1	BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION		
2	DOCKET NO. 000731-TP		
3	In the Matter o	_ :	
4	PETITION BY AT&T (CATIONS OF THE SO	La contraction of the contractio	
5	D/B/A AT&T FOR ARE CERTAIN TERMS AN	SITRATION OF	
6	A PROPOSED AGREE BELLSOUTH COMMU	MENT WITH	
7	PURSUANT TO 47 U. SECTION 252.		
8			
9		NIC VERSIONS OF THIS TRANSCRIPT	
10	THE OFFI	NVENIENCE COPY ONLY AND ARE NOT CIAL TRANSCRIPT OF THE HEARING IOT INCLUDE PREFILED TESTIMONY.	
11		VOLUME 8	
12	DA.	GES 1099 THROUGH 1253	
13		10E3 1039 HROUGH 1233	
14	PROCEEDINGS:	HEARING	
15 16	BEFORE:	CHAIRMAN E. LEON JACOBS, JR. COMMISSIONER BRAULIO L. BAEZ COMMISSIONER MICHAEL A. PALECKI	
17	DATE:	Thursday, February 15, 2001	
18	TIME:	Commenced at 9:00 a.m.	
	PLACE:		
19	PLACE:	Room 148	
20		4075 Esplanade Way Tallahassee, Florida	
21	REPORTED BY:	JANE FAUROT, RPR	
22		FPSC Division of Records & Reporting Chief, Bureau of Reporting	
23	APPEARANCES:	(As heretofore noted.)	
24		- -	
25			

DOCUMENT NUMBER-DATE

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FLORIDA PUBLIC SERVICE COMMISSION PRO PEROPETING

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FLORIDA PUBLIC SERVICE COMMISSION

PROCEEDINGS
(Transcript continues in sequence from
Volume 7.)
W. KEITH MILNER
continues his testimony under oath from Volume 7:
CONTINUED DIRECT EXAMINATION
BY MS. WHITE:
Q Mr. Milner, did you cause to be prepared and
prefiled in this case rebuttal testimony consisting of 43
pages?
A Yes.
Q Did you also cause to be prepared in this case
an errata sheet with the deletions to your direct
testimony, your rebuttal testimony, and your exhibits?
A Yes, I did.
MS. WHITE: Okay. I'm going to hand this errata
sheet out, but I don't believe we have been making them
exhibits.
CHAIRMAN JACOBS: No, we haven't. Should we
have?
MS. WHITE: I don't think so, because I think
the parties understood what was coming out. But if AT&T
would prefer, I would be happy to
CHAIRMAN JACOBS: I think what happened
initially is that I thought corrected testimony copies

FLORIDA PUBLIC SERVICE COMMISSION

1	were given to the court reporter. But now as I recall, I
2	may have been confused because that was not the case. We
3	took the exhibits. Maybe what we should do is just
4	designate them all as one exhibit. Yes, let's do that.
5	MS. WHITE: Then I would ask after we have
6	handed out this errata sheet for Mr. Milner's direct,
7	rebuttal testimony and exhibits, I would ask Mr. Milner is
8	this errata sheet true and correct to the best of your
9	knowledge?
10	THE WITNESS: Yes, it is.
11	MS. WHITE: And I would ask that the errata
12	sheet be marked as the next exhibit.
13	CHAIRMAN JACOBS: I'm thinking let's make all of
14	them one.
15	MS. WHITE: Oh, a composite exhibit with the
16	direct Exhibit Number 1?
17	CHAIRMAN JACOBS: Right. And this would be
18	if it is okay with the parties, we will make an errata
19	sheet Composite Exhibit 4 all the BellSouth witnesses, and
20	you had one for your witness, right?
21	MS. OCKLEBERRY: An errata sheet?
22	CHAIRMAN JACOBS: Right.
23	MS. OCKLEBERRY: I believe one of the witnesses
24	did.
25	CHAIRMAN JACOBS: So Composite Exhibit 20 will

1	be an errata sheet for all the BellSouth witnesses.
2	MS. OCKLEBERRY: Mr. Chairman, I have been
3	informed we had two errata sheets for the witnesses.
4	CHAIRMAN JACOBS: And so Composite Exhibit 2
5	will be the exhibits for errata sheets for all AT&T
6	witnesses.
7	MS. WHITE: Thank you.
8	(Exhibits 20 and 21 marked for identification.)
9	BY MS. WHITE:
10	Q Back to your rebuttal testimony, Mr. Milner.
11	With the exceptions listed in your errata sheet, did you
12	have any changes or corrections to make to your rebuttal
13	testimony?
14	A No.
15	Q And if I were to ask you the same questions
16	today that are contained in your prefiled rebuttal
17	testimony, would your answers be the same?
18	A Yes.
19	MS. WHITE: And I would ask that Mr. Milner's
20	rebuttal testimony subject to the errata sheet, be moved
21	into evidence as if read. Inserted into the record, I'm
22	sorry, as if read.
23	CHAIRMAN JACOBS: Show it admitted into the
24	record as though read.
25	

1		BELLSOUTH TELECOMMUNICATIONS, INC.
2		REBUTTAL TESTIMONY OF W. KEITH MILNER
3		BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION
4		DOCKET NO. 000731-TP
5		JANUARY 3, 2001
6		
7	Q.	PLEASE STATE YOUR NAME, YOUR BUSINESS ADDRESS. AND
8		YOUR POSITION WITH BELLSOUTH TELECOMMUNICATIONS,
. ' y		INC. ("BELLSOUTH").
10		
1)	A.	My name is W. Keith Milner. My business address is 675 West
12		Peachtree Street, Atlanta, Georgia 30375. I am Senior Director -
13		Interconnection Services for BellSouth. I have served in my present
14		position since February 1996.
15		
16	Q.	ARE YOU THE SAME W. KEITH MILNER WHO EARLIER FILED
17		DIRECT TESTIMONY IN THIS DOCKET?
13		
19	A.	Yes.
30		
21	Q.	WHAT IS THE PURPOSE OF YOUR REBUTTAL TESTIMONY BEING
22		FILED TODAY?
23		
24	A.	I will respond to portions of the testimony of AT&T Communications of
25		the Southern States, Inc. and TCG South Florida (collectively "AT&T")

witnesses Bradbury, Lindemann, and Mills with respect to Issues 8, 14, 1 19-20, 23, and 25. 2 3 Issue 8: What terms and conditions, and what separate rates if any, 4

should apply for AT&T to gain access to and use BellSouth facilities to

serve multi-unit installations?

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Q. WHAT IS YOUR UNDERSTANDING OF THE DISPUTE BETWEEN AT&T AND BELLSOUTH REGARDING THIS ISSUE?

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As I stated in my direct testimony, there are four parts to this issue. First, AT&T wants this Commission to revisit an earlier decision that it made when it determined that BellSouth would be allowed to create the "access" terminal located between BellSouth's terminal and the ALEC's terminal serving any particular garden apartment, and by necessary extension, any high rise building. Second, assuming AT&T convinces the Commission to revisit this issue in the first instance, AT&T then wants to argue that it should have direct access to certain sub-loop elements including network terminating wire (NTW) and intrabuilding network cable (INC) (sometimes referred to as "riser cable") without the use of the access terminal. That is, AT&T evidently thinks that it, and presumably any other ALEC in the state, should have the right to go into an equipment closet or some other place where BellSouth has network facilities, and be able to tap into those facilities directly rather than being required to use the access terminal that I

described above. The third part of this issue involves a dispute over what sub-loop elements AT&T gets when AT&T purchases NTW. The fourth sub-part deals with access to the so-called "first" NTW pair, an issue that BellSouth believes settled but which AT&T nonetheless raises.

Q.

A.

HAS THIS COMMISSION ADDRESSED THE ISSUE OF AN ACCESS
TERMINAL IN BOTH THE CASE OF GARDEN APARTMENTS AND
HIGH RISE BUILDINGS?

Yes. As I stated in my direct testimony, this Commission has considered the issue of access to the sub-loop element referred to as NTW in the arbitration proceedings between BellSouth and MediaOne in Docket No. 990149-TP and denied MediaOne direct access to NTW and required an access terminal to be placed between BellSouth's network and MediaOne's network. The access terminal gives MediaOne the access to NTW it desires without reducing network reliability and security. BellSouth believes the underlying issues here (that is, providing an ALEC unbundled access to INC while preserving network reliability and security) are the same as were addressed in the MediaOne arbitration cited above. This Commission determined that MediaOne and others could gain access to unbundled NTW (UNTW) without reducing network security and reliability by adopting BellSouth's proposed form of access.

1 BellSouth believes the use of access terminals as ordered by this 2 Commission gives ALECs the requested access to unbundled sub-loop elements while still maintaining network reliability and security in the 3 case of both garden apartments and high rise buildings. Such access 4 should apply to all sub-loop elements, including access to INC. 5 6 7 Q. BEGINNING ON PAGE 3 OF HIS TESTIMONY, MR. LINDEMANN STATES THAT "BELLSOUTH CONTINUES TO 8 ARGUE THAT AT&T SHOULD HAVE ACCESS TO INSIDE 9 WIRE BY MEANS OF A SUPERFLUOUS INTERMEDIATE 10 'ACCESS TERMINAL'." HE THEN REFERS TO EXHIBIT RL-1 11 THAT SHOWS AT&T'S POSITION REGARDING WIRING 12 CLOSET AND GARDEN TERMINAL SCENARIOS. PLEASE 13 COMMENT. 14 15 A. Mr. Lindemann's statement and AT&T's position, that he 16 references as Exhibit RL-1, are most interesting. For example, 17 Exhibit RL-1 depicts a Wiring Closet scenario and a Garden 18 19 Terminal scenario which clearly shows the "Access CSX Provided by BST". This is the access terminal that BellSouth 20 believes gives ALECs appropriate access to unbundled sub-21 loop elements. The note at the bottom of the diagram explains 22 that "CSX" stands for "cross-connect". His own drawing also 23 shows BellSouth's terminal (which he labels as "BST CSX

Provided by BST") as well as the terminals of other ALECs

24

1		(which he labels as "ALEC 1 CSX Provided by ALEC" and
2		"ALEC 2 CSX Provided by ALEC"). Thus, I believe it to be
3		entirely clear that even Mr. Lindemann, on behalf of AT&T,
4		advocates the use of the access terminal for access to
5		unbundled sub-loop elements.
6		
7	Q.	ON PAGE 4 OF HIS TESTIMONY, MR. LINDEMANN REFERS
8		TO EXHIBITS RL-2 AND RL-3, BOTH OF WHICH PERTAIN TO
9		BELLSOUTH'S POSITION FOR ACCESS TO UNTW AND
10		NTW, AND ALLEGES THAT THEY ARE INCONSISTENT
11		WITH EACH OTHER ON SOME PARTS. PLEASE COMMENT.
12		
13	A.	The two exhibits Mr. Lindemann references appear to be
14		consistent with each other as to BellSouth's proposal and
15		position for access to unbundled sub-loop elements, which is
16		consistent with this Commission's requirements as set forth in
17		the MediaOne Order.
18		
19	Q.	ON PAGE 4 OF HIS TESTIMONY, MR. LINDEMANN STATES THAT
20		"BELLSOUTH'S PROPOSAL IS UNNECESSARY, INEFFICIENT,
21		COSTLY, AND IT DISCRIMINATES AGAINST THE ALECS."
22		PLEASE COMMENT.
23		
24	A.	I disagree with Mr.Lindemann. The fact remains that this
25		Commission's requirements in the MediaOne Order should be adhered

to by all parties including BellSouth and AT&T. As to Mr. Lindemann's 1 contention that an access terminal is now "unnecessary", apparently 2 this Commission agreed that such an access arrangement was, in fact, 3 necessary. It did so after hearing BellSouth's concerns over the 4 5 impact of direct access to sub-loop elements by ordering BellSouth to construct a single point of interconnection, which I believe to be the 6 access terminal, in cases where one does not exist. 7 8 Further, with direct access, BellSouth would be at AT&T's and other 9 ALECs' mercy to tell BellSouth how, when, where, and the amount of 10 BellSouth's facilities that were being used. As I stated in my direct 11 testimony, the bottom line is that such uncontrolled access to these 12 sub-loop elements would have a totally debilitating effect on 13 BellSouth's ability to maintain accurate cable inventory records. It 14 would be simply impossible for BellSouth to ever have an accurate 15 record of its facilities if every ALEC in the state had direct access to 16 these facilities. 17 18 MR. LINDEMANN, ON PAGE 5 OF HIS TESTIMONY, STATES THAT Q. 19 BELLSOUTH'S PROPOSAL WOULD ALWAYS REQUIRE THE 20 PRESENCE OF A BELLSOUTH TECHNICIAN, AT ALEC EXPENSE, 21 WHEN THE ALEC PROVISIONS SERVICE. IS THIS TRUE? 22 23 No. BellSouth will pre-wire pairs upon request which would obviate the A. 24

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need to have a BellSouth technician dispatched each time AT&T wants

1		access to a given end user customer.
2		
3	Q.	IN DESCRIBING BELLSOUTH'S PROVISION OF UNTW TO ALECS
4		AND ITS OWN USE, MR. LINDEMANN STATES "FIRST, THE ALEC
5		MUST PAY BELLSOUTH EVERY TIME BELLSOUTH SENDS A
6		TECHNICIAN TO PROVISION AN INSIDE WIRE PAIR FOR THE
7		ALEC". PLEASE COMMENT.
8		· ·
9	A.	There is no need to dispatch a BellSouth technician each time the
10		ALEC connects its service to end users in a given MDU if the ALEC
11		has requested pre-wiring of a sufficient number of pairs during the
12		initial installation. Only the ALEC can determine what it considers to
13		be a sufficient number of pairs. If, instead of pre-wiring pairs, AT&T
14		elects to request pairs on a "pay as you go" basis, BellSouth is entitled
15		to recover the costs associated with such dispatches.
16		
17	Q.	HOW CAN THE ALEC REDUCE CHARGES FOR PROVISIONING
18		PAIRS?
19		
20	A.	As Mr. Lindemann correctly states, on page 5 of his testimony, that
21		"the ALEC could reduce these charges by ordering 'available' inside
22		wire pairs to every unit in the building, but it then must pay BellSouth a
23		monthly charge for each pair, whether it has a customer for that pair, or
24		not". It's simply a case of paying a minimum charge initially as
25		opposed to paying a potentially greater charge for provisioning later

on.

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I would like to make another point relative to the issue of AT&T reducing its costs. AT&T incorrectly states that it must dispatch to rewire the network interface unless BellSouth surrenders its first pair of NTW. This is untrue. Typically, jacks accommodate two different telephone lines (that is, they contain four pins, two of which are connected to the first pair while the other two pins are connected to the second pair). Assuming AT&T requests and is provided with the second pair, all that would be necessary for end user connectivity is a simple "splitter" jack which the end user would plug into any existing telephone jack. The "splitter" jack is in a "Y" configuration. Thus, with the "splitter" plugged into the wall telephone jack, the end user could simply plug a telephone into either Line 1 (BellSouth) or Line 2 (AT&T). This "splitter" jack is a very simple, inexpensive device that is used today by BellSouth to enable customers to pick and choose between two lines at any particular jack location. Dispatching is unnecessary when all that is required is end user access to a pre-provisioned line provided on the second pair of NTW by AT&T. As a point of interest, I recently purchased a "splitter" from Radio Shack for just over \$7.00 that allows a customer to connect two single-line telephone devices to either of two phone lines. I believe that if I could purchase this "splitter" at a retail cost of just over \$7.00, then an ALEC such as AT&T should be able to purchase a significant amount of "splitters" at wholesale for a fraction of the unit cost of \$7.00 which I paid.

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2		The use of such a "splitter" would obviate the need to rearrange inside
3		wire. The first NTW pair is extended to one jack on the "splitter" and
4		the second NTW pair is extended to a second jack on the "splitter".
5		Thus, an end user customer could simply plug a telephone into one
6		jack or the other and thus be connected to the service provider of the
7		customer's choosing.
8		
a	0	ON PAGE 6 OF HIS TESTIMONY MR LINDEMANN INDICATES

9 10 THAT "OBTAINING TWO INSIDE WIRE PAIRS TO EACH UNIT IN AN MDU (IF THEY ARE AVAILABLE) DOUBLES THE MONTHLY COST 11 TO THE ALEC, REGARDLESS OF WHETHER IT HAS ANY 12 CUSTOMERS". PLEASE COMMENT. 13

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A.

This is purely a function of doing business. AT&T ignores the fact that BellSouth pays the costs associated with equipment installed and in service as well as for equipment installed but not yet in service. In most cases today, for example, BellSouth installs six-pair NTW even though some users may only order one line. The same conceptual considerations apply to AT&T; that is incurring costs upfront in order to reduce or eliminate possible future costs that are higher.

22

MR.LINDEMANN, ON PAGE 6 OF HIS TESTIMONY, STATES 23 Q. "FINALLY, BELLSOUTH'S PROPOSAL DOES NOT INCLUDE A 24 NETWORK INTERFACE DEVICE (NID). THEREFORE, UNLESS 25

1		BELLSOUTH PROVIDES ACCESS TO THE "FIRST" PAIR (THE PAIR
2		CONNECTED TO LINE 1 OF THE INSIDE WIRE WITHIN A GIVEN
3		UNIT), THE ALEC MUST UNDERTAKE THE TASK OF LOCATING
4		THE "FIRST" JACK WITHIN THE UNIT - THE POINT AT WHICH
5		BELLSOUTH'S FACILITIES ENTER THE UNIT". PLEASE
6		COMMENT.
7		
8	A.	As an alternative to installing its own NID, BellSouth has offered the
9		option to have BellSouth install a NID for AT&T's use with its requested
10		NTW pairs instead of AT&T dispatching a technician to do the work.
11		To date, AT&T has not requested BellSouth to install the NID. I would
12		note, however, that the practice of using the "first jack" as the
13		demarcation point instead of a NID is a common practice and fully
14		compliant with all state and federal regulations.
15		
16		Obviously, BellSouth's own technicians must routinely determine the
17		demarcation point (the "first jack" in some cases) to determine whether
18		the end user customer should be billed for any changes or repairs to
19		inside wire at the customer's premises. Far from being a significant
20		task as implied by Mr.Lindemann, BellSouth's technicians are adept at
21		determining the likely entrance point to the individual customer's
22		premises and quickly locating the demarcation point. I believe that
23		AT&T's technicians are or could easily become equally adept.
24		
25	Q.	ON PAGE 7 OF HIS TESTIMONY, MR. LINDEMANN INDICATES

THAT BELLSOUTH'S INITIAL PROPOSAL PUTS ALECS AT AN 1 2 ENORMOUS COMPETITIVE DISADVANTAGE AND STATES "FIRST. THE ALEC MUST ARRANGE AND PAY FOR THE DISPATCH OF A 3 BELLSOUTH TECHNICIAN TO REARRANGE THE INSIDE WIRE". IS THIS TRUE? 5 6 A. 7 No. BellSouth will charge for provisioning UNTW just as BellSouth will charge for provisioning of any of its services. If the ALEC at the initial 8 9 provisioning of UNTW requests pre-wiring of spare pairs, then a dispatch of a BellSouth technician is not necessary each time the 10 ALEC wishes to connect service to its end users. Furthermore, only an 11 initial entry to a customer's premises would be required to install the 12 13 NID if the ALEC requests BellSouth to install a NID. 14 BellSouth has discussed with AT&T and other ALECs the use of a new 15 style of NID that allows the end user customer to connect the inside 16 wire to the loop facilities of either or both of two service providers. One 17 such device is the Siecor INI 200 device manufactured by Siecor 18 Corporation. The use of a device such as the INI 200 allows wiring 19 flexibility such that the end user could have one line provided by 20 BellSouth and a second line provided by an ALEC such as AT&T. 21 Alternatively, the Siecor INI 200 may be wired such that both first and 22 second lines are both provided by either BellSouth or by an ALEC such 23 as AT&T. Doing so would obviate the need for a service provider to 24 visit the end user customer's premises after the initial installation of this 25

1		type of jack.
2		
3	Q.	CONTINUING ON IN HIS DISCUSSION FROM ABOVE, MR.
4		LINDEMANN STATES "SECOND, UNLESS BELLSOUTH IS WILLING
5		TO GIVE ALECS ACCESS TO THE FIRST INSIDE WIRE PAIR AT
6		THE SPOI, AN ALEC TECHNICIAN MUST LOCATE THE FIRST
7		JACK IN THE UNIT AND REARRANGE THE WIRING THERE".
8		PLEASE COMMENT.
9		
10	A.	Mr. Lindemann is mistaken. BellSouth will allow AT&T access to any
11		NTW pair including the so-called "first" NTW pair unless the end user
12		will continue to receive service from BellSouth over that first NTW pair.
13		Further, if AT&T has difficulty in locating the demarcation point for
14		whatever reason, BellSouth will, as an alternative, locate the
15		demarcation point in the unit as well as rearrange wiring upon AT&T's
16		request.
17		
18	Q.	MR. LINDEMANN IMPLIES THAT THE ABOVE TASKS ARE
19		UNNECESSARY AND SERVE NO USEFUL PURPOSE. HE STATES
20		"AS I WILL EXPLAIN BELOW, ALEC TECHNICIANS ARE FULLY
21		CAPABLE OF REARRANGING INSIDE WIRE WITHOUT
22		DISRUPTING OTHER CUSTOMERS' SERVICE OR OTHERWISE
23		HARMING BELLSOUTH'S FACILITIES". WHAT IS BELLSOUTH'S
24		POSITION?
25		

As capable as AT&T's technicians may be, BellSouth is entitled to protection of its network and even more importantly, to protect the quality of service BellSouth provides to its customers, both its end user customers as well as other local service providers who are BellSouth's customers. AT&T's technicians could, intentionally or unintentionally, disrupt the service provided by BellSouth to its end user customers or the service provided by other ALECs using BellSouth's UNTW. The FCC requires that "each carrier must be able to retain responsibility for the management, control, and performance of its own network." (First Report and Order 96-325, ¶ 203) AT&T's proposal strikes at the heart of this provision and, if allowed, would render BellSouth incapable of managing and controlling its network in the provision of service to its end user customers. Clearly, the adoption of AT&T's proposal stands at odds with the FCC's rules.

