

**BEFORE THE WASHINGTON STATE
UTILITIES AND TRANSPORTATION COMMISSION**

In the Matter of the Petition of)
) **DOCKET NO. UT-033044**
QWEST CORPORATION)
)
To Initiate a Mass-Market Switching)
And Dedicated Transport Case)
Pursuant to the Triennial Review)
Order)

RESPONSE TESTIMONY OF

ANTHONY J. GIOVANNUCCI

ON BEHALF OF

**AT&T COMMUNICATIONS OF THE PACIFIC NORTHWEST, INC.,
AT&T LOCAL SERVICES ON BEHALF OF TCG SEATTLE, AND TCG OREGON
(COLLECTIVELY "AT&T")**

REGARDING DEDICATED TRANSPORT

February 2, 2004

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1 **I. INTRODUCTION OF WITNESS AND PURPOSE OF TESTIMONY**

2 **Q. PLEASE STATE YOUR FULL NAME, TITLE AND BUSINESS**
3 **ADDRESS.**

4 A. My name is Anthony J. Giovannucci. My business address is 429 Ridge Road,
5 Dayton, New Jersey.

6 **Q. ON WHOSE BEHALF ARE YOU TESTIFYING IN THIS PROCEEDING?**

7 A. I am testifying on behalf of AT&T Communications of the Pacific Northwest,
8 Inc., AT&T Local Services on behalf of TCG Seattle, and TCG Oregon
9 (collectively “AT&T”).

10 **Q. WHAT IS THE PURPOSE OF YOUR TESTIMONY?**

11 A. The purpose of my testimony is to analyze and rebut Qwest’s assertions that 29
12 routes meet the self-provisioning and wholesale triggers for dedicated transport.

13 In its *Triennial Review Order* (“TRO”),¹ the Federal Communications
14 Commission (“FCC”) determined that incumbent local exchange carriers
15 (“ILECs”) must continue to provide competitive local exchange carriers
16 (“CLECs”) with access to dedicated transport at the DS1, DS3, and dark fiber
17 capacity levels (“dedicated transport”). The FCC conducted a comprehensive

¹ *In the Matter of Review of the Section 251 Unbundling Obligations of Incumbent Local Exchange Carriers* (CC Docket No. 01-338); *Implementation of the Local Competition Provisions of the Telecommunications Act of 1996* (CC Docket No. 96-98); *Deployment of Wireline Services Offering Advanced Telecommunications Capability* (CC Docket No. 98-147), Report and Order and Order on Remand and Further Notice of Proposed Rulemaking, FCC 03-36 (rel. Aug. 21, 2003) (hereinafter “TRO”).

1 analysis that resulted in the determination that CLECs are impaired without
2 access to dedicated transport at the national level. Recognizing that there may be
3 individual transport routes where competitively provisioned transport *has been*
4 *deployed* to such an extent that CLECs may be deemed not to be impaired, the
5 FCC developed several triggers. The triggers are designed to give ILECs an
6 opportunity to demonstrate to their respective state commissions that CLECs are
7 not impaired without access to unbundled transport on *specific* dedicated transport
8 routes for specific capacity levels. A unique characteristic of the triggers is that
9 they focus exclusively on consideration of what **currently exists** on the specific
10 transport routes at issue. Thus, a decision as to whether a trigger is satisfied may
11 not be influenced by arguments that it may be possible for a carrier to provide
12 transport facilities at some point in the future. Any such review of possible future
13 activity is the exclusive province of a potential deployment analysis, which Qwest
14 has chosen not to submit as part of its direct case.

15 In my testimony, I will show that Qwest, through its witness Ms. Rachel
16 Torrence, has failed to demonstrate that any transport routes satisfy the self-
17 provisioning and wholesale triggers. I also will show that Ms. Torrence has failed
18 to follow the trigger analysis set forth in the *TRO*.

1 **Q. HOW IS YOUR TESTIMONY ORGANIZED?**

2 A. My testimony is divided into five sections. Section I identifies the purpose of my
3 testimony. Section II briefly summarizes the FCC's impairment analysis and how
4 it relates to the unbundled transport services necessary for a facilities-based
5 CLEC to effectively compete with the ILECs. In Section III, I will explain the
6 self-provisioning triggers that the FCC devised for dedicated transport at the DS3
7 and dark fiber capacity levels, and will provide the proper framework for
8 interpreting any Qwest claim that the triggers have been met. In Section IV, I
9 show that Qwest's self-provisioning analysis is incomplete, non-specific and
10 unusable for any decision making by the Commission. Section V explains the
11 wholesale triggers for transport, and I will explain the additional requirements
12 (which Qwest has failed to address in its testimony) needed to define a carrier as a
13 wholesale provider. In Section VI, I critique Qwest's wholesale trigger analysis
14 and show that, it too, is incomplete, non specific and unusable for any decision
15 making by the Commission.

16 **Q. WHAT DOCUMENTS DID YOU REVIEW TO PREPARE YOUR**
17 **TESTIMONY?**

18 A. In preparation for this testimony, I reviewed the materials relating to this
19 proceeding, but with particular emphasis on *TRO* itself, the testimony submitted
20 by Qwest and accompanying attachments, and the discovery requests and
21 responses.

1 **II. THE FCC CONCLUDED IN THE *TRO* THAT CLECS ARE IMPAIRED**
2 **WITHOUT UNBUNDLED ACCESS TO DEDICATED TRANSPORT**

3 **Q. WHAT STANDARDS DID THE FCC APPLY TO DETERMINE**
4 **IMPAIRMENT FOR UNBUNDLED NETWORK ELEMENTS?**

5 A. The FCC based its impairment findings upon a determination that “[a] requesting
6 carrier is impaired when lack of access to an incumbent LEC network element
7 poses a barrier or barriers to entry, including operational and economic barriers,
8 that are likely to make entry into a market uneconomic.”² The FCC also found
9 that “[a]ctual marketplace evidence is the most persuasive and useful evidence to
10 determine whether impairment exists.”

11 **Q. WHAT DID THE FCC CONCLUDE SPECIFICALLY WITH REGARD TO**
12 **DEDICATED TRANSPORT?**

13 A. The FCC concluded that competing carriers are impaired on a national level
14 without access to transport (DS1, DS3, and dark fiber).³ As a result, the FCC
15 rules require that competing carriers have access to unbundled transport
16 everywhere unless a state commission finds a lack of impairment as to specific
17 routes.

² *TRO*, ¶ 7.

³ See also *TRO*, ¶ 359 (stating that the FCC finds “on a national level that requesting carriers are impaired without access to unbundled dark fiber transport facilities ... [DS3 transport and DS1 transport].”

1 **Q. DID THE FCC'S IMPAIRMENT ANALYSIS DISTINGUISH BETWEEN**
2 **DIFFERENT TYPES OF TRANSPORT?**

3 A. Yes. The FCC segregated dedicated transport by levels of capacity before
4 performing its impairment analysis, stating that this would "be the most
5 informative manner to review the economic barriers to entry that affect how a
6 competing carrier is impaired without access to unbundled transport."⁴ The FCC
7 performed separate impairment analyses for OC(n) Transport, Dark Fiber
8 Transport, DS3 Transport, and DS1 Transport.

9 **Q. ARE THE FCC'S FINDINGS ON IMPAIRMENT CONSISTENT WITH**
10 **TYPICAL CLEC FACILITIES-BASED NETWORKS, INCLUDING**
11 **AT&T'S NETWORK?**

12 A. Yes. Generally, facilities-based CLECs have constructed one or more fiber rings
13 of varying scope, and then connected customers to their network using those fiber
14 rings whenever practical. Nevertheless, in a majority of instances, the CLEC will
15 still need access to unbundled loops and loop/transport combinations (*i.e.*,
16 "enhanced extended links", or "EELs") to connect the majority of retail customers
17 to its network. The CLEC's fiber rings connect aggregation points, such as
18 collocation arrangements, and major customer sites to the carrier's switching or
19 hub site. Although a CLEC may possess a facility that passes by two

⁴ *TRO*, ¶ 380.

