. COHEN: As will Time Warner and Digital Media 23 24 Partners. 25 COMMISSIONER DEASON: I take it that availability C & N REPORTERS TALLAHASSEE, FLORIDA (904)385-5501

of witnesses is not going to be a problem? This is set for a two-day hearing.

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MR. WAHLEN: The only constraint we have is that Mr. Michaelson will only be available the second day, but in view of the way things are shaking out, we don't think that is going to be a problem.

While we are on the witness, we would like the prehearing order to be amended to reflect that Mr. Poag will be testifying on all issues, and Mr. Michaelson will be testifying on Issue 1, which is the rates, terms and conditions. And I apologize for not including that in our prehearing statement.

COMMISSIONER DEASON: Very well.

Staff, let me ask this question. Do we feel that we are going to have adequate time to conduct this hearing within the two days that are allowed?

MS. CANZANO: It's hard to tell. I think we will. I don't know.

19 COMMISSIONER DEASON: Well, the only reason I 20 mention it, and I don't want to be premature, but I do 21 want -- if I'm going to err, I want to err on the side 22 of putting all parties on notice, that if for some 23 reason that the hearing cannot be done in two days, it 24 may be necessary to continue the hearing for another 25 day within that week. I understand there are three

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days of hearings that are scheduled for a Florida Power and Light matter which may not take the entire three days.

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I know that that is speculation at this point. I know that this is a hearing which needs to be conducted as quickly as possible, and obviously that is something that would be done at the chairman's direction not at mine. I'm just putting everyone on notice that I think the Commission will make every endeavor to have the hearing completed within the two days and that probably we'll be working into the evenings. But if it becomes impossible and it appears that the FPL hearing is not going to take the entire three days, that it is a possibility, here again, at the chairman's direction, to continue these hearings for later on the same week.

17 And you may want to make some inquiries with your 18 expert witnesses to see if they are available, and if there is a problem, we may need to make accommodation 19 20 to make sure that certain witnesses are heard on either Monday or Tuesday, which are scheduled for this 21 hearing. And that is just to try to help persons and 22 23 put you on notice that that is a possibility. Hopefully we can have the hearing completed within the 24 25 two days and we won't have to look at this as a

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potential problem. 1 2 Okay. Section V addresses basic positions. Any changes or corrections? 3 (NO RESPONSE) 4 COMMISSIONER DEASON: Section VI addresses the 5 specific issues, and we'll begin with Issue 1. 6 7 Changes, corrections, questions? (NO RESPONSE) 8 COMMISSIONER DEASON: 9 Issue 2? (NO RESPONSE) 10 COMMISSIONER DEASON: 11 Issue 3? (NO RESPONSE) 12 COMMISSIONER DEASON: Issue 4? 13 14 MR. WAHLEN: Yes, I have a correction, and I 15 have -- It's on Page 23 of the prehearing order. The words "Spring United-Centel" need to be changed to 16 17 Sprint United-Centel, and I have a marked up copy of that for staff's use in preparing the final order. 18 And I have a similar change on Page 36 that I 19 20 would like to submit to staff as well. COMMISSIONER DEASON: Very well. 21 MR. WAHLEN: 22 Thank you. 23 COMMISSIONER DEASON: Any other questions or corrections for -- I'm sorry, we were on Issue 3; is 24 25 that correct?

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21 MR. EDMONDS: 4. 1 COMMISSIONER DEASON: Issue 4, I'm sorry. 2 Issue 4? 3 4 (NO RESPONSE) 5 COMMISSIONER DEASON: Issue 5a? (NO RESPONSE) 6 COMMISSIONER DEASON: Issue 5b? 7 8 (NO RESPONSE) COMMISSIONER DEASON: Issue 6? 9 10 (NO RESPONSE) COMMISSIONER DEASON: Issue 7? 11 (NO RESPONSE) 12 COMMISSIONER DEASON: Issue 8? 13 (NO RESPONSE) 14 COMMISSIONER DEASON: Issue 9? 15 (NO RESPONSE) 16 COMMISSIONER DEASON: Issue 10? 17 (NO RESPONSE) 18 COMMISSIONER DEASON: Issue 11? 19 20 (NO RESPONSE) COMMISSIONER DEASON: Issue 12? 21 (NO RESPONSE) 22 COMMISSIONER DEASON: Issue 13? 23 (NO RESPONSE) 24 25 COMMISSIONER DEASON: Issue 14? C & N REPORTERS TALLAHASSEE, FLORIDA (904)385-5501

(NO RESPONSE) 1 COMMISSIONER DEASON: And consistent with my 2 previous ruling, Issue 15? 3 (NO RESPONSE) 4 5 COMMISSIONER DEASON: Very well. Section VII addresses the exhibit list. Changes or corrections to 6 the exhibit list? 7 (NO RESPONSE) 8 COMMISSIONER DEASON: Section VIII addresses 9 10 proposed stipulations. We have already addressed to 11 some extent the GTE and MFS stipulation. Any other 12 concerns or changes? 13 MR. FALVEY: Commissioner Deason, I have a question with regard to the exhibit list and the 14 15 handling of exhibits in general, stepping back to Section VII. Do you anticipate that exhibits will be 16 separately entered with respect to United-Centel and 17 GTE petitions, or that there will be one seriatim list 18 19 of all exhibits? COMMISSIONER DEASON: We will begin with Exhibit 20 Number 1, and they will be identified, and there will 21 not be another set of exhibits beginning again with 22 23 Number 1 for the two different LECs which are the 24 subject of this hearing. MR. FALVEY: Okay. 25 Thank you.