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Further, BellSouth would be completely reliant on AT&T self-reporting how many pairs it uses. Any other ALEC could likewise use pairs and would have to let BellSouth know that it was doing in order for BellSouth to recover its costs. How AT&T believes accurate records of inventory and current status (that is, in use, spare, or defective) would be maintained is a mystery. In reality, such accurate records could not be kept, thus denying BellSouth any reasonable control over its property and inevitably leading to service disruptions.

1 Issue 14: What coordinated cutover process should be implemented to ensure accurate, reliable, and timely cutovers when a customer changes 2 3 local service from BellSouth to AT&T? 4 Q. BEGINNING ON PAGE 4 OF HIS TESTIMONY, MR. MILLS 5 6 SUGGESTS THAT BELLSOUTH'S HOT CUT PROCESS IS INADEQUATE AND UNLESS IT IS MODIFIED, IT WILL RESULT IN 7 AN INCREASED NUMBER OF MISSED APPOINTMENTS WHICH 8 WILL ULTIMATELY IMPACT THE CUSTOMER. PLEASE 9 COMMENT. 10 11 A. First, BellSouth categorically denies AT&T's assertion that BellSouth's 12 procedures for hot cuts are inadequate. BellSouth uses a very detailed 13 14 process for conversion of live local service and uses these same procedures across the region for all ALECs with a high level of 15 success. 16 17 BellSouth has a proven hot cut process that ensures a smooth 18 conversion with Local Number Portability (LNP) with minimum end 19 user service interruption. BellSouth's current process provides for: 20 pre-service testing to ensure that both the BellSouth wiring is correct 21 as well as the wiring and translations of the receiving ALEC; pre-due 22 date and pre-conversion confirmation to ensure that both parties are in 23 agreement on the cut date and time as well as other necessary 24 provisioning information; a completion notice to the ALEC to allow for 25

acceptance testing and number porting; and a jeopardy notice in the
event a conversion cannot be accomplished by the confirmed date or
time.

As to missed appointments increasing to the point of impacting the customer, this would occur if either service provider (that is, AT&T or BellSouth) fails to follow a rational and consistent process for converting live service. However, BellSouth does not agree that this is the norm nor has BellSouth exhibited a pattern of failure that has resulted in the level of service outage alleged to have been experienced by AT&T end users.

Q. ON PAGE 12 OF HIS TESTIMONY, MR. MILLS IMPLIES THAT
BELLSOUTH'S FIRM ORDER CONFIRMATION (FOC) DOES NOT
PROVIDE AT&T WITH A COMMITMENT FROM BELLSOUTH THAT
THE HOT CUT WILL BE PERFORMED AT THE REQUESTED DUE
DATE OR TIME. PLEASE COMMENT.

Α.

BellSouth provides two options to AT&T that I believe allow AT&T the flexibility to meet AT&T's business needs. With the first option, AT&T can set a time for a loop conversion by ordering and paying for time specific order coordination. With this option, BellSouth commits to use best efforts to complete the conversion as specified by AT&T at the ordered time and by the offered date. If unforeseen circumstances such as facility shortages, weather, acts of God, manpower shortages,

and the like, occur during the provisioning process which may cause the date or time of the conversion to be in jeopardy, BellSouth notifies AT&T as soon as the jeopardy is identified to allow AT&T to respond to its customer as appropriate. This commitment is the same commitment that BellSouth provides to its own end users when establishing order due dates and provides AT&T with not only a meaningful opportunity to compete but also provides the same opportunity for successful due date performance as is provided to a BellSouth end user.

However, If AT&T elects not to order via the first option (that is, time specific order coordination) AT&T may request order coordination from BellSouth. This second option provides for BellSouth and AT&T to mutually agree on the conversion time, or window of time, 24 to 48 hours in advance of the conversion. Again, if unforeseen circumstances occur that may jeopardize BellSouth's ability to perform the conversion, BellSouth notifies AT&T as soon as the jeopardy is identified.

Q.

MR. MILLS EXPRESSES CONCERNS THAT BELLSOUTH DOES

NOT PERFORM CERTAIN LOOP FACILITY OR CONNECTING

FACILITY ASSIGNMENT (CFA) CHECKS AFTER RECEIPT OF THE

LOCAL SERVICE REQUEST (LSR) BUT PRIOR TO THE ISSUANCE

OF A FOC WHICH RENDERS THE FOC USELESS BECAUSE AT&T

HAS NO ASSURANCE THAT LOOP FACILITIES WILL BE

AVAILABLE O	N THE DAY	OF THE CUTOVER	R. PLEASE COMMENT
			V. I EEMOE COMMENTEMENT

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Α. It is AT&T's responsibility to assign and maintain the CFA database. BellSouth has no way of verifying AT&T's CFA information at the time of receiving AT&T's LSR. BellSouth agrees that in most cases there should not be a clarification or reject notification after it sends the FOC to the ALEC. However, there are certain situations where a clarification or reject notification is appropriate. One such example is the situation where AT&T gives BellSouth inaccurate CFA information via AT&T's LSR to BellSouth. BellSouth has no way of verifying AT&T's CFA information at the time of receiving AT&T's LSR. At the time any such errors are discovered, which is often when BellSouth's mechanized assignment systems recognize that the CFA information provided is in error (a process always performed after the FOC is delivered to the ALEC), such clarification or reject notifications are appropriate. In this case, the cause of the clarification or reject notification is the result of AT&T's error rather than BellSouth's error.

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Q.

FURTHER ON PAGE 12 OF HIS TESTIMONY, MR. MILLS
SUGGESTS THAT IF PROBLEMS ARISE DURING THE PROCESS
AFTER BELLSOUTH HAS ISSUED THE FOC, BELLSOUTH SENDS
A CLARIFICATION NOTICE TO AT&T INSTEAD OF A JEOPARDY
NOTICE AND AS SUCH, THIS DOES NOT ALLOW FOR A
SUFFICIENT TIME TO CORRECT PROBLEMS AND MEET THE
CUSTOMER'S DUE DATE AND TIME. PLEASE COMMENT.

2	A.	A clarification and new due date are required when the CFA is not
3		vacant because BellSouth is not in control of knowing which CFA
4		AT&T would like to assign and is not in control of when AT&T will
5		respond to the notice. When errors are discovered during the process
6		if BellSouth were to simply place AT&T's order in jeopardy status, the
7		net effect would be to delay the completion of other ALECs' orders
8		since BellSouth would have to keep resources scheduled and
9		committed during the time it takes for AT&T to correct its problem.

11 Q. MR. MILLS CONTENDS THAT BELLSOUTH DOES NOT PROVIDE
12 AT&T WITH 48 HOURS NOTICE THAT ALL ENGINEERING AND
13 CENTRAL OFFICE WORK HAS BEEN COMPLETED. PLEASE
14 COMMENT.

15

A. BellSouth performs the necessary pre-conversion tests 24 to 48 hours
in advance of cutover. BellSouth notifies AT&T if during the preconversion testing if either AT&T dial tone or Automatic Number
Announcement Circuit (ANAC) tests have failed and need to be
corrected by AT&T.

21

Q. ON PAGE 13 OF HIS TESTIMONY, MR. MILLS STATES THAT

BELLSOUTH OFTEN CLOSES ORDERS WITHOUT PROPERLY

NOTIFYING AT&T BY CALLING THE IMPLEMENTATION CONTACT

NUMBER PROVIDED ON THE LSR TO INDICATE THAT ALL

1		REQUESTED WORK IS COMPLETE. FURTHER, BELLSOUTH
2		STILL DOES NOT FOLLOW THE AGREED UPON PROCESS. IS HE
3		CORRECT?
4		
5	A.	No. BellSouth properly utilizes the implementation contact number to
6		report hot cut completion. This has been confirmed by BellSouth staff
7		reviews. BellSouth has found through observation that often when
8		BellSouth calls to report the completion, the caller is transferred to
9		voice mail. Additionally, BellSouth has found that hot cut completion
10		information has not been recorded by AT&T personnel.
11		
12	Q.	ON PAGE 19 OF HIS TESTIMONY, MR. MILLS INDICATES THAT
13		BELLSOUTH HAS NOT OFFERED TO CHANGE ITS PROCESS
14		REGARDING LOOP FACILITY CHECK AND CFA CHECK. PLEASE
15		COMMENT.
16		
17	A.	AT&T was evidently not aware that they had access to loop make-up
18		information that provides them the facility check they are seeking. This
19		was made known to them on December 12, 2000, during contract
20		negotiations.
21		
22	Q.	MR. MILLS EXPRESSES CONCERNS OVER BELLSOUTH'S
23		ISSUANCE OF A CLARIFICATION NOTICE INSTEAD OF A
24		JEOPARDY NOTICE. PLEASE COMMENT.
25		

1	A.	BellSouth believes that, with the implementation of access to Loop
2		Facility Assignment Control System (LFACS) for pre-ordering CFA
3		check, BellSouth and AT&T have reached agreement on contract
4		language that resolves this issue.
5		
6	Q.	ON PAGE 30 OF HIS TESTIMONY, MR. MILLS SUGGESTS THAT
7		WHILE OBSERVING THE GEORGIA PUBLIC SERVICE
8		COMMISSION'S (GPSC'S) DATA RECONCILIATION TRIAL, AT&T
9		FOUND THAT BELLSOUTH IS UNABLE TO MEET AT&T's TIME
10		SPECIFIC CUT REQUIREMENTS. DO YOU AGREE?
11		
12	A.	No. BellSouth disagrees that the GPSC's hot cut data reconciliation
13		trial has determined that either BellSouth's data or performance is
14		inadequate. The process has only revealed that AT&T has raised
15		operational issues that were not part of the original hot cut process that
16		the parties documented in previous testimony. AT&T wants Bellsouth
17		to call just prior to the start of the conversion. Bellsouth stated that this
18		would delay the conversion and cause additional issues (for example,
19		what happens if BellSouth cannot reach AT&T to inform AT&T of the
20		start?). Again, I believe this issue has been resolved recently during
21		the negotiations process.
22		
23		
24		

- Issue 19: When AT&T and BellSouth have adjoining facilities in a
- 2 building outside BellSouth's central office, should AT&T be able to
- 3 purchase cross-connect facilities to connect to BellSouth or other ALEC
- 4 networks without having to collocate in BellSouth's portion of the
- 5 building?

Q. ON PAGE 32 OF HIS TESTIMONY, MR. MILLS STATES THAT AT&T
SHOULD BE ALLOWED TO CONNECT ITS FACILITIES TO
BELLSOUTH AND OTHER ALECS WHEN BELLSOUTH AND AT&T
OCCUPY THE SAME BUILDING. PLEASE COMMENT.

Α.

As I stated in my direct testimony, AT&T's proposal has the effect of expanding the definition of premises beyond that which is required by the FCC regulations or that which is necessary. AT&T simply wishes to take advantage of its former corporate ownership of BellSouth.

BellSouth's agreement to AT&T's terms would cause BellSouth to provide AT&T with more favorable treatment than to other local service providers. AT&T has suggested that it use cross connects between its equipment in AT&T's premises with BellSouth's equipment in the BellSouth central office. The type building AT&T is referring to might be thought of as a condominium arrangement because AT&T's part and BellSouth's part adjoin each other and sometimes have special conduits or other structures between the two parts. However, AT&T's part of the building is not part of BellSouth's premises. So what AT&T

is really asking for is a new form of interconnection which only AT&T 1 could use since only BellSouth and AT&T have this situation. 2 3 The recent decision by the United States Court of Appeals for the District of Columbia Circuit (Argued February 2, 2000, Decided March 5 17, 2000, No. 99-1176) addressed the issue of ILEC obligations to 6 7 provide co-carrier cross-connects and adjacent collocation and held 8 that ILECs are required to provide collocation so long as that collocation was on the ILEC's premises. 9 10 11 The Court further stated that Section 251(c)(6) only requires that the 12 LECs reasonably provide space for "physical collocation of equipment necessary for interconnection or access to unbundled network 13 elements at the premises of the local exchange carrier, nothing more." 14 15 Even if the FCC were to find that co-carrier cross-connects are 16 17 "necessary for interconnection or access to unbundled network elements", it is clear to me that such a requirement that BellSouth 18 provide co-carrier cross-connects is limited to the situation where an 19 ALEC such as AT&T is collocated within the BellSouth premises. My 20 21 understanding of the Circuit Court's decision in no way creates a requirement that BellSouth provide AT&T with cross-connects in lieu of 22 other forms of interconnection between AT&T's network and 23 BellSouth's network. 24 25

1	issu	e 20: is conducting a statewide investigation of criminal history
2	reco	rds for each AT&T employee or agent being considered to work on
3	a Be	IISouth premises a security measure that BellSouth may impose on
4	AT&	T?
5		
6	Q.	ON PAGE 36 OF HIS TESTIMONY, MR. MILLS STATES THAT THE
7		REQUIREMENT FOR CRIMINAL BACKGROUND CHECKS IS
8		"EXCESSIVE, UNREASONABLE AND DISCRIMINATORY.
9		ESSENTIALLY, BELLSOUTH WOULD REQUIRE ALL OF AT&T'S
10		FIELD TECHNICIANS TO UNDERGO A COMPLETE CRIMINAL
11		BACKGROUND CHECK SINCE ANY SUCH TECHNICIAN MAY BE
12		CALLED UPON TO WORK IN OUR COLLOCATION SPACE AT
13		ANYTIME." DOES BELLSOUTH INSIST THAT AT&T PERFORM
14		SECURITY CHECKS OF ALL ITS EMPLOYEES AS SUGGESTED BY
15		MR. MILLS?
16		
17	A.	No. BellSouth is indifferent to the security measures and background
18		checks AT&T makes for its employees to access its own buildings.
19		However, BellSouth is rightly concerned for proper security measures
20		and background criminal checks for those of AT&T's employees for
21		which AT&T wants unescorted access to BellSouth's premises. If
22		AT&T doesn't want to perform background criminal checks of all of its
23		employees, it need only check those of its employees it wants admitted
24		to BellSouth's premises.
25		

1	Q.	ON PAGE 36 OF HIS TESTIMONY, MR. MILLS STATES "THE
2		CRIMINAL BACKGROUND CHECK PROPOSED BY BELLSOUTH
3		DOES NOTHING TO LIMIT OR RESTRICT A WORKER FROM
4		HARMING OR DAMAGING PROPERTY." DO YOU AGREE?
5		
6	A.	No. Criminal background checks are a reasonable way to prevent
7		known criminals from even being in a place where they could cause
8		harm or damage to BellSouth's or an ALEC's network. Mr. Mills'
9		suggestion is sort of like saying that preventing known bank robbers
10		from entering banks does not lessen the risk that a bank will be
11		robbed.
12		
13	Q.	MR. MILLS, ON PAGE 37 OF HIS TESTIMONY, STATES "AT&T IS
14		WILLING TO PROVIDE INDEMNIFICATION FOR LOSS OR DAMAGE
15		THAT OCCURS TO BELLSOUTH'S PROPERTY AT A BELLSOUTH
16		PREMISE AS A RESULT OF THE ACTIVITIES OF AN AT&T
17		EMPLOYEE OR CONTRACTOR." PLEASE COMMENT.
18		
19	A.	AT&T's offer to indemnify BellSouth for bodily injury or property
20		damage is not sufficient in light of the asset at risk. Indemnification is
21		an after the fact solution. By requiring criminal background
22		investigations, BellSouth is seeking to protect the consumer and other
23		ALECs up front from the incumbent risks.
24		
25	Q.	ON PAGE 37 OF HIS TESTIMONY, MR. MILLS QUOTES THE FCC'S

1		ADVANCED SERVICES ORDER AT PARAGRAPH 46 AND
2		SUGGESTS THAT BELLSOUTH HAS IMPOSED DISCRIMINATORY
3		SECURITY REQUIREMENTS ON AT&T THAT IT DOES NOT
4		IMPOSE ON ITSELF. IS HE CORRECT?
5		
6	A.	No. ILECs such as BellSouth are entitled under the FCC's order to
7		"impose reasonable security arrangements to protect their equipment
8		and ensure network security and reliability." Advanced Services Order
9		at paragraph 46. That is all BellSouth's policy is meant to do.
10		BellSouth believes a simple reading of today's newspaper headlines is
11		sufficient to underscore the public's need for secure, reliable
12		communications. BellSouth's security policies are a reasonable
13		balance between giving ALECs unfettered access to BellSouth's
14		premises while maintaining network reliability and security.
15		
16	issu	e 23: Has BellSouth provided sufficient customized routing in
17	acco	ordance with State and Federal law to allow it to avoid providing
18	Ope	rator Services/Directory Assistance ("OS/DA") as a UNE?
19		
20	Q.	ON PAGE 38 OF HIS TESTIMONY, MR. BRADBURY ASSERTS
21		"FROM A PRACTICAL STANDPOINT, THE CUSTOMIZED ROUTING
22		ARCHITECTURE PROPOSED BY BELLSOUTH MUST BE FULLY
23		IMPLEMENTABLE AND AVAILABLE IN EVERY END OFFICE
24		WHERE TECHNICALLY FEASIBLE." DO YOU AGREE?
25		

1	A.	No. Mr. Bradbury would blithely demand that BellSouth spend money
2		to equip each and every one of its end office switches for customized
3		routing on the chance that AT&T might someday order customized
4		routing. BellSouth has no obligation to spend its money in such a way
5		If, on the other hand, AT&T requests customized routing in each and
6		every end office switch, BellSouth will gladly fulfill AT&T's request.
7		
8	Q.	ON PAGE 38 OF HIS TESTIMONY, MR. BRADBURY ASSERTS
9		THAT BELLSOUTH IS REQUIRED TO PROVIDE A CUSTOMIZED
10		ROUTING SOLUTION THAT CAN BE IMPLEMENTED IN A VERY
11		SHORT PERIOD OF TIME AND THAT IS CAPABLE OF
12		SUPPORTING BOTH BRANDED AND UNBRANDED RESPONSES
13		TO CUSTOMERS' CALLS. PLEASE RESPOND.
14		
15	A.	Mr. Bradbury makes liberal use of the term "requirement" which I read
16		to imply a legal obligation. Notwithstanding my disagreement with Mr.
17		Bradbury's statement as to what BellSouth is required to do regarding
18		customized routing, BellSouth's customized routing solutions can be
19		provisioned promptly and can handle both branded and unbranded
20		responses to end users' calls. AT&T need only place an order with
21		BellSouth for customized routing and BellSouth will provide it.
22		
23	Q.	ON PAGE 39 OF HIS TESTIMONY, MR. BRADBURY STATES
24		"BELLSOUTH HAS PROPOSED LINE CLASS CODE SOLUTION
25		AND AN INTELLIGENT NETWORK ("AIN") SOLUTION FOR

1		CUSTOMIZED ROUTING. THE PROPOSED AIN SOLUTION HAS
2		BEEN PROMISED BY BELLSOUTH FOR SEVERAL YEARS. TO
3		DATE, BELLSOUTH HAS NOT DELIVERED ON ITS PROMISE." DO
4		YOU AGREE?
5		
6	A.	Absolutely not. Both the LCC method and the AIN method are
7		available today. The LCC method is available to ALECs in addition to
8		BellSouth's AIN version and both have been tested and proved
9		workable. If AT&T wants to use the LCC method, it merely needs to
10		order it. Insofar as tests are concerned, AT&T itself participated in
11		cooperative testing of BellSouth's AIN method for customized routing
12		in 1997. Later BellSouth offered to do a trial of the AIN method in
13		Louisiana yet not one ALEC, not even AT&T, showed the slightest
14		interest in being part of that trial. It is thus surprising to me that Mr.
15		Bradbury faults BellSouth for AT&T's unwillingness to use BellSouth's
16		AIN solution which AT&T itself, in the first round of arbitrations, said it
17		wanted. As with the LCC method, if AT&T wants to use the AIN
18		method, it merely needs to order it.
19		
20	Q.	MR. BRADBURY FURTHER STATES "THAT TRIAL [THAT IS, THE
21		JOINT BELLSOUTH/AT&T TESTING OF THE AIN SOLUTION]
22		IDENTIFIED CALL SETUP PROBLEMS THAT INCREASED POST-
23		DIALING DELAY TO APPROXIMATELY ONE SECOND FOR
24		OPERATOR SERVICE CALLS AND TWO SECONDS FOR

DIRECTORY ASSISTANCE CALLS. " DO YOU AGREE?