1 collocations, it will only rarely *connect* those two collocations to create a service
2 configuration that is functionally equivalent to the dedicated transport UNE.⁵
3 Facilities-based CLEC networks typically rely on UNE loops to serve the
4 majority of their customers, as the fixed and sunk costs associated with building
5 out loop facilities, as well as the delays in constructing such facilities, would
6 place the CLECs at such a disadvantage that they would not be able to compete
7 with the ILEC's already deployed infrastructure. Regardless of how they are
8 configured, loop facilities are the fundamental component to serving customers.
9 From a CLEC perspective, a loop is the connection between the retail customer's
10 premises and the CLEC's telecommunication's network. Critically, however, the
11 loop UNE provides only a portion of the path between the customer and the
12 CLEC's network, *i.e.*, the connection between the customer's premises and the
13 incumbent wire center that would ordinarily serve that location (if the incumbent
14 provided the retail service). The CLEC's entire loop may consist of a UNE loop
15 that is cross-connected to a self-provided backhaul facility; a UNE-Loop that is
16 obtained in combination with dedicated transport (*i.e.*, an EEL); a UNE-Loop that
17 is cross-connected (in a CLEC collocation) to leased transport, which in turn
18 connects to a self-provided facility (a loop provided with hubbed/aggregated
19 transport); or, in rare instances, a completely self-provided facility. Similarly,

⁵ The FCC specifically noted that “[a]lthough wholesale providers may lease entire transport ring offerings, for purpose of this trigger, a wholesale offering must be made available on a route-specific basis.” *TRO*, ¶ 412, n. 1272. This means that for the wholesale trigger to be met, a CLEC must actually offer to make available transport on a specific route, not merely have a ring in place.

1 dedicated transport – the unswitched connection between two incumbent
2 buildings – is typically used as the functional equivalent of the incumbent’s loop
3 feeder plant. It links the loops coming from a broad number of customer premises
4 to a dedicated facility that connects to the CLEC’s local network.

5 The critical point is that *both* loop UNEs *and* dedicated transport UNEs are
6 employed by CLECs to provide what is *the functional equivalent of a loop in the*
7 *incumbent’s network*. Thus, when the Commission considers incumbent LECs’
8 requests to limit access to loop and transport UNEs, the Commission should
9 recognize that the incumbent is seeking to limit the CLECs’ ability and options to
10 connect customers to its network, thereby limiting CLEC facilities-based
11 competition.

12 **Q. MIGHT A CLEC DEPLOY MULTIPLE RINGS IN A SINGLE**
13 **GEOGRAPHIC AREA?**

14 A Yes. Multiple rings may exist in the same locality for the same CLEC for a
15 number of reasons, including the timing and availability of construction funding,
16 unanticipated capacity requirements and/or building issues (such as ROW access
17 or construction moratoriums) that may have precluded a comprehensive and
18 cohesive build-out strategy. However, the physical routing of a cable is not
19 dispositive as to how a CLEC deploys service. A single fiber cable contains
20 many individual fiber strands. Thus, one cannot automatically conclude that two
21 offices on a ring are necessarily connected in a manner that allows traffic to pass

1 between them simply because a common cable passes through each office. In
2 fact, it is just as likely that two offices are on *different fibers in different sheathes*
3 within the cable and are not connected to each other. But even if the two ILEC
4 offices were on the same strand, it is not generally the case that the CLEC's
5 network is designed to pass traffic between the two offices. Although it is
6 theoretically possible to connect central offices on different fiber rings (indeed it
7 is "theoretically possible" to connect any two points), transport routes linking the
8 two central offices are not generally provisioned in such circumstances because,
9 as I pointed out earlier, the CLEC's primary interest is connecting the retail
10 customer location to its network. As the FCC noted, the issue is not whether the
11 CLEC has a ring; the issue is whether the CLEC offers or provides service on a
12 specific route.⁶

13 **III. SELF-PROVISIONING TRIGGER FOR DEDICATED TRANSPORT**

14 **Q. WHAT IS THE PURPOSE OF THE FCC'S SELF-PROVISIONING**
15 **TRIGGER FOR UNBUNDLED TRANSPORT?**

16 A. In the *TRO*, the FCC made a national finding that CLECs are impaired with
17 respect to access to dedicated transport. The FCC allowed ILECs to challenge
18 these impairment findings on a route-specific basis before state commissions.
19 One of the ways ILECs may demonstrate non-impairment is by showing that

⁶ *TRO*, ¶ 412, n. 1272.

1 specific CLECs provide dedicated transport on their own and to a degree that is
2 sufficient, at least in theory, to provide customer choice and to exert competitive
3 discipline upon the incumbent at or between particular locations. This is known
4 as the “Self-Provisioning Trigger.”

5 **Q. WHAT CAPACITY LEVELS ARE SUBJECT TO THE SELF-**
6 **PROVISIONING TRIGGER?**

7 A. The Self-Provisioning Trigger only applies to DS3 and dark fiber transport. DS1
8 transport is not included under this trigger.

9 **Q. WHAT MUST QWEST DEMONSTRATE TO THE COMMISSION TO**
10 **SHOW A SELF-PROVISIONING TRIGGER IS MET?**

11 A. FOR transport, Qwest must demonstrate there are *three or more* unaffiliated
12 competing providers that use their own self-deployed facilities to deliver traffic
13 between two local offices at transmission capacities below 12 DS3S. In other
14 terms, the facility in question must carry 12 or fewer DS3S of capacity that
15 originates in the one office and terminates in the other office on the defined route.

16 **Q. WHAT MUST QWEST DEMONSTRATE TO PROVE THAT THE SELF-**
17 **PROVISIONING TRIGGER IS SATISFIED FOR DEDICATED**
18 **TRANSPORT BETWEEN TWO QWEST WIRE CENTERS?**

19 A. Qwest must demonstrate that, for each of the three competitive providers:

20

- They are not affiliated with each other or Qwest;

- 1 • Each counted self-provisioned facility along a route must be operationally
2 ready to provide transport between two Qwest central offices;
- 3 • Each counted self-provisioned facility terminates in a collocation
4 arrangement; and
- 5 • It is serving customers using its own facilities on the route at the relevant
6 capacity levels (fewer than 12 DS3s or dark fiber).

7 **Q. FOR THE SELF-PROVISIONING TRIGGER TO APPLY, MUST A CLEC**
8 **SELF-PROVISION THE SPECIFIC CAPACITY LEVEL IN QUESTION?**

9 A. Yes. The *TRO* contemplates that the Self-Provisioning Trigger applies when a
10 CLEC self-provisions the particular capacity level in question. For example, a
11 CLEC that self-provisions at the OC(n) capacity level does not necessarily self-
12 provision at the DS1 or DS3 capacity level.

13 **Q. WHAT ARE THE KEY ISSUES UNDER THE SELF-PROVISIONING**
14 **TRIGGER FOR WHICH THE COMMISSION MUST ENSURE THAT**
15 **QWEST IS USING THE APPROPRIATE INTERPRETATION?**

16 A. The first key issue is to ensure that Qwest is defining transport routes in a manner
17 consistent with the FCC's Order, and is applying those definitions appropriately.
18 For the CLEC, the "relevant central office" is its first transmission node (for
19 dedicated services).

20 The FCC defined a transport route as "a connection between wire center or switch
21 'A' and wire center or switch 'Z'." The FCC elaborated that "even if, on the

1 incumbent LEC's network, a transport circuit from 'A' to 'Z' passes through an
2 intermediate wire center 'X,' the competing providers must *offer service*
3 connecting wire centers 'A' and 'Z,' but do not have to mirror the network path of
4 the incumbent LEC through wire center 'X'."⁷ Thus, the FCC requires that
5 transport service must be offered between the two wire centers in question and
6 that, regardless of how the facility is physically routed, there are points of entry
7 and exit for traffic at both of the two offices under consideration. On the other
8 hand, it is not correct to interpret the definition to mean that the connection may
9 rely on either a circuit switch or a packet/data switch to create the end-to-end
10 path.

11 **Q. WHAT IS THE APPROPRIATE EVIDENCE THAT QWEST SHOULD**
12 **PROVIDE TO MEET THE FCC'S REQUIREMENT OF OPERATIONAL**
13 **READINESS FOR THE SELF-PROVISIONING TRIGGERS?**

14 A. The only effective and practical way for Qwest to demonstrate that a CLEC is
15 operationally ready under the Self-Provisioning Trigger is for Qwest to produce
16 evidence that the CLEC is actually providing service at the identified capacity
17 level on the given transport route. This is consistent with the FCC's requirement
18 that evidence be provided that CLECs *offer service* between two wire centers on a
19 given transport route. While the existence of CLEC facilities is obviously a
20 prerequisite to the provision of service, the mere existence of such facilities does

⁷ TRO, ¶401 (emphasis added).

