BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition for expedited review and cancellation of BellSouth Telecommunications, Inc.'s Key Customer promotional tariffs and for investigation of BellSouth's promotional pricing and marketing practices, by Florida Digital Network, Inc.

In re: Petition for expedited review and cancellation of BellSouth Telecommunications, Inc.'s Key Customer promotional tariffs by Florida Competitive Carriers Association. DOCKET NO. 020119-TP

DOCKET NO. 020578-TP DATED: NOVEMBER 25, 2002

STAFF'S PREHEARING STATEMENT

Pursuant to Order No. PSC-02-1295-PCO-TP, issued September 23, 2002, as modified by Order No. PSC-02-1602-PCO-TP, issued November 19, 2002, the Staff of the Florida Public Service Commission files its Prehearing Statement.

a. All Known Witnesses

None.

b. All Known Exhibits

None.

SEC

c. Staff's Statement of Basic Position

Staff's positions are preliminary and based on materials filed by the parties and on discovery. The preliminary positions are offered to assist the parties in preparing for the hearing. Staff's final positions will be based upon all the evidence in the record and may differ from the preliminary positions stated herein.

Staff's Position on the Issues

A. What is the Commission's jurisdiction in this matter?

DOCUMENT NUMBER-DATE

12928 NOV 25 B OOO896

FPSC-COMMISSION CLERK

STAFF: Staff has no position at this time.

ISSUE 1: How should Section 364.01, Florida Statutes, be interpreted in evaluating a BellSouth promotional tariff for compliance with Chapter 364, Florida Statutes?

STAFF: Staff has no position at this time.

<u>ISSUE 2</u>: What criteria, if any, should be established to determine whether the pricing of a BellSouth promotional tariff offering is unfair, anticompetitive, or discriminatory?

- i) Pursuant to the cost standard identified in Sections 364.051(5) and 364.3381, Florida Statutes.
- ii) Pursuant to any other provisions of Chapter 364, Florida Statutes.
- iii) How should the appropriate criteria identified in Issues 2(i) and 2(ii) be applied to a tariff under which varying customer configurations are possible?
- iv) Is the BellSouth Key Customer tariff filing (Tariff Number T-020035) unfair, anticompetitive, or discriminatory under the criteria, if any, established pursuant to Issues 2(i), 2(ii) and 2(iii)?
- v) Is the BellSouth Key Customer tariff filing (Tariff Number T-020595 or a subsequent tariff filing that extends the expiration date thereof) unfair, anticompetitive, or discriminatory under the criteria, if any, established pursuant to Issues 2(i), 2(ii) and 2 (iii)?

STAFF: Staff has no position at this time.

ISSUE 3A: What criteria, if any, should be established to determine whether the termination liability terms and conditions of a BellSouth promotional tariff offering are unfair, anticompetitive, or discriminatory?

- i) Is the BellSouth Key Customer tariff filing (Tariff Number T-020035) unfair, anticompetitive, or discriminatory under the criteria, if any, established pursuant to this issue?
- ii) Is the BellSouth Key Customer tariff filing (Tariff Number T-020595 or a subsequent tariff filing that extends the expiration date thereof) unfair, anticompetitive, or discriminatory under the criteria, if any, established pursuant to this issue?

STAFF: Staff has no position at this time.

- ISSUE 3B: What criteria, if any, should be established to determine whether the duration (term of individual contracts, length and succession of promotions) of a BellSouth promotional tariff offering is unfair, anticompetitive, or discriminatory?
 - i) Is the BellSouth Key Customer tariff filing (Tariff Number T-020035) unfair, anticompetitive, or discriminatory under the criteria, if any, established pursuant to this issue?
 - ii) Is the BellSouth Key Customer tariff filing (Tariff Number T-020595 or a subsequent tariff filing that extends the expiration date thereof) unfair, anticompetitive, or discriminatory under the criteria, if any, established pursuant to this issue?

STAFF: Staff has no position at this time.

- ISSUE 3C: What criteria, if any, should be established to determine whether the billing conditions or restrictions of a BellSouth promotional tariff offering are unfair, anticompetitive, or discriminatory?
 - i) Is the BellSouth Key Customer tariff filing (Tariff Number T-020035) unfair, anticompetitive,

or discriminatory under the criteria, if any, established pursuant to this issue?

ii) Is the BellSouth Key Customer tariff filing (Tariff Number T-020595 or a subsequent tariff filing that extends the expiration date thereof) unfair, anticompetitive, or discriminatory under the criteria, if any, established pursuant to this issue?

STAFF: Staff has no position at this time.

ISSUE 3D: What criteria, if any, should be established to determine whether geographic targeting in a BellSouth promotional tariff is unfair, anticompetitive or discriminatory?

