Lisa S. Foshee General Attorney

BellSouth Telecommunications, Inc. 150 South Monroe Street Room 400 Tallahassee, Florida 32301 (305) 347-5558

May 9, 2001

Mrs. Blanca S. Bayó Director, Division of Records and Reporting Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Re: 960786-TL (Section 271)

Dear Ms. Bayó:

Enclosed is an original and fifteen copies of BellSouth
Telecommunications, Inc.'s Response to MCI WorldCom's Motion for
Reconsideration of Order No. PSC-01-1025-PCO-TL and BellSouth
Telecommunications, Inc.'s Response to Motion for Reconsideration of Florida
Competitive Carriers Association and AT&T which we ask that you file in the
captioned docket.

A copy of this letter is enclosed. Please mark it to indicate that the original was filed and return the copy to me. Copies have been served to the parties by U.S. Mail as shown on the attached Certificate of Service.

Sincerely,

Lisa S. Foshee

**Enclosures** 

cc: All Parties of Record Marshall M. Criser III R. Douglas Lackey

DOCUMENT NUMBER-DATE

05847 MAY-95

FPSC-RECORDS/REPORTING

#### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Consideration of	)	
BellSouth Telecommunications, Inc.'s	)	Docket No. 960786-TL
Entry into InterLATA Services Pursuant	)	
To Section 271 of the Federal	)	Filed: May 9, 2001
Telecommunications Act of 1996	)	•
	)	

## BELLSOUTH TELECOMMUNICATIONS, INC.'S RESPONSE TO MCI WORLDCOM'S MOTION FOR RECONSIDERATION OF ORDER NO. PSC-01-1025-PCO-TL

BellSouth Telecommunications, Inc. ("BellSouth") hereby responds and opposes MCI WorldCom's Motion for Reconsideration of Order No. PSC-01-1025-PCO-TL, issued by the Florida Public Service Commission ("Commission") on April 25, 2001. BellSouth supports the Prehearing Officer's exclusion of evidence on MCI's alleged "commercial experience" to the extent that the Commission keeps other performance data issues in the Florida Third Party Test ("TPT").

### **DISCUSSION**

MCI has not presented any grounds upon which the Commission should reconsider Prehearing Officer's decision to exclude evidence on commercial usage from the hearing. As the Prehearing Officer noted in his Order, under the Commission's view of the TPT, the analysis that will be done in the TPT "requires an analysis of commercial data." Order, at 5. Given the Commission's position on this issue, the Prehearing Officer logically excluded commercial data from the hearing to streamline the process and avoid duplicative effort. In opposition to that goal, MCI is seeking two bites at the apple – it wants the TPT to be as expansive and all-inclusive as possible, but also wants the right to reargue performance issues in the hearing, presumably to the extent that the TPT supports BellSouth's case. MCI's proposal would create duplicative work in two dockets without

adding anything to the evidentiary record upon which the Commission can make its recommendation to the FCC. In short, all performance issues should be handled in one docket or the other, but not in both. To the extent that the Commission considers performance data issues in the TPT, it should consider commercial usage/experience issues there as well.

MCI has not presented any valid reasons for the Commission to change the Issues List. MCI first claims that nothing in the order establishing the TPT specifically contemplated that KPMG would evaluate the ALEC's commercial experience. (Motion, at 2). As noted in the Order, the Prehearing Officer has a different understanding of the scope of the TPT. Moreover, even if the original TPT order did not include an analysis of performance data, the Staff has amended the test to include "a KPMG overall evaluation of commercial performance data." Thus, regardless of the scope of the initial test plan, the TPT now includes performance data issues. Given the effort MCI has put into expanding the scope of the TPT, it is disingenuous for MCI to now argue that the Staff cannot amend the plan to more fully meet the Staff's view of the Commission's needs.