1 not demonstrate whether the equipment can be used to provide the service to
2 satisfy the trigger, whether the CLEC can provide service at the requisite capacity
3 level, or whether the CLEC has performed the necessary engineering,
4 provisioning, and administrative tasks to ensure that service can be provided at all
5 or in a sufficiently timely manner to permit it to provision services to customers
6 seeking those services within a competitive timeframe.

7 **Q. IF A CARRIER SATISFIES THE REQUIREMENTS FOR THE SELF-**
8 **PROVISIONING TRIGGER, WILL IT AUTOMATICALLY QUALIFY AS**
9 **AN ELIGIBLE PROVIDER UNDER THE COMPETITIVE WHOLESALE**
10 **FACILITIES TRIGGERS OR VICE VERSA?**

11 A. No. The FCC emphasized that the two types of triggers are separate and distinct.
12 The Self-Provisioning Trigger examines whether CLECs have actually deployed
13 their own facilities on a particular route and then made those facilities available
14 on a retail basis. In contrast, the Wholesale Trigger examines whether the
15 provider makes its facilities available to other carriers (rather than just to retail
16 customers).

1 **IV. CRITIQUE OF QWEST'S SELF-PROVISIONING TRIGGER ANALYSIS**

2 **Q. HAVE YOU REVIEWED QWEST'S TESTIMONY CONCERNING THE**
3 **APPLICATION OF THE SELF-PROVISIONING TRIGGER TO**
4 **DEDICATED TRANSPORT ROUTES?**

5 A. Yes, I have reviewed the testimony of Ms. Rachel Torrence.

6 **Q. WHAT WERE THE CONCLUSIONS OF THE SELF-PROVISIONING**
7 **TRIGGER ANALYSIS AS PROVIDED BY QWEST?**

8 A. Qwest asserts that 29 routes satisfy either the self-provisioning trigger or
9 wholesale trigger. Qwest has not broken out the routes by triggers. It does not
10 provide one list of routes that it believes satisfy the self-provisioning trigger and
11 one list of the routes that it believes satisfy the wholesale trigger. The totality of
12 routes identified by Qwest are:

- 13 1. Bellevue Glen Court to Bellevue Sherwood
- 14 2. Bellevue Sherwood to Renton
- 15 3. Renton to Kent O'Brien
- 16 4. Kent O'Brien to Seattle Cherry
- 17 5. Seattle Cherry to Seattle Duwamish
- 18 6. Seattle Duwamish to Seattle Main
- 19 7. Seattle Main to Seattle East
- 20 8. Seattle East to Seattle Elliott (via Seattle Main)
- 21 9. Seattle Elliott to Seattle Atwater
- 22 10. Seattle Atwater to Seattle Campus
- 23 11. Seattle Duwamish to Seattle East
- 24 12. Renton to Seattle Cherry

- 1 13. Renton to Seattle Duwamish
- 2 14. Seattle Main to Seattle Elliott
- 3 15. Seattle East to Seattle Campus
- 4 16. Bellevue Sherwood to Kent O'Brien (express thru Renton)
- 5 17. Bellevue Sherwood to Seattle Cherry (express thru Renton)
- 6 18. Bellevue Sherwood to Seattle Duwamish (express thru Renton)
- 7 19. Kent O'Brien to Seattle Duwamish (express thru Seattle Cherry)
- 8 20. Seattle Duwamish to Seattle Elliott (via Seattle Main)
- 9 21. Seattle Duwamish to Seattle Campus (via Seattle East)
- 10 22. Seattle Main to Seattle Atwater (via Seattle Elliott)
- 11 23. Seattle Main to Seattle Campus (via Seattle East)
- 12 24. Seattle Elliott to Seattle Campus (via Seattle Atwater)
- 13 25. Seattle East to Seattle Atwater (via Seattle Campus)

14 After AT&T submitted discovery questions to Qwest, on January 7, 2004, Qwest
15 revised a number of exhibits. In Qwest's revised Exhibit RT-9HC, Qwest added
16 4 additional routes:

- 17 26. Seattle Duwamish to Seattle East (via Seattle Main)
- 18 27. Seattle Duwamish to Seattle Campus (via Seattle Main to Seattle East)
- 19 28. Seattle Duwamish to Seattle Atwater (via Seattle East to Seattle Campus)

20

1 29. Seattle Main to Seattle Campus (via Seattle Elliot to Seattle Atwater)⁸

2 Based on Qwest exhibit RT-9HC, Qwest identified 3 or more self-provisioners on
3 the following routes: 7, 8 and 14. According to Qwest, all the routes except 12
4 and 13 have 3 or more self-provisioners if wholesale providers identified by
5 Qwest on the route are also counted.

6 **Q. WHAT WAS THE PROCESS QWEST USED TO IDENTIFY THE**
7 **DEDICATED TRANSPORT ROUTES THAT IT CLAIMS SATISFY THE**
8 **SELF-PROVISIONING TRIGGER?**

9 A. Qwest's analysis is simple, although inadequate. It determined central offices
10 where CLECs are collocated. It then determined whether a CLEC has an entrance
11 facility that terminates on some type of Qwest equipment. It refers to this as a
12 fiber-based collocation.⁹ It then determined if it "appeared" that there were
13 existing fiber facilities of the CLEC between two of the central offices,¹⁰ "either
14 connect[ing] directly to the Qwest network or pass[ing] in close proximity..."¹¹
15 That's it. Based on this methodology, it proposes to challenge 29 routes. Qwest

⁸ At a prehearing conference held on January 30, 2004, Qwest stated that it did not add any routes, although there is no question it added routes 26 – 29 to Replacement Exhibit RT-9HC. Qwest has not proven that the individual routes that make up routes 26 – 29 are, in fact, being self-provisioned or provided at wholesale consistent with the requirements of the FCC's triggers. Therefore, patching together multiple routes proves nothing. Nor has Qwest demonstrated, among other things, that there is, in fact, connectivity between the routes it has patched together to come up with routes 26 – 29. This demonstrates, once again, the problems inherent in Qwest's connect-the-dots approach.

⁹ Torrence Direct (Exhibit RT-1T) at 15.

¹⁰ *Id.*, at 16.

¹¹ *Id.*, at 22.

1 further *assumed* that if the carrier deployed facilities with attached OC(n)
2 electronics it meets the triggers for DS1 (wholesale only), DS3 and dark fiber.¹²

3 **Q. DID QWEST PERFORM THE APPROPRIATE ANALYSIS TO**
4 **DEMONSTRATE THAT THE SELF-PROVISIONING TRIGGER WAS**
5 **SATISFIED FOR EACH OF THE IDENTIFIED DEDICATED**
6 **TRANSPORT ROUTES?**

7 A. No. Instead of collecting and analyzing information on specific routes between
8 wire centers “a” and “z” for each competing provider as required by the FCC,
9 Qwest only gathered enough information to implement what I call a “connect the
10 dots” methodology. This methodology is based solely on assumptions. Qwest
11 assumes that transport routes exist between each and every fiber-based collocation
12 arrangement for a given carrier, without regard for the carrier’s actual use of the
13 collocation arrangement. Qwest did not cite to any information in discovery that
14 provides affirmation by any carrier that it is *actually providing* dedicated transport
15 at the specific DS3 or dark fiber levels.

16 What Qwest fails to do, in particular, is to start with a valid definition of
17 “dedicated transport.” Lacking this correct foundation, the remainder of its
18 analysis, which is also flawed, fails to make the required demonstration.

¹² *Id.*, at 12-14

1 **Q WHAT IS THE APPROPRIATE DEFINITION OF DEDICATED**
2 **TRANSPORT FOR PURPOSES OF THE COMMISSION'S IMPAIRMENT**
3 **EXAMINATION?**

4 A. In contrast to the rules that existed before the FCC issued the *TRO*, the definition
5 of dedicated transport has been limited to transmission facilities that connect two
6 endpoints *within the incumbent's network*. Previously, ILEC facilities that
7 connected a CLEC collocation (*i.e.*, a location within the incumbent's building)
8 and a CLEC's switch or transport node (facilities commonly referred to as
9 entrance facilities) were classified as dedicated transport.¹³ These facilities --
10 which are now excluded from the category of "dedicated transport" under the
11 FCC's UNE rules -- have much the same characteristics as a loop facility
12 connecting a non-ILEC location to an ILEC. However, they cannot properly be
13 used to demonstrate that a carrier "provides dedicated transport."¹⁴

14 It is also essential to recognize that *dedicated* transport facilities are, by definition,
15 facilities that *do not* rely on switching functionality to establish the end-to-end
16 path. Indeed, the entire debate between incumbents and their competitors on this

¹³ Accordingly, the incumbent cannot have its cake (eliminate its obligations to provide entrance facilities as dedicated transport) and eat it too (assert triggers are met by counting entrance facility termination points as end point for dedicated transport routes).

