1	BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION		
2	COMMISSION		
3	In the Matter of the Investigation into	)	
4		) ) Docket No. UT-003022 ) Volume IX ) Pages 981 - 1038 ) )	
5	U S WEST COMMUNICATIONS, INC,'s		
6	Compliance with Section 271 of the Telecommunications Act of 1996		
7	In the Matter of	)	
8 9	U S WEST COMMUNICATIONS, INC.'s	) Docket No. UT-003040 ) Volume IX ) Pages 981 - 1038	
	Statement of Generally		
10	Available Terms Pursuant to Section 252(f) of the	)	
11	Telecommunications Act of 1996	)	
12			
13	A prehearing conference in the above matter		
14	was held on October 4, 2000, at 9:09 a.m., at 1300		
15	South Evergreen Park Drive Southwest, Olympia,		
16	Washington, before Administrative Law Judge ANN E.		
17	RENDAHL.		
18			
19	The parties were present as follows:		
20	AT&T, by MARY B. TRIBBY, Chief Regulatory Counsel, 1875 Lawrence Street, Room 1500, Denver,		
21	Colorado 80202.		
22	QWEST CORPORATION, by LISA A. ANDERL, Senior Attorney, 1600 Seventh Avenue, Suite 3206, Seattle, Washington 98191. (Via Bridge)		
23			
24	WORLDCOM and COVAD, by BROOKS E. HARLOW, Attorney at Law, Miller Nash, 601 Union Street, Suite 4400, Seattle, Washington 98101-2352.		
25	-		

00982 QWEST CORPORATION, by STEVEN R. BECK, Senior 1 Attorney, 1801 California Street, Suite 3800, Denver, 2 Colorado 80202. 3 THE PUBLIC, by SIMON J. FFITCH, Assistant Attorney General, 900 Fourth Avenue, Suite 2000, 4 Seattle, Washington 98164-1012. (Via Bridge) 5 WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION, by PAULA STRAIN, Commission Staff, 1300 б South Evergreen Park Drive Southwest, Olympia, Washington 98504. (Via Bridge.) 7 SPRINT, by ERIC S. HEATH, Attorney at Law, 330 South Valley View Boulevard, Las Vegas, Nevada 8 89107. (Via Bridge) 9 ECHELON TELECOM, INC., by RENEE ANDERSON for KAREN CLAUSON, 730 Second Avenue South, Suite 1200, 10 Minneapolis, Minnesota 55402. (Via Bridge) 11 TRACER, RHYTHMS LINKS, INC., TELIGENT SERVICES, INC., BROADBAND OFFICE COMMUNICATIONS, INC., 12 by LISA F. RACKNER, Attorney at Law, Ater Wynne, 222 13 Southwest Columbia, Suite 1800, Portland, Oregon 97201. (Via Bridge) 14 NEXTLINK WASHINGTON, INC., ELECTRIC 15 LIGHTWAVE, INC., ADVANCED TELECOM GROUP, INC., by MARY STEELE, Attorney at Law, Davis Wright Tremaine, 1501 16 Fourth Avenue, Suite 2600, Seattle, Washington 98101. (Via Bridge) 17 18 19 20 21 22 23 24 Kathryn T. Wilson, CCR 25 Court Reporter

00983 1 PROCEEDINGS 2 JUDGE RENDAHL: Let's be on the record. We 3 are here for a prehearing conference this morning in Docket Nos. UT-003022 and 003040, which is the request 4 5 by U S West for 271 approval and also review of its б SGAT. Today is Wednesday, October 4th. We are here in 7 Olympia, Washington. I am Ann Rendahl, the administrative law judge presiding over this matter. 8 Let's take appearances starting with Qwest, and we have 9 10 here in the hearing room Mr. Beck. 11 MR. BECK: This is Steve Beck, senior 12 attorney for Qwest Corporation. Do we need any more 13 identification? 14 JUDGE RENDAHL: If your information is still the same, I don't think we need that. If anyone has 15 16 already given full information for the record, that 17 being name, who you represent, your address, phone 18 number, fax, and e-mail, then you don't need to give it 19 today. If you are appearing before us today for the 20 first time, then please give us that information. 21 Lisa? 22 MS. ANDERL: Lisa Anderl on the bridge line, 23 senior attorney representing Qwest Corporation. 24 JUDGE RENDAHL: AT&T? 25 MS. TRIBBY: Mary Tribby on behalf of AT&T.

00984 1 JUDGE RENDAHL: Mr. Harlow? 2 MR. HARLOW: Brooks Harlow appearing on 3 behalf of WorldCom and Covad. We are not appearing on 4 behalf of our other clients at this prehearing this 5 morning. 6 JUDGE RENDAHL: Thank you. On the bridge 7 line starting with Ms. Rackner. MS. RACKNER: Lisa Rackner on behalf of 8 TRACER, Rhythms, Broadband Office, and Teligent. 9 10 JUDGE RENDAHL: Ms. Rackner, I believe we have your information for the record. At the last 11 12 prehearing conference, Mr. Butler with the assistance 13 of, I believe it was Ms. Hopfenbeck, we have most of 14 your information. If you could give us your phone, fax number, and e-mail, that would be helpful. 15 16 MS. RACKNER: My phone number is (503) 17 226-1191. My e-mail address is lfr@aterwynne.com, and 18 my address is 222 Southwest Columbia, Suite 1800, 19 Portland Oregon, 97201. 20 JUDGE RENDAHL: Would you please give us your 21 fax number? 22 MS. RACKNER: (503) 226-0079, and I 23 appreciate everybody's indulgence in the shifting of 24 attorneys here while Art is on sabbatical. 25 JUDGE RENDAHL: There is quite a lot of