Second, MCI argues that the Commission should expand the scope of the hearing specifically to include evidence on an alleged mass market launch of local service by MCI in Georgia. This argument highlights the fact that MCI has spent so much time protecting its share of the long distance market in the regulatory arena that it has lost sight of the actual marketplace. While MCI has been defending its long distance revenue, other carriers have gone about the business of entering the local market. Over 362 ALECs have been certified to provide local service in Florida. As of December 2000,

ALECs served approximately 713,127 lines in BellSouth's service area, which is approximately 9.8% of the total access lines. Moreover, ALECs' existing collocation arrangements allow them to serve more than 90% of BellSouth's residential and business access lines. In short, local competition is thriving in Florida. The fact that MCI may start competing in Georgia, five years after the implementation of the Act, should not cause any change in the scope of the hearing. If MCI truly is concerned about commercial usage in Florida, MCI should come to Florida and compete.

Third, BellSouth agrees that its OSS are region-wide, and that commercial usage of its systems is the most probative evidence of its compliance with the checklist. That being said, there is still no reason to allow MCI to argue performance issues (which include commercial usage) in both the TPT and the 271 hearing – as the Hearing Officer recognized, the issues should be handled in one docket or the other.

Finally, MCI, as well as the other parties to the TPT docket, will have the opportunity to comment on the TPT in general, and the performance data analysis specifically. The Staff proposal included a comment cycle, during which MCI (and any other party) will be free to present whatever evidence they deem appropriate to address KPMG's conclusions. This comment cycle will ensure that all parties have a full and fair opportunity to present their respective cases.

In conclusion, the Commission should deny MCI's Motion for Reconsideration. Under the current Issues List, the Prehearing Officer clearly delineated the issues for the hearing and the issues for the TPT. MCI seeks to dissolve that demarcation and present evidence on performance data and commercial usage in both proceedings. MCI's proposal would create duplicative work for all parties to no logical end. If the

Commission continues to maintain that performance data be handled in the TPT, any evidence of commercial experience/usage should be handled in the TPT as well.

This 9<sup>th</sup> day of May, 2001.

BELLSOUTH TELECOMMUNICATIONS, INC.

Nancy B. White

Museum Tower

150 West Flagler Street

Suite 1910

Miami, Florida 33130

(305) 347-5558

Fred McCallum, Jr. Lisa S. Foshee 675 West Peachtree Street Suite 4300 Atlanta, Georgia 30342

343325

### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Consideration of	)	
BellSouth Telecommunications, Inc.'s	)	Docket No. 960786-TL
Entry Into InterLATA Services Pursuant	)	
To Section 271 Of The Federal	)	Filed: May 9, 2001
Telecommuncations Act of 1996	)	
	)	

# BELLSOUTH TELECOMMUNICATIONS, INC.'S RESPONSE TO MOTION FOR RECONSIDERATION OF FLORIDA COMPETITIVE CARRIERS ASSOCIATION AND AT&T

BellSouth Telecommunications, Inc. ("BellSouth") hereby responds to and opposes the Motion for Reconsideration ("Motion") of the Florida Competitive Carriers Association and AT&T (collectively, the "ALECs"). The Prehearing Officer already considered the issues raised by the ALECs in the Motion. The ALECs have not presented any arguments in support of their position other than those that were presented to, and rejected by, the Prehearing Officer. Thus, the Commission should deny the Motion.

First, the ALECs argue that items that are outside the scope of the Florida Third Party Test ("TPT") should be considered in the hearing. What the ALECs consistently ignore is that the Commission specifically designed the TPT to address all of the issues associated with the assessment of BellSouth's provision of nondiscriminatory access to OSS. As noted by the Prehearing Officer, the Commission, in adopting the TPT, specifically held as follows:

if BellSouth's OSS systems pass the third-party testing in Florida, then BellSouth shall be considered to have remedied the OSS concerns that we identified in Order No. PSC-97-1459-FOF-TL for purposes of our recommendation to the FCC on any future application by BellSouth for interLATA authority in Florida. Likewise, if only portions of BellSouth's OSS systems pass the third-party testing in Florida, then BellSouth shall

not be required to make any futher demonstration to us with regard to these portions.