¹⁴ Entrance facilities represent a point of high demand concentration, because they provide the CLEC with connectivity between two networks (the ILEC's and its own). As such, they are the first place a CLEC will find it practical to build facilities. In such cases, the CLEC is extending its facilities from its network closer to its retail customers. From a conceptual standpoint, the configuration has a "hub-and-spoke" appearance, with the CLEC central network location, such as a switch, as the hub and high volume collocations where customer loops are accessed as the "fiber" spokes. Accordingly, it is likely that a CLEC with a robust network will have a number of fiber collocations in a single geographic market. However, such facilities are not "dedicated transport" because they do not provide connectivity between two points on the ILEC's network.

1 issue has focused on whether the ILECs must offer dedicated transport as a UNE
2 or can require competitors to purchase *special* access services as a substitute. It
3 goes without saying that special access services (as opposed to “switched” or
4 “common” transport,) include no switching, and rates for ILEC dedicated
5 transport (as a UNE) also include no switching costs. Accordingly, when
6 reviewing CLEC deployment of “dedicated transport” for the purposes of
7 determining impairment, under either the trigger or potential deployment analysis,
8 the Commission should act in a consistent manner and consider only facilities that
9 provide *direct connectivity* between two points on the incumbents’ networks,
10 without the use of any intervening switching.

11 **Q. WHAT IS THE SIGNIFICANCE OF THIS TO THE APPLICATION OF**
12 **DEDICATED TRANSPORT TRIGGERS?**

13 A. The significance is two-fold. First, CLECs generally deploy fiber to provide
14 connectivity between their retail customers and their own network nodes rather
15 than to provide connections that only connect two incumbent LEC offices.
16 Second, merely identifying a carrier’s fiber-based collocations most likely
17 identifies only where the CLEC has deployed one end of an *entrance facility*. It
18 certainly is not dispositive as to whether the CLEC has established a dedicated
19 transport between two fiber-based collocations.
20 In this regard, the Commission should also recognize the severe consequences of
21 using entrance facilities -- which do not qualify as UNEs -- to meet the self-

1 provisioning trigger for dedicated transport. The harm is especially acute for
2 other CLECs that require a facility between the identified ILEC offices for the
3 purpose of obtaining an EEL or for engaging in transport “hubbing” in order to
4 gain sufficient scale to construct their own facilities. If the incumbent’s assertions
5 on this issue resulted in an (erroneous) finding that the self-provisioning transport
6 trigger is met solely because three or more CLECs provide *entrance facilities* to
7 the same set of incumbent offices, then all other competitors would be denied
8 access to dedicated transport on that route, and their ability to use EELs to support
9 additional facilities construction will be impaired.

10 **Q IF A FIBER CABLE RUNS BETWEEN TWO COLLOCATIONS OF THE**
11 **SAME CLEC IS IT THEN APPROPRIATE TO CONCLUDE DEDICATED**
12 **TRANSPORT IS PROVIDED?**

13 A. No. The mere existence of a fiber cable running past (or even through) two points
14 proves nothing with regard to its use to provide direct (non-switched) connectivity
15 between those points. First, the Commission should understand that a fiber cable
16 is not a single transmission path. Rather, a single fiber cable is composed of
17 multiple bundles (sheaths) each of which contains multiple fibers strands.
18 Although a cable route may “run through” both ILEC office A and office B, the
19 two offices may not even be connected to the same fiber, much less to fiber in the

1 same bundle.¹⁵ If the two ILEC offices have not been configured to provide
2 termination of the same fiber pairs on the same transmission system, then the
3 CLEC does not (and cannot) have physical connectivity between the two
4 locations unless a grooming and cross-connection function is provided at a third
5 physical location on the same pairs and system.

6 In fact, AT&T typically connects its facility-based collocations, that is
7 collocations to which it has constructed fiber facilities to (*i.e.*, an entrance
8 facility), to its network using two-point rings, where one point is the collocation
9 and the second is the AT&T network location (*e.g.*, an AT&T switching center or
10 point of presence).¹⁶ Accordingly, it is not possible to provide “dedicated
11 transport” because, even though more than one collocation is on the same cable
12 route, they are not on the same fiber.

13

¹⁵ In fact most of the fiber sheathes may only pass by the wire center, remaining in the conduit running down the street in front of the building rather than being split off to enter the wire center. In addition, there is no guarantee that all the fibers that are “peeled off” the main cable actually run to the CLEC’s collocation. Once the fiber strands enter the cable vault of the wire center, the incumbent generally provides the connection between the cable vault and the collocation. Frequently, there is a sizeable charge applied *per fiber strand* connected. Hence, the CLEC may not opt to even connect all strands within a sheath to its collocation.

¹⁶ In some instances a third location may be on the ring. This third location will typically be an access point to one or more long distance carriers. In any event, new ring construction practices do not provide for multiple incumbent wire centers on the same ring. In the rare instances that multiple incumbent wire centers exist on the same ring, this condition is likely to be the result of (1) acquiring the fiber network of a company that deployed such configurations or (2) sales force error (*e.g.*, sales personnel making commitments based on an erroneous belief that a building was on AT&T’s network when it was not). In any event, the presence of multiple incumbent wire centers on the same ring/transmission system is a rare operational exception to AT&T’s network engineering practices.

1 **Q WHY WOULD A CLEC PUT A COLLOCATION ON THE SAME FIBER**
2 **CABLE BUT NOT THE SAME FIBER?**

3 A There are a number of practical reasons. First, the ability to place a collocation on
4 a particular fiber presumes operational readiness of all the collocations on the
5 fiber at essentially the same time the fiber strand/system was activated. Said
6 another way, the entire transmission system can only be activated when the last
7 node is ready. Past experience has shown that delay at one or more sites is
8 frequently experienced. For example, delays in collocation readiness or
9 construction impediments at only one location may force the carrier to choose
10 between a deferral of activation for the entire system or to implement a different
11 network design. Such a delay, in turn, may make the difference between whether
12 or not a large retail customer accepts service from the CLEC. Therefore, the more
13 practical approach is to run the fiber cable into a location (or to the access point
14 just outside the wire center), if possible, and then activate each collocation on its
15 own two-point ring using its own fiber pair.¹⁷ This has the advantage of divorcing
16 the timing of the cable construction from the timing of collocation activation or
17 augment. A second major advantage is that extremely precise projections of the

¹⁷ The term "fiber pair" is used here as a term of convenience. Typically, a bi-directional (protected) transmission system utilizes one pair of fibers to transmit traffic in one direction (*e.g.*, a clockwise direction) with a second pair assigned to provide transmission in the opposite direction (*e.g.*, the counterclockwise direction). This provides for immediate restoration capability in the event of a fiber cut or transmission equipment failure on the active path. Accordingly four fiber strands terminate on the optical multiplexer but two fiber strands (one in the primary and one in the backup direction) are required for the entire "circumference" of the ring. Note, however, that the segment from A to B does not necessarily occupy the same fiber pair as the connection from B to A.

1 demand accessible at the collocation are not required – just a reasonable assurance
2 that a minimum critical mass will be achieved. After that, capacity needed to
3 provide service can be achieved using the existing capacity of the two-point
4 system (*i.e.*, by adding plug-in modules) or by upgrading the system to higher
5 transmission capacities (*e.g.*, from OC48 to OC192). Should such an upgrade be
6 required, it impacts only the customers served out of that particular wire center.
7 In contrast, if multiple wire centers were on the same transmission system (*i.e.*,
8 fiber) all the wire centers on that fiber are potentially affected by a
9 reconfiguration.

10 **Q ISN'T IT TECHNICALLY FEASIBLE FOR A CLEC TO CREATE A**
11 **CONNECTION IF THE TWO OFFICES ARE ON THE SAME FIBER**
12 **CABLE?**

13 **A** Yes, but there is a significant distinction between what is technically feasible and
14 what is operationally and economically practical. Even though technology may
15 permit a carrier to create a dedicated transport path between two points, the cost
16 of doing so can be substantial, particularly given that the demand between the two
17 endpoints in the incumbent's network will likely be very small. Accordingly, the
18 FCC's trigger analysis properly requires that a "trigger firm" actually be
19 providing service between the identified offices that form a dedicated transport
20 route. As with all facilities construction, a carrier cannot rationally be expected to
21 incur the costs of providing connections unless it is a rational approach to the

1 serving arrangement and has the prospect to generate revenues sufficient to cover
2 the costs incurred. And it is highly likely that a CLEC's demand for capacity
3 between two ILEC wire locations on its own ring would be too small to justify
4 such an approach.