00985 shifting going on, so it's not just you. Ms. Anderson? 1 2 MS. ANDERSON: Renee Anderson with Echelon 3 Telecom, Inc., and I am listening on behalf of Karen 4 Clauson. 5 JUDGE RENDAHL: Has Echelon appeared in this б proceeding before? 7 MS. ANDERSON: I believe Karen did listen in 8 on the last one. MR. HARLOW: I think Mr. Ehlers (phonetic) 9 10 initially intervened for Echelon. 11 MS. ANDERSON: Karen has not taken over the 12 position for the company. JUDGE RENDAHL: If you could send into the 13 14 records center a notice of substitution of counsel, 15 that would be helpful. 16 MS. ANDERSON: Okay. 17 JUDGE RENDAHL: Is Ms. Harris on the line? 18 Mary Steele? 19 MS. STEELE: Mary Steele of Davis Wright 20 Tremaine representing Nextlink Washington, Electric 21 Lightwave, and Advanced Telcom Group. 22 JUDGE RENDAHL: Mr. Heath? 23 MR. HEATH: Eric Heath for Sprint 24 Corporation. 25 JUDGE RENDAHL: Ms. Strain?

00986 1 MS. STRAIN: Paula Strain, Commission staff. 2 JUDGE RENDAHL: I should let all of you know 3 I've delayed sending out the prehearing conference order from the August prehearing because many of these 4 5 issues as I started to write it started shifting, and I 6 still didn't have resolution of our follow-up workshop 7 dates, so I'm going to send out an order by the end of 8 the week combining both prehearing conferences. 9 Let's start talking about Workshop 2. First, 10 let's talk about Qwest's request to shift Section 272 11 issues to a further workshop. I don't necessarily want 12 to get into the issue now as to which workshop that 13 should go into. It seemed to me from the parties' 14 responses that no one was really objecting to that in 15 that it could be moved to another workshop; although, I 16 do understand AT&T had certain issues about the 17 process. Mr. Beck or Ms. Anderl, do you have any 18 additional comments you want to make about your request 19 to shift 272, or can we go on your written submission? 20 MR. BECK: Judge, if we are merely talking 21 about the issue of whether it should be taken out of 22 Workshop 2 and put somewhere else --23 JUDGE RENDAHL: That's all we are talking 24 about. 25 MR. BECK: -- then I think we are fine on

00987 1 our submission. 2 JUDGE RENDAHL: Ms. Tribby. 3 MS. TRIBBY: I'm trying to work within the 4 parameters here that you just set. 5 JUDGE RENDAHL: I quess I should say I know 6 AT&T has concerns and I would like to hear them, and 7 after that, I would give Qwest an opportunity to respond. I just want to know, should it be moved. If 8 9 it should be moved, we can discuss about where later, 10 but I also do want to give you an opportunity to 11 address the issue that you raised in your letter. 12 MS. TRIBBY: With respect to the first issue, 13 I think it has to be moved out of Workshop 2 because 14 it's just not ready. 15 JUDGE RENDAHL: Mr. Harlow? 16 MR. HARLOW: Covad and WorldCom concur. It's 17 not ready for Workshop 2 and should be moved somewhere, 18 and we will address the where when you are ready. 19 JUDGE RENDAHL: Anyone else on the bridge 20 line wish to comment on whether 272 issues should be 21 moved? 22 MR. HEATH: Sprint would concur in WorldCom 23 and Covad and AT&T's position that Section 272 should 24 be moved from the second workshop. 25 MS. STEELE: We also agree.

00988 1 MS. RACKNER: My clients also concur. 2 JUDGE RENDAHL: At this point, we will not be 3 addressing 272 issues in Workshop 2, and when we get to 4 discussing future workshops, we will talk about where 5 that should be handled. б I'd also like to talk about Qwest's request 7 to address the interLATA issue in the November workshop, and maybe if you could explain, Ms. Anderl or 8 9 Mr. Beck, what your proposal is, that would be very 10 helpful. 11 MS. ANDERL: The interLCA? 12 JUDGE RENDAHL: Yes. By letter dated September 28th, Qwest proposed to withdraw its interLCA 13 14 proposal and revise the language in the SGAT and 15 recommend that this language be addressed in the 16 November workshop under interconnection, and I quess it 17 would be helpful to have a little more explanation as 18 to what exactly the proposal is. 19 MS. ANDERL: Your Honor, I'll see what I can 20 do to address that. I would think that the intent is 21 to submit language in the interconnection section of 22 the SGAT, whether we submit a revised SGAT, that reflects a withdrawal of the interLCA proposal that 23 24 Qwest had originally set forth and had actually been 25 decided adversely to Qwest in the initial parts of the

00989 proceeding. I think what we thought was that it was 1 maybe too awkward to discuss changes to the SGAT 2 3 language to reflect our change in position on a paper 4 record, and it might just be a good opportunity, since 5 it was linked with interconnection issues, to take it 6 up, if any parties did have issues about it, during the 7 November workshop. 8 JUDGE RENDAHL: Ms. Tribby or Mr. Harlow, any 9 thoughts on this? 10 MS. TRIBBY: I don't have an objection 11 specifically to dealing with that issue at the next 12 workshop. 13 JUDGE RENDAHL: Mr. Harlow. 14 MR. HARLOW: We don't quite know where we are 15 on this. WorldCom has not been able to complete its 16 review of the revisions but perceive that there are 17 still some problems and issues with the Qwest revision, 18 and frankly, we think that this filing shouldn't be 19 permitted by Qwest. They should have to proceed with 20 the record as it was prior to this filing or as it is, 21 I guess, until this filing is permitted. 22 This kind of exemplifies the moving target 23 problem I alluded to before we went on the record and 24 we will be talking about later when we talk about a 25 revised SGAT. It's very difficult for the parties, and 00990 I would think for the Commission, to have to kind of 1 follow a moving target and have an orderly proceeding 2 3 when Qwest keeps shifting its position at the last 4 minute. 5 If the Commission were to permit this filing, 6 then WorldCom would like the opportunity, if need be 7 when it completes its review, to file supplemental 8 response testimony on the Qwest proposed revision. MS. ANDERL: Your Honor, when the other 9 10 parties are done commenting, I would like a brief 11 response, if I may. 12 MS. TRIBBY: Let me just say that this filing 13 does raise a lot of the concerns I was alluding to 14 earlier. With respect to specifically dealing with it in the next workshop, and that is presuming another 15 16 issue that we will talk about going forward, which is 17 that we get the revised SGAT which shows this language 18 sufficiently in advance of the workshop, we have no 19 objection to that, but I do have additional issues 20 which I will wait until you want to discuss. 21 JUDGE RENDAHL: Is there anyone else on the 22 bridge line that would like to discuss the issue of 23 Qwest's proposal to withdraw its interLCA proposal and 24 revise the SGAT language? 25 MR. HEATH: Sprint does not object to moving

