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February 2, 2004

Mrs. Blanca S. Bayó Director, Division of the Commission Clerk and Administrative Services Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

> Re: Docket No. 030852-TP

Dear Ms. Bayó:

Enclosed are an original and fifteen copies of BellSouth Telecommunications, Inc.'s Prehearing Statement, which we ask that you file in the above captioned docket.

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

Sincerely,

Nancy B. White

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

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CERTIFICATE OF SERVICE Docket No. 030852-TP

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

Electronic Mail, Hand Delivery* and FedEx this 2nd day of February 2004 to the

following:

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Naney B. White (KA)

- (+) signed protective agreement
- (*) via Hand Delivery
- (**) via electronic mail only

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Implementation of requirements arising)	
From Federal Communications Commission)	Docket No. 030852-TP
Triennial UNE review: Location-Specific Review)	
For DS1, DS3 and Dark Fiber Loops, and)	Filed: February 2, 2004
Route-Specific Review for DS1, DS3 and Dark)	
Fiber Transport)	
)	

PREHEARING STATEMENT OF BELLSOUTH TELECOMMUNICATIONS, INC.

In compliance with the initial procedural order in this docket, Order No. PSC-03-1055-PCO-TP, issued September 22, 2003 ("Initial Prehearing Order"), as amended, BellSouth Telecommunications, Inc. ("BellSouth") respectfully submits its Prehearing Statement.

A. Witnesses

BellSouth will call the following witnesses to offer testimony on the issues in this matter:

W	i	tn	e	S	S

Shelley W. Padgett (Direct, Supplemental Direct, Rebuttal and Surrebuttal)

A. Wayne Gray (Direct and Surrebuttal)

Subject Matter of Testimony

Ms. Padgett provides information concerning the high capacity loop and transport triggers in BellSouth's serving territory and provides information concerning the specific locations and routes that satisfy the FCC's triggers tests. Ms. Padgett also addresses the appropriate transition time for BellSouth's provision of high capacity loops and transports at UNE prices after a location or route is no longer subject to unbundling. Ms. Padgett addesses Issues 1 - 3, 5, 7 - 12, 14-18, and 20.

Mr. Gray addresses network issues and addresses the typical network configuration used by CLECs. Mr. Gray supports the network costs that are used by Dr. Banerjee in analyzing potential deployment issues. Mr. Gray's

Dr. Aniruddha Banerjee (Direct, Supplemental Direct and Surrebuttal) testimony addresses, in part, all issues with the exception of Issue 20.

Dr. Banerjee identifies the locations and routes in BellSouth's serving territory that satisfy the FCC's potential deployment analysis. His testimony addresses Issues 4, 6, 13, and 19.

BellSouth has made a good-faith attempt to identify the subject matter addressed by these witnesses; however, any given witness' testimony may also relate to other issues in this docket.

BellSouth reserves the right to call witnesses to respond to Florida Public Service

Commission ("Commission") inquiries not addressed in direct, rebuttal or surrebuttal testimony
and witnesses to address issues not presently designated that may be designated by the

Prehearing Officer at the Prehearing conference to be held on February 9, 2004.

B. Exhibits

Because this prehearing statement will be filed before filing surrebuttal testimony,

BellSouth reserves the right to file surrebuttal exhibits, and will identify any such exhibits at the
prehearing conference, scheduled for February 9, 20004. BellSouth also reserves the right to file
exhibits to any testimony that may be filed under the circumstances identified in Section "A"
above as well as to introduce exhibits for cross-examination, impeachment, or any other purpose
authorized by the applicable Florida Rules of Evidence and the Rules of the Commission.

Finally, based upon outstanding discovery requests, BellSouth reserves the right to identify
and/or modify the exhibits listed below to incorporate any new, updated, or supplemental
discovery responses received after the prehearing conference. Any such modification would
likely impact revised Exhibits SWP-1 through SWP-10, as well as revised Exhibits AXB-2
through AXB-3.