Order No. PSC-99-1568-PAA-TP, at 10-11. In addition, the Commission held that "we believe that the third party testing process, if fully implemented in Florida, will provide sufficient information to allow us to fulfill our consultative role under Section 271 of the Act with regard to BellSouth's provision of OSS systems." The Commission was explicit that the TPT would provide the Commission with all of the information it needed to assess BellSouth's compliance with its OSS obligations under the checklist. To now allow the ALECs to ligitate a myriad of issues outside the confines of the TPT would thwart the Commission's intent in designing the TPT, and would render much of the time, expense and effort expended on the TPT moot. The Prehearing Officer's decision to exclude OSS issues from the hearing, on the other hand, accurately reflects the Commission's intent with respect to the purpose and scope of the TPT.

In an effort to convince the Commission to limit the purpose of the TPT, the ALECs set forth a litinary of things to divert the Commission's attention from the central issue. What the ALECs fail to recognize, however, is that it was exactly this sort of scattershot diversionary tactic that the Commission intended to avoid by implementing the TPT. The Commission initiated the TPT specifically to "provide better, more accurate information about the status of BellSouth's systems than might be obtained through further administrative proceedings on [BellSouth's provision of nondiscriminatory access to its OSS]." Order No. PSC-99-1568-PAA-TP, at 10. The ALECs' Motion validates the Commission's approach to the TPT.

Second, the ALECs argue that the Prehearing Officer misinterpreted the Commission's Order regarding interim performance measurements. To support their position, the ALECs cite selective portions of Order No. PSC-00-0260-PAA-TI and consistently ignore the Commission's specific conclusion that the performance metrics adopted in the TPT would "provide the quantitative yardstick by which the existence of nondiscrimination or parity can be detected." *Id.* at 3. The Commission's Order implementing the TPT leaves no doubt that the Commission intended to use the interim performance measures for purposes of issuing a 271 recommendation to the FCC.

Third, the ALECs argue that the Commission must wait on the implementation of permanent performance measurements to issue its 271 decision. This argument also is without merit. While the Commission's work in the permanent performance measurements docket certainly is important, it is not a threshold issue for 271 purposes. To the contrary, the Commission adopted interim performance measurements in Florida specifically to allow the Commission to collect the performance data necessary to make a 271 decision *before* it finished its permanent measures docket.

In addition, while the ALECs gloss over implementation issues, it is crucial for the Commission to recognize that due to the enormous complexity in code writing and programming, it usually takes BellSouth six months to implement a performance measurements order. Given this schedule, BellSouth cannot expect to begin to collect data under the permanent measures adopted by this Commission until February 2002. This delay is neither necessary nor prudent. The Commission adopted interim measures pursuant to which it can collect performance data; thus, there is no need to jeopardize the

public interest by waiting on the implementation of permanent performance measurements.

Finally, the ALECs argue that the Commission should reconsider the exclusion of evidence related to commercial usage from the hearing. For the reasons set forth in its Response to Motion for Reconsideration of MCI WorldCom, BellSouth supports the Prehearing Officer's decision to exclude this issue. The most important thing the Commission must do with respect to this issue is be consistent - the Commission can consider performance data and evidence of commercial experience in the 271 hearing, or in the TPT docket, but it should not allow the ALECs to have it considered in both proceedings. The ALECs have not presented any compelling reason to consider the performance issues in the hearing as opposed to the TPT. Moreover, the ALECs ignore the fact that the Staff has proposed a comment cycle at the conclusion of the TPT. This comment cycle will provide all parties with the opportunity to present evidence related to KPMG's conclusions in the TPT, including conclusions on BellSouth's performance data. The comment cycle will provide adequate opportunity for all parties to present their case on BellSouth's performance to the Commission for consideration.