00991 this issue to a different workshop; however, it has not 1 completed its review of this change and would like to 2 3 reserve the right to comment on in at a future date 4 when it is discussed. 5 JUDGE RENDAHL: Any further comments on the 6 bridge line? Ms. Anderl? 7 MS. ANDERL: I just wanted to note that I don't believe that WorldCom's objections are well taken 8 9 and maybe give a little bit of explanation as to why we 10 presented the filing that we've presented. 11 A week or two, maybe even longer ago, Owest 12 made some public announcements with regard to some 13 changes in positions that it would take. One of those 14 publicly announced changes in position was a withdrawal 15 of its advocacy on the interLCA proposal, and we were, 16 therefore, faced with a decision of do we let the 17 Commission proceed to decide an issue that we don't 18 think the Commission has to decide any longer, or do we 19 notify the Commission in a formal way that it's 20 appropriate to the docket that we have revised our 21 position, and we chose the latter, I think, as the 22 better course of action, and we don't think that is 23 objectionable, and we don't think it ought to prompt an 24 opportunity for either additional delay or additional 25 testimony, except to the extent it's appropriate to

00992 discuss it in the next workshop. Second, I thought 1 that a little bit of context in the record may help 2 3 explain why we did what we did. 4 JUDGE RENDAHL: Thank you. 5 MR. HARLOW: May I respond? б JUDGE RENDAHL: Briefly. 7 MR. HARLOW: We appreciate the announcements, 8 and the problem is, we have to work from a record in this proceeding, number one. Number two, the devil is 9 10 in the details, and while we might appreciate in principle this change of position by Qwest, until we 11 12 see the details and know whether the changes have been 13 made properly to the SGAT, we really don't know if this 14 issue goes away or whether it creates new issues we 15 have to address, and that's why at a minimum, I think 16 we need a chance to have full opportunity to evaluate 17 it, and if need be, to file supplemental responsive 18 testimony. 19 JUDGE RENDAHL: Let's turn next to the issue 20 that Ms. Tribby raised about Qwest filing changes to 21 the SGAT, and I guess I would like to hear from Qwest 22 at this point as to what its plans are and when we 23 might see those revisions filed here. Mr. Beck or 24 Ms. Anderl? 25 MS. ANDERL: I'm prepared to address it.

00993 Mr. Beck and I didn't actually decide who was going to 1 2 address this ahead of time. 3 MR. BECK: Go ahead, Ms. Anderl. 4 MS. ANDERL: I was just reviewing the 5 transcript from the August 29th prehearing conference, б and there are a number of references in that document 7 to the submission of the revised SGAT prior to the workshop. At that point in time, no one discussed a 8 9 deadline for such revision, and I would be happy if we 10 wanted to discuss that at this point. I think that our 11 intent was to submit it approximately a week ahead of 12 the workshop in order that there be a balance between 13 time for parties to review the language and close 14 enough in time to the workshop so all of the most 15 recent and relevant changes were reflected, so that 16 will be our proposal would be the 30th of October. 17 JUDGE RENDAHL: The schedule that we 18 currently have is that responsive testimony is due on 19 October 9th and Qwest's reply testimony is due on the 20 20th, and then you're proposing to file something on 21 the 30th, which would include, I guess, the revised 22 SGAT language on the interLCA modification as well as 23 other matters, and I'm sensitive to the parties' need 24 to be able to effectively respond to that in the 25 workshop.

00994 My thought is that Qwest may need to file 1 2 SGAT changes earlier than the 30th in order to 3 accommodate a need for the parties to file supplemental testimony just on the issues of whatever additional new 4 5 SGAT language that the parties have not seen and need 6 to address. First, I'll hear from Owest and then I'll 7 hear from other parties on that. 8

MS. ANDERL: Thank you, Your Honor. I understand your concerns in the desire to see things 9 10 earlier. I guess the reality is that when we come to 11 the workshop on November 6th, most of the parties in 12 attendance will have been to other workshops and will 13 know the, quote unquote, most current state of affairs 14 and will be wanting to probably talk about where we are right at that moment in time, and whether that's 15 through a fairly recently filed SGAT and supplemental 16 17 testimony or whether it's through just oral testimony 18 presented at the workshop, I think we are best served 19 by keeping as current as we can, and certainly, the 20 workshops have been more than just an opportunity for 21 the participants to repeat their prefile testimony. 22 I think that we've gone into a great deal