5 **Q WHY DO YOU SAY A CLEC WOULD NOT BE IN THE BUSINESS OF**
6 **PROVIDING THE EQUIVALENT OF DEDICATED TRANSPORT ON A**
7 **RETAIL BASIS?**

8 A The practical purpose of connecting one ILEC office to another (as opposed to
9 connecting each office to the CLEC's network) is either (1) to provide a dedicated
10 (private line) retail service between two customer premises, one of which is
11 served by a loop from office A and the other served by a loop from office B, or
12 (2) to provide wholesale service to other carriers between those two endpoints.
13 Only the former situation would result in a condition appropriate for consideration
14 in a self-provisioning trigger, and even then only if the total demand were less
15 than 12 DS3s worth of capacity (the only capacity that can be obtained as a UNE).
16 Using such a configuration for retail service strains credibility. A customer that
17 might have substantial demand between two ILEC wire centers would also (most
18 likely) have even more traffic running to locations well beyond those two wire
19 centers. That is, a customer is unlikely to have multi-megabits of transmission
20 between two points in close proximity unless those two points are also connected
21 to many other locations outside the local area. Given that such a hypothetical

1 customer would be a very large enterprise customer, the CLEC would likely also
2 build the loop out to the customer location. Accordingly, the CLEC would not be
3 using or providing “dedicated transport” in that case, because the end-points of
4 the facility are two customer premises, not two incumbent wire centers.
5 Furthermore, the interconnection of the segments (loop and transport) would not
6 likely occur in the incumbent’s offices but would instead be made in a building
7 where the CLEC has unrestricted access, typically one owned (or leased) by the
8 CLEC. Again, such a configuration would not connect two ILEC wire centers
9 and therefore could not even be considered a dedicated transport configuration.

10 **Q WHY WOULD THE CLEC LIKELY CONNECT THE SELF-PROVIDED**
11 **LOOP AND INTERPREMISES SEGMENT AT A LOCATION OTHER**
12 **THAN THE TRADITIONAL SERVING WIRE CENTER (OF THE**
13 **INCUMBENT) FOR THE PREMISES?**

14 **A** The self-constructed loop facility would generally run back to the CLEC’s
15 network node, rather than to ILEC collocation, and then be connected to other
16 fiber as the particular customer design warrants. This affords the CLEC a better
17 ability to control service quality, because its nodes are generally manned round-
18 the-clock, or at least are generally accessible. In addition, fewer potential points
19 of failure (splice points and add/drop multiplexers) are generally involved.
20 Furthermore, CLECs generally employ collocation to obtain interconnection with
21 the incumbent LEC’s network and to gain access to UNEs. In this instance,

1 neither is involved. As a result, a CLEC would not ordinarily use costly
2 collocations to create the connection, particularly one that connects facilities that
3 it self-provides entirely from the customer's premises to its network.

4 **Q ARE THERE OTHER REASONS WHY A CLEC WOULD NOT PROVIDE**
5 **“DEDICATED TRANSPORT” DESPITE HAVING A CABLE BETWEEN**
6 **TWO INCUMBENT OFFICES?**

7 A Yes. Equally important from an operational/network perspective, is the fact that
8 transmission capacity on a multi-node fiber ring is “zero sum.” That means that if
9 capacity is “drained off” to provide direct termination of traffic between two
10 points on the ring (*i.e.*, to provide dedicated transport between two ILEC offices),
11 it reduces the CLEC's capacity to terminate traffic at other points on the same
12 ring. This occurs because all traffic on a protected ring travels around the entire
13 ring on a transmission system that has fixed capacity.¹⁸

14 A simple example can help illustrate the constraint. The table below describes an
15 OC48 system on a hypothetical CLEC ring that passes through two ILEC central
16 offices and a CLEC switching node. In this example, all traffic from ILEC office
17 A is routed directly to the CLEC's switching node and all traffic from ILEC office
18 B is also routed directly to the CLEC's switching node, and there are no direct

¹⁸ This characterization is a simplification. In actuality, it is more likely that the transmission segment will be active in only one direction. In the event that a transmission failure is detected, the system will automatically activate a transmission path in the opposite direction.

1 connections between ILEC offices A and B. In that case, the ring has
2 characteristics shown below:

Task	Direction	Collo A	CLEC Node N	Collo B
Transmit	Clockwise	A-N: 24 B-A-N: 24	N-B: 24 N-B-A: 24	N-B-A: 24 B-A-N: 24
Receive	Clockwise	N-B-A: 24; B-A-N: 24	A-N: 24 B-A-N: 24	N-B: 24 N-B-A: 24
Transmit	Counter clockwise	A-B-N: 24 N-A-B: 24	N-A-B: 24 N-A: 24	A-B-N: 24 B-N: 24
Receive	Counter clockwise	N-A-B: 24 N-A: 24	A-B-N: 24 B-N: 24	A-B-N: 24 N-A-B: 24

3 The entire capacity of the system is utilized in the above example.

4 However, if the CLEC were to reconfigure its ring to permit the direct exchange
5 of traffic between ILEC offices A and B, the capacity available to permit ingress
6 and egress at the CLEC's network (*i.e.*, A to N and B to N) is reduced. In this
7 case, let us assume 6 DS3s are provisioned between A and B. The carrier's
8 revised network configuration is reflected in the following table:

Task	Direction	Collo A	CLEC Node N	Collo B
Transmit	Clockwise	A-N: 21 B-A-N: 21 A-N-B: 6	N-B: 21 N-B-A: 21 A-N-B: 6	N-B-A: 21 B-A-N: 21 B-A: 6
Receive	Clockwise	N-B-A: 21; B-A-N: 21	A-N: 21 B-A-N: 21	N-B: 21 N-B-A: 21

		B-A: 6	A-N-B: 6	A-N-B: 6
Transmit	Counter clockwise	A-B-N: 21 N-A-B: 21 A-B: 6	N-A-B: 21 N-A: 21 B-N-A: 6	A-B-N: 21 B-N: 21 B-N-A: 6
Receive	Counter clockwise	N-A-B: 21 N-A: 21 B-N-A: 6	A-B-N: 21 B-N: 21 B-N-A: 6	A-B-N: 21 N-A-B: 21 A-B: 6

1 Thus, the direct routing of traffic between intermediate points on a ring will be the
2 rare exception rather than the rule, because it “steals” capacity from the
3 mainstream purpose of the CLEC’s self-provided facilities – to connect retail
4 customers to its network.

5 **Q WOULD THE SUBOPTIMIZATION YOU DESCRIBED ABOVE BE**
6 **ADDRESSED BY EFFECTIVELY MAKING A CONNECTION**
7 **BETWEEN THE TWO INCUMBENT OFFICES AT THE CLEC’S NODE?**

8 A No, not without the insertion of additional grooming functionality. This
9 grooming capability is provided through a device such as a Digital Cross-
10 connection System (DCS). A DCS is not an inexpensive device and itself
11 consumes floor space and power resources. Nevertheless, the Commission must
12 keep in mind that technical feasibility is not sufficient evidence to conclude that
13 there has been actual provisioning of dedicated transport. I believe that it is a rare
14 instance when the following converge:

- 15 • Two customer premises with substantial inter-premises demand
- 16 justifying a dedicated connection for only that demand, and
- 17 • The two locations home on different ILEC wire centers in the same
- 18 local area, and

- 1 • A CLEC has deployed a fiber cable between the two wire centers and
2 connects the collocations within each wire center, and
- 3 • The two wire centers are connected to a common CLEC network
4 location on a transmission system having sufficient available capacity
5 and the same transmission system on the same fiber, and
- 6 • The CLEC finds that the point-to-point demand between the locations,
7 when combined with other demand at those premises is insufficient to
8 build its own loop, (or in the alternative, chooses to build a loop to the
9 collocation in the ILEC office rather than to its own network access
10 point), and
- 11 • The CLEC has sufficient spare capacity for backhaul to its own
12 network that the carrier can afford to dedicate demand to the point-to-
13 point application.