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Α. No. First of all, post dialing delay is the time between when the end user finishes dialing and when the customer is informed (via ringing signal, busy tone or the like) of the call's progress. All switching systems take some time to translate the dialed digits, select an appropriate trunk group and the like, and all these functions contribute to post dialing delay. So, post dialing delay is not a consequence of BellSouth's AIN customized routing solution. With the AIN solution, a computer database is queried during call processing to determine the ALEC's preferred routing for a particular end user. This database query takes time and thus adds a small incremental bit of post dialing delay to the overall processing of the call. Second, BellSouth believes the post dialing delay will be only about one second. Third, if AT&T is concerned with even that small an amount of post dialing delay, AT&T can simply request the Line Class Code method and thereby eliminate its concerns for post dialing delay.

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Q. ON PAGE 40 OF HIS TESTIMONY, MR. BRADBURY CLAIMS THAT THE AIN DATABASE QUERY SHOULD BE PERFORMED BY THE END OFFICE SWITCH RATHER THAN BY BELLSOUTH'S AIN TANDEM SWITCH (AIN "HUB"). WHY DID BELLSOUTH CHOOSE TO PERFORM THE DATABASE QUERY FROM THE AIN HUB RATHER THAN FROM EACH AND EVERY END OFFICE SWITCH?

24

25 A. The AIN method of customized routing allows the use of the AIN "hub"

l		concept, which yields several advantages as follows:
2		 Allows the use of appropriate AIN "triggers" for all call types
3		rather than only a limited set of call types.
4		Allows even those end office switches that are not AIN-capable
5		to use the AIN customized routing solution.
6		 Optimizes the use of trunk groups by allowing the carriage of
7		customized routing traffic over common trunk groups between
8		the end office and the AIN hub.
9		
10		Thus, the AIN hubbing arrangement allows the use of the AIN method
11		in all switches, even those that are not AIN capable. Also, the AIN
12		hubbing arrangement allows some sharing of common trunk groups
13		that other ALECs have stated they prefer.
14		
15	Q,	ON PAGE 40 OF HIS TESTIMONY, MR. BRADBURY ALLEGES
16		THAT THE AIN SOLUTION IS INEFFICIENT BECAUSE IT
17		BYPASSES THE INTELLIGENCE OF THE SWITCH AND REQUIRES
18		EVERY SINGLE CALL TO QUERY THE DATABASE FOR ROUTING
19		INSTRUCTIONS. IS HE CORRECT?
20		
21	A.	No. Mr. Bradbury appears to be generally attacking the use of AIN.
22		He asserts that AIN was not intended to support normal call routing
23		and does not work well for high-volume based calling. He is wrong. I
24		would note that on-line databases are used millions of times a day for
25		determining whether or not to honor long distance calling cards and for

determining the calling name to be displayed on an end user's telephone, just to name a couple of applications. These are certainly high volume calling applications and they are accomplished via AIN solutions. No one seriously claims that these functions should be (or even could be) accomplished by putting that intelligence into each and every single switch in the network. Indeed, flexibility of call routing was the driving motivation for AIN in the first place. Similarly, BellSouth's AIN method for customized routing puts relevant information into an on-line database for use during call processing. This allows ALECs including AT&T great flexibility in determining how to handle the calls from specific end users.

Q. ON PAGE 41 OF HIS TESTIMONY, MR. BRADBURY TURNS HIS ATTENTION TO THE LINE CLASS CODE METHOD FOR CUSTOMIZED ROUTING AND STATES "WHILE LINE CLASS CODES HAVE BEEN USED TO PERFORM CUSTOMIZED ROUTING, BELLSOUTH HAS NOT YET PROVIDED SUFFICIENT INFORMATION SUCH AS ORDERING INSTRUCTIONS AND SUPPORTING DOCUMENTATION TO AT&T FOR EACH OF THE CUSTOMIZED ROUTING OPTIONS THAT BELLSOUTH MUST PROVIDE." PLEASE COMMENT.

23 A. I am perplexed by his statement. First Mr. Bradbury admits, "...line 24 class codes have been used to perform customized routing...." This 25 suggests to me that he agrees that the Line Class Code method works for customized routing. But the second part of his statement is that "...BellSouth has not yet provided sufficient information such as ordering instructions and supporting documentation to AT&T for each of the customized routing options that BellSouth must provide." BellSouth has provided AT&T with a proposed contract language addition for procedures for selective routing. (Attachment 7, Section 3.20 et seq.) This proposed language will provide specific ordering procedures and documentation as requested by AT&T. However, as even Mr. Bradbury admits, AT&T and BellSouth tested the Line Class Code method back in 1997. Despite that testing, he claims there remain certain outstanding issues. Regardless whether there may be any outstanding issues or not, what I believe to be obvious is that If AT&T wants the Line Class Code method of customized routing because AT&T prefers it over the AIN method, AT&T should simply order the Line Class Code method which is and has long been available to it.

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ON PAGES 42-43 OF HIS TESTIMONY, MR. BRADBURY STATES
"BELLSOUTH MUST BE ABLE TO ROUTE OS/DA CALLS USING
EXISTING TANDEM ARCHITECTURE." IS HE CORRECT?

21

No. BellSouth has no obligation to route AT&T's operator services and directory assistance traffic differently than BellSouth routes its own operator services and directory assistance traffic. I am unaware of any requirement that BellSouth route an ALEC's operator services and

1		directory assistance traffic via tandem. Further, that is not how
2		BellSouth routes its own operator services and directory assistance
3		traffic. Instead, BellSouth uses direct trunk groups between
4		BellSouth's end office switches and BellSouth's operator services and
5		directory assistance platforms. However, BellSouth will provide
6		unbundled tandem switching to AT&T and AT&T can use that
7		capability as it chooses, subject only to the technical capabilities of the
8		tandem switch.
9		·
10	Issue	25: What procedure should be established for AT&T to obtain
11	loop-	port combinations (UNE-P) using both Infrastructure and Custome
12	Spec	ific Provisioning?
13		
14	Q.	ON PAGE 18 OF HIS TESTIMONY, MR. BRADBURY SUGGESTS
15		THAT THERE BE A TWO-PART PROCESS FOR THE
16		PROVISIONING OF CUSTOMIZED ROUTING. DO YOU AGREE?
17		
18	A.	Yes. The first part entails the establishment of required switch
19		translations and trunk groups for the end offices in which the ALEC
20		requests customized routing. This is the "infrastructure provisioning"
21		for customized routing. During this part, BellSouth would establish the
22		Line Class Codes (LCCs) that control the routing as requested by the
23		ALEC as well as any associated trunk groups. Mr. Bradbury refers to
24		this as establishing the "footprint". This part would be required
25		whether AT&T served one or any quantity of end users in a given

BellSouth end office switch. Once this part is completed, the second part of the provisioning process is possible. This part is the "customer specific provisioning" for customized routing. During this second part, the ALEC would send its individual LSRs for the particular end users that it will serve in a given BellSouth end office switch within the preestablished footprint.

Q. WHAT IS YOUR UNDERSTANDING OF THE DISAGREEMENT BETWEEN BELLSOUTH AND AT&T REGARDING ISSUE 25?

A.

There are two parts to the dispute. The first part concerns whether BellSouth has provided to AT&T sufficient information such that AT&T will know how to prepare its orders for customized routing. BellSouth's witness Pate will address this part of the dispute. The second part of the dispute concerns the meaning of what the FCC meant by "one set of routing instructions" as it used that phrase in paragraph 224 of its Second Louisiana Order (issued in response to BellSouth's second application for in-region interLATA authority). BellSouth's understanding is that the FCC's Order requires BellSouth to determine the correct Line Class Codes to use in response to an LSR for a given end user only if the ALEC has a single routing plan for all of its customers. While BellSouth reads the FCC's Order to mean that (for BellSouth to be responsible for determining the proper LCC to use on a given LSR) AT&T must have a single routing plan for all its customers in BellSouth's nine-state region, BellSouth is willing to consider a given

state, such as Florida, as the boundary for satisfying the "single routing plan" situation. AT&T apparently believes the footprint may be as small as a metropolitan area. See Mr. Bradbury's testimony beginning on Line 4 of Page 21.

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Q. WHAT IS YOUR UNDERSTANDING OF THE FCC'S SECOND LOUISIANA ORDER AS IT RELATES TO ISSUE 25?

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A.

I believe the FCC was trying to establish a requirement that BellSouth's competitors (such as AT&T) have the ability to create a default assignment of routing plans for their end users as does BellSouth. When a BellSouth retail customer orders service, BellSouth defaults the customer to BellSouth's own branded operator services and directory assistance. BellSouth believes that AT&T is asking BellSouth to create a situation where AT&T too can have a default for its customers. That is what the footprint does. AT&T informs BellSouth of how calls from AT&T's end users served by a BellSouth switch are to be routed unless AT&T informs BellSouth otherwise. For example, AT&T could tell BellSouth that all of AT&T's customers should be routed to an AT&T OS/DA platform, unless otherwise instructed. Alternatively, AT&T could decide to tell BellSouth to route all of AT&T's traffic, unless otherwise instructed, to an unbranded BellSouth OS/DA platform. If this is what AT&T really wants, then BellSouth only has two issues. The first is to set the level at which such instructions have to be given. That is, will this default plan only

1		apply to the region as a whole, on a state-by-state basis, or perhaps on
2		a different level? I will speak to this more in a moment. Second, once
3		the appropriate level for applying the default is determined, AT&T has
4		to tell us what the default will be.
5		
6	Q.	ON PAGE 23 OF HIS TESTIMONY, MR. BRADBURY ASSERTS
7		THAT "BELLSOUTH WISHES TO LIMIT AT&T TO ONLY ONE
8		CUSTOMIZED OS/DA ROUTE, APPARENTLY FOR THE ENTIRE
9		NINE-STATE REGION. IS HE CORRECT?
10		
11	A.	Mr. Bradbury is incorrect. AT&T is free to have as many different
12		routing plans as it wants within the technical limitations of the switches
13		themselves. The dispute regards which party (that is, BellSouth or
14		AT&T) is responsible for determining which LCCs are to be used for a
15		given LSR in cases where the ALEC has more than one routing plan
16		for its end users. In its Second Louisiana Order, the FCC stated that if
17		an ALEC informed an ILEC of its single set of routing instructions, that
18		the ILEC rather than the ALEC could determine the appropriate LCC to
19		use in for a given LSR. Following is the FCC's statement in paragraph
20		224 of its Louisiana II order:
21		
22		"We agree with BellSouth, that a competitive LEC must tell
23		BellSouth how to route its customers' calls. If a competitive
24		LEC wants all of its customer calls routed in the same way, it

should be able to inform BellSouth, and BellSouth should be

able to build the corresponding routing instructions into its systems just as BellSouth has done for itself. If, however, a competitive LEC has more that one set of routing instructions for its customers, it seems reasonable and necessary for BellSouth to require the competitive LEC to include in its order an indicator that will inform BellSouth which selective routing pattern to use." [Emphasis added]

BellSouth has no problem with the FCC's position, provided a single routing instruction is given as the default. In cases where the default routing plan is not to be used for a particular end user, AT&T must inform BellSouth (via the LSR) which routing pattern is to be used.

Q. WHAT SPECIFIC INPUT DOES AT&T NEED TO PROVIDE TO BELLSOUTH?

A.

As I discussed in my direct testimony, first, AT&T needs to inform BellSouth of how BellSouth is to "map" or route AT&T's customers to AT&T's choice of handling (branded, unbranded, etc.). Second, AT&T needs to inform BellSouth of the geographic scope of AT&T's default routing plan (region, state, LATA, etc.) so BellSouth can construct the required translations tables. In Mr. Bradbury's testimony, he indicates that the geographic scope of the default routing plan should be at AT&T's option such as, by metropolitan area, or by state. In paragraph 224 of the FCC's Second Louisiana Order, it states that if an ALEC has

more that one set of routing instructions for all its customers, it would be appropriate for BellSouth to require the ALEC to include in the ALEC's order an indicator that would inform BellSouth which customized routing pattern to use. This would imply application on a region-wide basis. Thus, BellSouth believes the FCC intended for an ALEC to have a default routing plan for the entire region. However, as I stated earlier, BellSouth is willing to allow a given state to serve as the default routing plan footprint. That is, AT&T could elect a given default routing plan for Florida and a different default routing plan for Alabama. However, to be as granular as to establish routing patterns for each BellSouth end office (an alternative AT&T apparently reserves for itself), must surely be "more than one set of routing instructions". In addition, having different default routing plans for each central office would not be practical as BellSouth has more than 1,600 central offices across its nine-state region.

Q. HAS AT&T GIVEN BELLSOUTH A DEFAULT ROUTING PLAN FOR AT&T's CUSTOMERS?

A.

No. The testimony of Mr. Bradbury is ample proof that AT&T has still not done so. Instead of committing to a single routing plan as contemplated by the FCC's Order, AT&T still insists that routing decisions (and thus assignment of Line Class Codes) is situational. Mr. Bradbury suggests that AT&T will decide on a routing pattern by metropolitan area, or by state, at AT&T's option. Thus, it is clear that

1		even now AT&T has no single default routing plan that it can or will
2		convey to BellSouth that is instructive of how certain customers are to
3		be handled. So AT&T wants BellSouth to read AT&T's mind and
4		assign Line Class Codes correctly. This is simply not possible. If
5		AT&T will commit to the single default routing plan contemplated by the
6		FCC in its Second Louisiana Order and informs BellSouth of its routing
7		plan, then and only then can BellSouth correctly assign Line Class
8		Codes on AT&T's orders.
9		
10	Q.	SUPPOSE AT&T DECIDES THAT THE ENTIRE STATE OF FLORIDA
11		IS ITS "FOOTPRINT" AND INFORMS BELLSOUTH THAT AS
12		BELLSOUTH RECEIVES LSRs FOR AT&T's CUSTOMERS IN
13		FLORIDA, AT&T's CUSTOMERS' OS/DA CALLS SHOULD BE
14		ROUTED TO AT&T's PLATFORM. WILL BELLSOUTH KNOW HOW
15		TO PROCESS AT&T's LSRs WITHOUT AT&T INDICATING THE
16		CORRECT LINE CLASS CODE TO USE?
17		
18	A.	Yes. BellSouth will have built the proper switch translations (including
19		LCCs) in its switches along with any required trunk groups. At the time
20		the LSR is sent to BellSouth for a particular AT&T end user, BellSouth
21		will know the correct LCC to use.
22		
23	Q.	IN THAT SAME SITUATION, SUPPOSE AT&T DECIDES THAT FOR
24		A PARTICULAR END USER WITHIN ITS FOOTPRINT, THE
25		CUSTOMER'S OS/DA CALLS SHOULD BE SENT TO BELLSOUTH'S

1		PLATFORM INSTEAD OF TO AT&T'S PLATFORM. WILL
2		BELLSOUTH KNOW HOW TO PROCESS AT&T's LSR WITHOUT
3		AT&T INDICATING THE CORRECT LINE CLASS CODE TO USE?
4		
5	A.	No. While the routing that AT&T desires for a particular end user in
6		this case is possible (assuming that AT&T had previously requested
7		and BellSouth had built LCCs and associated trunk groups for these
8		"exception" orders), only AT&T knows when it wants the default to
9		apply (that is, the footprint is used) versus when it wants the exception
10		to apply (that is, the exception routing plan). AT&T is free to have a
11		default routing plan and as many different exception routing plans as it
12		wants (within the technical limits of the switches). For the default
13		routing plan, AT&T need not instruct BellSouth of which set of LCCs to
14		use. However, for end users for which AT&T desires that exception
15		routing plans be used, AT&T must inform BellSouth of which set of
16		LCCs to use.
17		
18	Q.	ON PAGE 32 OF HIS TESTIMONY, MR. BRADBURY STATES THAT
19		BELLSOUTH PROVIDES NO PROCESSES FOR ELECTRONIC
20		ORDERING OF CUSTOMIZED ROUTING FOR SPECIFIC END
21		USERS. IS HE CORRECT?
22		
23	A.	No. Let me make clear however that here I am not discussing the
24		initial establishment of the default footprint (the so-called infrastructure
25		provisioning step). Instead, I am discussing the situation where AT&T

has previously requested and BellSouth has provided required LCCs and associated trunk groups. Then, AT&T sends its LSR for a given end user and does not denote on its LSR that any exception routing is to be used (that is, the default routing plan is to be used). BellSouth's electronic ordering processing for ALECs' orders can handle this situation. BellSouth completed work and installed changes in its electronic gateway on November 18, 2000. This is referred to as Change Request EDI 020900 that was incorporated into Release 8.0. Despite an admittedly confusing memorandum sent to ALECs on October 11, 2000, the change was made on November 18, 2000, as had been previously scheduled.

Q. ON PAGE 34 OF HIS TESTIMONY, MR. BRADBURY STATES THAT YOU HAD PERSONALLY ISSUED A MEMORANDUM DIRECTING THAT THE DECISION BE REVERSED. HE ATTACHES A PORTION OF THE TRANSCRIPT FROM THE ARBITRATION HEARING IN GEORGIA. PLEASE COMMENT.

Α.

Mr. Bradbury mischaracterizes what I said. In his testimony he says that I had personally issued a memo directing that the decision (that is, the decision to drop Change Request EDI 020900 from Release 8.0). That is not correct. What I said during the Georgia hearing was "The first thing I did when I came in to work that morning and found that memo [that is, the memorandum attached to Mr. Bradbury's testimony as Page 3 of Exhibit JMB-7] was to find the people that had written that

memo and had them in my office and had them retract that to show that the line class code method would be available." See page 6 of Exhibit JMB-6 attached to Mr. Bradbury's testimony. That was and is a true statement. The point of the clarification I sought via the second memorandum was to ensure ALECs that the LCC method of customized routing would be available even once BellSouth introduced the so-called Originating Line Number Screening (OLNS) branding method. The next statement I made during the Georgia hearing was "And I immediately set about making sure that the people doing the software upgrades [that is, Change Request EDI 020900 in Release 8.0] did not divert their attention and move that out of release 8.0." BellSouth and I were in fact successful in keeping EDI 020900 as part of Release 8.0 and that software was successfully loaded and made available to ALECs on November 18, 2000.

Q. REGARDING THE ELECTRONIC ORDERING CAPABILITY
PROVIDED WITH CHANGE REQUEST EDI 020900, ON PAGE 36 OF
HIS TESTIMONY, MR. BRADBURY STATES "THUS, BELLSOUTH
PLANS TO PROVIDE ONLY A VERY LIMITED TRIAL VERSION OF
THE PRODUCTION FUNCTIONALITY THAT WAS CANCELLED." IS
HE CORRECT?

23 A. BellSouth stands ready to implement as large a customized routing
24 footprint as AT&T desires and the software upgrades included in
25 Change Request EDI 020900 can accommodate such. To date,

however, AT&T's self-imposed footprint is very small. Mr. Bradbury's 1 2 statement on page 36 of his testimony that no ALEC other than AT&T 3 can use the electronic ordering capability provided is misleading. No other ALEC has requested that BellSouth provide it the LCC method 4 5 for customized routing, thus no customized routing footprint exists for any ALEC other than AT&T. The same capability as is available to 6 7 AT&T for the electronic processing of its LSRs is available to every 8 other ALEC. Upon request, BellSouth will establish any ALEC's customized routing default footprint reflecting that ALEC's choices for 9 treatment of its end users' OD/DA calls. Then BellSouth can handle 10 11 that ALEC's LSRs for its end users on an electronic basis just as BellSouth can do for AT&T. 12 13 14 On page 36 of his testimony, Mr. Bradbury suggests that this 15 Commission order BellSouth to provide AT&T with an ordering capability that will allow AT&T to place individual customer orders 16 electronically without the need to place LCCs or other indicators on its 17 LSRs where only a single routing plan exists in a given footprint area. 18 In fact, BellSouth is already providing such functionality with the 19 software upgrades put in place on November 18, 2000. 20 21 WHAT DOES BELLSOUTH PROPOSE TO RESOLVE THIS ISSUE? Q. 22 23 A. BellSouth asks this Commission to affirm that it has met its 24 requirements for providing customized routing and that BellSouth is not 25

1		required to provide operator services and directory assistance as
2		unbundled network elements at cost based rates.
3	•	
4	Q.	DOES THIS CONCLUDE YOUR TESTIMONY?
5		
6	A.	Yes.
7		·
8		

BY MS. WHITE:

Q Mr. Milner, do you have an exhibit -- I mean, a summary of your testimony?