23 more detail and even gone outside what the parties set 24 forth in their prefile in order to fully develop the 25 issues, so we don't object to people addressing the 00995 SGAT language through discussion at the workshop 1 itself, and maybe that's the best way to handle it. 2 3 JUDGE RENDAHL: Ms. Tribby? 4 MS. TRIBBY: Thank you, Your Honor. This 5 raises a concern that has come up within the last two б weeks in other jurisdictions, in the multistate this 7 week and in Colorado two weeks ago, where these same 8 issues that are scheduled for Workshop 2, interconnection and collocation, are being discussed. 9 10 U S West filed its revised SGAT on these 11 issues a week ago, a week before the multistate was 12 going to address them starting yesterday, and filed 13 them the night before the workshop was scheduled to 14 start in Colorado. We objected in both of those 15 dockets saying that we did not have adequate time to 16 review or comment on the new information. The 17 multistate is still working through those issues this 18 week. What happened in Colorado is although U S West was allowed to present its proposals orally, no one was 19 20 expected to be in a position to comment on those, and 21 yet another follow-up workshop on interconnection and 22 collocation is scheduled, even though they've already 23 had seven days on those issues in Colorado. 24 One thing I don't understand is if this SGAT 25 is ready and it's new and it's been filed two weeks ago

in Colorado, why isn't it filed in Washington yet? And 1 maybe they intend to put issues in that happened this 2 3 week in the multistate, but the moving target problem 4 continues to be a concern. First of all, if we don't 5 have an opportunity to file responsive testimony such 6 that the SGAT is filed before our responsive testimony 7 is due, then your record is incomplete on any of the 8 new issues.

Second, if we get it before the workshop, any 9 10 shorter than two weeks before the workshop, we don't 11 have an opportunity to review it to even try to make an 12 oral record with respect to this. I'm sensitive to you guys not wanting to move workshop dates and how tight 13 14 the calendar is, but we simply can't come in and help 15 you create a full and complete record, either written 16 or oral, if we don't have these materials in advance 17 enough to file written comments or at least be able to 18 address them orally with the possibility of a follow-up 19 workshop or following responsive testimony. It just 20 makes it too difficult. What you have then is you have 21 testimony in the record that's all based on an earlier 22 SGAT, and then you have a new SGAT making the previous 23 testimony stale or at least out of date. 24 JUDGE RENDAHL: Mr. Harlow? 25 MR. HARLOW: I'll state that Covad and

00996 1 i 1 WorldCom are concerned as well, but I think that's 2 perhaps a huge understatement. Again, as I mentioned 3 prior to going on the record, we are in the process of 4 drafting testimony that likely will be rendered at 5 least stale -- more likely, some of it may be rendered 6 moot -- by the revised SGAT, and we've really got a 7 cart-before-the-horse problem here.

8 I would guess, because we have seen the 9 filing in the multistate -- I'm not personally a 10 participant in Colorado, and Covad, by the way, is not 11 a participant in the multistate, so not all the parties 12 will necessarily have seen this revised SGAT, but I 13 think Ms. Anderl's point is a good one the other way, 14 which is that they've been through this exercise of 15 revising the SGAT. We can't really file our testimony 16 and address it to an SGAT that's been filed in another 17 state because we'll have problems procedurally with our 18 record, number one.

Number two, there are some revisions that are state specific that I assume Qwest will be making. We can't address those or predict those, but they are of a nature that Qwest could -- if you really held their feet to the fire, I'll bet they could file a revised SGAT by the end of this week. I think if you gave them a week to do it, that would be more than enough time

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00998 for Qwest to get its revised SGAT in here, and that 1 would at least allow us a reasonable opportunity to 2 3 file supplemental responsive testimony, perhaps 10 days 4 or so after that revised filing, and we would be in a 5 better position to join in the issues by the time the 6 workshops start in this state. 7 JUDGE RENDAHL: Any comments from anyone on 8 the bridge line? 9 MS. TRIBBY: I was just going to comment on Mr. Harlow's suggestion. If that's the approach and 10 11 Owest agrees to file their revised SGAT, I would ask 12 that the October 9th date be moved, and instead of the 13 burden being put on us to file two sets of comments 14 that we simply have an opportunity to review it and 15 file one set of comments. I know that's going to 16 crunch the times before the workshop, but I think 17 that's the only appropriate way to do that. 18 MR. HARLOW: We would support that suggestion 19 as well, Your Honor. 20 JUDGE RENDAHL: Anyone on the bridge line 21 aside from Qwest? 22 MS. RACKNER: I'd like to second for my 23 client Ms. Tribby's suggestion. 24 MR. FFITCH: Simon ffitch, Public Counsel. Ι 25 want to apologize, Your Honor. I had calendars that

00999 said the start time was 9:30. Clearly, you are under 1 2 way. 3 JUDGE RENDAHL: We started at 9:00, and basically, we are just launching into some of the 4 5 issues involved in Workshop 2, and I think we've agreed б that 272 issues will be moved, and we'll talk about 7 where they will go to in a little bit, and right now, we are talking about the issue of Qwest's likely filing 8 9 a new SGAT with new language and how that affects the 10 parties' ability to file responsive testimony or the 11 need to file supplemental testimony. 12 MR. FFITCH: Thank you, Your Honor. I think our primary interest is in the subjects to be taken up 13 14 at the various workshops. 15 JUDGE RENDAHL: Is there anyone else on the 16 bridge line who would like to comment on this issue? 17 MS. STEELE: We agree that the only way to 18 develop a coherent record here is to require Qwest to 19 file their SGAT early enough that the parties can file 20 comments, and we would agree with the suggestion of 21 Mr. Harlow. 22 MR. HEATH: Sprint would concur with those 23 remarks as well. 24 JUDGE RENDAHL: Any follow-up by Owest? 25 MS. ANDERL: I think that the parties'

comments are really issues that we have been aware of 1 all along, or at least the participants in the workshop 2 3 should have been aware of all along. I think we get 4 both benefit and, indeed, some pain by not being first 5 in the workshop process, but as I said, we've known 6 that all along. 7 If we file an SGAT next week, which I'm not 8 aware whether we can or not because, literally, 9 everyone involved in the 271 process except myself and 10 Mr. Beck are in Utah in the six-state process right 11 now, but if we were to file one next week and then we 12 come to the workshop on November 6th, we are faced with 13 criticism that our SGAT language does not reflect the 14 most recent agreements reached by the parties. 15 If we file an SGAT later than next week, we 16 are faced with criticisms during the workshop that we 17 did not give the parties enough time to review the 18 revised SGAT, so its kind of the classic 19 rock-and-hard-place situation, and I think that the 20 Commission just has to select the lesser of those two 21 evils because there is no solution that avoids those 22 two evils. Either we have potentially stale SGAT 23 language or potentially stale testimony. I don't think