Witness	Exhibit	<u>Title</u>		
Shelley W. Padgett	SUPPLEMENTAL DIRECT EXHIBITS			
	SWP – 1	Carriers Classified as Wholesalers in Analysis of FCC's Triggers for High-Capacity Loops		
	SWP – 2	Customer Locations in BellSouth Territory Where DS1 Loop Triggers Met		
	SWP – 3	Competitive Carriers with High- Capacity Loop Facilities to Customer Locations in BellSouth Territory		
	SWP - 4	Customer Locations in BellSouth Territory Where DS3 Loop Triggers Are Met		
	SWP - 5	Customer Locations in BellSouth Territory Where Dark Fiber Triggers are Met		
	SWP - 6	Carriers Classified as Wholesalers in Analysis of FCC's Triggers for Dedicated Transport		
	SWP - 7	Interoffice Routes in BellSouth Territory Where DS1 Transport Triggers are Met		
	SWP – 8	Competitive Carriers with Transport Facilities on Routes Between BellSouth Wire Centers in the Same LATA		
	SWP – 9	Interoffice Routes in BellSouth Territory Where DS3 Transport Triggers are Met		
	SWP – 10	Interoffice Routes in BellSouth Territory Where Dark Fiber Transport Triggers are Met		
A. Wayne Gray	DIRECT EXHIBITS			
	AWG-1	Cost Elements for Network Extension (High Capacity Loops)		
	AWG-2	Network Architecture/Equipment		

Needed For Fiber Extension

(High Capacity Loops)

AWG-3 Cost Elements for Network

Extension (Dedicated

Transport)

AWG-4 Network

Architecture/Equipment Needed for Fiber Extension (Dedicated Transport)

Dr. Aniruddha Banerjee

DIRECT EXHIBITS

AXB-1 Curriculum Vitae of Dr.

Banerjee

SUPPLEMENTAL DIRECT EXHIBITS

AXB-2 Potential Deployment –

Customer Locations

AXB-3 Potential Deployment -

Transport Routes

C. Statement of Basic Position

The FCC, through its Triennial Review Order (TRO), issued August 21, 2003, has attempted to delegate to the state commissions, the duty and obligation to determine whether Competitive Local Exchange Carriers ("CLECs") are "impaired" within the meaning of the Federal Telecommunications Act of 1996, without access to unbundled DS1 loops and transport, unbundled DS3 loops and transport, and unbundled dark fiber loops and transport provided by the Incumbent Local Exchange Company (ILEC). The FCC required that the state commissions make a finding of "no impairment" relating to certain customer locations or routes, based upon certain triggers. The FCC also created a "potential deployment" test, requiring the state commissions to find "no impairment" when high capacity loops and transport facilities can be

economically deployed in certain circumstances. Finally, the FCC required the state commissions to establish an appropriate transition period relating to high capacity loops and transport facilities that are no longer required to be unbundled.

The evidence in this proceeding will demonstrate a number of locations and routes for which the FCC's loop and transport triggers are met, and additional locations and routes where the application of the FCC's "potential deployment" test demonstrates that CLECs are not impaired without unbundled high capacity loops and transport facilities. The Commission should find that CLECs are not impaired without access to BellSouth's unbundled loop and transport facilities as identified in the pre-filed exhibits of witnesses Shelley Padgett and Dr. Andy Banerjee.

Because BellSouth will offer high capacity loops and transport facilities at market based rates, no transitional period is necessary. In the event that this Commission elects to establish a transition period during which CLECs can continue to access, on an unbundled basis, unbundled high capacity loops and transport, any such period should not exceed a time period of 90 days.

D, E, and F. BellSouth's Position on the Factual, Legal, and Policy Issues

Issue 1. To what specific customer locations have two or more competing providers, not affiliated with each other or the ILEC, including intermodal providers of service comparable in quality to that of the ILEC, deployed their own DS1 facilities, (including leased, purchase or UNE dark fiber with the carrier's own optronics attached to activate the fiber) and offer DS1 loops over their own facilities on a widely available basis to other carriers? For each such location, do the wholesale providers have access to the entire customer location, including each individual unit within the location?

Position: The customer locations that satisfy the wholesale trigger for DS1 loops are listed in Exhibit SWP-2.

Issue 2. To what specific customer locations have two or more competing providers, not affiliated with each other or the ILEC, including intermodal providers of service comparable in quality to that of the ILEC, either (1) deployed their own DS3

facilities and actually serve customers via those facilities or (2) deployed DS3 facilities by attaching their own optronics to activate dark fiber obtained under a long-term indefeasible right of use and actually serve customers via those facilities at that location?

Position: The customer locations that satisfy the self-deployment trigger for DS3 loops are listed in Exhibit SWP-4.