- A Yes, I do.
- Q Would you please give that?
- A Yes, thank you.

Good afternoon, Commissioners. I filed testimony addressing the technical aspects of various network related issues in this docket. In the interest of time, however, I will briefly address only three of these issues.

First is Issue 8, which deals with how AT&T will gain access to and use BellSouth's facilities to serve multi-unit installations such as apartment buildings and high-rise buildings. In keeping with this Commission's decision in the MediaOne arbitration regarding access to subloop elements, BellSouth will provide ALECs with access to BellSouth's subloop facilities at multi-unit dwellings via an access terminal placed on the ALEC's behalf.

BellSouth will install an access terminal for any building where subloop access is requested.

With regard to so-called garden apartments,

BellSouth will prewire each and every cable pair from its
terminal to the separate access terminal. This means that
for garden apartments each cable pair in the apartment

will appear on BellSouth's garden terminal and it will appear on the separate access terminal. An ALEC wanting to serve a customer in the garden apartment would build its terminal at that location, and then wire its cable pair to the appropriate prewired location on the access terminal.

The treatment in high rise buildings will be different. BellSouth will still build an access terminal to complement BellSouth's own terminal located in the high rise building, and further, the ALEC wanting to use those facilities will still have to build its own terminal for its cable pairs. However, rather than prewiring the access terminal, BellSouth proposes that when it receives orders from the ALEC, BellSouth will wire the access terminal it has created to provide access to those facilities requested. BellSouth does not propose to prewire each and every pair to the access terminal in high rise buildings because it is simply impractical to do so.

The garden apartment terminal might have between 20 and 25 loops terminated to it, and in that case prewiring is something that can be done with a reasonable effort. On the other hand, high rise buildings may have hundreds or even thousands of pairs which would make prewiring the terminal impractical.

BellSouth is opposed to AT&T's request for

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direct access to BellSouth's facilities. And while I am in no way disparaging AT&T's or any other ALECs' technicians, with direct access it is possible for AT&T's or other ALECs' technicians to intentionally or unintentionally disrupt BellSouth's and other ALECs' end user services. That simply presents an unnecessary risk for all involved parties, end users, BellSouth, other ALECs, even AT&T itself, because such actions by some other ALEC could have the same disruptive effect on subloop elements that AT&T is utilizing.

Finally, with direct access, BellSouth would be at AT&T and any other ALECs' mercy to tell BellSouth how, when, where, and the amount of BellSouth's facilities that were being used. The bottom line is that such uncontrolled access to BellSouth's subloop elements would have a totally debilitating effect on BellSouth's ability to maintain accurate cable inventory records. It would thus be simply impossible for BellSouth to ever have an accurate record of the facilities if every ALEC in the state had direct access. Of course, this lack of accurate inventory information would inevitably lead to failure of BellSouth's service provisioning, maintenance, and repair services, and would affect ALECs using BellSouth's loops and subloops.

Turning to Issue 20, this issue addresses the

state-wide investigation of criminal history for any of
AT&T's employees that it wants to have unescorted access
inside BellSouth's central offices. BellSouth itself
performs criminal background checks on its own employees
prior to hiring. BellSouth's position is that AT&T should
do likewise for those of its employees or agents who enjoy
unescorted access to BellSouth's central offices or other
premises.

The FCC permits ILECs, such as BellSouth, to impose on ALECs security arrangements that are as stringent as the security arrangements the ILEC maintains at its premises for its own employees. For its own employees, BellSouth requires a seven-year criminal background check. For its vendors and agents, BellSouth requires a five-year check. BellSouth has offered AT&T the option of a five-year check rather than the seven-year check that BellSouth uses for its own employees, but AT&T has not agreed.

BellSouth has also expressed its willingness to forego criminal background checks for those of AT&T's employees hired before January 1st of 1995. But here again, AT&T has not agreed. BellSouth believes that the security measures it proposes are reasonable in light of the impact on public safety and the assets being protected as well as the number of new entrants and other

telecommunications carriers who rely on the integrity and reliability of BellSouth's network.

And then, finally, turning to Issue 23, which addresses the topic of customized routing. Customized routing, which we have also used the phrase selective routing to describe, allows calls from an ALEC's customers who are served by a BellSouth switch to reach the ALEC's choice of operator service or directory assistance platform rather than BellSouth's choice.

BellSouth makes available two methods by which ALECs can obtain this customized routing. The first is referred to as the line class code method. In fact, AT&T advocated this during their first round of arbitration several years ago. And the second method is the so-called advanced intelligent network, or AIN method. By providing ALECs a choice of methods, BellSouth better enables ALECs to compete based on their own business plans and priorities. Thus, BellSouth has met its requirement to provide customized routing, and as a result is not obligated to provide access to operator services and directory assistance at cost-based rates.

Thank you, that concludes my summary.

MS. WHITE: Mr. Milner is available for cross-examination.

CHAIRMAN JACOBS: You may proceed.

1	MS. OCKLEBERRY: Mr. Chairman, just briefly. I
2	believe BellSouth and AT&T entered into an agreement where
3	I was going to cross-examine Mr. Milner on all of the
4	issues except for Issue 23, which involved the customized
5	routing, and then Ms. Rule was going to cross-examine Mr.
6	Milner on that.
7	CHAIRMAN JACOBS: Great.
8	CROSS-EXAMINATION
9	BY MS. OCKLEBERRY:
10	Q Good afternoon, Mr. Milner.
11	A Good afternoon.
12	Q Just so that I'm clear, MDUs it is my
13	understanding can either be high rises or garden style
14	apartments?
15	A Yes.
16	Q Okay. And that is basically where you are
17	talking about multiple tenants or owners in a building?
18	A I'm sorry, the last part of your question?
19	Q You're basically talking about where you have
20	multiple tenants or owners in a building?
21	A Okay. The word owner is what I couldn't
22	understand. Yes, that is correct.
23	Q And in this instance, AT&T wants to provide
24	access or service to those MDUs?
25	A That is my understanding, yes.

1	Q And to do that AT&T has to get access to
2	BellSouth's network terminating wire?
3	A Well, it may choose to provide its own
4	facilities, but it may choose to use BellSouth's
5	facilities.
6	Q If AT&T doesn't provide its own facilities
7	excuse me, if AT&T does provide its own facilities, it
8	would still need access to the network terminating wire?
9	A No. AT&T could provide its own equivalent of
10	network terminating wire all the way to the end user
11	customer and provide service over its own facilities.
12	BellSouth is not opposed to allowing AT&T use of these
13	subloop elements, however.
14	Q So if AT&T doesn't provide its own facilities,
15	it does need the network terminating wire?
16	A Correct, yes.
17	Q Okay. And that is the last part of the network
18	before it reaches the customer's premise, the last part of
19	BellSouth's network?
20	A Yes, you are correct. It's on the network side
21	of the demarcation point.
22	Q And it is my understanding that AT&T wants
23	direct access to the network terminating wire and
24	BellSouth wants AT&T to go through an intermediary device
25	to get that access?

1	A That is correct.
2	Q Now, you would agree that the network
3	terminating wire, and I believe it is the intrabuilding
4	network cable, are part of the subloop elements that
5	BellSouth is required to provide under the FCC UNE remand?
6	A I would agree with that, yes.
7	Q And that BellSouth must provide
8	nondiscriminatory access to those subloop elements?
9	A Yes, I would agree with that, also.
10	Q Would you also agree that the FCC required a
11	single point of interconnection to access those subloop
12	elements?
13	A I believe what they said was where an ALEC
14	requests and where one is not already present that the
15	incumbent should build one, yes, I believe that is what it
16	says.
17	Q So they said where there is not one present,
18	correct?
19	A Yes.
20	Q And that single point of interconnection must be
21	fully accessible and suitable for use by multiple carriers
22	who want to provide access service, excuse me, to those
23	MDUs?
24	A Yes, that is my recollection of the FCC's
25	languago vos

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Q Okay. I believe in your testimony you talk about the MediaOne order that this Commission issued addressing access to MDUs in that network terminating wire?

- A I did discuss that order, yes.
- Q And you would agree that order was issued in October of 1999?
 - A Yes, ma'am.
- Q And that the FCC remand order came out later in November of '99?
 - A That sounds about right, yes.
- Q So would you also agree at the time that this
 Commission issued that MediaOne order on the network
 terminating wire -- excuse me, there was no requirement at
 the time they issued that order that network terminating
 wire was subloop unbundling?

A I'm not sure if I agree with that or not. I do agree with you that the FCC's 319 order which discussed subloop unbundling came after the MediaOne arbitration between BellSouth and AT&T. And the reason I say -- you used the word required, I believe MediaOne was requesting access to a certain unbundled network element, it just happened to be what we refer to as a subloop element.

Q Was there a requirement at the time of the MediaOne order that BellSouth provide subloop unbundling?

1	A	No, but BellSouth had volunteered to do that.
2	Q	And at the time the Commission issued its order
3	in the Med	liaOne arbitration there was no requirement also
4	regarding	a single point of interconnection?
5	A	That is correct, yes.
6	Q	Now, in your I believe it is testimony, you have
7	your Exhib	oit Number 1, WKM-1, which I believe shows on the
8	first exhib	it what the existing arrangement is in a high
9	rise?	
10	A	Correct.
11	Q	And 2 shows what it would look like in a high
12	rise with t	the intermediary terminal, and Page 3 shows what
13	it would lo	ook like in a garden style apartment with the
14	intermedia	ary terminal?
15	A	Yes.
16	Q	So BellSouth proposes to put that intermediary
17	terminal i	n between BellSouth's terminal and the ALEC's
18	terminal?	
19	A	Yes. And I believe you are referring to what we
20	have calle	ed and labelled the access terminal, but, yes.
21	Q	And that intermediary terminal would be in both
22	garden sty	le and high rise units?
23	A	Correct.
24	Q	Now, in high rise units, would BellSouth have to
25	ao through	that intermediany terminal to provide convice

to the customers?

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A I'm not sure what you mean by "go through." We provide that access terminal upon request of an ALEC. We wire between our terminal and that access terminal such that we give access to the requested pairs to AT&T, let's say. Ordinarily we would not use that terminal. We extend certain cross-connections over to that terminal such that the ALEC can place or remove cross-connections including those that connect BellSouth's facilities to each other. So I'm not sure if that is what you mean by "go through" or not. We move cross-connections from our terminal to that terminal such that our technician need not be present at the time of service provisioning by AT&T.

Q You show on W -- your Exhibit Number 1, Page 2, BellSouth's loop facilities. For BellSouth to serve the customer, would BellSouth loop facilities have to go through that intermediary terminal?

A No. The loop facility itself would remain connected to BellSouth's terminal and then a tie cable would be extended from BellSouth's terminal to the access terminal, which gives the effect of extending that BellSouth loop over to the access terminal.

Q Well, let me ask you this. The only thing then that would go through that access terminal that belongs to

BellSouth would be the tie cable, correct?

A Well, there are two tie cables, one that goes over and one that comes back. There is a tie cable from the loop facilities, there is a tie cable from the intrabuilding network cable or riser cable. And then within that terminal cross-connections between those two tie cables are made and removed.

Q When you look at your exhibit, Page 2, it shows the ALEC's loop facilities going through both their terminal and the access terminal, correct?

A Yes, ma'am.

- **Q** To provide service to that customer?
- A That is correct.

Q When you look at that same exhibit, it does not show BellSouth's loop facilities going through that intermediary terminal to serve a customer, is that correct?

A The drawing does not show that. However, this drawing was just meant to show a high level overview of how that arrangement would work. The arrangement would actually be in that situation as is shown on Page 3 of this exhibit, that is both the loop facilities and the intrabuilding network cable would be extended over to the terminal. That is the place the connections would be made and broken.

Q So for BellSouth they would make their connections to get service to that customer through the intermediary terminal, also?

A Yes, but only for those pairs that AT&T had requested be prewired over to that terminal.

Q For any other pairs that were not requested to be prewired, would BellSouth have to go through that access terminal to provide service to a customer?

A No, there would be no need to.

Q What about for garden style apartments on Page 3, would BellSouth have to go through the access terminal to provide service to the customer?

A Yes, because we have said that in the garden apartment situation, the garden terminal situation, rather, that we will make those connections for each and every loop appearance in our terminal as well as each and every network terminating wire pair. So in that case, in that setting they are all extended over there. So, yes, in each and every case BellSouth would have the service it provides sort of looped through that access terminal.

Q So BellSouth would access that intermediary terminal in the same manner that an ALEC would to provide service to a customer?

A Yes, ma'am.

Q So in the high rise facilities it would only be

1	for those c	sustomers that AT&T had not requested that	
2	BellSouth would not go through that access terminal, that		
3	intermedia	ry terminal?	
4	A	Yes, ma'am, that's right.	
5	Q	Now, it is my understanding that BellSouth wants	
6	to have thi	s intermediary device to retain its network	
7	reliability a	and security, is that correct?	
8	A	Yes.	
9	Q	And there is also the issue of recordkeeping?	
10	A	Well, I think that is part and parcel of the	
11	same of	the same argument. Service is not reliable if	
12	you don't k	now if you don't have an accurate inventory	
13	of what is	in service, what is spare, what is defective.	
14	Q	Are there any other issues that BellSouth has	
15	other than	network reliability and security that require	
16	this interm	ediary device?	
17	A	No.	
18	Q	Okay. And it is my understanding that one of	
19	the conce	ns is that a technician could cut off service to	
20	the end us	er or disrupt some other ALEC's service if they	
21	had direct	access to your network?	
22	A	Yes.	
23	Q	I think you also indicated that BellSouth was	
24	concerned	that, I guess, technicians would go in and just	
25	start unila	terally taking off pairs without notifying	

BellSouth?

A Yes. And unfortunately that has happened in this state.

Q Now, it's my understanding in the garden style apartment every pair is is in that intermediary device, correct?

CHAIRMAN JACOBS: Excuse me, let me ask a question. What happens when you have that occur?

THE WITNESS: Well, we contact the ALEC who has used our property without our knowledge and without our agreement, and we informed them of what they have done, that the facilities they are using are ours. We informed them that we are willing to allow them to use those, but we need to strike an agreement, they need to pay us for the use. And then one of two things happens. Either they move those connections and start using their own facilities instead or we strike an agreement such that they can use ours.

Unfortunately, there have been cases where when they used those facilities without our knowledge they disrupted other customers' service. So we don't just go in and arbitrarily remove connections because we don't want to victimize the end user. We work through the problem with the ALEC that caused the problem and try to reach a reasonable settlement.

CHAIRMAN JACOBS: Thank you.

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COMMISSIONER PALECKI: Shouldn't this Commission

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be looking to avoid any uneconomic duplication of

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facilities in order to give the ratepayers the best

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possible deal?

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THE WITNESS: In general. If you can do that in

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a way that maintains the quality of service and the

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there is also an argument that one of the goals of the Act

reliability of service, then I would agree with you. But

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itself back in 1996 was the creation of alternative

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networks to ILECs' networks. So, there is benefit to

all that is needed to provide service. It is certainly

the entire network itself more reliable by having, you

know, no interconnection of networks. So there are

degree that a device does not add value, or does not

preserve service or reliability, it probably ought not to

talking about is needed, there is a very real need for it

be there. But our position is that this device we are

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having several network providers all capable of providing

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14 more robust, it gives end users far greater choices, makes

advantages.

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BY MS. OCKLEBERRY:

to protect service.

Q Before I touch on that, I wanted to go back to

FLORIDA PUBLIC SERVICE COMMISSION

But, yes, I agree with your premise that to the

exhibit -- Page 3 of your exhibit. You indicated that for those pairs that BellSouth has prewired to the intermediary terminal that BellSouth would go through that intermediary terminal to serve the customer, correct?

A Yes. Once we have established that access terminal at the request of the ALEC, then as the diagram -- well, the diagram doesn't show, but we will --

Q That's what I was going to ask you.

A Yes. What I was trying to show on this one page was the route that the ALEC service would follow, and you will see that the cable extends from the ALEC central office, wherever that might be, to the ALEC's terminal to the left over to the access terminal to a cross-connect.

And let me stop just for a moment there. Before that cross-connection was made there would have been a cross-connection between the loop that comes from BellSouth's central office into that same access terminal up to the network terminating wire.

And so when the customer was BellSouth's customer, the service traverses that access terminal. At the time that the customer moves from BellSouth, let's say to AT&T, then AT&T's technician would remove that cross-connection and would place the cross-connections -- the cross-connection that is shown on this page.

Q But this diagram only shows -- and correct me if

1	I'm wrong the ALEC going through the intermediary
2	terminal to serve the customer. It does not show
3	BellSouth going through that intermediary terminal to
4	serve a customer, does it?
5	A Well, in this case I was only showing one
6	customer line, the one that is up here in Apartment A.
7	And this was meant to show that it was AT&T, not BellSouth
8	that had sold service to whoever the customer was in
9	Apartment A. If the service provider were BellSouth
10	instead of AT&T, then the cross-connection that is shown
11	would be removed and then a cross-connection would be made
12	from those other two those two lines in the left side
13	of the box, that is, the one that shows BellSouth's loop
14	facility would be connected to the network terminating
15	wire inside the access terminal.
16	Q But my question was does this diagram just show
17	the ALEC going through the intermediary terminal and
18	BellSouth going directly through its own terminal?
19	A No, I don't believe so. What this shows is that
20	at this moment it is AT&T that is providing the service,
21	not BellSouth.
22	Q Do you see anywhere in this diagram where it
23	shows BellSouth going through the intermediary terminal?
24	A Yes, I do. BellSouth's loop facility, which

starts in the bottom left, goes up to BellSouth's garden

1	terminal and then extends to the right. BellSouth's
2	network terminating wire, which starts in BellSouth's
3	terminal and then extends to the right into the access
4	terminal. When BellSouth chooses or when BellSouth is
5	able to provide service to the customer in Apartment A, it
6	would make a cross-connection in the access terminal. For
7	simplicity I just showed the CLEC's service AT&T's
8	service, rather, connecting AT&T's central office with the
9	customer in Apartment A.
10	Q No, my question was does this diagram show
11	BellSouth going through an intermediary terminal on this
12	diagram? Does it show that?
13	MS. WHITE: I'm going to object to the question,
14	because I believe it has been asked and answered several
15	times now.
16	MS. OCKLEBERRY: I don't believe he has answered
17	the question, Mr. Chairman. I think he has given me all
18	kinds of different questions other than the one I'm
19	asking, what does this diagram show.
20	CHAIRMAN JACOBS: You guys are making this
21	interesting.
22	MS. OCKLEBERRY: Well, let me ask it another way
23	and maybe I can obviate her
24	CHAIRMAN JACOBS: I would agree that he was, I
25	believe, responsive. But why don't you rephrase your

1	question to get it to where you want to go.		
2	BY MS. OCKLEBERRY:		
3	Q Mr. Milner, go to Page 3 of your exhibit. Does		
4	that not show BellSouth's facilities entering into the		
5	access terminal, their loop facilities?		
6	A Into the access terminal, yes.		
7	Q The intermediary terminal?		
8	A Yes.		
9	Q On your Exhibit 1, Page 2, there is not that		
10	same line of BellSouth's loop facilities entering into the		
11	access terminal, is that not correct?		
12	A That is correct. But as I explained earlier,		
13	the serving arrangement is exactly the same in both		
14	settings.		
15	Q Okay. Even though the serving arrangement is		
16	the same, somehow the diagrams are different in terms of		
17	showing BellSouth's loop facilities going through the		
18	access terminal when it is a garden style apartment, but		
19	not going through the access terminal when it is a high		
20	rise apartment.		
21	A That's right. I prepared both of these		
22	drawings. And you will notice on Page 2 that there are a		
23	lot of other facilities, that is a lot more complicated.		
24	What I was trying to show here was the ALEC's terminal		
25	being placed in proximity to the access terminal which was		

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placed in proximity to BellSouth's terminal. I was not trying to show each and every wire that might traverse those three devices.

Q Well, you show BellSouth on this Exhibit Page 2 having different loop facilities going to the second floor, the third floor, and the fourth floor?

A That is correct.

Q And none of those run through the access terminal, correct?

A That is correct. And as I said earlier, the situation in high rise buildings is different. BellSouth does not prewire each and every pair, instead it prewires upon request of ALECs such as AT&T.

Q But for clarity sake, if that was, in fact, true that BellSouth would go through the access terminal or this intermediary terminal, don't you think that it would have been more accurate to show that if that was, in fact, the case?

A More accurate or not, I don't know about that.

I have tried to explain the serving arrangement in both.

The wiring that we are talking about here is exactly the same. The access terminals themselves are pretty much the same. One has a metal enclosure around it if it is outdoors. This one inside a basement may not have. But in terms of how the connections are made, they are

identical.