24 that the issue of potentially stale testimony is a bad 25 thing, because if some of our changes to our SGAT

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render some of the testimony moot, that should make the 1 other parties happy. It likely means that we've 2 3 changed in the direction that they wanted to see us 4 move all along, and the process is working, and this 5 workshop is benefitting from not being first in the б workshop process, so we would, therefore, propose that it is of more value to have in the current record to 7 8 allow us a long enough time to update the SGAT to 9 reasonably reflect the current situation prior to the 10 workshop and allow the parties a week to review it and 11 comment on it orally during the proceeding. I think 12 it's very likely that they will be able to do that 13 because it's very likely the changes made to the SGAT 14 will reflect changes that resulted from workshops in 15 which those other parties have been participating in, 16 and therefore, we think that is the better way to go of 17 the two choices that are before you.

18 JUDGE RENDAHL: I think I'm ready to make a 19 decision on this. I do think the parties need to be 20 able to comment on Qwest's proposed SGAT changes, and 21 given that it appears that some of these changes are 22 already being proposed in other states, I would like to 23 go ahead with the October 9th filing date just on the 24 existing general issues. There are enough general 25 issues that I'm sure the parties are already

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01002 addressing. I think it's important to go ahead and 1 2 keep the October 9th testimony date. 3 I'm going to ask Qwest at the time they file 4 their responsive testimony on the 20th to file an 5 updated SGAT at that time. I think that would give б Owest sufficient time to incorporate the current 7 changes that have been proposed and to give parties an 8 opportunity to file supplemental responsive testimony 9 on October 30th, and that will give Qwest a week before 10 the workshop to review those testimony responses. 11 MR. HARLOW: One clarification. Can the 12 parties withhold testimony on issues that they expect 13 are going to be addressed or changed significantly as a 14 result of the revised SGAT, and I have specifics in 15 mind. I think ATM collocation and the CLEC 16 cross-connects are a couple of issues we expect to be 17 addressed with the October 20th filing, or do we have 18 to file our testimony opposing the record as it is today only to have it rendered moot on the 20th? 19 20 JUDGE RENDAHL: I understand the issue of 21 keeping a proper record in this proceeding, but this is 22 a little bit different than other proceedings, and I 23 guess what I would suggest is if you were aware through 24 your involvement in other jurisdictions there are going 25 to be significant changes on collocation and certain

01003 issues that you discuss that in your responsive 1 testimony on the 9th and indicate you will be 2 3 addressing it in your October 30th testimony. 4 MR. HARLOW: Kind of a placeholder approach, 5 Your Honor? б JUDGE RENDAHL: Exactly. 7 MS. TRIBBY: Did you give a date for 8 additional comments by CLECs? 9 JUDGE RENDAHL: October 9th will be the 10 responsive testimony date. October 20th is the date that Qwest will file its reply testimony and revised 11 12 SGAT, and October 30th is the date that parties will 13 file supplemental responsive testimony. 14 MS. TRIBBY: Your Honor, that's fine. We 15 will certainly attempt to review the new SGAT and file 16 new testimony in 10 days. It obviously depends on the 17 scope of those changes whether we will be able to file 18 full and complete testimony on all of those changes on 19 the 30th. 20 The other request that I would make, because 21 like Ms. Anderl, my entire interconnection and 22 collocation team is in Utah this week for the 23 multistate through Friday. I would request that the 24 date of the 9th be moved a day or two to let them get 25 back in the office and complete the testimony to file

01004 1 in Washington next week. JUDGE RENDAHL: Does Qwest have an objection 2 3 to that? 4 MS. ANDERL: Unfortunately, we do. That 5 creates a little bit of a difficulty for us. 6 Ms. Tribby and I talked about this before the hearing 7 today, and she graciously offered the date of the 20th 8 could also slip a day or so, but unfortunately, our 9 witnesses are in workshops until the week of the 23rd, 10 so we, therefore, only have the time between when we 11 get the other parties' responsive testimony, either on 12 the 9th or the 11th, until the 19th to do our testimony 13 effectively, so extra days beyond that do not help us, 14 and fewer days between the 9th or the 11th and the 19th 15 actually is a fairly significant issue for us, so while 16 a two-day request is an apparently small thing and we would like to say no problem, it actually does cause us 17 18 a bit of a problem. 19 Your Honor, unlike what we are MS. TRIBBY: 20 being asked to do with new information, Qwest is aware, 21 particularly with respect to the old SGAT, of what our rebuttal testimony has generally looked like in other 22 23 states. I don't think that that's burdensome to give 24 us two additional days and take two days away from

25 their 11-day response time.