14 Each condition is unlikely to occur. The joint probability of all six occurring is
15 practically nil.

16 **Q. PLEASE EXPLAIN YOUR POSITION THAT QWEST HAS FAILED TO**
17 **PRESENT THE INFORMATION NECESSARY TO IDENTIFY ROUTES**
18 **SERVED BY COMPETITIVE PROVIDERS.**

19 A. As I stated in Section III above, the FCC has defined dedicated transport as “a
20 connection between wire center or switch ‘A’ and wire center or switch ‘Z’.”
21 The FCC elaborated that “even if, on the incumbent LEC’s network, a transport
22 circuit from ‘A’ to ‘Z’ passes through an intermediate wire center ‘X,’ the
23 competing providers must *offer service* connecting wire centers ‘A’ and ‘Z,’

1 although the physical facilities need not follow the same path through the network
2 as that employed by the incumbent LEC. Qwest has not demonstrated that any,
3 much less three CLECs, connect the same two incumbent offices using an
4 unswitched path over self-deployed facilities.

5 **Q. IF THERE IS AN INTERMEDIATE SWITCH ON THE PATH THAT IS**
6 **REQUIRED TO CONNECT POINTS “A” AND “Z”, IS THE PATH**
7 **DEDICATED TRANSPORT?**

8 A. No. There is no historical precedent to justify the designation of a path that
9 requires intermediate switching as “dedicated” transport.

10 **Q. WHY IS IT NECESSARY FOR QWEST TO DEMONSTRATE THAT**
11 **DEDICATED TRANSPORT SERVICE IS BEING PROVIDED ON EACH**
12 **ROUTE?**

13 A. As I stated earlier in my testimony, CLECs generally establish collocation
14 arrangements primarily, if not exclusively, for the purpose of aggregating
15 unbundled loop facilities and connecting them to a facility terminating at the
16 CLEC network (*i.e.*, on a switch or at a network node). Thus, dedicated transport
17 purchased from the ILEC is typically employed within the CLEC network as the
18 functional equivalent of ILEC loop feeder plant,¹⁹ not to provide service between
19 two intermediate ILEC offices on the CLEC’s local ring. Because collocations

¹⁹ The Commission should note that the feeder subloop UNE is not eligible for unbundling relief.

1 are generally not used to provide transport connectivity between ILEC wire center
2 pairs, Qwest's "connect the dots" approach drastically overstates the number of
3 actual transport routes connecting wire centers and cannot be used to support its
4 transport trigger claims.

5 **Q. WHY WAS IT NECESSARY FOR QWEST TO IDENTIFY THE**
6 **SPECIFIC CAPACITY LEVELS IN SERVICE AT EACH LOCATION?**

7 A. It is essential that equipment being used for OC(n) level services be distinguished
8 from equipment providing DS3 or dark fiber transport. As the FCC determined,
9 carriers generally configure transport facilities at much higher capacity levels than
10 a DS3, so a reasonable assumption is that, even if there actually is a connection
11 between two Qwest wire centers, it is most likely provisioned at an OC(n) level of
12 capacity for data networking purposes, which would make it inapplicable for the
13 self-provisioning trigger. Ms. Torrence states that Qwest assumed that if carriers
14 deploy at the OC(n) levels they are capable of providing service at DS1 or DS3
15 levels.²⁰ However, self-provisioned facilities at the OC(n) level do not qualify as
16 trigger candidates.

²⁰ Torrence Direct (Exhibit RT-1T) at 12.

1 **Q. BASED UPON THE INFORMATION PRESENTED BY QWEST, IS IT**
2 **POSSIBLE TO DETERMINE WHETHER ANY TRANSPORT ROUTES**
3 **MEET THE SELF-PROVISIONING TRIGGER?**

4 A. No. Due to the fundamental errors in Qwest's approach, it has not presented the
5 appropriate information nor has it performed the required follow-on analysis. The
6 only information that Qwest has presented at the present time is an over-inclusive
7 list of collocations, each of which may or may not be currently part of a transport
8 route, and as to each potential route, the capacity level is undetermined. Qwest's
9 connect-the-dots approach thus relies upon multiple leaps of faith not an
10 examination of fact.

11 The Commission should also note in this context that if it were to accept Qwest's
12 approach, which simply looks at end-points instead of the actual use of facilities
13 between the end-points (as the *TRO* requires), small errors have expansive
14 impacts. For example, if the ILEC identified 7 collocations as endpoints for
15 alleged transport routes but 3 of the seven collocations were actually cases where
16 the CLEC has deployed only entrance facilities, 15 of the 21 identified routes
17 would be *erroneously* walled off from competition.²¹ Thus, small errors of
18 classification have substantial impact on the Commission's analysis, and the

²¹ The calculation of possible routes is based on the formula $n*(n/2)$, where "n" is the number of end points (here common buildings where at least three unaffiliated carriers all possess fiber-based collocation). This formula can be found in any basic statistics book: it is the number of unique pairs (or combinations) that can be drawn from a population when order of the pair drawn does not matter. Accordingly, with 7 points the number of affected routes is $7*(6/2) = 21$. Thus, if the actual number of connected offices were in fact 4 (rather than 7), the number of routes that actually have connectivity is $4*(3/2) = 6$, and the result of using the ILEC's "connect the dots" method is 15 misclassified routes.

1 incumbent's approach is prone to large classification error. And, of course,
2 classification errors work only to the incumbent's advantage, because they expand
3 the cases in which potential competitors are inappropriately denied access to
4 UNEs.

5 **Q. TO BE CLEAR, DO THE POTENTIAL TRANSPORT ROUTES**
6 **MENTIONED ABOVE MEET THE SELF-PROVISIONING TRIGGER?**

7 A. No. Identifying the end points only identifies possible routes for which the
8 triggers may be met, and simply narrows the field for further consideration. Thus,
9 it is the first step of the analysis, but hardly the last. These routes still need to be
10 examined to determine whether connections exist for 3 or more carriers between
11 each endpoint and that specific capacities are being offered to customers,
12 consistent with the FCC requirement. It is only by completing these additional
13 steps that the possibility of serious impact due to misclassification is minimized.

14 **Q. ARE THERE ANY OTHER FLAWS THAT YOU OBSERVED IN**
15 **QWEST'S ANALYSIS AS TO DEDICATED TRANSPORT?**

16 A. Yes. In addition to the fact that Qwest failed to provide the appropriate data
17 concerning connections between wire centers, Qwest also did not attempt to
18 determine for any of the identified routes whether the routes pass through a CLEC
19 switch. As I discussed above, dedicated transport does not rely upon an
20 intermediate switch to create the end-to-end connection. To constitute dedicated

1 transport under the self-provisioning trigger, not only must all or part of the
2 facility be dedicated to a particular carrier or use, but there also cannot be any
3 switching interposed along the transport route. For example, if a CLEC has a
4 transport route that runs from its collocation space to its own switch (*i.e.*, the
5 CLEC deployed an entrance facility), that route is *not* dedicated transport under
6 the *TRO* and may not be counted toward the self-provisioning (or the wholesale)
7 trigger.

8 **Q. HOW SHOULD THE COMMISSION PROCEED TO THE EXTENT**
9 **THAT QWEST HAS NOT COLLECTED ALL OF THE DATA**
10 **NECESSARY TO DEMONSTRATE THE TRIGGERS ARE MET?**

11 A. The burden of proof to show that the self-provisioning trigger and wholesale
12 trigger have been met is on Qwest, and it must demonstrate that the FCC's
13 national findings of impairment do not apply for specific routes at specific
14 capacity levels. And critically, CLECs will be irreparably harmed if they are
15 denied access to transport for routes where they are actually impaired, as would
16 occur if the Commission were to accept Qwest's superficial "connect the dots"
17 approach. There is no doubt that the analysis required by the *TRO* requires
18 rigorous data collection and careful assessment, examination and verification.
19 The CLECs should not be penalized (and Qwest rewarded) if Qwest's case is
20 deficient, nor are the CLECs required to disprove Qwest's allegations.

1 **V. WHOLESALE TRIGGER FOR DEDICATED TRANSPORT**

2 **Q. WHAT IS THE PURPOSE OF THE FCC’S WHOLESALE TRIGGER FOR**
3 **DEDICATED TRANSPORT?**

4 A. In the *TRO*, the FCC made a national finding that CLECs were impaired with
5 respect to access to dedicated transport. The FCC allowed that ILECs may
6 challenge these impairment findings on a route-specific basis before the state
7 commissions. One of the ways Qwest may demonstrate non-impairment is by
8 showing that a sufficient number of other carriers offer dedicated transport on a
9 wholesale basis. This is known as the “Wholesale Trigger.”