Q Now, for the garden style apartments, all of your loop facilities are wired up to this intermediary device, correct?

- A You said the garden terminal?
- Q Correct.
- A Yes, ma'am.
- Q And is there anything that would be in BellSouth's garden terminal that would not be in the intermediary device? In the equipment, anything that you can think of.

A No. The style of the two is quite different.

There are a number of different types of so-called garden terminals. Some of them have preformed connecters on them such that there are not ways to make temporary cross-connections between the loop facilities and the network terminating wire. So, yes, there are some structural differences between BellSouth's garden terminal and the access terminal that we propose.

The access terminal is meant to be a place that semi-permanent connections can be placed and removed.

Older style garden terminals have screw down lugs that are much more unwieldy than using a punch down tool to make temporary connections, and so there is quite a lot of differences.

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Q In terms of BellSouth's network equipment, would there be any different equipment in the access terminal or intermediary device that would not be in the garden terminal?

A Not really, no. I'm sorry, the same answer.

The intermediary device is a newer style of cross-connect block than many of the garden terminals. They accomplish the same purpose, and the purpose is to connect loop facilities to network terminating wire. Before the advent of competition, there was not a great need for semi-permanent connections made in the garden terminal, and so they weren't designed that way. We put the access terminal such that there was a place that ALECs could get access to the connections and make them, remove them, without BellSouth's technicians being present at the time.

Q Mr. Milner, I think it's just a yes or a no, does the intermediary device have any equipment that the garden terminal does not have?

A No, in the sense that they are both cross-connection devices. I have tried to explain to you the difference in vintage of a garden terminal and an access terminal and why we believe it is important to have the access terminal there.

Q And all I was asking is if it had any different equipment, any different equipment in the garden terminal

as compared to the access terminal?

A And the answer is yes, access terminals use a style of connect block, all 66 blocks. Those are not all that common in garden terminals. They effect the same result, and that is making cross-connections. But in some places other types of devices are used in garden terminals. So, yes, it is different equipment.

Q In terms of your network equipment, is there any different network equipment in the intermediary device that is not in the garden terminal?

A Let me try one more time. They both have the effect of allowing cross-connections to be made. They are a physically different style devices. So when you say different equipment, the answer is yes.

Q So you're talking about the shape of the device and I'm asking about the actual, I guess, connections that are in the access terminal or the garden terminal, are they the same or is there any difference?

A There is no difference in the effect, that is, that they both allow cross-connections to be made and removed.

Q Okay. So the technician could go to the intermediary device, if it was an ALEC technician, and I am assuming to get to the network terminating wire he would lift your pair off and put the ALEC's pair on?

1	A At the access terminal, did you say?	
2	Q Correct.	
3	A Yes, exactly.	
4	Q And this would occur without a BellSouth	
5	technician being present?	
6	A That is one of the reasons the access terminal	
7	is there, and that is one of the reasons we wired it in	
8	this fashion is to obviate the need for BellSouth's	
9	technician to be there.	
10	Q So the technician would have the same access to	
11	your equipment that is in the garden terminal that they	
12	would in the intermediary device, correct?	
13	A Well, again, the effect is the same in that AT&T	
14	can connect its loop facilities to BellSouth's network	
15	terminating wire. The manner in which it is done is the	
16	issue. BellSouth's proposal keeps AT&T's technicians from	
17	doing work in BellSouth's terminal and it keeps	
18	BellSouth's technicians from doing work in AT&T's	
19	terminal. So we think that is a lot safer way to do	
20	things.	
21	Q Well, I thought the concern was network security	
22	and that an ALEC technician could come in and kind of	
23	disrupt service because they might disconnect a pair or	
24	cut the wrong pair, correct? I thought that was one of	
25	your issues.	

A It is one of our issues. And by having the access terminal there it keeps us from having to work directly in each others terminals. BellSouth is not in your terminal and you are not in BellSouth's terminal. We both do work in the access terminal.

Q And all of the pairs are wired up in the access terminal, if that is what I heard you say, so that the ALEC has the same opportunity to cut a pair or disconnect the wrong pair in the access terminal as it does in your garden terminal, correct?

A No, ma'am, because there is not direct access to BellSouth's loop facilities which are still terminated in BellSouth's garden terminal.

Q The technician could come in and lift the wrong pair, correct?

A That could happen, that is one problem that could happen. But there are lots of other problems that could not happen. AT&T's technician would not be working in BellSouth's garden terminal, thereby would not cut the network terminating wire in that terminal, it would not cut BellSouth's loop away from BellSouth's terminal. So, yes, there is one problem that could still occur even in the setting where we have got an access terminal, but lots of other problems could not happen.

Q A BeliSouth technician could go in and cut

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BellSouth's loop facility, correct?

As long as there are humans involved, yes, accidents could happen. Any scheme that we come up with for allowing this kind of access it has to balance the amount of risk involved with the value. We think that there is value to having the access terminal there.

Q But my question was a BellSouth technician could cut that same loop facility or disconnect that same wire, correct?

Yes. And BellSouth would know that one of its technicians had been in BellSouth's terminal. And, therefore, we know what employee set to go look for to find out how that got broken. If every ALEC in the state had access to BellSouth's terminal, there is no way in the world we could find out who inadvertently cut our facilities.

Q Well, I thought it wasn't an issue of finding out who did it, I thought the issue for BellSouth was preventing it?

Δ Well, absolutely. I believe your question earlier was about BellSouth's technician doing something bad in BellSouth's terminal. And that is what we are trying to guard against, is not having a situation where literally hundreds of companies could be doing work in BellSouth's terminal. We know which of our technicians we

dispatch to a certain location. If they don't do their work in a proper manner, we retrain them, redirect them, ultimately discipline them if we can't get the message across another way.

Q Do you have any evidence, have you presented any evidence in your testimony that the ALEC technicians that would be working in these intermediary devices are any less qualified or competent than the BellSouth technicians?

A No. I don't know and can't know of the competence of ALECs' technicians. I can tell you about the training that BellSouth's technicians undergo, and I can tell you what measures we take to inspect the work they do, and how we coach them, and train them, and all that sort of thing. I can't know that about any company except BellSouth.

COMMISSIONER PALECKI: I have a question. Are you aware of the practice in other areas, in other states where there may be a greater level of competition and what happens in multi-unit situations? Let's say in New York City where there are many, many apartments, condominiums, et cetera.

THE WITNESS: I can tell you generally about the situation in two places, in New York State and in Texas.

And they are different because the two incumbent companies

in those two locations have chosen fairly different serving strategies in terms of how much of the facilities in those high rise buildings they want to provide.

In New York it is fairly common that the facilities that we are talking about AT&T having access to would not even be Verizon's. Instead, Verizon often uses what is referred to as the minimum point of entry demarcation point, which is often in the basement or where the facilities cross the property line. So in many cases this issue doesn't even arise because the wire we are talking about doesn't belong to Verizon, it belongs to the property owner.

In the State of Texas --

COMMISSIONER PALECKI: But under those circumstances there would be a single point of interconnection that both the ILEC and the ALECs have access to?

THE WITNESS: Yes, that's right.

COMMISSIONER PALECKI: Has there been a problem?

Has that been something that has been problematic for

either the ILEC or the ALEC?

THE WITNESS: I don't know directly in that setting. Minimum points of entry is a serving strategy that has been around for a good long while, it is allowable under Part 68 of the FCC's rules. So as to

whether or not it is problematic, I don't know. But
Verizon doesn't own those facilities, instead the property
owner or its agent provides what we call riser cable here,
that is the cable that runs to each floor. Then service
providers, like BellSouth or AT&T, would bring their
facilities into the basement and it would make connections
between their own facilities to the building owner's, the
property owner's facilities.

COMMISSIONER PALECKI: But you do have numerous technicians from many different companies all having access to the interconnection facility that is owned then by the building owner, I guess?

THE WITNESS: Yes, that part. But what you don't have is various service providers doing work in each others terminals. In other words, each service provider would bring its own facilities, let's say, into the basement, would install its own terminal. AT&T would not have any reason to work in Verizon's terminal, Verizon wouldn't have any reason to do work in anybody else's terminal. So they are still each doing work only in their own facility. So they are making cross-connections between their connector blocks and that one that the property owner has provided.

COMMISSIONER PALECKI: And you mentioned one other state?

1	THE WITNESS: In Texas it is my understanding
2	that they have sort of a mixture between minimum point of
3	entry, that is, the incumbent facilities, let's say, stop
4	in the basement, and what we call premises demark. That
5	is where the demarcation point is at each individual end
6	user's apartment or suite. So they have got some of each.
7	In the case where SBC did not provide those
8	facilities, that is, in the MPOE setting, then it is much
9	as in New York, they each provide their own terminal, they
10	each make direct connections between their terminal and
11	the inside wire that is provided by the property owner.
12	In the case where SBC has provided that inside
13	wire, that riser cable, the intrabuilding network cable,
14	then they have a situation similar to BellSouth's and they
15	provide that on an individual case basis.
16	COMMISSIONER PALECKI: Thank you.
17	BY MS. OCKLEBERRY:
18	Q You heard Mr. Lindemann testify about the
19	technicians that AT&T hires?
20	A Yes, ma'am.
21	Q That a lot of them were former BellSouth
22	employees?
23	A Yes, ma'am.
24	Q Let me ask you a question. Regarding Page 3 o
25	your exhibit, you show the ALEC's facilities coming into

1	their terminal and your facilities coming into your		
2	terminal, correct?		
3	A Yes.		
4	Q And we are talking about loop facilities of both		
5	of the carriers?		
6	A Yes.		
7	Q So if the ALEC cuts your facilities they are		
8	going to damage their ability to provide service, correct?		
9	A No. If they cut the network terminating wire,		
10	then, yes, they would impair their own ability to provide		
11	service. If they destroyed BellSouth's loop back to		
12	BellSouth's central office in the process, that has no		
13	effect on their ability to provide service at that		
14	location.		
15	Q Okay. So if they cut the network terminating		
16	wire it would affect their ability to provide service?		
17	A AT&T's, you mean?		
18	Q Correct.		
19	A Yes.		
20	Q And they have access to that, right?		
21	A Yes.		
22	Q Do you have any specific or significant evidence		
23	that you can point to to show where there has been an		
24	intentional disruption of service by an ALEC to		
25	BellSouth's facilities?		

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A Yes, I can.

Q Is it in your testimony?

A No, it's not. This is information that I got just recently. I will give you three different cases all of which occurred here in the state.

Q And this is where an ALEC intentionally disrupted BellSouth's facilities?

A Yes. The most flagrant was at — the serving address is 2101 West Highway 390 in Lynn Haven, Florida. The ALEC went into that location, it was served by what we call an optical network unit. On one side is fiber-optic facilities, on the over side is the equivalent of network terminating wire. The ALEC forced its way into that ONU, cut BellSouth's facilities from that, attached its own facilities to the network terminating wire, removed the water seal that protects the electronics from the elements, didn't replace the seal. It rained and destroyed BellSouth's equipment.

Q Was that an AT&T technician?

A No, it was not. The second occasion happened at 150 West Flagler Street in Miami, Florida. In that case the ALEC intentionally took 80 intrabuilding network cable pairs, some of which BellSouth had technicians enroute to provide service to our own customers. We missed due dates because the ALEC had intentionally taken our facilities

without our knowledge.

And the third case, in several locations in Miami a company who is not certificated as an ALEC was working with an ALEC and disrupted service in about four or five different buildings, BellSouth customers, in an attempt to try out new equipment that they wanted to use to provide high speed Internet access.

- Q Were any of those involving AT&T?
- A No, ma'am.
 - Q Would you agree that with the intermediary device there are more cross-connect points than with direct access?
 - A Yes.
 - Q And is it also true that by increasing the number of cross-connects you can also increase the potential number of points of failure?

A This is possible, too. And as I said earlier, any strategy for protecting service has to balance the introduced points of failure with the expected result. We think it's a fair trade-off. Yes, there are more cross-connections; yes, they are subject to breaking, but they provide a very real security to the serving arrangement.

Q Now, for a high rise you indicate that you are not going to prewire every pair, you will do it when you

1	receive an order from the ALEC?	
2	A That's right.	
3	Q And how many pairs will BellSouth prewire when	
4	it receives the order?	
5	A As many as you ask for.	
6	Q So that would require BellSouth having to come	
7	out and coordinate with the ALEC?	
8	A Not necessarily. If you say let's take an	
9	example. In Fort Lauderdale there is a certain building,	
10	a high rise building that you want to provide service in,	
11	and if you say, "BellSouth, I would like you to prewire	
12	100 pairs for AT&T to the 14th floor," then BellSouth	
13	could do that well in advance of the day that you want to	
14	provide service to a given end user.	
15	Q But each time AT&T wanted to serve customers,	
16	then, the BellSouth technician would have to go out to	
17	prewire those pairs?	
18	A No. Again, looking at Page 3 of my diagram,	
19	what would happen is that once the pairs are prewired,	
20	AT&T's technician would go in and working only at the	
21	access terminal would remove the connection between	
22	BellSouth's loop and the intrabuilding network cable.	
23	Q I'm talking about for high rises, not for garden	
24	style apartments.	
25	A That's what I'm talking about, yes.	

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Q Okay. So how many -- it's my understanding that you would have to wait until AT&T places an order before you would go prewire the pairs?

A Well, yes, but you said, I believe, or your question was whether BellSouth's technician had to be there each and every time you wanted to provide service and the answer is no.

But a BellSouth technician would have to Q dispatch -- be dispatched to complete that wiring, though?

No, only once. And that once being at the time of the prewiring. After that, at the time service is actually extended from AT&T's network to an end user, BellSouth's technician need not be there. And that is what I was trying to explain using Page 3. BellSouth's technician working at the access terminal would remove the cross-connection between BellSouth's loop and the intrabuilding network cable and would place a new connection between AT&T's loop equivalent and that same intrabuilding network cable pair. So BellSouth's technician would have no need to be there at the time service was actually swung from BellSouth's network to AT&T's.

No, I understood that. But my question was Q would a BellSouth technician have to go out to wire the pairs when you receive the order from AT&T per customer?

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A No. BellSouth will prewire as many or as few pairs as you want. And that can be whenever you want it to be; the day before the time you want to serve a given customer, or customers, or weeks, or months ahead of time.

Q Will BellSouth provide those pairs that a customer is currently receiving service on?

A Not if -- yes, unless the customer wants to continue receiving service from BellSouth over that pair.

Q So if the customer wants to switch to AT&T,

BellSouth will then prewire those pairs to the

intermediary terminal?

A That's right.

Q Now, does BellSouth go through this same procedure to serve its customers?

A What procedure is that?

Q In terms of having to prewire the pairs through the intermediary device?

A Well, not through an intermediary device, but, yes, BellSouth has to do much the same thing. BellSouth has to bring its loop facilities to the building, it has got to get intrabuilding network cable up to the floor that it wants to sell service to customers on, it must get service from the wiring closet on that floor to each office and suite or apartment on that floor. So, yes, we do things that are exactly like this.

1	Q Will BellSouth install this intermediary device	
2	in all MDUs on its own volition?	
3	A No, there is no need for us to. It's an expense	
4	we don't need to expend if we don't think that there is an	
5	ALEC that wants to use that. The ALEC signals its intent	
6	to serve a given property by requesting that BellSouth	
7	install an access terminal.	
8	Q Okay. And how would the ALEC do that?	
9	A How would there are order forms.	
10	Q Is that the service inquiry form?	
11	A That is part of it, yes. The service inquiry	
12	form, because there are so many different ways that you	
13	can serve multi-story or multi-tenants buildings, that the	
14	service inquiry process involves looking at a given	
15	situation, a given building, and finding out the best	
16	serving arrangement.	
17	Q And how many pages is that form, do you know?	
18	A Let's see. I'm not sure if they are attached	
19	here or not, but there are several pages to it. And when	
20	I say 11 or 12, maybe.	
21	Q It's 11 or 12 pages, and that is just to get the	
22	process started?	
23	A No, that is one step in the process.	
24	Q How many steps are there in the process to get	
25	the intermediary device installed?	

A Well, I would have to count them on the flow chart that is shown with the information that is on our website and available to ALECs. It is a multi-step process. In the garden terminal, in the garden apartment setting there might be, you know, 20 or 30 buildings on the same property. So the service inquiry form is long enough to accommodate, you know, sort of the extreme case where there might be a number of different buildings, all of which AT&T would have an interest in serving.

Q Do you know how many steps, though, it takes to get the intermediary device installed that are outlined in your process?

A Not without counting them. There is, you know, depending on how you want to count, there is the site visit, there is the actual set up of the access terminal, and then there is the actual providing access and billing. So depending on how you want to count steps, that is three. There are substeps within each one of those.

Q And how many substeps are in each step?

A Would you like me to take the time to count these on the flow chart?

Q If you would.

A Sure. In the site visit and -- by the way, I'm looking at BellSouth's unbundled network terminating wire CLEC information package, which is available on our

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website. And specifically I'm looking at Page 8 of that, and it shows in flow chart style on the site visit part that there are three steps, or three parts to that. In the access terminal and UNTW set-up there are nine parts to that. And then in peer access and billing, which is over on Page 9, there are three parts to that.

Q So there can be approximately 15 steps to get the access terminal or intermediary device installed?

A Yes.

Q Is one of those steps a site visit to the property?

A That is correct, yes.

Q And does that have to be with both BellSouth and the ALEC?

A We certainly recommend that. What we are trying to work out at the site visit is that place that the access terminal will go that is most beneficial to both BellSouth and, let's say, AT&T. AT&T is going to install its own terminal, and so we go out together to figure out the best place to put that access terminal such that we can get to it easily, minimize the cable lengths, AT&T can get to it easily and likewise minimize its cable lengths.

Q How long after there is -- at a service inquiry does the site visit have to be completed, is there a time period?

A Let me look through the instructions. I recall that there is one. Let me see. I may not be looking at the right place. I thought that there was a time frame suggested. On looking on Page 10 of the document I referred to, it doesn't specify.

Q So there is no time period as far as you are aware of?

A I thought there was, I don't see it in here. I would have to go through page-by-page.

Q How long does BellSouth have to -- time, is there a time period that BellSouth has to complete installation of the device once it receives a firm order?

A No. And at the outset you can't tell how long its going to take, because that is what the site visit is for is to figure out what the serving arrangement is, what is the scope of AT&T's request, you know, is it one building out of 30, or all 30 out of 30 that are going to have to be equipped. So it is situational. How much work is required and how can you get the work scheduled. So, it's a function of how much work that AT&T requests be done.

Q So as of right now there is no time period for a firm order, once you get a firm order for it to be completed?

A That's right.

1	Q	You also indicated that recordkeeping was an
2	issue?	
3	A	Yes, because some of the subloop elements appear
4	or are inv	entoried in computer data bases.
5	Q	Now, you participated in the MediaOne
6	arbitratio	n in Georgia?
7	A	l did.
8	Q	And would you agree that the Commission
9	addressed	I the issue of notification to BellSouth when a
10	change is	made to the customer's service?
11	A	Yes.
12	Q	And it directed the parties to negotiate
13	procedure	es on how to make that happen within 30 days of
14	the order?	
15	A	Yes. And we came to an agreement that I believe
16	we can bo	oth live with.
17	Q	And that is the same issue that you have
18	addressed	I in this proceeding regarding recordkeeping?
19	A	Yes.
20		COMMISSIONER PALECKI: And what was that
21	agreemen	t you could both live with?
22		THE WITNESS: Well, the
23		COMMISSIONER PALECKI: I would like to hear what
24	that was.	
25		THE WITNESS: I'm sorry to interrupt you. The

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long and the short of it was that BellSouth and MediaOne came to the serving arrangement that is shown here on this third page of the exhibit; that is, BellSouth would extend these cross-connections over to the access terminal such that its technicians did not have to be there when cross-connections made by MediaOne were made and removed.

The other part was that the Commission ordered us to develop a notification process whereby MediaOne would notify BellSouth of how many of BellSouth's network terminating wire pairs it was actually using such that we could bill properly.

BY MS. OCKLEBERRY:

Q You would agree that the Georgia Commission determined that there should be a single point of interconnection?

A Yes.

Q And would you also agree on Page 5 of the order they determined that to the extent there was not currently a single point of interconnection that MediaOne could feasibly access that BellSouth must construct a single point of interconnection?

A I recall that language, yes.

Q Okay. So according to the order, BellSouth was not to constuct a single point of interconnection unless MediaOne could not access the one that currently was

there?

A No, that is not how I would read those words. I read them differently to say that if there is not already one of these access terminals and MediaOne wants one, then BellSouth should provide one.

Q Does it say that anywhere in the order that you are aware of?

A No. Apparently you and I have different interpretations of the same set of words. What they said was if there is not a single point of interconnection, upon request BellSouth should build one.

Q And didn't they indicate that there is not currently a single point that could be feasibly accessed by MediaOne?

A Well, if there already is a single point of interconnection, then there is no need for BellSouth to provide another one. If there is not one already, then BellSouth has an obligation to build one. But BellSouth's terminal is not that single point of interconnection, the access terminal is.