01005 MS. ANDERL: And I guess I would only respond 1 2 that if that is the case and it's similar to what is 3 being done in other states, then it shouldn't be a 4 problem to turn it around in a month. 5 MS. TRIBBY: Particularly given that we are б being asked to put placeholders in and indicate what we think we might be filing new responsive testimony on, 7 that's something that I believe our team can only do 8 after the workshop is completed this week. 9 10 JUDGE RENDAHL: I understand the time crunch 11 that everyone is involved with. We are experiencing the same thing in terms of trying to schedule this 12 13 matter in terms of all the other matters that are going 14 on. 15 I believe that it's appropriate, given the 16 parties' involvement in other states, I'm going to give 17 the parties an additional day until October 10th. I 18 realize that's not the two days that you requested, but 19 I think there is a short enough turnaround time for 20 Qwest, and given their involvement that two days would 21 be a severe impact, so Ms. Anderl, I'm going to give an additional day for responsive testimony, and if you do 22 need a request later on for an additional day until 23 24 Monday, I'm sure that will not be a problem. 25 MS. ANDERL: Thank you very much. I think if

01006 we received the testimony on the 10th, either 1 electronically or fax or some other way, preferably 2 3 electronically, that will be workable for us, but we would ask until the 23rd if it turns out that we need 4 5 it. 6 MR. HARLOW: I'm assuming that the date for 7 filing the revised SGAT would not move to the 23rd, 8 however? JUDGE RENDAHL: I think it would. 9 Out of 10 fairness, I think if Qwest needs until the 23rd, then 11 I'm prepared to grant that, and if you would like an 12 additional day until the 31st for your responsive 13 testimony, I'm happy to move the schedule, but I'm not 14 looking at moving more than a day or two. 15 MS. TRIBBY: Your Honor, these days, 16 everybody in our industry is working weekends so that's 17 three days, and we cannot respond to an entire new 18 SGAT, which is over 100 pages long, in seven days. MR. HARLOW: I don't see why the SGAT can't 19 20 be something that they are working on without seeing --21 it wouldn't seem like they are going to be making these revisions in response to AT&T's testimony filed next 22 23 Tuesday. The SGAT is something they are working on a 24 response to issues that they've already decided as well 25 as agreements reached this week in Utah, so that's why

01007 I didn't think there was any need to move the SGAT if 1 you did end up moving the rebuttal testimony. 2 3 JUDGE RENDAHL: Response from Qwest? 4 MS. ANDERL: I wish I could enlighten you. 5 I'm not in immediate contact with the people who are 6 going to be doing that work, so I can't know if it's easier to kind of just do it all at once, but I 7 8 actually sympathize with Ms. Tribby's complaint that 9 Saturdays and Sundays do count. 10 JUDGE RENDAHL: At this point, let's be 11 prepared to file responsive testimony on October 10th, 12 the SGAT on October 20th, any reply testimony on the 13 23rd, if need be -- the 20th preferably, the 23rd if 14 you need it -- and October 30th, I guess, 31st, for 15 responsive testimony. 16 MS. ANDERL: At this point, we are planning 17 on filing the revised SGAT and the rebuttal testimony 18 on the 20th. We will ask if we need the 23rd. 19 JUDGE RENDAHL: If you need the 23rd for your 20 responsive testimony, then I will move the supplemental 21 responsive testimony date to the 31st, so I'll recap 22 that: The responsive testimony will be due on Tuesday, 23 October 10th, and I would recommend that everyone send 24 an electronic version or by fax so that everyone can 25 receive it on that day. Qwest will file at this point

1 its SGAT and reply testimony on the 20th but may 2 request an extension to the 23rd for its reply 3 testimony to the 23rd. Barring that request for a 4 delay to the 23rd, supplemental responsive testimony 5 will be due the 30th. If Qwest requests an extension, 6 then the supplemental responsive testimony will be due 7 on the 31st.

8 I think we've spent enough time on this 9 topic, and I would like to move on to the last issue 10 involving the November workshop, and that's our 11 follow-up workshop dates. As I'm sure you are all 12 aware, the dates that were set in the supplemental 13 interpretive and policy statement for the 28th and 29th 14 of November will not work because of the generic 15 proceedings that week. We had proposed having a 16 follow-up hearing for the week of the two days, Monday 17 and Tuesday, November 20th and 21st. However, many of 18 the parties have expressed a preference that that will 19 not work for them, and in addition, the generic 20 proceedings are going on that week so we would have 21 limited time and wouldn't have the benefit of two full 22 days. Given that, it doesn't appear that it will be 23 workable to schedule follow-up workshops in November. 24 Given the schedule that we have in the 25 generic proceeding and in other cases, the likelihood

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01009 is that we would not be able to schedule a follow-up 1 workshop for this Workshop 2 until January. 2 Another 3 proposal we had discussed is whether we need a 4 follow-up workshop in this case. It appears that it 5 has been necessary in other states and jurisdictions, б and I would like to have some discussion about January 7 or no follow-up at this point just very briefly. 8 Owest? 9 MS. ANDERL: I am not at this point prepared 10 to say that we can do without a follow-up workshop 11 because of our experience in the other states. Perhaps 12 the environment will have changed by January because we 13 will have had follow-up workshops in the other states, 14 obviating the need for one in Washington, but certainly at this point, I don't think I'm in a position to 15 16 represent that there won't be a need for follow-up 17 workshops, especially since it's not wholly within any 18 one parties' control. MS. TRIBBY: 19 I would agree with that. 20 MR. HARLOW: We would agree, and January 21 looks like a good time to schedule that. 22 JUDGE RENDAHL: Comments from the bridge 23 line? 24 MR. HEATH: I would agree as well for Sprint. 25 MS. STEELE: I agree as well.