10 The Wholesale Trigger provides Qwest an opportunity to demonstrate that there is
11 no impairment for a specific route by identifying locations for which there are
12 alternative providers offering wholesale transport services to CLECs. In addition
13 to evidence provided under the self-provisioning trigger, Qwest is also obliged to
14 demonstrate that the alternative provider: (1) is actually offering wholesale
15 service on a widely available basis for the specific route at the requisite capacity
16 level; (2) has equipped its network to facilitate numerous wholesale customers;
17 and (3) has developed the appropriate systems and procedures to manage a
18 wholesale business.

1 **Q. WHAT CAPACITY LEVELS ARE SUBJECT TO THE WHOLESALE**
2 **TRIGGERS FOR TRANSPORT?**

3 A. Wholesale transport at both the DS1 and DS3 levels are subject to the Wholesale
4 Trigger. Dark fiber transport is also subject to the Wholesale Trigger.

5 **Q. WHAT MUST QWEST DEMONSTRATE TO THIS COMMISSION TO**
6 **SATISFY THE WHOLESALE TRIGGER FOR DEDICATED**
7 **TRANSPORT?**

8 A. The Wholesale Trigger examines whether there are two competing providers
9 offering a bona fide wholesale product to other carriers on the specific route.

10 **Q. WHAT MUST QWEST DEMONSTRATE TO SATISFY THE**
11 **WHOLESALE PROVISIONING TRIGGER FOR DEDICATED**
12 **TRANSPORT?**

13 A. The wholesale trigger for dedicated transport requires specific evidence that:

- 14 • Two or more competing providers not affiliated with each other or with
15 Qwest are present on the route;
- 16 • Each provider has deployed its own transport facilities “and is
17 operationally ready to use those facilities to provide dedicated ... transport
18 along the particular route”;
- 19 • Each provider “is willing immediately to provide, on a widely available
20 basis,” dedicated transport to other carriers on that route;
- 21 • Each provider’s “facilities terminate in a collocation arrangement at each
22 end of the transport route that is located at an incumbent LEC premises
23 *and* in a similar arrangement at each end of the transport route that is not
24 located at an incumbent LEC premises”; and

- 1 • Requesting telecommunications carriers are able to obtain reasonable and
2 nondiscriminatory access to the competing provider's facilities through a
3 cross-connect to the competing provider's collocation arrangement.²²

4 **Q. FOR THE WHOLESALE TRIGGERS TO APPLY, MUST A CARRIER**
5 **OFFER AT WHOLESALE THE SPECIFIC CAPACITY LEVELS IN**
6 **QUESTION?**

7 A. Yes. The *TRO* contemplates that the Wholesale Trigger applies when a carrier
8 offers for wholesale the particular capacity level in question. For example, a
9 carrier that is a wholesale provider of transport at the OC(n) capacity level would
10 not necessarily offer transport at the DS1 and DS3 levels on a "widely available"
11 basis, nor can it be assumed that it does so. Therefore, Ms. Torrence's
12 assumption -- that carriers that deploy fiber facilities at the OC(n) level are
13 capable of provisioning facilities at the DS1 and DS3 level²³ -- is meaningless for
14 purposes of the wholesale trigger, because not only it does fail to show that the
15 carrier is actually offering the service at a particular capacity level (either DS1 or
16 DS3), it fails to show that the carrier is making the transport widely available to
17 other carriers at a particular capacity level.

²² See 47 C.F.R. § 51.319(e)(1)(ii) [DS1 transport], 51.319(e)(2)(i)(B) [DS3 transport], 51.319(e)(3)(i)(B) [dark fiber transport].

²³ Torrence Direct (Exhibit RT-1T) at 12.

1 **Q. IN ADDITION TO THE ISSUES YOU HAVE IDENTIFIED THAT NEED**
2 **TO BE ADDRESSED IN THE SELF-PROVISIONING ANALYSIS, ARE**
3 **THERE ADDITIONAL ISSUES QWEST NEEDS TO ADDRESS IN**
4 **ORDER TO SATISFY THE WHOLESALE TRIGGER?**

5 A. Yes. A significant threshold issue is to ensure that Qwest is not overly broad in
6 its identification of wholesale providers. Many carriers may provide some
7 wholesale services, but may not be in a position to elect to offer the specific
8 transport services necessary to satisfy the Wholesale Trigger. For example, a
9 carrier may offer wholesale long distance voice services, and may also have
10 established collocation arrangements for the self-provision of a data service for a
11 specific retail customer. The fact that the carrier is a wholesale provider of an
12 unrelated service is not relevant to the trigger analysis if the carrier is not offering
13 wholesale services between specific ILEC wire centers.²⁴

14 **Q. IS THE REQUIREMENT OF OPERATIONAL READINESS THE SAME**
15 **FOR THE WHOLESALE TRIGGER?**

16 A. No. In addition to the requirements of the self-provisioning trigger, Qwest also
17 must demonstrate that the wholesale provider is operationally ready and willing to
18 provide transport to other carriers at each capacity level. At a minimum, Qwest
19 must show that each wholesale provider:

²⁴ See *TRO*, ¶ 412, n. 1272.

- 1 • Has sufficient systems, methods and procedures for pre-ordering,
2 ordering, provisioning, maintenance and repair, and billing;
- 3 • Possesses the ability to actually provision wholesale dedicated transport
4 along the identified route;
- 5 • Is capable of providing transport at a comparable level of capacity,
6 quality, and reliability as that provided by Qwest;
- 7 • Is collocated in each central office at the end point of each transport route;
- 8 • Has the ability to provide wholesale transport in reasonably foreseeable
9 quantities, including having reasonable quantities of additional, currently
10 installed capacity;
- 11 • Reasonably can be expected to provide wholesale transport capacity on a
12 going-forward basis; and
- 13 • Can provide service in a commercially reasonable timeframe, because if it
14 takes too long to receive service customers will not sign up with CLECs.

15 **Q. WHAT DOES "WIDELY AVAILABLE" MEAN FOR THE WHOLESALE**
16 **FACILITIES TRIGGERS?**

17 A. To be widely available, service must be made available on a common carrier
18 basis, for example, through a tariff or standard contract. An offer to negotiate an
19 individualized private carriage contract does not constitute being widely available.
20 In addition, each carrier identified as a wholesale provider must be able
21 “immediately to provide” wholesale service.²⁵ This is one reason Ms. Torrence’s
22 capability assumption is faulty. If the carrier is required to construct facilities in
23 order for the service to be made available, then the service is not widely available.

²⁵ 47 C.F.R. § 51.319(e).

1 **Q. WHAT DOES IT MEAN TO HAVE REASONABLE ACCESS TO THE**
2 **WHOLESALE PROVIDER?**

3 A. One example is that requesting carriers have access to ILEC-provided cross-
4 connects, whether to other CLEC collocations or to other forms of incumbent
5 wholesale transport at nondiscriminatory rates, terms, and conditions in
6 accordance with FCC and state commission rules. If carriers are not able to cross
7 connect at the Qwest central office, then they cannot obtain access to the
8 wholesale providers' facilities.

9 Similarly, functional and efficient systems and processes for ordering and
10 provisioning and maintaining capacity must exist for the identified wholesaler.
11 Without workable means to order and support services, the service is not of
12 equivalent quality to Qwest's and reasonable access to the wholesaler does not
13 truly exist. Furthermore, requesting carriers also must be able to order circuits to
14 terminate in all qualified wholesale providers' collocation space without
15 unreasonable limitations as to quantity or quality.

16 **Q. WHAT ARE THE REMAINING STEPS?**

17 A. Qwest then must demonstrate that particular carriers satisfy the trigger for the
18 particular transport routes. Qwest 's evidence must differentiate among each
19 capacity type and for each transport route.

1 The Commission must evaluate whether the carriers that Qwest has identified as
2 satisfying a trigger for a transport route meet the FCC's qualifying criteria. It is
3 AT&T's position that the Commission cannot classify any of the routes as
4 meeting the wholesale trigger based on the evidence that Qwest has submitted.