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COMMISSIONER DEASON: That's my understanding. 1 Staff, is that correct? 2 3 MS. CANZANO: That's right. 4 COMMISSIONER DEASON: Okay. Any other questions 5 on the exhibit list? 6 (NO RESPONSE) 7 COMMISSIONER DEASON: Okay, Section VIII, 8 proposed stipulations. Questions or concerns? 9 (NO RESPONSE) COMMISSIONER DEASON: Section IX addresses 10 11 pending motions, and I believe that motion has been 12 ruled upon to the extent that the prehearing officer 13 is going to deal with that motion. And I believe that can be shown in the rulings in Section X. 14 15 MS. CANZANO: Yes, it will. COMMISSIONER DEASON: Staff, it probably would be 16 17 expeditious for you to make available to the other commissioners the pleadings which have been filed in 18 19 relation to the Legal Issue 15. 20 MS. CANZANO: We will certainly do that. COMMISSIONER DEASON: Whatever background you 21 22 think would be appropriate so that commissioners may 23 be prepared for the oral argument at the beginning of the hearing. 24 Any other matters? 25

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MR. WAHLEN: Could I just inquire briefly? 1 2 Centel and United have taken a position on Issue 15, and I was curious what the procedure would be for 3 other parties who would like to have their positions 4 5 reflected in the prehearing order. COMMISSIONER DEASON: That is a good point. 6 Let 7 me first of all, are all parties planning to take a position on Issue 15? I would think so. Mr. Melson, 8 I'm sure that you will. 9 I would suggest that that be provided to staff in 10 writing. I am not going to ask for that right at this 11 12 moment, Mr. Wahlen, but I would also ask that when that is provided to staff, those positions, that it 13 also be, likewise be given to all the other parties in 14 an expeditious manner. 15 Ms. Canzano, when would be an appropriate time 16 for you to have that in writing from all parties for 17 incorporation into the order? 18 19 MS. CANZANO: The prehearing order would need to be issued next week, by the end of next week, but we 20 have to pull in those positions. Is by close of 21 business reasonable for everybody on Tuesday? 22 (AFFIRMATIVE INDICATIONS) 23 COMMISSIONER DEASON: Close of business Tuesday; 24 is that fine? 25

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MS. DUNSON: That's fine.

COMMISSIONER DEASON: Any objections?

(NO RESPONSE)

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COMMISSIONER DEASON: And let me just remind you that make your positions short. You will be given an opportunity to orally argue your position at the hearing.

MS. CANZANO: And I would request that all the parties file that on a diskette so this way it reduces human error. I want to make sure your positions are as accurate as possible.

COMMISSIONER DEASON: Ms. Canzano, perhaps we also need to discuss what would be an appropriate time limit for the oral argument on Issue 15, if we are going to do it strictly -- give so much time to every party to this proceeding. How do you envision that being handled realizing we only have two days?

MR. HATCH: We've got two days, that's what I was 18 I would expect if they can't make the 19 pondering. 20 point in ten minutes or less then they've got real 21 trouble. My recommendation would be ten minutes. 22 COMMISSIONER DEASON: For each party? MR. HATCH: For each party. 23 MR. MELSON: Chairman Deason, I wonder if the 24 25 parties who are active petitioners in the docket, it

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would seem to me that they've got no need to argue. I would think GTE and Sprint would want to, but Continental, MFS, Time Warner and FCTA -- I'm sorry --

COMMISSIONER DEASON: FCTA is on your side, Mr. Melson.

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7 MR. MELSON: Right. Would not need to argue. 8 Well, she whispered FCTA, and I thought I'm supposed 9 to add that to the list I'm reading. But it seemed to 10 me that the other, the non-petitioning intervenors 11 would want to argue but that you might be able to 12 eliminate argument from three parties and simply do it 13 quicker.

MR. CROSBY: Commissioner Deason, Continental 14 would have one problem with that. As you know, we 15 16 originally filed a petition against all three parties, United, Centel and GTE; and then in the fullness of 17 time and in the interest of economy decided to 18 withdraw our petition with regard to GTE. So now I'm 19 left in the position of where I guess I'm -- I have 20 dual status. I suppose I'm a petitioning party with 21 respect to certain local exchange companies, and I'm 22 23 an intervenor with respect to another one. And I don't know, frankly, as I sit here what my position is 24 going to be with respect to United-Centel's motion in 25

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this matter.