01010 MS. RACKNER: I agree. Particularly, January 1 2 is quite open compared to any month. 3 MR. FFITCH: Public Counsel would agree with 4 that. 5 JUDGE RENDAHL: I have a calendar. Does 6 anyone else have calendars for January 2001? 7 MR. BECK: Yes, Judge, I have one. One thing I can tell you, Judge -- I don't know if this will 8 9 help -- it looks like the witnesses we have for 10 Workshop 2 will be tied up the week of the 8th and 22nd 11 in Colorado workshops. I should say it's a substantial possibility the week of the 8th. The week of the 22nd, 12 13 we will definitely have an overlap problem. 14 JUDGE RENDAHL: The week of the 8th is not good for me. My husband will be out of town, and I 15 16 don't want to risk not being able to be here if there 17 is a child sick, so the week of the 8th is not a good 18 week. 19 MS. TRIBBY: Unfortunately, January is 20 looking sort of full. It looks like the week of the 21 16th there are workshops and also the week of the 22nd 22 at this point. 23 MR. BECK: The week of the 15th are emerging 24 services workshops that are, at least from our 25 perspective, not an overlap.

01011 MS. TRIBBY: We have the same witness on all 1 2 of these topics. 3 JUDGE RENDAHL: I would assume if there is a 4 workshop going on, that everyone's witnesses are not 5 available, so it looks like we are working in the week 6 of the 22nd and the week of the 29th; is that correct? 7 MR. BECK: I think that's what I'm hearing. MS. TRIBBY: There is a ROC workshop 8 scheduled the 3rd through the 5th. 9 10 JUDGE RENDAHL: It looks like we're looking 11 at the week of the 29th then. 12 MR. BECK: The 3rd through the 5th is on the 13 performance assurance plan, so I don't think that's the 14 same witnesses you have for Workshop 2. 15 MS. TRIBBY: It may or may not be. We can 16 look at that week as well and try to work around that. 17 JUDGE RENDAHL: I think it would be 18 preferable to go as early as possible, because 19 obviously, having a follow-up workshop late in January 20 will -- moving this to January anyway is going to move 21 the schedule that we had proposed for proposed workshop 22 dates. I'd like to schedule it now, if we can, so 23 let's tentatively work on that week of the 2nd, and if 24 not, we'll go to the week of the 29th. Is there anyone 25 from the bridge line who has any additional thoughts on 01012 1 dates? 2 MS. ANDERL: I just thought that the 4th and 3 the 5th of January looked promising. 4 MS. TRIBBY: I'm happy to discuss them today, 5 but without knowing the calendars of the lawyers and 6 witnesses, I can't give you a firm answer today. 7 JUDGE RENDAHL: I understand that, and if we 8 can confirm that maybe by the end of the week, that 9 will be helpful. Does anyone on the bridge line have 10 any conflict with scheduling a workshop either the 3rd 11 and 4th or the 4th and 5th? 12 MR. FFITCH: No, Your Honor. 13 MR. HEATH: No. 14 MS. RACKNER: No. 15 MS. STEELE: No. 16 JUDGE RENDAHL: We have based our 17 post-workshop schedule on having the follow-up workshop 18 in late November. If we schedule a follow-up workshop 19 on January 4th and 5th or 3rd and 4th -- I guess I'll 20 ask, do we think we need three days or two based on the 21 experience in other states? 22 MS. TRIBBY: Given that these topics have gone seven in Colorado with an additional two or three 23 24 scheduled, I think I would schedule three, and then if 25 we could back off of that, I would be happy to.

01013 1 JUDGE RENDAHL: We will tentatively schedule 2 the 3rd through the 5th. What do the parties need for 3 filing their post-workshop brief? 4 MS. ANDERL: Had we previously agreed upon 5 two weeks or three? 6 JUDGE RENDAHL: I think it was dependent on 7 the generic schedule. It was December 20th, which I think is a three-week period. 8 MS. ANDERL: But that's because we were all 9 10 in hearings? 11 JUDGE RENDAHL: Yes. 12 MS. ANDERL: Then I would suggest the 19th. 13 MS. TRIBBY: Your Honor, I'll work with that 14 if that's your choice. Looking at this schedule and knowing the schedule of my lawyers and witnesses, I'm 15 extremely concerned in January. 16 17 MR. BECK: I don't know if we need to go off the record on this, but will that allow sufficient time 18 19 for transcript production? JUDGE RENDAHL: Let's go off the record. 20 21 (Discussion off the record.) 22 JUDGE RENDAHL: After a break and some off-the-record discussion, we have reached some 23 24 conclusions on scheduling for Workshop 2. The 25 follow-up workshop will be scheduled on January 3rd

through 5th, the year 2001, unless I hear back from the 1 other parties by the end of the week that those dates 2 3 will not work for a follow-up workshop. Barring any 4 problems with that schedule, post-workshop briefs on 5 Workshop 2 are due here at the Commission in hard copy 6 on January the 22nd. The draft initial order will be 7 sent out to the parties electronically and by mail on 8 February the 12th, 2001, and comments on that draft initial order are due in hard copy at the Commission on 9 10 February 6th, 2001, and a presentation to the 11 commissioners I will attempt to schedule the week of 12 March 5th.