Q Let me ask you a couple of questions about condominium arrangements. Would you agree that the buildings where AT&T and BellSouth -- there are some where they share ownership in Florida?

A Yes, there are six such buildings in Florida.

1	Q	Okay. And that came as a result of divestiture?
2	A	That is correct.
3	Q	And there are agreements between the parties
4	that gove	rn those condominium arrangements?
5	A	Yes.
6	Q	Have you seen those agreements?
7	A	Actually, I worked on some of those agreements
8	at divestiture, but I have not seen them lately to know if	
9	they have	evolved or changed since then.
10	Q	Do you know if those agreements provide for
11	easement	s that allow each of the parties to go onto the
12	property o	of the other?
13	A	They did at the time that I helped write some of
14	those, yes	5.
15	Q	Do you know if that includes the right to run
16	cable on t	he property of the other or put support
17	structures	on the property of the other?
18	Α	Yes, I believe it would. That's not really what
19	we are ta	king about here in this issue, but, yes.
20	Q	And in the condominium arrangements is it
21	possible f	or AT&T and BellSouth to have equipment in the
22	same buil	ding?
23	A	I'm sorry, in the same building
24	Q	In the condominium arrangements, AT&T and
25	BellSouth	possibly have equipment in that same building?

1	A Yes. I mean, that was the desired effect that	
2	this part of the divestiture agreement was meant to was	
3	meant to solve. The modification of final judgment said	
4	that AT&T and divested companies could not jointly own	
5	equipment. It said they could jointly use certain	
6	facilities, and buildings were one of those things.	
7	Q And that equipment	
8	A So what it was really an accommodation for was	
9	an allowance for either, you know, the owner of the	
10	building and the nonowner to each have equipment placed in	
11	a single building and not violate joint ownership rules.	
12	Q And that equipment could be either on the same	
13	floor or different floors?	
14	A That is correct.	
15	Q And do you know if AT&T uses that equipment in	
16	the building to provide service to its customers?	
17	A I presume it does, yes.	
18	Q And the issue is that AT&T wants to directly	
19	connect to BellSouth's network and BellSouth believes that	
20	it has no obligation to allow this?	
21	A That's right.	
22	Q So under BellSouth's proposal, AT&T would have	
23	to take the equipment out of its portion of the building	
24	and move it to BellSouth's portion of the building to	
25	collocate to provide service?	

1 No, there would not be, as far as I can tell, 2 any need to move equipment from AT&T's part of the 3 building to the collocation arrangement. Within the 4 collocation arrangement would be a place where BellSouth's 5 network and AT&T's network came together. That would be 6 the form of interconnection. But I don't see a reason for 7 AT&T to move its equipment. It is obviously working well 8 where it is. That is not what we are talking about. 9 We are talking about requiring AT&T to have the 10 same form of interconnection as is enjoyed by other ALECs 11 and also not to have a form of interconnection that other 12 **ALECs** cannot enjoy. 13 Q So BellSouth would require AT&T to have 14 collocation to interconnect with BellSouth's network in this instance? 15 16 Α Yes. 17 And the collocation is a process that AT&T would Q 18 have to go through, correct? 19 A Certainly. 20 And it requires an application and BellSouth Q 21 would have to make sure that there was space in the 22 central office? Α That is correct. 23 24 Q And if there was no space in the central office, 25 then AT&T wouldn't be able to interconnect with

1	BellSouth's network, correct?	
2	A Not correct.	
3	Q Would BellSouth where would AT&T then be able	
4	to interconnect with BellSouth's network?	
5	A There are numbers of other forms of	
6	interconnection than collocation. You know, AT&T could	
7	buy facilities, could buy special access as a form of	
8	interconnection and meet us somewhere else.	
9	Q Well, special access is not at UNE rates,	
10	correct, it would be a higher cost?	
11	A No, it's not. But that is only one form of	
12	interconnection. Virtual collocation is another;	
13	so-called assembly points are a third form of	
14	interconnection. So AT&T has a number of choices even	
15	where physical collocation is not available. Adjacent	
16	collocation its another yet.	
17	Q But all of those would require some kind of	
18	collocation, correct?	
19	A Yes.	
20	Q And you understand that AT&T is not asking for	
21	collocation because we are not asking for equipment or	
22	anything to be on your premises?	
23	A But you are asking that is correct, but you	
24	are asking to interconnect with our network.	
25	Q Well, what we are asking for is direct	

1	connection, isn't that correct?	
2	A	That is one way of saying it. Another way to
3	say it is t	hat you want a form of interconnection that
4	another A	LEC can enjoy.
5	Q	Would you agree that 251(c)(2) of the Act allows
6	for direct	connection between BellSouth's network and
7	AT&T's no	etwork?
8	A	I would have to go back and reread it. If you
9	have a co	py that I could look at.
10		COMMISSIONER PALECKI: I just want to get
11	straight t	he reason for your position on this issue is
12	that you v	want to be fair to the other ALECs?
13		THE WITNESS: Exactly.
14		COMMISSIONER PALECKI: I just wanted to be clear
15	on that.	
16	BY MS. O	CKLEBERRY:
17	Q	Would you agree that direct connection could
18	save valu	able collocation space that other ALECs could
19	use?	
20	A	It may have that effect in some cases, yes.
21	Q	And is there any Commission rule or court order
22	that you a	are aware of that prohibits direct connection?
23	A	That prohibits direct connection?
24	Q	Uh-huh.
25	A	None that I have seen. I mean, except that all

7	torms of interconnection we provide we must provide in a
2	nondiscriminatory fashion. And that is the part that is
3	of concern to us. So, yes, that is a rule that says we
4	have got to provide forms of interconnection in a
5	nondiscriminatory fashion. Offering you one form that I
6	can't offer to another to me appears to be discriminatory,
7	Q Now, on the issue of security measures, this
8	concerns security checks for AT&T's employees trying to
9	access BellSouth's collocation space?
10	A Well, I believe you said BellSouth's collocation
11	space. BellSouth doesn't have collocation space. I
12	think
13	Q I'm sorry, AT&T's collocation space
14	A Yes, or
15	Q on BellSouth's premises?
16	A If I could finish, more accurately to enjoy
17	unescorted access within BellSouth's central offices.
18	Q Now, BellSouth already has certain security
19	measures that are in place?
20	A We have security measures in place, yes.
21	Q Does BellSouth use cameras to monitor persons
22	entering and leaving the space?
23	A In some cases we do, in others not.
24	Q Do you use special card readers for access to
25	the collocation space?

1	A In some cases we use that to gain entrance to
2	the building, in other cases we use metallic keys.
3	Q Do you use security locks in collocation space?
4	A No. The collocation arrangement is not ours.
5	Some collocators choose to enclose their collocation
6	arrangement, and some of them choose to put a lock on it.
7	That is not BellSouth's requirement, that is what the
8	collocator chooses to do.
9	Q Do you use separate entrances for ALEC employees
10	in collocation spaces?
11	A Do we have separate entrances? No, ma'am.
12	Q Do you use special identification badges for
13	persons using the collocation space?
14	A We require that all ALECs' employees have a form
15	of identification that is worn outermost on their
16	clothing, and that it have a photograph of the employee on
17	it.
18	Q And does BellSouth require the ALEC employees to
19	sign in or sign out logs to access the collocation spaces?
20	A No, not in most cases. If there are electronic
21	keys, there is no need to do that since the electronic key
22	keeps a record of who was in the building at what time and
23	when they left the building.
24	Q Now I want to ask you just a few questions about
25	line splitting. Is BellSouth willing to provide

1	cross-connects to allow ALECs to engage in line splitting?
2	A Yes.
3	Q And are you willing to provide those at UNE
4	rates?
5	A Yes.
6	Q In that portion of your testimony that addressed
7	that issue, I believe you indicated in your testimony that
8	BellSouth would not provide cross-connects to allow ALECs
9	to interconnect.
10	A No, we provide cross-connects to ALECs. What we
11	don't provide is cross-connects from one ALEC to another,
12	or what some people call co-carrier cross-connects.
13	Q Okay. But you will provide the cross-connects
14	for line splitting?
15	A We will provide cross-connects to the ALECs
16	involved. We do not allow cross-connects directly between
17	those two ALECs, or co-carrier cross-connects.
18	COMMISSIONER PALECKI: Before you move on, I
19	have a question I would like to ask about the criminal
20	history records issue. Are you familiar at all with the
21	process currently being used at AT&T to screen employees?
22	THE WITNESS: Only what I have read in the
23	testimony and heard here or in settings like this. Of the
24	criminal background checks that apparently AT&T does for
25	its own employees.

1	COMMISSIONER PALECKI: Mr. Chairman, I have	
2	something I probably should have raised yesterday in that	
3	I would like to know what the current background check is	
4	that is being done by AT&T when they hire new employees.	
5	The reason I would like to have that perhaps as a	
6	late-filed exhibit is because I'm not sure I don't agree	
7	that BellSouth shouldn't be able to dictate the terms of	
8	what background checks are needed. But at the same time I	
9	think there probably is the need for some background	
10	check. And I would like to be able to know what is	
11	currently being utilized at AT&T before I make a decision	
12	on this issue and would like to ask for that from AT&T as	
13	a late-filed exhibit.	
14	MS. RULE: Certainly. What number would be that	
15	be?	
16	CHAIRMAN JACOBS: That would be 21, late-filed.	
17	MS. RULE: Thank you. We will provide that as	
18	Late-filed Exhibit Number 21.	
19	CHAIRMAN JACOBS: I'm sorry, strike that. 22.	
20	MS. RULE: 22.	
21	(Late-filed Exhibit 22 marked for	
22	identification.)	
23	CHAIRMAN JACOBS: You saw Mr. Mill's testimony	
24	that they have offered some procedures of indemnity, are	
25	you familiar with that?	

1		THE WITNESS: Yes, I have read that.
2		CHAIRMAN JACOBS: And that is combined with
3	their on-g	oing security checks, correct?
4		THE WITNESS: I'm sorry.
5		CHAIRMAN JACOBS: And that would be combined
6	with their	on-going security checks that they do?
7		THE WITNESS: Yes, I think that proposal is to
8	indemnify	us if something bad happens. I don't think that
9	is adequa	te. But, yes, that is their proposal.
10		CHAIRMAN JACOBS: Okay. You answered my next
11	question.	That late-filed exhibit will be titled AT&T's
12	security c	learance procedure.
13		MS. RULE: Yes, sir.
14		CHAIRMAN JACOBS: You may proceed.
15		MS. RULE: Thank you.
16		CROSS-EXAMINATION
17	BY MS. RU	JLE:
18	Q	Hello, Mr. Milner.
19	A	Good afternoon, Ms. Rule.
20	Q	There was some discussion yesterday about
21	settlemen	t talks for operator service and directory
22	assistanc	e routing, and you heard that discussion?
23	A	Yes.
24	Q	Now, that issue has not been settled yet, has
25	it?	

1	A	No, unfortunately not. I think we are close,
2	but not as	we sit here, no.
3	Q	Okay. And you have testified that BellSouth
4	already of	fers customized routing for operator service and
5	directory	assistance, right?
6	A	That's right.
7	Q	To whom does BellSouth provide that routing?
8	A	Well, you have used two different words. First
9	you said o	ffer. We offer it to any ALEC that wants it.
10	We are pro	oviding it right now, the line class code method
11	to AT&T.	
12	Q	Is that in connection with a test in Georgia?
13	A	Yes, it is part of what AT&T calls its Georgia
14	1,000 trial	l -
15	Q	And that is a test out of one central office in
16	Atlanta?	
17	A	Yes. That is what AT&T chose to do, yes.
18	Q	And, in fact, that test is limited to one switch
19	in that ce	ntral office, isn't it?
20	Α	Again, that is what AT&T chose to do, yes.
21	Q	And other than that test that is going on, there
22	is no cust	omized routing provided by BellSouth in its
23	territory, i	s there?
24	A	That is correct.
25	Q	I believe you say in your testimony, in your

rebuttal, that AT&T need only place an order for customized routing and BellSouth will provide it, right?

A Yes, I say that.

Q Okay. I would like to make concern we are talking about the same thing, and that the Commissioners understand the discussion on what customized routing is. If I pick up the phone today here in Sprint territory and I dial 411 to get to information, how does that call get to its end result, where does it go?

A Well, at the highest level I presume that Sprint sends its directory assistance calls to Sprint's directory assistance platform.

Q Okay. And when we say directory assistance platform, we mean somebody, in this case Sprint, who provides the operators who I was going to say pick up the phone, but I guess answer the headset, and they might say thank you for calling Sprint, for example?

A They might, yes. The platform is a specialized form of switch which takes the incoming call from the end office switch where the end user customer is served and then manages the answering of those calls by offering the call to various directory assistance operator queues. And at the other end of the queue is an operator with a headset that is automatically set a call.

Q So if you offer customized routing then

BellSouth could send calls to, let's say, the BellSouth operator platform, correct?

A Yes.

Q Or to an AT&T operator platform?

A Yes.

Q Or to an operator platform provided by a third party, right?

A That is possible, too.

Q And I believe your position is that if AT&T asks
BellSouth to send all of its -- let's say, Florida
operator service and directory assistance calls to one
platform, let's say the AT&T platform, BellSouth will
agree to do that, right?

A That's close. That is not exactly right. I think we are going to have to get into a little more detail as to what AT&T asks for and what BellSouth provides. There are really two steps to the ordering process. One is done -- one set of work is done at the end office level. And using one of the two methods which AT&T is getting ready to use is the so-called line class code method, which are just parts of the memory of the computer that is the biggest part of the switch. And that just says based on who you are and what digits you dial, a certain trunk group is going to be picked for completion of that call.

1 /

With customized routing, if you are an AT&T customer served from a BellSouth switch either on an unbundled basis or resale basis, and AT&T chooses for your calls to go to AT&T's platform, then customized routing is the mechanism that makes that happen. So, AT&T would request of BellSouth in, let's say, the Miami Grande central office, I want a certain number of line class codes, and I want the first one of these to handle calls in this fashion, the second one to handle calls in the second fashion, and so on and so forth.

So I can't answer yes to your question just unequivocally that says it has got to go to one platform or another. AT&T could say I want within those, let's say, five line class codes for more than one platform to be chosen. But that is what AT&T can -- I mean, what BellSouth rather considers to be one choice or one option that you have made.

Q I confess you got me on that one, Mr. Milner. I have no idea whether that was a yes or a no, and let me repose the question. Because I think what I asked you, or I'm certain what I asked you was if AT&T asked BellSouth to please route all of its Florida customers' calls to one platform, the AT&T platform, will BellSouth agree to do that?

A Certainly we will agree to do that. That is not

the only thing we will agree to do was my point. 1 2 Q Okay. And as I believe Mr. Bradbury pointed 3 out, the process to do that particular thing would be 4 pretty simple, wouldn't it, for ordering? 5 A Relatively say, yes. Q 6 We have an agreement --7 A Well, let me complete. Relatively so because 8 once that is set up, it doesn't change as individual end 9 users are added to AT&T's customer base. So, yes, it is 10 something that generally would be done one time for a 11 certain central office. 12 Q Okay. And you mentioned there are several ways 13 that could be accomplished, but you also mentioned AT&T 14 has specifically requested the line class code method, 15 right? 16 A That's right. 17 Q Okay. And let's keep with the same example, 18 that AT&T orders all of its Florida customers OS/DA, or 19 operator service/directory assistance calls sent to the 20 AT&T platform via the line class code method, okay? 21 A All right. 22 And, basically, the result that the customer Q 23 would experience is whether they are a customer in Miami, 24 or Jacksonville, or Orlando, they pick up the phone, they 25 dial, for example, 411, and they would reach AT&T's

operator service	platform,	right?
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A That is correct.

Q Now, you, I think, answered the question I am about to ask, and that is if you are using line class codes for that to happen, and you wanted it done on a statewide basis, BellSouth is going to have to identify and assign the specific line class codes in each central office to reach that result, correct?

A That's right. AT&T would inform BellSouth of how it wanted its customers' calls handled in a given central office. And based on that information, BellSouth would select appropriate line class codes and would make the translations in the switch to make that happen.

Q Okay. And that leads to another question. When you say line class code, it is a software code for the switch, right?

A Yes. It is actually a software pointer that says based on your class of service -- whether you have got call blocking, restrictions on your line or not, and the digits that you dial, then the next part of handling that call is to point you to a certain trunk group or to another translation table.

Q Okay. Now, a line class code then is basically a code, but that code identifies the features and options for a particular customer's lines, right?

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A That is very close. It really doesn't identify the features. It really says -- you identify what features a certain customer will have, and then based on those features, like blocking or not and what you want the disposition of the customer's calls to be, then you would say I want those routed to this trunk group. And so then the line class code is the mechanism that says based on all of those criteria that you have given me, point that call to this trunk group.

Q Okay. So when an ALEC is, for example, taking a customer's order, they would have to find out what features the customer wanted, did they want, for example, 900 blocking. That would have to be indicated in some way on a line class code, wouldn't it?

A Yes. I mean, ultimately, you know, all of those choices will have to be made known to BellSouth such that we can provision all the customer's features correctly, not only these routings, but, you know, three-way calling, or speed dialing, or voice messaging, or whatever else. Not all of those things require line class codes, but some do.

Q But a line class code, then, will tell the switch how to route a customer's calls, correct?

- A That is its function, yes.
- Q And if I am an AT&T POTS customer, plain old

1	telephone service, and I want blocking of 900 calls on my
2	line, that would be in the same central office a different
3	line class code than the AT&T POTS customer that did not
4	want 900 blocking, correct?
5	A Yes, it would. And just to clarify, let's say
6	that you and I are both served by the same switch. You
7	are an AT&T customer and I'm a BellSouth customer, and we
8	both dial 411. Our calls are routed differently based on
9	the fact that a different line class code has been
10	assigned to each of us.
11	Q And, in fact, that same routing or the switch
12	looks at the routing instructions and the line class code
13	to determine where to send intraLATA toll calls, right?
14	A Yes. As I mentioned earlier, line class codes
15	are used for a number of different routing functions, jobs
16	within the switch.
17	Q So, if, for example, a customer calls up and
18	says I want to switch from AT&T long distance service to
19	MCI long distance service, then you would have to
20	implement a different line class code, correct?
21	A No. Actually what you would do would be to
22	introduce a different presubscribed, different PIC, P-I-C.
23	I'm drawing a blank here, but whatever PIC stands for.
24	Presubscribed interexchange carrier, I believe.

It sounds like to me you are saying that

25

Q

BellSouth then already has to assign a line class code for a number of different functions other than OS/DA routing, right?

A That's right.

Q And if I understand you correctly, what you told me is as I'm gathering my customer's service information, I find out what services and features they want, I pretty much almost have to construct a list that I have to give to BellSouth so BellSouth can assign the line class code, right?

A Yes. And you have to make decisions about how you want those customers' calls to be treated. Again, you know, the line class code allows a lot of flexibility.

Now let me change my earlier example. You and I are both AT&T customers served from a BellSouth switch. You make a lot more calls than I do, or you are a more valued customer. AT&T makes a decision to send your calls to a branded platform. My service they don't much care about, so they send me to a different platform perhaps. So your calls may be branded AT&T, mine not. We are both AT&T customers, we both have the same class of service, but AT&T made a choice to serve us differently. Which is fine, the line class code allows that to happen.

Q Now, would that require two different line class codes --

1	A	Yes, it would.
2	Q	for those two separate treatments?
3	A	I'm sorry, I didn't mean interrupt. But, yes,
4	it would.	
5	Q	Line class codes aren't uniform among central
6	offices ne	cessarily, are they?
7	A	Well, I think you mean is the same line class
8	code used	I for exactly the same function in all the central
9	offices, aı	nd the answer is no.
10	Q	Okay. And usually a line class code would be
11	like a seri	es of letters and numbers, right?
12	A	Yes.
13	Q	So if a line class code was, for example, AB-1,
14	it wouldn'	t necessarily mean the same thing in another
15	central of	fice, would it?
16	A	That's right, for a number of different reasons.
17	First of al	l, BellSouth uses different manufacturers of
18	switch, th	ey don't number their line class codes
19	uniformly.	Over time we have had, you know, the instance
20	where the	ere was a need for more different classes of
21	service in	one central office than another, so over the
22	years the	y have grown differently, yes.
23	Q	And there are what, 240 central offices in
24	Florida?	
25	Δ	That's about right, yes.

1	Q And there can be up to thousands of line class
2	codes in each central office, right?
3	A Yes, there could.
4	Q And BellSouth maintains a database that tells
5	BellSouth's equipment what line class code means what in
6	which central office, right?
7	A That's right.
8	Q What is the name of that database?
9	A It's called the line class code well, I know
10	it by its acronym, LCCAM. I think it is administrative
11	module, but I'm not sure about that. But LCCAM is the
12	database.
13	Q Okay. So, basically, every time BellSouth needs
14	to identify and assign a line class code, let's say for
15	those two different examples you gave me, they have to
16	have their equipment look in LCCAM?
17	A That's right. But there is a real fundamental
18	difference here, and that is that BellSouth already knows
19	how it wants its customers' calls to be routed, it only
20	has one choice. If it is a BellSouth customer, then that
21	call is going to go to a BellSouth platform. BellSouth
22	can't know of what AT&T's choice is for a given customer.
23	Q Okay. And that is why AT&T has to tell
24	BellSouth, right?
25	A That's right.