Issue 3. To what specific customer locations have two or more competing providers, not affiliated with each other or the ILEC, including intermodal providers of service comparable in quality to that of the ILEC, deployed their own DS3 facilities (including leased, purchased or UNE dark fiber with the carrier's own optronics attached to activate the fiber) and offer DS3 loops over their own facilities on a widely available wholesale basis to other carriers? For each such location, do the wholesale providers have access to the entire customer location, including each individual unit within the location?

Position: The customer locations that satisfy the wholesale trigger for DS3 loops are listed in Exhibit SWP-4.

If neither the self-provisioning nor the wholesale triggers for DS3 loops are satisfied at a specific customer location, using the potential deployment criteria specified in §51.319(a)(5)(ii), what evidence of non-impairment for a DS3 loop at a specific customer location exists? Is this evidence sufficient to conclude that there is no impairment at a specific customer location?

Position: Exhibit AXB-2 shows the list of customer locations that meet the test for potential deployment of DS3 loops, and there is no impairment for these facilities at the locations on that list.

Issue 5. To what specific customer locations have two or more competing providers deployed their own dark fiber facilities, including dark fiber owned by the carrier or obtained under a long-term indefeasible right of use (but excluding ILEC unbundled dark fiber)?

Position: The customer locations are listed in Exhibit SWP-5.

If the self-provisioning trigger for dark fiber loops is not satisfied at a specific customer location, using the potential deployment criteria specified in §51.319(a)(6)(ii), what evidence of non-impairment for dark fiber loops at a specific customer location exists? Is this evidence sufficient to conclude that there is no impairment at a specific customer location?

Position: Exhibit AXB-2 shows the list of customer locations that satisfy the test for potential deployment of dark fiber, and there is no impairment for these facilities at the locations on that list.

Issue 7: Along what particular routes have two or more competing providers, not affiliated with each other or the ILEC, including intermodal providers of service comparable in quality to that of the ILEC, deployed their own DS1 level dedicated transport facilities (including leased, purchased or UNE dark fiber with the carrier's own optronics attached to activate the fiber) and are willing to provide DS1 level transport immediately over their own facilities on a widely available basis to other carriers?

Position: The routes that satisfy the wholesale trigger for DS1 transport are listed in Exhibit SWP-7.

Issue 8: For any particular route where at least two competing providers will provide wholesale DS1 dedicated transport, do both competing providers' facilities terminate in collocation arrangements at an ILEC premise or a similar arrangement in a non-ILEC premise? If so, can requesting carriers obtain reasonable and nondiscriminatory access to those competing providers' termination points through a cross-connect to the providers' collocations either at the ILEC premise or similar arrangement if located at a non-ILEC premise?

Position: All the facilities used in the trigger analysis terminate in collocation arrangements on both ends. BellSouth also provides cross-connects as detailed in the testimony of John A. Ruscilli, as adopted by A. Wayne Gray.

Issue 9: Along what particular routes have three or more competing providers, not affiliated with each other or the ILEC, including intermodal providers of service comparable in quality to that of the ILEC, deployed their own DS3 level dedicated transport facilities (including leased, purchased or UNE dark fiber with the carrier's own optronics attached to activate the fiber) and are operationally ready to use those transport facilities?

Position: The routes that satisfy the self-provisioning trigger for DS3 transport are listed in Exhibit SWP-9.

Issue 10: For any particular route where at least three competing providers have self-provisioned DS3 level dedicated transport facilities, do the competing providers' facilities terminate in collocation arrangements at an ILEC premise or similar arrangement in a non-ILEC premise?

Position: Yes.

Issue 11: Along what particular routes have two or more competing providers, not affiliated with each other or the ILEC, including intermodal providers of service

comparable in quality to that of the ILEC, deployed their own DS3 level dedicated transport facilities (including leased, purchased or UNE dark fiber with the carrier's own optronics attached to activate the fiber), are operationally ready to use those transport facilities, and are willing to provide DS3 level dedicated transport immediately over their facilities on a widely available wholesale basis to other carriers?

Position: The routes that satisfy the wholesale trigger for DS3 transport are listed in Exhibit SWP-9.

Issue 12: For any particular route where at least two competing providers will provide wholesale DS3 level dedicated transport, do both competing providers' facilities terminate in collocation arrangements at an ILEC premise or a similar arrangement in a non-ILEC premise? If so, can requesting carriers obtain reasonable and nondiscriminatory access to those competing providers' termination points through a cross-connect to the providers' collocations either at the ILEC premise or similar arrangement if located at a non-ILEC premise?