- i) Pursuant to Section 364.051(5)(a), Florida Statutes, how should "meeting offerings by any competitive provider" be interpreted?
- ii) Pursuant to Section 364.051(5)(a), Florida Statutes, how should "specific geographic market" be interpreted?
- iii) Pursuant to Section 364.051(5)(a), and 364.08, Florida Statutes, how should "similarly situated" or "substantially similar" be interpreted?
- iv) Is the BellSouth Key Customer tariff filing (Tariff Number T-020035) unfair, anticompetitive, or discriminatory under the criteria, if any, established pursuant to this issue?
- v) Is the BellSouth Key Customer tariff filing (Tariff Number T-020595 or a subsequent tariff filing that extends the expiration date thereof) unfair, anticompetitive, or discriminatory under the criteria, if any, established pursuant to this issue?

STAFF: Staff has no position at this time.

ISSUE 3E: What criteria, if any, should be established to determine whether any other terms or conditions of a BellSouth promotional tariff offering are unfair, anticompetitive, or discriminatory?

- i) Is the BellSouth Key Customer tariff filing (Tariff Number T-020035) unfair, anticompetitive, or discriminatory under the criteria, if any, established pursuant to this issue?
- ii) Is the BellSouth Key Customer tariff filing (Tariff Number T-020595 or a subsequent tariff filing that extends the expiration date thereof) unfair, anticompetitive, or discriminatory under the criteria, if any, established pursuant to this issue?

STAFF: Staff has no position at this time.

ISSUE 4A: Under what terms and conditions should BellSouth
 promotional tariff offerings be made available for ALEC
 resale?

- i) Does the BellSouth Key Customer tariff filing (Tariff Number T-020035) meet the resale terms and conditions established pursuant to this issue?
- ii) Is the BellSouth Key Customer tariff filing (Tariff Number T-020595 or a subsequent tariff filing that extends the expiration date thereof) meet the resale terms and conditions established pursuant to this issue?

STAFF: Staff has no position at this time.

STAFF: Staff has no position at this time.

ISSUE 5A: In the context of marketing promotional tariffs, what waiting period or other restrictions, if any, should be applicable to BellSouth?

STAFF: Staff has no position at this time.

ISSUE 5B: In the context of marketing promotional tariffs, what restrictions, if any, should be placed on the sharing of information between BellSouth's wholesale and retail divisions?

STAFF: Staff has no position at this time.

ISSUE 6: If the Commission determines that a BellSouth promotional tariff is unlawful, what effect, if any, should this decision have on customers who have already contracted for service under the promotional tariff?

STAFF: Staff has no position at this time.

e. <u>Pending Motions</u>

None.

f. Pending Confidentiality Claims or Requests

None.

g. <u>Compliance with Order No. PSC-02-1295-PCO-TP</u>, as modified by Order No. PSC-02-1602-PCO-TP

Staff has complied with all requirements of the Order Establishing Procedure, as modified by Order No. PSC-02-1602-PCO-TP, entered in this docket.

Respectfully submitted this _____ day of November, 2002.

Juicia R. Banks

FELICIA R. BANKS, Staff Counsel

FLORIDA PUBLIC SERVICE COMMISSION 2540 Shumard Oak Boulevard Gerald L. Gunter Building - Room 370 Tallahassee, Florida 32399-0863 (850)413-6199

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DOCKET NOS. 020119-TP 020578-TP FILED: NOVEMBER 25, 2002

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of Staff's PREHEARING STATEMENT have been served via e-mail, facsimile and U.S. Mail, this 25TH day of November, 2002, to the following:

Florida Digital Network, Inc. Mr. Matthew Feil 390 North Orange Avenue Suite 2000 Orlando, FL 32801-1640

Rutledge Law Firm
Mr. Ken Hoffman
P.O. Box 551
Tallahassee, FL 32302-0551

Pennington Law Firm Ms. Karen M. Camechis P.O. Box 10095 Tallahassee, FL 32302-2095

Time Warner Telecom of Florida, L.P. c/o Ms. Carolyn Marek 233 Bramerton Court Franklin, TN 37069-4002 CERTIFICATE OF SERVICE DOCKETS NOS. 020119-TP, 020578-TP

US LEC of Florida Inc. Mr. Greg Lunsford 6801 Morrison Blvd. Charlotte, NC 28211-3599

Florida Competitive Carriers Association c/o McWhirter Law Firm Mr. Joseph McGlothlin 117 S. Gadsden Street Tallahassee, FL 32301 XO Florida, Inc. Ms. Dana Shaffer 105 Molloy Street, Suite 300 Nashville, TN 37201-2315

Ms. Nancy B. White c/o Ms. Nancy H. Sims 150 South Monroe Street Suite 400 BellSouth Telecommunications, Inc. Tallahassee, FL 32301-1556

Francia R. Banks

FELICIA R. BANKS, Staff Counsel

FLORIDA PUBLIC SERVICE COMMISSION Gerald L. Gunter Building 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850 (850) 413-6199