1	Q Just like AT&T has to tell BellSouth whether or
2	not to block 900 calls, right?
3	A Yes.
4	Q And whether to provide remote call forwarding?
5	A Yes. But here again there is a distinction.
6	Without customized routing, AT&T's customers and
7	BellSouth's customers can use exactly the same line class
8	codes in a given central office. There is no need for
9	AT&T to tell BellSouth, absent customized routing use a
10	particular line class code to accommodate this sort of
11	blocking. We already know how to do that.
12	If you are saying don't do it any differently
13	than the way you do it yourself, BellSouth, we know what
14	we do for ourselves, and so we can make that same look up
15	and we will know what to do.
16	Q And what you want is AT&T to tell BellSouth how
17	to route the calls, right?
18	A That's right. We need some mechanism for AT&T
19	to tell BellSouth what its choices are for a given end
20	user.
21	Q Okay. And really the dispute is about the
22	actual mechanism to use, isn't it? AT&T has agreed to
23	tell BellSouth whether it wants calls routed, for example,
24	all of its residential customers perhaps to BellSouth's
25	unbranded platform and all of its business customers

routed to, perhaps, an AT&T platform, right?

A That is part of the dispute. The other part is that while BellSouth only has one as we say default routing plan, that is BellSouth customers go to BellSouth platforms, AT&T apparently wants more than one choice that is sort of situational. In certain situations they want its customers' calls to go to AT&T's platform; in other cases it wants those calls to go to BellSouth's platform on an unbranded basis, and in other cases still it wants those calls to go to BellSouth's platform but to be branded by BellSouth operators as AT&T.

Q And if I understand you correctly, you are saying BellSouth will only agree to do more than one routing if AT&T figures out and writes on the -- or provides on each customer's order form the actual line class code to accomplish that routing, am I correct?

A Yes. If AT&T wants more than one choice in a given central office, and it doesn't want that choice used, then BellSouth says that in that exception basis, AT&T should tell us what line class code it does want used.

Q Does BellSouth require AT&T to provide the specific line class code, let's say, for a customer profile of AT&T POTS customer wants 900 blocking, do we have to look up the exact line class code for each

customer at each central office for that? 1 2 No. And there is no need to because you are 3 using the same line class codes that BellSouth uses. And BellSouth --4 5 Α Which is not the case if you want customized 6 routing. You are using different line class codes. 7 Q And BellSouth will not agree to provide that, right? 8 9 A Will not agree to provide what? 10 Q Those different line class codes. 11 Α No, I can't answer that. I can't agree with 12 that. BellSouth will provide to AT&T however many line 13 class codes AT&T is willing to pay for. BellSouth further

A No, I can't answer that. I can't agree with that. BellSouth will provide to AT&T however many line class codes AT&T is willing to pay for. BellSouth further says if AT&T will define one of those sets of line class codes as its default, then AT&T can send orders for individual end users and not have to specify anything other than here is an order from this central office and we will know what to do.

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It's the problem where AT&T wants it to be situational and in some cases use this form of branding and in another case use a different on a given order that we don't know what to do. And in that case we say, AT&T tell us. And the way you should tell us is with the specific line class code that you want us to use.

Q And you believe that position, that AT&T should

provide the specific line class code and put it on each customer's order, is justified by the FCC's order that it issued when it rejected BellSouth's second Louisiana 271 application, right?

A Yes. What the FCC said was if an ALEC has a single routing plan for all its customers, which you could read to mean all its customers in BellSouth's nine-state region, then BellSouth should be able to figure out AT&T's choice. And we agree. If they only have one choice and AT&T says for all of my customers send it to any one of these options, any one of those options, we will know what to do. It's only where it becomes situational that we don't know what to do and we need input from AT&T.

Q Well, the FCC also said that BellSouth should not require the competitive LEC to provide the actual line class code if BellSouth is capable of accepting a single code region-wide, right?

A That's right. But that's back to the same —
back to the same logic, I think. Yes, we don't — and, in
fact, we don't ask you to put a line class code
designation on your order if we know what your choice is.
For example, in Atlanta, Georgia in BellSouth's Peachtree
Place central office, AT&T and BellSouth have worked
together, since we preprogram those line class codes, you
pass us an order that has got that single choice on it,

1	you don't have to specify a line class code and the order
2	flows-through well.
3	Q So the real nub here is that we disagree on what
4	the FCC meant in this order, right?
5	A Apparently so.
6	Q And BellSouth is capable of accepting a single
7	code region-wide to route to AT&T's operator service
8	platform, right?
9	A Yes.
10	Q Not a line class code, but an indicator?
11	A Well, yes. And in a fashion we are doing that
12	with what we have done for AT&T in BellSouth's Peachtree
13	Place central office. What we did was build logic into
14	part of the ordering system that told BellSouth based on
15	the class of service, the given central office, and the
16	blocking features that came across on AT&T's order, we
17	built those line class codes in a system called LESOG,
18	L-E-S-O-G.
19	That system looks in its tables and says, okay,
20	given that combination of class of service, blocking
21	levels, and the central office involved, this is the right
22	line class code to use. So that's what we are doing. And
23	we are in conformance with the FCC's requirement that we

take a single indicator. Your single indicator is you

have told us what your default plan is, and where you

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FLORIDA PUBLIC SERVICE COMMISSION

1	adhere to that default plan we are able to route your
2	calls properly.
3	Q The FCC didn't require AT&T to choose a default
4	plan, did it?
5	A No. It said you have to have it said that if
6	you have got more than one plan then it is your burden to
7	tell the incumbent what you want done with your calls.
8	The word default is my choice of words here. I believe
9	default and single plan, those are equivalent phrases. So
10	the single plan that you have built in Atlanta Peachtree
11	Place central office we know what to do. If you want to
12	do something on an exception basis, we can't read your
13	mind so we don't know what to do, and that's why you need
14	to tell us.
15	Q And it is your position that if AT&T wants to
16	provide a competitive advantage and offer something
17	different to its customers, that is two separate possible
18	routings for operator service and directory assistance,
19	that we have to provide the actual line class code, right?
20	A With today's technology that is the only choice
21	we have figured out so far, yes.
22	Q Okay. And the FCC said we did have to provide
23	you with an indicator, right?
24	A With an indicator? I think that word was used

did have to provide at word was used in that paragraph of the order, yes.

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Q Okay. And it is your position the indicator must be a line class code?

A The indicator must be a line class code in cases where you have chosen more than one routing plan.

Q Okay. So BellSouth will agree to assign and look up and put on the orders line class codes if AT&T chooses one OS/DA routing option, but it simply doesn't believe it has any obligation to do that if AT&T chooses two options, correct?

A That's right. We don't think we have got an obligation to. We are willing to explore that possibility with AT&T and, in fact, we are doing so to see if there might be a way that AT&T would have two choices instead of one; that is, they would either send the order without any indication on it, which tells us that they desire that this order be fulfilled using their default routing plan, or absent -- or by putting some indicator that says to use a different one. We are willing to explore that. In fact, we are doing that.

Q And we have been exploring it for, gosh, about a year now, haven't we?

A I don't know how long we have been involved in this. You know, AT&T's request itself has changed over time. And what BellSouth has done in response has changed over time, as well.

Q Thank you.

A The FCC's order has been the same all along. It handed its decision down in the second Louisiana application from BellSouth, and I think it was pretty clear that it says if you have got one plan then BellSouth ought to know what to do, and we do. If you have got more than one plan, we can't know, and you ought to tell us.

Q Okay. So the Commission can read our briefs, look at the order and decide if they think the indicator has to be a line class code, right?

A Well, I think they could have gotten to that without this discussion, but that is one possibility.

MS. RULE: Thank you.

AT&T has two choices rather than one, there is going to be a briefing schedule and then a time for staff recommendation, et cetera. I would encourage the parties to continue to explore that and see if perhaps that is something that you could reach resolution on before this Commission has to make a decision on that issue.

THE WITNESS: Certainly, Commissioner, we are moving with all haste.

COMMISSIONER PALECKI: Thank you.

CHAIRMAN JACOBS: Staff.

MR. FORDHAM: Thank you, Mr. Chairman.

them housing the splitter, would BellSouth allow a cross-connect between those two collocators?

A No, we don't allow that. What we do allow is cross-connects between BellSouth's network and, let's say, AT&T's collocation space and between BellSouth's network and the data CLEC's collocation state. But we don't allow so-called co-carrier cross-connections, that is directly between AT&T's arrangement and the data CLEC's arrangement at UNE rates. There are at least two and possibly three ways that they can accommodate that same effect.

Q That would be my next question. How would they interconnect?

A Okay. Possibly the easiest to envision would be that they would connect their two collocation arrangements using special access facilities that BellSouth would provide. The second possibility is that they instead of having two different collocation arrangements for line splitting, would share one of the collocation arrangements or the other. And let's say that the data provider has the splitter and AT&T, for example, wants to line split with that company. Just for ease of convenience, let me say that provider is COVAD.

So if AT&T and COVAD decide they want to line split, then BellSouth would allow them to share either AT&T's or COVAD's collocation arrangement and then we

would provide unbundled network elements, loops, ports, whatever else, to that shared collocation arrangement.

I said there were two and possibly three. The third is I have been told that it is also possible that AT&T and COVAD could execute a letter of agreement between themselves such that AT&T could order unbundled network elements that would be delivered over COVAD's connecting facilities. Connecting facilities are those cables that run from BellSouth's distributing frames to the collocation arrangement.

The reason I'm hesitant to offer that as the third solution is that that appears to me to have some problems with the ordering process. The ordering process may reject an order from AT&T when AT&T was attempting to have UNEs delivered to COVAD's connecting facility. But if we could overcome that, then that would be a third method.

Q So, basically, then, how many additional connections would be required in this situation for AT&T to access the splitter housed in the data provider's collocation space?

A When you say additional, do you mean compared to a line sharing arrangement?

Q Correct.

A Gosh, I would have to draw them out. But there

would be several new cross-connections that would be required in that setting.

Q Compared to, for example, if BellSouth had the splitter, there would be fewer interconnections. Just assume BellSouth had the splitter, how many additional cross-connections or interconnections would be required if BellSouth did not have the splitter as opposed to if BellSouth did have the splitter?

A I don't know the answer to your question exactly without sketching it out and counting them up each way. I would say that the difference would be in the order of three or four new connections in the line splitting arrangement than were present in the line sharing arrangement given potentially two different collocation arrangements.

Q And you would have no way to estimate the additional cost involved in this situation where they had the additional connections?

A Well, the additional cost would only be in the -- would be the cost of the splitter itself that they would self-provision rather than acquiring from BellSouth, plus the cost of the cross-connections which would be fairly minor for both. Splitters are not all that expensive, neither are cross-connections.

Q Okay. One of BellSouth's arguments for not

1 providing the splitter is that basically BellSouth doesn't 2 want to be a middleman. If both collocators are required 3 to connect with BellSouth in order to provision the 4 service then, in essence, is not BellSouth still the 5 middleman? 6 Well, we are still a party in either event. You 7 know, having two parties involved with the same customer 8 in the line sharing arrangement is itself a lot more 9 complicated than having a single service provider 10 providing service to one customer. Having three instead 11 of two is even more complicated in terms of what the 12 response is when something breaks, who works on that 13 situation first, second, and third. 14 15 16 17

So it is quite a bit more -- line sharing is more complicated than just provision of, you know, single line service. Us being in the middle of that complicates it even further by having three providers rather than two.

Q Okay. You said in that answer line sharing, would that be applicable for line splitting?

Actually I meant in the line splitting A arrangement, yes. I'm sorry I missed that.

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- Q I thought you might, but wanted to clear it up.
- Α Thank you for pointing that out, yes.
- Q Changing channels a minute, Mr. Milner. In view of the duplicity involved in the criminal background

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checks of AT&T employees who may have access to BellSouth facilities, why is BellSouth so insistent on their own background check in light of the duplicity of it?

A Well, let me see if I can clear that up. First of all, we don't believe -- we are not asking for a duplicated criminal background check. We are asking for assurance from AT&T that it has performed one. So we don't want two background checks, we want AT&T to do one. We are not going to do our own of AT&T's employees. So if there was a misconception that we are asking for a second check, we are not. We are just saying we think you should check the criminal background of people that you want in our central offices for the last five years.

In fact, in the case of AT&T, we have even gone so far as to say for your employees that you hired on or before January 1st of 1995, we will waive that criminal background check if you will warrant that they haven't committed any crimes while they have been your employee. So we are not asking for a second check. We are asking for AT&T to perform one and to verify to us or to certify to us that they have performed it.

Q Okay. Another quick change of channels here. In your testimony you discussed an OLNS method in reference to Issue 23?

A Yes, sir.

Q Can you discuss that very briefly since it didn't come up today, just give us a condensed version of that OLNS method?

A Sure, I would be glad to. OLNS, which stands for originating line number screening, and it allows customized branding, but not customized routing. And not to play with the words, the call would still go from BellSouth's end office to BellSouth's operator services platform. We put a little adjunct device called this OLNS, and it looks up the telephone number of the person making the call and then determines on the basis of that telephone number whose customer that is, AT&T's, BellSouth's, whoever's, and then sends the call on to the operator platform to a certain queue that will answer that call as branded, not branded, or according to the ALEC's preference.

So, it moves the decision point for whether to brand or not or how to brand from the end office to the operator platform. It has the advantage that you don't need separate trunk groups. BellSouth's calls traverse that trunk group, AT&T's calls go over that same trunk group, so you don't make the decision about how to brand it until you get to the operator platform.

The down side is if AT&T wants those calls answered at its own platform instead of BellSouth's

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platform, in other words, it wants to use its own operators, then that method doesn't help that part. It does fix the branding, but not the selectivity of different platforms.

BellSouth installed OLNS in its operator platforms in Georgia on December 31st, it has got three customers using that right now. Our schedule is to complete work on the operator platforms that we have here in Florida by -- let me look up the date, March the 23rd of this year. So relatively a few weeks from now we will be offering OLNS to ALECs and other here in this state, as well.

Q It is currently not available but will be within a month or so, the March date you gave?

A If we are fortunate, March 23rd. When I checked last we are still on schedule to meet that date.

Q Is the Georgia implementation the only state where that is presently implemented?

A To date in BellSouth's region, yes.

Q Okay. And I assume it is scheduled for other states somewhere down the pike?

A I've got a completion date for each and every state in BellSouth's region that range from Georgia was the first at the end of December, the last is Kentucky in August of this year.

1	MR. FORDHAM: Okay. I have no further
2	juestions, Mr. Chairman.
3	CHAIRMAN JACOBS: Commissioners, any questions?
4	Redirect. I'm sorry, I keep doing that.
5	MS. WHITE: This end. Just a couple of
6	juestions.
7	REDIRECT EXAMINATION
8	BY MS. WHITE:
9	Q Mr. Milner, has any ALEC other than AT&T for
10	ourposes of its test in Atlanta asked BellSouth for
11	customized routing?
12	A Yes. BeilSouth and MCI WorldCom have done quite
13	lot of testing of the line class code method of
14	customized routing.
15	Q And does BellSouth stand ready to provide
16	sustomized routing to any ALEC who requests it?
17	A Yes, to any ALEC that requests it.
18	Q Now, were you here yesterday when Mr. Mills
19	estified?
20	A Yes, I was.
21	Q And I'm going to the background, criminal
22	packground checks that Mr. Fordham talked to you about.
23	low, do you recall that he said that AT&T does
24	packground has done background checks for the last two
25	ears?

A Yes, I believe what he said was that AT&T has chosen to do background checks for its potential employees, but doesn't want to be dictated to by BellSouth that it make such checks.

Q And so would you agree that it is the employees hired before 1998 that haven't been checked, that haven't had a background check?

A That's right, yes.

Q So if we assume that AT&T's background check itself is adequate, is the issue to you the missing three years?

A That's part of it, yes. We have said if you have got employees who were hired on or before January 1st of '95 and you tell us they haven't committed any crimes since that time, don't do another check. AT&T says we will do it for the last three years, so there is these -- or since 1990 or -- there is this missing three years between 1995 and 1998 where within which AT&T may have hired employees but not done criminal background checks.

And that is fine with us except that we don't believe we ought to have to have a situation where those people are allowed unescorted access any day, any night, anytime of day without BellSouth's employees being present to come inside our central offices. For those people who work within AT&T's own central offices or its own

1	buildings, we are indifferent. Whatever its practices are
2	for itself, we don't care. It is only where its employees
3	come into our buildings that we have got an issue.
4	MS. WHITE: Thank you. I have nothing further.
5	CHAIRMAN JACOBS: Exhibits.
6	MS. WHITE: BellSouth would move Exhibits 19 and
7	20.
8	CHAIRMAN JACOBS: Without objection, show those
9	admitted. And we have the errata sheets for the AT&T
10	witnesses.
11	MS. RULE: Let's move that as 21, the
12	late-filed, I believe, is 22.
13	MS. WHITE: And, you know, we would want to see
14	that Late-filed Number 22 and not waive any objections.
15	CHAIRMAN JACOBS: Reserve objections, okay.
16	Very well.
17	MS. WHITE: And could we get a time frame on
18	when we would see that? Tuesday with the other one,
19	possibly?
20	MS. RULE: Tuesday is fine.
21	MS. WHITE: Thank you.
22	(Exhibits 19, 20 and 21 admitted into the
23	record.)
24	CHAIRMAN JACOBS: Why don't we take a break for
25	ten minutes. And if you would, kind of canvass to see if

7	it is worthwhile for us to try to finish this evening. If
2	you think so. As I understand it, we have just two more
3	witnesses.
4	MS. WHITE: May Mr. Milner be excused?
5	CHAIRMAN JACOBS: Yes, he may be excused.
6	MR. FORDHAM: Mr. Chairman, if we could request
7	that both parties provide staff with all of their errata
8	sheets before we end here, because we have some of them
9	but we don't have them all. And we need Exhibits 20 and
10	21 to be complete.
11	CHAIRMAN JACOBS: Okay.
12	(Recess.)
13	CHAIRMAN JACOBS: Go back on the record.
14	MR. EDENFIELD: BellSouth would call as its next
15	witness Daonne Caldwell. And as I mentioned at the break,
16	Chairman Jacobs, she has not been sworn.
17	CHAIRMAN JACOBS: Okay. Would you rise and
18	raise your right hand.
19	(Witness sworn.)
20	
21	D. DAONNE CALDWELL
22	was called as a witness on behalf of BELLSOUTH
23	TELECOMMUNICATIONS, INC. and, having been duly sworn,
24	testified as follows:
25	DIRECT EXAMINATION

DI WIK. E	DENFIELD;
Q	State your name and address for the record,
please?	
A	My name is Doris Daonne Caldwell, business
address 6	75 West Peachtree Street, Atlanta, Georgia.
Q	By whom are you employed?
A	BellSouth Telecommunications.
Q	Ms. Caldwell, have you caused to be prepared and
prefiled in	this proceeding seven pages of direct
testimony	?
A	Yes.
Q	Other than the errata sheet which has been
distribute	d, do you have any additional corrections or
changes t	o make to the testimony?
A	I do not.
	MR. EDENFIELD: We would like to have Ms.
Caldwell's	s errata sheet marked for identification, I
guess, as	part of Composite Exhibit Number 20.
	CHAIRMAN JACOBS: It is added as a part of
Exhibit 20).
BY MR. EI	DENFIELD:
Q	Ms. Caldwell, if I were to ask you the same
questions	that were posed in your prefiled direct
testimony	today, would your answers be the same?
A	Yes, they would.
	Q please? A address 6 Q A Q prefiled in testimony A Q distribute changes 1 A Caldwell's guess, as Exhibit 20 BY MR. El Q questions testimony

MR. EDENFIELD: At this point I would ask that 2 Ms. Caldwell's direct testimony be admitted into the 3 record as if read. CHAIRMAN JACOBS: Without objection, show the 4 5 testimony entered into the record as though read as 6 amended. BY MR. EDENFIELD: 7 Did you have any exhibits to your testimony, Ms. 8 Q Caldwell? 9 10 Α Yes, I did, one. MR. EDENFIELD: I would ask that that exhibit be 11 12 identified as BellSouth -- or as Exhibit 24 I believe is 13 the next exhibit? 14 CHAIRMAN JACOBS: 23, it should be. MR. EDENFIELD: As 23 for identification. 15 16 (Exhibit 24 marked for identification.) 17 18 19 20 21 22 23 24 25