In conclusion, the Commission should deny the ALECs' Motion. The Prehearing Officer's decision comports with the intent of the Commission's Order initiating the TPT, as well as with the dictates of economy and efficiency. The ALECs, on the other hand, have failed to put forth any colorable reason to include their proposed issues in the hearing.

This 9th day of May, 2001.

BELLSOUTH TELECOMMUNICATIONS, INC.

Nancy B. White

Museum Tower

150 West Flagler Street

Suite 1910

Miami, Florida 33130

(305) 347-5558

Fred McCallum, Jr. Lisa S. Foshee 675 West Peachtree Street Suite 4300 Atlanta, Georgia 30342

# CERTIFICATE OF SERVICE DOCKET NO. 960786-TL

## I HEREBY CERTIFY that a true and correct copy of the foregoing was served by

## U. S. Mail this 9th day of May, 2001 to the following:

Mr. Brian Sulmonetti (+)
LDDS WorldCom Communications
Suite 3200
6 Concourse Parkway
Atlanta, GA 30328
Tel. No. (770) 284-5493
Fax. No. (770) 284-5488
brian.sulmonetti@wcom.com

Floyd R. Self, Esq.
Messer Law Firm
215 South Monroe Street
Suite 701
P.O. Box 1876
Tallahassee, FL 32302-1876
Tel. No. (850) 222-0720
Fax. No. (850) 224-4359
Represents LDDS/ACSI
fself@lawfla.com

Vicki Gordon Kaufman
McWhirter, Reeves, McGlothlin,
Davidson, Rief & Bakas, P.A.
117 South Gadsden Street
Tallahassee, Florida 32301
Tel. No. (850) 222-2525
Fax. No. (850) 222-5606
Represents FCCA
vkaufman@mac-law.com

Charles J. Beck
Office of Public Counsel
111 W. Madison Street
Suite 812
Tallahassee, FL 32399-1400
Tel. No. (850) 488-9330
Fax No. (850 488-4992
Beck.Charles@leg.state.fl.us

Richard D. Melson
Hopping Green Sams & Smith
123 South Calhoun Street
P.O. Box 6526
Tallahassee, FL 32314
Tel. No. (850) 222-7500
Fax. No. (850) 224-8551
Represents MCI, Rhythms & ITC
RMelson@hgss.com

Susan S. Masterton
Sprint Communications Co.
Post Office Box 2214
Tallahassee, FL 32316-2214
Tel. (850) 5999-1560
Fax (850) 878-0777
susan.masterton@mail.sprint.com

Beth Keating, Staff Counsel
Florida Public Service
Commission
Division of Legal Services
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850
Tel. No. (850) 413-6212
Fax. No. (850) 413-6250
bkeating@psc.state.fl.us

Scott Sapperstein
Intermedia Comm., Inc.
3625 Queen Palm Drive
Tampa, Florida 33619-1309
Tel. No. (813) 829-4093
Fax. No. (813) 829-4923
Sasapperstein@intermedia.com

Rhonda P. Merritt AT&T 101 North Monroe Street Suite 700 Tallahassee, FL 32301 Tel. No. (850) 425-6342 Fax. No. (850) 425-6361 rpmerritt@ATT.com

•

Marsha Rule
Regulatory Attorney
AT&T
101 North Monroe Street
Suite 700
Tallahassee, FL 32301
Tel. No. (850) 425-6365
Fax. No. (850) 425-6361
mrule@att.com

Kenneth A. Hoffman, Esq.
Rutledge, Ecenia, Underwood,
Purnell & Hoffman, P.A.
215 South Monroe Street
Suite 420
P.O. Box 551
Tallahassee, FL 32302
Tel No. (850) 681-6788
Fax. No. (850) 681-6515
Ken@Reuphlaw.com