5 **VI. CRITIQUE OF QWEST WHOLESALE TRIGGER ANALYSES**

6 **Q. HAVE YOU REVIEWED QWEST 'S TESTIMONY CONCERNING THE**
7 **APPLICATION OF THE WHOLESALE TRIGGER TO DEDICATED**
8 **TRANSPORT ROUTES?**

9 A. Yes, I have reviewed the testimony of Ms. Rachel Torrence.

10 **Q. WHAT WERE THE CONCLUSIONS OF THE WHOLESALE TRIGGER**
11 **ANALYSIS AS PROVIDED BY QWEST?**

12 A. As I stated earlier, Qwest did not identify the routes based on what trigger it
13 believed has been met. It identified 29 routes and then identified all carriers on
14 the route it believed either were self-provisioning dedicated transport on the route
15 or were providing dedicated transport at wholesale. However, based on a review
16 of the 29 routes, Qwest has identified 2 or more wholesalers on the following
17 routes: 1, 2, 5-11 and 14-29.

1 **Q. PLEASE DESCRIBE QWEST'S PROCESS USED TO IDENTIFY**
2 **DEDICATED TRANSPORT ROUTES IT BELIEVED MET THE**
3 **WHOLESALE PROVISIONING TRIGGER.**

4 A. Qwest used the same "connect the dots" approach to collecting data that I
5 described above in my critique of the self-provisioning trigger and relied on the
6 carriers' web sites. Accordingly, the approach to wholesale triggers suffers from
7 the same defects in process, accuracy, reliability and completeness.

8 **Q. DOES QWEST'S ANALYSIS OF THE WHOLESALE TRIGGERS FOR**
9 **TRANSPORT SATISFY THE FCC REQUIREMENTS?**

10 A. No. Qwest's analysis of the wholesale trigger for transport incorporates all of the
11 flaws of the self-provisioning analysis mentioned in Section IV. There are also
12 several additional erroneous assumptions Qwest makes specific to the wholesale
13 requirements, including (1) describing competitors as wholesale providers even
14 though these carriers specifically stated in discovery that they do not provide
15 wholesale transport in Washington; (2) basing its identification of wholesale
16 providers primarily upon web site references; and (3) and listing routes despite a
17 lack of evidence regarding the capacity levels available.

1 **Q. PLEASE EXPLAIN HOW QWEST ERRONEOUSLY LABELED**
2 **COMPETITIVE PROVIDERS AS WHOLESALE PROVIDERS OF**
3 **TRANSPORT BETWEEN QWEST WIRE CENTERS?**

4 A. My review of the carriers' discovery responses to the Commission showed B2,
5 P4, P6, Y7 and Y3 specifically stated that they do not provide wholesale transport
6 between ILEC wire centers.²⁶ The discovery responses submitted by these
7 carriers show that they should not have been included on Qwest's list of
8 wholesale transport providers. TCG also responded that it does not provide
9 wholesale transport between ILEC wire centers that meets the FCC's trigger
10 definition and should not be included on RT-9HC.²⁷ Based on statements made to
11 AT&T, D1, J1 and Z6 also do not provide wholesale transport that meets the
12 FCC's trigger definition.

13 **Q. DID YOU REVIEW THE WEB PAGES QWEST RELIED ON?**

14 A. Yes. I reviewed the pages Qwest sent AT&T in response to AT&T's data
15 requests; and, in addition, I reviewed the web pages using the links identified on
16 page 21 of Ms. Torrence's testimony.
17 AT&T asked a series of data requests for the 25 routes on Exhibit RT-9HC
18 individually for each route and for every carrier identified on RT-9HC. AT&T
19 asked Qwest to provide all documents in its possession that show that each carrier

²⁶ See Exhibit AJG-3HC for discovery responses of B2, P4, P6, Y7, and Y3.

²⁷ See Exhibit AJG-4C for discovery responses of TCG.

1 is operationally ready and willing to provide DS1, DS3 and dark fiber at
2 wholesale on the route, and is making DS1, DS3 and dark fiber transport at
3 wholesale widely available on the route. The only evidence Qwest provided is
4 contained in Qwest's response to AT&T 03-203, along with the attached copies of
5 web pages for Allegiance, AT&T, ELI, Level 3, MCI, AboveNet (formally
6 MFN/MetroMedia, according to Qwest's notations), McLeod, Sprint, Williams
7 Communications and XO.²⁸ The data request for each route asked essentially the
8 same information (AT&T 03-204 through 03-287), and Qwest responded either
9 with a reference to AT&T 03-203 (a) – (i), or answered that the carrier was
10 omitted on Replacement RT-9HC. Therefore, the responses to AT&T's data
11 requests are suppose to represent the entire bases for Qwest's assertions that the
12 routes and carriers identified on the routes meet the wholesale trigger. After
13 reviewing the attachments to AT&T 03-203, I reviewed each of the web pages at
14 the links identified at page 12 of Ms. Torrence's testimony.²⁹

²⁸ See **Exhibit AJG-5**

²⁹ See **Exhibit AJG-6** for the web pages identified on page 12 of Ms. Torrence's direct testimony. I only provide copies of the web pages that were not provided as part of AT&T 3-203.

1 **Q. DO THE RESPONSE TO AT&T 03-203 AND THE WEB PAGES**
2 **IDENTIFIED BY MS. TORRENCE PROVIDE ANY INFORMATION**
3 **THAT CARRIERS PROVIDE DEDICATED TRANSPORT ON THE**
4 **FIRST 25 ROUTES IDENTIFIED ON RT-9HC?**

5 A. No. None of the web pages provide any evidence that the companies are
6 operationally ready and willing to provide DS1, DS3, and dark fiber transport
7 between *any* ILEC wire centers. None of the web pages, state that the companies
8 even *offer* dedicated transport between Qwest's, or any ILEC's, wire centers.
9 As a result, one cannot possibly reach the conclusion by looking at the web pages
10 that the companies make DS1, DS3 and dark fiber dedicated transport widely
11 available between Qwest wire centers. The web pages do not provide any support
12 that the carriers provide dedicated transport between Qwest wire centers on a
13 wholesale basis.

14 **Q. IS IT POSSIBLE FOR A CARRIER TO BE PROVIDING SERVICE TO**
15 **ANOTHER CARRIER ON A GIVEN TRANSPORT ROUTE, BUT NOT**
16 **BE CONSIDERED A WHOLESALE PROVIDER UNDER THE FCC**
17 **TRIGGERS?**

18 A. Yes. A key requirement under the FCC triggers is that the wholesale service be
19 widely and generally available. Carriers occasionally will provide service to other
20 carriers on an individual-case basis or based on unique circumstances. One such
21 example would be capacity swapping agreements in which capacity is not

1 generally offered at wholesale but capacity on route A is provided by carrier 1 to
2 carrier 2 in exchange for carrier 2's providing carrier 1 capacity on its route B.
3 These types of individual contract-type arrangements cannot qualify for the
4 wholesale trigger. Rather, the ILEC must demonstrate that service at or between
5 the specific locations meets the FCC requirements that the service be widely
6 available, and that requesting carriers have nondiscriminatory access to such
7 arrangements.

8 **Q. WHAT ARE THE IMPLICATIONS OF REMOVING CARRIERS FROM**
9 **QWEST'S LIST OF WHOLESALERS?**

10 A. When B2, P4, P6, D1, J1, Y3, Y7, Z6 and TCG are eliminated, the total number
11 of *potentially* qualifying routes is significantly reduced to 5 (Routes 1-6, 9-13, and
12 16-29 are eliminated).³⁰ AT&T still has not received discovery responses from a
13 number of CLECs. Those responses may reduce this number further.

14 **Q. IS THIS ADJUSTMENT ALL THAT IS REQUIRED TO CORRECT**
15 **QWEST'S APPROACH?**

16 A. No, the above merely demonstrates the significant impact of correcting just one
17 arbitrary assumption made by Qwest. As I stated in my analysis of the self-
18 provisioning trigger analysis for transport, all of the routes Qwest identifies

³⁰ This count takes into account H5's response to AT&T's data request that it does not self-provision transport on any of the routes identified on Exhibit RT-9HC. See **Exhibit AJG-7HC** for discovery responses of H5.

1 cannot be used to support the triggers. That is, no showing is made that the
2 transport routes met the FCC's requirements to be trigger candidates.

3 **Q. BASED UPON YOUR REVIEW OF THE INFORMATION COLLECTED**
4 **AND PROVIDED BY QWEST, HOW MANY TRANSPORT ROUTES**
5 **SATISFY THE TRIGGERS?**

6 A. Qwest has simply not made the showing necessary for the Commission to
7 conclude that the triggers have been met for any of the locations it has identified.
8 Accordingly, the Commission should not make a finding other than that
9 impairment still exists for transport.

10 **Q. DOES THIS CONCLUDE YOUR TESTIMONY?**

11 A. Yes, it does.