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2 COMMISSIONER DEASON: Well, let me ask, do you 3 consider yourself an intervening party in the United petition? 4 5 MS. CANZANO: No, I'm a petitioning party there. 6 COMMISSIONER DEASON: Okay. And are you a 7 petitioning party in the GTE? MR. CROSBY: Former petitioning party who is now 8 an intervening party I would suppose. 9 10 COMMISSIONER DEASON: That does put you in a fairly unique position. I think you will probably 11 need 15 minutes, but I'm only going to give you ten. 12 MR. CROSBY: Thank you. 13 MR. FALVEY: Commissioner Deason, a simpler 14 concern on behalf of MFS, I could foresee a situation 15 where the shoe would be on the other foot six months 16 17 from now and we would find ourselves in a similar situation as MCI on a separate petition; and to the 18 extent that we will be a party to this proceeding and 19 20 sitting here for the argument, I would request, you know, even two minutes to summarize our position on 21 this issue. But I -- Having prepared to argue this 22 23 today, I honestly don't expect that I would use the full two minutes. 24 25 COMMISSIONER DEASON: Thank you.

I have to tell you, Commissioner 1 MR. HATCH: 2 Deason, that when I suggested ten minutes, I did not 3 anticipate ten minutes for every party because not everybody has -- but if it looks like everybody at the 4 5 bench is going to argue, ten minutes is going to put 6 you way into the day. COMMISSIONER DEASON: That is what my concern is 7 as well. 8 9 MR. HATCH: I assumed only those directly affected, for example, like MCI, you would only have 10 three or four people arguing. If it's going to be 11 12 ten, then you need to shorten ten minutes by a longshot, perhaps as much as five. 13 MR. FALVEY: I can agree to forego argument. 14 15 Maybe we can file something in writing, which we haven't done up to this point, and I think that would 16 take care of MFS's concern. 17 18 MR. WIGGINS: If it helps, Intermedia will not be making argument. 19 COMMISSIONER DEASON: You are always helpful, 20 Mr. Wiggins. 21 22 MR. WIGGINS: Thank you. COMMISSIONER DEASON: Well, would it be 23 appropriate to allocate 20 minutes per side? It would 24 be up to GTE and Sprint-Centel to divide their 20 25

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minutes however they see fit and for the petitioning ALECs and the non-petitioning ALECs to divide up their 20 minutes as they see fit. And 20 minutes is just a suggestion. Maybe it should be more or less than 20 minutes if we tried to divide the time up on a side versus side basis as opposed to allocating specific time to each intervening party.

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MR. GILLMAN: Commissioner Deason, if we are arguing only the issue of whether a party is bound by it, I don't believe that United and GTE necessarily agree on that legal issue, so I don't know that you can group us together.

MR. WAHLEN: He can be in with Mr. Crosby.

MR. GILLMAN: I mean our issue, if they are not going to be bound, then they should be dismissed. But it's my understanding that issue will not be addressed.

COMMISSIONER DEASON: The question of dismissal 18 of parties is not going to be addressed within the 19 20 context of Issue 15. Issue 15 is strictly the effect 21 of a party's participation if they choose to exercise their right to participate, but the ruling has been 22 23 made they do have full rights to participate if they wish to exercise those rights. 24

Well, what I'm going to do, and I'm going to

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leave it up to the parties if they want to work out 1 among themselves a more expeditious way, but each 2 intervening party is going to be given five minutes to 3 argue their position; and if they wish to combine that 4 with others, so be it. I think, if anything, that put 5 6 perhaps Mr. Wahlen at a little bit of a disadvantage; 7 but since he wrote such an eloquent argument to begin with, I'm sure he can explain it in five minutes. 8 So that is going to be the situation. I don't know any 9 other simpler way to do it. 10 Any other matters? 11 MS. CANZANO: None that I'm aware of. 12 13 COMMISSIONER DEASON: Any other parties have any other matters? 14 (NO RESPONSE) 15 16 COMMISSIONER DEASON: Very well. That concludes then the 85 docket. 17 Do we need to take a recess before we begin the 18 84? 19 20 MS. CANZANO: We don't need to. COMMISSIONER DEASON: Fine with me. 21 (WHEREUPON, THE HEARING WAS ADJOURNED) 22 23 24 25 C & N REPORTERS TALLAHASSEE, FLORIDA (904)385-5501

COURT CERTIFICATE STATE OF FLORIDA) COUNTY OF LEON) I, NANCY S. METZKE, Certified Shorthand Reporter and Registered Professional Reporter, certify that I was authorized to and did stenographically report the foregoing proceedings and that the transcript is a true and complete record of my stenographic notes. DATED this 3rd day of March, 1996. METZKE, CCR ()RPR C & N REPORTERS TALLAHASSEE, FLORIDA (904)385-5501