John R. Marks, III
Knowles Law Firm
215 South Monroe Street
Suite 130
Tallahassee, FL 32301
Tel. (850) 222-3768
Fax. (850) 561-0397
Represents BellSouth
JohnM@KMRlaw.com

Kenneth S. Ruth
Florida Director CWA
2180 West State Road 434
Longwood, FL 32779
Tel. (407) 772-0266
Fax. (407) 772-2516
Kruth@cwa-union.org

Marilyn H. Ash MGC Communications, Inc. 3301 N. Buffalo Drive Las Vegas, NV 89129 Tel. No. (702) 310-8461 Fax. No. (702) 310-5689

Rodney L. Joyce Shook, Hardy & Bacon, L.L.P. 600 14th Street, N.W. Suite 800 Washington, D.C. 20005-2004 Tel. No. (202) 639-5602 Fax. No. (202) 783-4211 rjoyce@shb.com Represents Network Access Solutions

Birch Telecom of the South, Inc. 8601 Six Forks Road Suite 463 Raleigh, NC 27516 Tel. No. (919) 676-5262 Fax. No. (919) 676-5295

Michael Gross/Charles Dudley FCTA, Inc. 246 E. 6th Avenue Suite 100 Tallahassee, FL 32303 Tel. No. (850) 681-1990 Fax. No. (850) 681-9676 mgross@fcta.com

Nanette Edwards ITC^DeltaCom 4092 South Memorial Parkway Huntsville, AL 35802 Tel. No. (256) 382-3856 Fax. No. (256) 382-3969 Represented by Hopping Law Firm

Donna McNulty MCI WorldCom 325 John Knox Road Suite 105 Tallahassee, FL 32303-4131 Tei. No. (850) 422-1254 Fax. No. (850) 422-2586 donna.mcnulty@wcom.com

Network Access Solutions Corp. 100 Carpenter Drive Suite 206 Sterling, VA 20164 Tel. No. (703) 742-7700 Fax. No. (703) 742-7706 Represented by Shook, Hardy & Bacon

Peter Dunbar/David Swafford Pennington Law Firm P.O. Box 10095 Tallahassee, FL 32301 Tel. No. (850) 222-3533 Fax. No. (850) 222-2126 Represents Time Warner pete@penningtonlawfirm.com

Rhythms Links, Inc. 6933 South Revere Parkway Suite 100 Englewood, CO 80112 Tel. No. (303) 476-4200 Represented by Hopping Law Firm

Benjamin Fincher
Sprint/Sprint-Metro
3100 Cumberland Circle
#802
Atlanta, GA 30339
Tel. No. (404) 649-5144
Fax. No. (404) 649-5174
Represented by Ervin Law Firm

Carolyn Marek
Time Warner
Regulatory Affairs, SE Region
233 Bramerton Court
Franklin, TN 37069
Tel. No. (615) 376-6404
Fax. No. (615) 376-6405
carolyn.marek@twtelecom.com
Represented by Pennington Law Firm

James Falvey
ACSI
131 National Business Parkway
Annapolis Junction, MD 20701
Represented by Messer Law Firm

Matthew Feil Florida Digital Network, Inc. 390 North Orange Avenue Suite 2000 Orlando, FL 32801 Tel. No. (407) 835-0460 mfeil@floridadigital.net

Michael Sloan Swidler Berlin Shereff Friedman, LLP 3000 K Street, N.W. Suite 300 Washington, D.C. 20007-5116 Tel. No. (202) 295-8458 Fax No. (202) 424-7645 mcsloan@swidlaw.com

Katz, Kutter Law Firm
Charles J. Pellegrini/Patrick Wiggins
106 E. College Avenue
Tallahassee, FL 32301
Tel. No. 850-224-9634
Fax. No. 850-224-9634
pkwiggins@katzlaw.com

USOS, TOBUL Lisa S. Foshee (KA)

(+) Signed Protective Agreement