Position: All the facilities used in the trigger analysis terminate in collocation arrangements on both ends. BellSouth also provides cross-connects as detailed in the testimony of John A. Ruscilli, as adopted by A. Wayne Gray.

Issue 13: If neither the self-provisioning nor the wholesale triggers for DS3 level dedicated transport is satisfied along a route, using the potential deployment criteria specified in §51.319(e)(2)(ii), what evidence of non-impairment for DS3 level dedicated transport on a specific route exists? Is this evidence sufficient to conclude that there is no impairment along this route?

Position: Exhibit AXB-3 shows the list of routes (pairs of wire centers) that satisfy the potential deployment test for DS3 transport facilities. There is no impairment for DS3 transport on the routes on that list.

Issue 14: Along what particular routes have three or more competing providers, not affiliated with each other or the ILEC deployed their own dark fiber dedicated transport facilities?

Position: The routes that satisfy the self-provisioning trigger for dark fiber transport are listed in Exhibit SWP-10.

Issue 15: For any particular route where at least three competing providers have self-provisioned dark fiber dedicated transport facilities, do the competing providers' facilities terminate in collocation arrangements at an ILEC premise or similar arrangement in a non-ILEC premise?

Position: Yes.

Issue 16: Along what particular routes have two or more competing providers, not affiliated with each other or the ILEC, deployed their own dark fiber transport facilities (including dark fiber obtained from an entity other than the ILEC), are operationally ready to lease or sell those transport facilities to provide transport along the route, and are willing to provide dark fiber immediately over their facilities on a widely available wholesale basis to other carriers?

Position: The routes are listed in Exhibit SWP-10.

Issue 17: For any particular route where at least two competing providers will provide wholesale dark fiber, do both competing providers' facilities terminate in collocation arrangements at an ILEC premise or a similar arrangement in a non-ILEC premise? If so, can requesting carriers obtain reasonable and nondiscriminatory access to those competing providers' termination points through a cross-connect to the providers' collocations either at the ILEC premise or similar arrangement if located at a non-ILEC premise?

Position: All the facilities used in the trigger analysis terminate in collocation arrangements on both ends. BellSouth also provides cross-connects as detailed in the testimony of John A. Ruscilli, as adopted by A. Wayne Gray.

Issue 18: For any particular route where at least two competing providers will provide such wholesale dark fiber, do these providers have sufficient quantities of dark fiber available to satisfy current demand along that route? If not, should the wholesale trigger for dark fiber be determined to be satisfied along that route?

Position: There are sufficient quantities of dark fiber in all routes in Exhibit SWP-10 to satisfy current demand.

Issue 19: If neither the self-provisioning nor the wholesale triggers for dark fiber transport is satisfied along a route, using the potential deployment criteria specified in §51.319(e)(3)(ii), what evidence of non-impairment for dark fiber on a specific route exists? Is this evidence sufficient to conclude that there is no impairment along this route?

Position: Exhibit AXB-3 shows the list of routes (pairs of wire centers) that satisfy the potential deployment test dark fiber transport facilities. There is no impairment for dark fiber transport on the routes on that list.

Issue 20: If unbundling requirements for loops at customer-specific locations or dedicated transport along a specific route are eliminated, what are the appropriate transition period and requirements, if any, after which a CLEC no longer is entitled to these loops or transport under Section 251(c)(3)?

Position: BellSouth will continue to offer loops and transport at a market rate so a transition period is unnecessary. However, if the Commission determines that a transition period is required, 90 days is reasonable.

G. Stipulations

There are no stipulations at this time.

H, I. Pending Motions

BellSouth has the following motions pending, and also anticipates that motions to compel discovery responses may be filed:

- 1. Motion to Strike Portions of Select Parties' Direct Testimony, filed January 8, 2004.
- 2. BellSouth has filed numerous requests for confidential classification of discovery responses, as well as certain testimony and specific exhibits. All of those requests remain outstanding.

J. Other Requirements

BellSouth knows of no requirements set forth in any Prehearing Order with which it cannot comply.

K. Objections to Witnesses Qualifications

BellSouth has no objections to witnesses qualifications.

Respectfully submitted this 2nd day of February, 2004.

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