1	BELLSOUTH TELECOMMUNICATIONS, INC.
2	DIRECT TESTIMONY OF D. DAONNE CALDWELL
3	BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION
4	DOCKET NO. 000731-TP
5	NOVEMBER 15, 2000
6	
7	Q. PLEASE STATE YOUR NAME, ADDRESS AND OCCUPATION.
8	
9	A. My name is D. Daonne Caldwell. My business address is 675 W. Peachtree St.,
10	N.E., Atlanta, Georgia. I am a Director in the Finance Department of BellSouth
11	Telecommunications, Inc. (hereinafter referred to as "BellSouth"). My area of
12	responsibility relates to the development of economic cost.
13	
14	Q. PLEASE PROVIDE A BRIEF DESCRIPTION OF YOUR EDUCATIONAL
15	BACKGROUND AND WORK EXPERIENCE.
16	
17	A. I attended the University of Mississippi, graduating with a Master of Science
18	Degree in mathematics. I have attended numerous Bell Communications
19	Research, Inc. ("Bellcore") courses and outside seminars relating to service cost
20	studies and economic principles.
21	
22	My initial employment was with South Central Bell in 1976 in the Tupelo,
23	Mississippi, Engineering Department where I was responsible for Outside Plant
24	Planning. In 1983, I transferred to BellSouth Services, Inc. in Birmingham,
25	Alabama, and was responsible for the Centralized Results System Database. I

1		moved to the Pricing and Economics Department in 1984 where I developed
2		methodology for service cost studies until 1986 when I accepted a rotational
3		assignment with Bellcore. While at Bellcore, I was responsible for development
4		and instruction of the Service Cost Studies Curriculum including courses such as
5		"Concepts of Service Cost Studies", "Network Service Costs", "Nonrecurring
6		Costs", and "Cost Studies for New Technologies". In 1990, I returned to
7		BellSouth and accepted a position in the cost organization, now part of the Finance
8		Department, with the responsibility of managing the development of cost studies
9		for transport facilities, both loop and interoffice. My current responsibilities
10		encompass cost methodology development and the overall coordination of cost
11		study and interrogatory response filings. Additionally, I participate in cost-related
12		dockets as an expert witness on cost issues.
13		
14	Q.	WHAT IS THE PURPOSE OF YOUR TESTIMONY?
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15 16	A.	The purpose of my testimony is to describe the methodology BellSouth utilized in
	A.	The purpose of my testimony is to describe the methodology BellSouth utilized in developing the costs that support the proposed rates offered to AT&T.
16	A.	• · · · · · · · · · · · · · · · · · · ·
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16 17 18		developing the costs that support the proposed rates offered to AT&T.
16 17 18 19	Q.	developing the costs that support the proposed rates offered to AT&T.
16 17 18 19 20	Q.	developing the costs that support the proposed rates offered to AT&T. WHAT ARBITRATION ISSUE DOES YOUR TESTIMONY ADDRESS?
16 17 18 19 20 21	Q.	developing the costs that support the proposed rates offered to AT&T. WHAT ARBITRATION ISSUE DOES YOUR TESTIMONY ADDRESS? My testimony addresses Issues 22 and 34, which concern the prices that should be
16 17 18 19 20 21 22	Q.	developing the costs that support the proposed rates offered to AT&T. WHAT ARBITRATION ISSUE DOES YOUR TESTIMONY ADDRESS? My testimony addresses Issues 22 and 34, which concern the prices that should be included in the interconnection agreement for various Unbundled Network

1		DETERMINING THE RATES FOR THE UNES IN THIS ARBITRATION?
2		
3	A.	In Docket No. 990649-TP BellSouth submitted costs that support all UNE rates in
4		this arbitration except for line sharing and collocation. The costs filed in Docket
5		No. 990649-TP reflect the costs BellSouth expects to incur in providing unbundled
6		network elements and combinations to competitors on a going-forward basis in the
7		state of Florida. These costs were based on an efficient network, designed to
8		incorporate currently available forward-looking technology, but recognizing
9		BellSouth's provisioning practices and network guidelines, as well. Additionally,
10		shared and common costs were considered.
11		
12		In this arbitration I am filing, in both paper form and on CD-ROM, the cost study
13		results for line sharing and collocation. Attached, as Exhibit DDC-1, is
14		BellSouth's cost study. The Commission should consider the costs filed in Docket
15		No. 990649-TP and the costs filed in this arbitration in setting the rates in this
16		interconnection agreement.
17		
18	Q.	WHY WERE LINE SHARING AND COLLOCATION COSTS EXCLUDED
19		FROM DOCKET 990649-TP?
20		
21	A.	First, the stipulation that established Docket 990649-TP specifically excluded line
22		sharing. The Commission has yet to establish a docket in which line sharing will
23		specifically be addressed. Thus in order to determine rates that are "cost-based,"
24		BellSouth filed cost support for line sharing in this docket.
25		

1 Second, collocation is being considered in a two-phase docket, Docket Nos. 2 981834-TP/990321-TP. The recently concluded first phase addressed provisioning 3 methods and procedures and terms and conditions associated with collocation. 4 The second phase will determine collocation rates. However, the procedural 5 schedule for the second phase of the collocation docket has not been set. Thus in 6 order to set rates for AT&T, BellSouth filed costs for the following major 7 categories of collocation elements, as described below, in this docket. 8 9 **Physical Collocation** 10 Physical Collocation allows an Alternative Local Exchange Company ("ALEC") 11 to install its equipment and facilities within leased floor space in BellSouth's 12 Central Offices to the extent such collocation is technically feasible and space is 13 available. This arrangement enables the ALEC to connect to the BellSouth 14 network. The ALEC may choose a caged or cageless arrangement. Two types of 15 power are also offered to the ALEC; power per fused amp and AC power, where 16 the collocator provides its own DC power plant. 17 18 Virtual Collocation 19 Virtual Collocation also enables ALECs to collocate equipment and facilities in 20 BellSouth Central Offices. However, in the virtual collocation arrangements, the 21 ALEC equipment is located in the BellSouth equipment line-up. Collocators place 22 a private fiber entrance facility from outside the central office to an interconnection 23 point designated by BellSouth. In a virtual collocation situation, the ALEC 24 "leases" the equipment back to BellSouth for a nominal fee and BellSouth 25 maintains the equipment for a fee.

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2	Assembly Point
3	Assembly Point provides an alternate collocation method for ALECs to connect to
4	BellSouth's unbundled network elements. By offering the ALECs the ability to
5	recombine UNEs themselves at an assembly point location, the ALECs can create
6	UNE combinations to provide local exchange service.
7	
8	Adjacent Collocation
9	Adjacent Collocation is another form of collocation. Physical Collocation occurs
10	inside the BellSouth central office building. Adjacent Collocation is outside the
11	BellSouth central office building, but on BellSouth "adjacent" property. BellSouth
12	will provide adjacent collocation arrangements where space within the Central
13	Office is exhausted. This is subject to technical feasibility and where the adjacent
14	arrangement does not interfere with access to existing or planned structures or
15	facilities on the Central Office property. Adjacent collocation is also limited to
16	locations where permitted by zoning and other applicable state and local
17	regulations. The adjacent arrangement shall be constructed, procured, maintained,
18	and operated by an ALEC and in conformance with BellSouth's guidelines and
19	specifications.
20	
21	Physical Collocation in the Remote Terminal

Physical Collocation in the Remote Terminal

Remote site locations include cabinets, huts, and controlled environmental vaults ("CEVs") owned and leased by BellSouth that house BellSouth network facilities.

Remote Site Physical Collocation can occur where technically feasible, and where space exists. The ALEC must use the remote collocation space for the purposes of

7		installing, maintaining, and operating its equipment used or useful to
2		interconnection with BellSouth services and facilities, including access to
3		unbundled network elements, for the provision of telecommunications services.
4		
5		Virtual Collocation in the Remote Terminal
6		Virtual Collocation in a Remote Terminal is identical to Physical Collocation in
7		the Remote Terminal except that BellSouth maintains the ALEC's equipment.
8		
9		BellSouth proposes that if any adjustments to costs are made in Docket Nos.
10		981834-TP/990321-TP, these modifications be incorporated into this agreement
11		once a final decision is made by the Commission in the second phase of the
12		collocation docket.
13		
14	Q.	IS THE COST METHODOLOGY BELLSOUTH USED FOR LINE
15		SHARING AND COLLOCATION CONSISTENT WITH THE COST
16		METHODOLOGY FILED IN DOCKET 990649-TP?
17		
18	A.	Yes. The cost development followed the same cost methodology used in Docket
19		No. 990649-TP. Therefore, the Commission should set rates in this docket for line
20		sharing and collocation with the understanding that any final adjustments ordered
21		in Docket No. 990649-TP (and eventually Docket Nos. 981834-TP/990321-TP for
22		collocation) can be incorporated at a later date.
23		
24	Q.	DOES THIS CONCLUDE YOUR TESTIMONY?
25		

1 A. Yes.

1	MR. EDENFIELD: Ms. Caldwell this is a little
2	unusual, Chairman Jacobs, but we need to correct an
3	interrogatory response to staff's second set of
4	interrogatories. We noticed that a mistake had been made.
5	And I have talked to Mr. Fordham and Mr. Lamoureux, we
6	were just going to have Ms. Caldwell identify what needed
7	to be changed in that interrogatory response.
8	CHAIRMAN JACOBS: Is that a part of staff's
9	exhibit already?
10	MR. EDENFIELD: They are a part of Staff's
11	Exhibit Number 2, I believe.
12	MR. FORDHAM: Commissioner, that has been
13	entered as our Exhibit Number 2. We have seen the
14	corrections, we have a copy, and I don't think there is
15	any problem with making these, but we need to make them on
16	the record.
17	CHAIRMAN JACOBS: Very well.
18	BY MR. EDENFIELD:
19	Q Ms. Caldwell, do you have any corrections to
20	make to the staff's second set of interrogatories dated
21	December 13th, 2000, to Item Number 76D?
22	A Yes, I do.
23	Q Would you please read the changes that need to
24	be made?
25	A In the answer to the Item Number D under circuit

1	capacity management, there is a list of items. I need to					
2	strike some of those items, so I will just read the ones I					
3	need to strike. Review splitter equipment availability,					
4	that is the second item listed. The third item, respond					
5	to CRSG regarding splitting equipment availability. The					
6	fourth one, order splitter equipment through normal					
7	processes. The fifth one, initiate splitter equipment					
8	inventory to COSMOS. And then the last one, which would					
9	be Number 8, monitor field from new monitoring tool. Not					
10	customer field, but BellSouth's spare when new orders come					
11	in.					
12	Q Do you have any changes to Subsection F of that					
13	same item number?					
14	A Yes, I do.					
15	Q Would you please read that change?					
16	A For Number F it currently reads, "This line					
17	should read this UNE is ordered only on a manual basis."					
18	That needs to be struck and replaced with, N, that is the					
19	letter N, N elements or service ordering elements.					
20	Q Do you have any other changes to staff's second					
21	set of interrogatories?					
22	A I do not.					
23	Q Have you prepared a summary of your testimony?					
24	A Yes, I do.					

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Q

Would you please give that?

A Okay. Good afternoon. Issue 34 deals with the appropriate rates and charges for unbundled network elements, or UNEs, and combinations of network elements. BellSouth and AT&T have agreed that the outcome of Docket Number 990649-TP will resolve the major portion of this issue. However, this docket did not address line sharing. Thus my testimony presents and supports the cost study results for line sharing in order to assist this Commission in determining appropriate cost-based rates for this UNE.

BellSouth offers line sharing in two basic configurations. One in which BellSouth owns the splitter placed on an intermediary frame, and the other where the ALEC owns the splitter and places it in a collocation space. The BellSouth-owned configuration requires the following items; the distribution frame terminations and the associated connecting blocks on the main distribution frame and the splitter bay/splitter shaft test equipment, plug-ins and cabling on the intermediary frame.

The splitter recurring costs reflects the capitalized expenditures BellSouth incurs in engineering, furnishing, and installing the splitter arrangement.

While the nonrecurring costs are the costs incurred once an order either for a CLEC-owned or for a BellSouth-owned splitter is received to activate the line sharing system.

•	Additionally, line sharing forces belisouth to obtain
2	additional computer equipment and software enhancements.
3	These costs are reflected in Element J4.3, and that is
4	called line activation in the central office.
5	However, BellSouth has subsequently agreed,
6	subsequent to my filing this testimony, to a monthly
7	charge of 61 cents per line as an interim rate subject to
8	retroactive true-up once a permanent rate is established.
9	To determine the line sharing costs, BellSouth
10	used the BellSouth cost calculator, the same in Docket
11	990649, thus these costs are based on BellSouth's
12	anticipated cost of capital at 11.25 percent, depreciation
13	rates, labor rates, and share and common factors.
14	BellSouth realizes that this Commission may make
15	modifications to the cost study filed in 990649, thus it
16	is BellSouth's intent to modify the line sharing cost
17	results once a final ruling in that docket is made.
18	Thank you.
19	MR. EDENFIELD: Ms. Caldwell is available for
20	cross.
21	CHAIRMAN JACOBS: You may proceed.
22	MR. LAMOUREUX: I believe I may literally have
23	just one question. Let's see if I can get it right.
24	CHAIRMAN JACOBS: I'm impressed.
25	CROSS-EXAMINATION

1	BY MR. LAMOUREUX:				
2	Q I just want to clarify that your cost study				
3	includes in it the results, and that is costs and rates,				
4	for splitters that BellSouth provides, is that right?				
5	A Yes, that is one of the options.				
6	MR. LAMOUREUX: That's all I have.				
7	CHAIRMAN JACOBS: Thank you. Staff.				
8	MR. FORDHAM: Well, I'm embarrassed, but I have				
9	more than one question.				
10	CROSS-EXAMINATION				
11	BY MR. FORDHAM:				
12	Q First of all, Ms. Caldwell, is BellSouth				
13	agreeable to revising its line sharing cost study if				
14	necessary to incorporate any related changes in inputs and				
15	other assumptions resulting from the Commission's order in				
16	the generic UNE docket?				
17	A Yes, sir, that would be one of our plans.				
18	Anything that is ordered in that docket we will				
19	incorporate in these line sharing cost results.				
20	Q And I assume, then, those revised results would				
21	be incorporated into the AT&T agreement?				
22	A That would be correct.				
23	Q Do you know when BellSouth first tariffed its				
24	xDSL services?				
25	A I do not know the exact time. I would say it is				

probably over a year now.

Q Uh-huh. Are you familiar with the extent to which BellSouth has deployed line splitting equipment in preparation for making xDSL services available over its loops?

A I need to clarify that question. When you talk about xDSL and line sharing, I mean, I am interpreting that to be the xDSL loops that the CLECs would purchase?

Q Yes. But we are talking line splitting, line splitting equipment. If you are not familiar with it, that's okay.

A I don't guess so, because I got lost in the question. I'm sorry.

Q I just wondered if you were familiar with the extent to which BellSouth has deployed line splitting equipment in preparation for making the xDSL services available over its loops to the CLECs?

A In terms of the line splitting equipment that we have, what we have in our deployment and in my cost study is the line splitting equipment associated with line sharing. That is the splitter that I mentioned in my summary. And we have started deploying it. How many actual splitters we have deployed, I cannot answer that.

Q Okay. From a cost-based perspective, is the line splitter part of the loop or the UNE platform?

A No, it is not.

Q Can you explain from a cost-based perspective, again, why it would not be part of the loop?

A Yes, sir. In terms of the loops that BellSouth offers in the UNE environment, you are talking about a facility that comes to the main distribution frame and that loop could either be for voice grade, it could be for an ISDN loop, or it could be for some form of xDSL capable loops. Those loops do not require a splitter of any type to provision them as the CLEC wishes to use them.

And also, in the environment where BellSouth is the voice provider, when you have a loop coming into BellSouth's central office and connecting to BellSouth's switch, a splitter is not required. It would be over and above anything necessary to provide service.

Q Okay. Moving on. Of the various cost studies that you provided, was one of them to support rates for line sharing?

A Yes.

Q And do you feel that that cost study for line sharing supports rates for line splitting?

A Not entirely. It depends upon the situation.

There are some elements – for instance, if you were looking at the situation where line sharing is in place today, and the data LEC, or CLEC, or ALEC in this case

already owns the splitter in the collocated space, and then at that point in time, say, another AT&T comes along and wants to have the voice. Well, all of my line sharing costs for the splitter itself, all the collocation costs that will be set later, those would be the appropriate rates to handle that portion of the cost. And then you have the UNE-P, that would be the cost associated with the voice.

CHAIRMAN JACOBS: You heard Mr. Gillan say, I believe it was -- you may not have heard his testimony, he indicated that it would absolutely okay to them if you add whatever necessary additional costs necessary to do that connection in a recurring charge. Is that a reasonable result to you?

THE WITNESS: I think we have jumped one step, so let me --

CHAIRMAN JACOBS: I may have. I may be off base. If I'm not mistaken, in Mr. Gillan's testimony, when we were talking about what would be necessary to -- no, I'm sorry. You used line splitting, this is something different. I'm sorry.

MR. FORDHAM: Believe me, it's easy to confuse the two.

CHAIRMAN JACOBS: No, I'm sorry. It's a totally different subject. Nevermind.

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MR. FORDHAM: That is one reason we may be overly reviewing it here.

BY MR. FORDHAM:

Q Could the cost study on line sharing be applied to line splitting?

Yes, in some cases, all right? And let me go back to this again. And let's start with if you are looking at line sharing and you have a situation today where BellSouth is in a line sharing environment with a data LEC, okay? And the data LEC has chosen to provide the splitter in their collocated space. That is one of the options that I studied. So in that situation, the splitter would have already been provided and those are the only costs we have is getting our records into our switch. And I have costs for those.

But after the service is in place, then AT&T comes along and they wish -- as an example, they wish to have the voice customer. Well, then that would be a switch as is to a UNE-P for the voice, and you have all the components for that environment studied between the generic cost docket that you are looking at, because that gives you your UNE-P switch as is, and then you have the splitter and all the associated costs for the collocated splitter, the CLEC-owned splitter I believe it is called in our rates. It is Elements J4.6 and 7, okay. Those

elements are what you need along with a collocation cross-connect to establish that option for line splitting.

What you do not have in my costs is when everything is new. In other words, it is not an existing line sharing environment of this structure, now you have got a loop that is going to come in, you have got to place a splitter, so you would have like the -- excuse me, the collocated splitter cost, but there would be additional, I believe, nonrecurring costs associated with that environment.

Q If the Commission as a result of this proceeding should order line splitting, how long do you think it would take you to develop a cost study regarding -- related to line splitting?

A In terms of the actual cost development, which is where, you know, I am the special — the subject matter expert on, that would probably take probably about a week. What actually takes the time, though, is for the BellSouth people to interpret the order and understand how to roll out that product so that I have good methods and procedures to include in my cost. And I don't have a good estimate for that. That can take several weeks or more.

MR. FORDHAM: Okay. Thank you, Ms. Caldwell. I have no further questions, Mr. Chairman.

CHAIRMAN JACOBS: Redirect.

1	MR. EDENFIELD: None.
2	CHAIRMAN JACOBS: Exhibits.
3	MR. EDENFIELD: BellSouth would move in Exhibit
4	Number 23 and the addition to Composite Exhibit 20.
5	CHAIRMAN JACOBS: Okay. Show Exhibit 23 is
6	admitted and Exhibit 2 as amended. You are excused, Ms.
7	Caldwell.
8	(Exhibit 23 admitted into the record.)
9	MR. EDENFIELD: And I guess we need to move in
10	Ms. Caldwell's errata as part of the Composite Exhibit 20.
11	CHAIRMAN JACOBS: Right. Moved as an addition
12	to Composite Exhibit 20.
13	MR. LACKEY: May I proceed, Mr. Chairman?
14	CHAIRMAN JACOBS: By all means, I'm sorry.
15	(Transcript continues in sequence with Volume 9.)
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STATE OF FLORIDA) 1 CERTIFICATE OF REPORTER 2 3 COUNTY OF LEON) 4 I, JANE FAUROT, RPR, Chief, FPSC Bureau of Reporting 5 FPSC Commission Reporter, do hereby certify that the Hearing in Docket No. 000731-TP was heard by the Florida Public Service Commission at the time and place herein 6 stated. 7 IT IS FURTHER CERTIFIED that I stenographically 8 reported the said proceedings; that the same has been transcribed under my direct supervision; and that this transcript, consisting of 155 pages, Volume 8 constitutes a 9 true transcription of my notes of said proceedings and the insertion of the prescribed prefiled testimony of the 10 witnesses. 11 I FURTHER CERTIFY that I am not a relative, employee, attorney or counsel of any of the parties, nor am I a 12 relative or employee of any of the parties' attorney or counsel connected with the action, nor am I financially 13 interested in the action. 14 DATED THIS 27TH DAY OF FEBRUARY, 2001. 15 16 JANE FAUROT, RPR 17 **FPSC Division of Records & Reporting** 18 Chief, Bureau of Reporting (850) 413-6732 19 20 21 22 23 24 25

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