13 We had extensive discussion on what topics 14 should be scheduled in Workshops 3 and 4 and determined that a fourth workshop is, in fact, necessary, given 15 16 Owest's request to shift 272 issues and the need to 17 address emerging services, public interest, Track A 18 issues and performance, so the parties agreed, unless I hear on the record now, that the following topics will 19 20 be addressed in Workshop 3: That will be Checklist 21 Items No. 2, UNEs; No. 4, bloops; No. 5, transport; 22 No. 6, switching, and emerging services. 23 MR. BECK: Judge, just so the record is

24 clear, it wasn't really an agreement on Qwest's part, 25 but there certainly appears to be consensus in the room

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01015 that those are the topics, but we would prefer to see a 1 2 little more in there. 3 JUDGE RENDAHL: The schedule that was set at 4 the August 29th prehearing conference for Workshop 2 5 remains the same, and that is the workshop will be held б on March 12th through 16th; the follow-up workshop 7 March 26th and 27th. The post-workshop briefs are due on April 17th with a draft initial order due on May 8 11th. Comments on that draft are due on May 25th, and 9 10 a presentation to the commissioners has yet to be 11 scheduled. 12 For Workshop 4, as Mr. Beck correctly noted, 13 it's not Qwest's preference, but this appears to be the 14 best way to address the matter. Workshop 4 will 15 address Section 272 issues, public interest, Track A, 16 and performance issues. Several parties noted that 17 there is a possibility of performance issues. If the 18 ROC has not completed its audit of the performance 19 measures by the end of April as is currently scheduled 20 that we will need to be discussing scheduling for 21 performance issues, and whether that means we take performance issues and move them to a fifth workshop or 22 23 delay the fourth workshop entirely to address 24 performance issues, we will deal with that at a later

24 performance issues, we will deal with that at a fate 25 date, but we did agree on some scheduling for the 1 fourth workshop.

2 As noted in the supplemental interpretive and policy statement, Qwest's initial testimony is due on 3 4 May 16th with answering testimony due June 7th and 5 rebuttal testimony due on June 21st. We scheduled a б five-day workshop beginning Monday, July the 9th, a 7 three-day follow-up workshop scheduled July 31st 8 through August 2nd with post-workshop briefs due August 9 24th.

10 The draft initial order is due on September 11 14th. Comments on that draft initial order are due on 12 September 28th with a conference with the commissioners 13 yet to be scheduled, and as I noted off the record, 14 it's premature at this point to discuss what we do 15 following the fourth workshop in terms of when Qwest 16 would file its request with the FCC and when the 17 Commission's report to the FCC would be due, and I 18 assume that we will discuss that prior to the fourth 19 workshop.

We also discussed off the record the issue that AT&T had raised concerning whether parties may file affidavits instead of the prefiled testimony required by the Commission's procedural rules, and I've noted that I will grant the request to suspend WAC 480-09-736, sub 7 and 8, of the hearing guidelines, but

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01017 that does not mean that that's a blanket requirement 1 for all parties. If any party wishes to file their 2 3 testimony in the form of an affidavit, they may do so, 4 keeping in mind that we need to have line numbers, 5 three-hole punched. The same requirements, just it б doesn't have to be in a Q and A format. 7 I believe that is what we discussed off 8 record. Does anybody have any comments, anything I 9 missed in my recap of our discussion? Hearing nothing, 10 Ms. Tribby had also noted at the beginning of this 11 prehearing conference that she had some overall 12 procedural concerns that she wished to raise, and I 13 will now turn the mike over to Ms. Tribby. 14 MS. TRIBBY: Thank you, Your Honor. Mostly, 15 I want to raise some issues that I think we need to be 16 concerned about going forward, and the comments here 17 today about procedures have simply highlighted the 18 concerns that AT&T has. 19 We objected at the beginning in every state 20 to this workshop process that has now been undertaken

20 to this workshop process that has now been undertaken 21 by all of the states that are looking at 272 issues. 22 Our concern being that the way the Federal Act was set 23 up was that it intended that a party would file an 24 application with a state when it was prepared to 25 satisfy that application and was prepared to go to the

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FCC, and just what we feared would happen has happened. 1 2 U S West, we think, prematurely filed its applications, 3 and what we see now is a process where we sit in weeks 4 and weeks and weeks of workshops helping U S West 5 decide how it's going to comply with the Federal Act, б and what we see is instead of coming in with a fully 7 compliant application, U S West continues to modify and 8 change its positions, and this is only highlighted by the fact that after they chose to file a 272 case in 9 10 one of the other jurisdictions, after they received the 11 testimony from the other parties indicating that we did 12 not believe they satisfied Section 272, they pulled 13 that from the record in all states, and as Mr. Beck has 14 indicated today, don't even know at this point who 15 their long-distance subsidiary is going to be. That 16 being the case, there is no way they are compliant 17 today with their 271 and 272 obligations, and we think 18 that it is a waste of the Commission's resources and 19 all the parties' resources to be going through this 20 process at this point in time.

Something else that's happened in the last couple of weeks also highlights the problem. We went through Workshop 1 issues in this state, which were considered sort of the noncontroversial issues. Those had started in Arizona a year ago, had been fully

litigated there. They've been fully litigated in all 1 2 the other proceedings with the exception of the 3 multistate and maybe Oregon. 4 We went through the workshop here. We filed 5 briefs. We had a staff order. We filed comments on б that. We had another staff order, filed comments on 7 that, and we went through the Commission presentation, 8 all of this a year after the issues began in Arizona. 9 Following that, U S West has filed a change in position 10 on those issues. They've pulled out previous proposals 11 and put in this new interLCA proposal, which we still 12 have yet to even see the language on. Mr. Beck filed 13 also this week a change in SGAT language on Checklist 14 Item 3 -- pulls, ducts, conduits -- something that in 15 our opinion the record has been closed on in 16 Washington. 17 Obviously, we don't want to discourage U S 18 West compliance. We just think it's out of process, and the question I raise today and I think we need to 19 20 deal with in Washington going forward is should we even 21 be going to the step of having draft orders, and 22 certainly, should we go to the step of having 23 Commission presentations when these checklist items

24 continue to be a moving target, and our recommendation 25 would be -- I filed a motion to stay, and I did that

1 based on all of these concerns. If we are going to go 2 forward with this process, it is critical that if you 3 do go through filing a draft order that that remain 4 simply a draft until we finally get to a point where U 5 S West is willing to say, This is our position on these 6 checklist items and this is what we are willing to go 7 to the FCC with.

8 Another issue that will highlight the 9 problem, we agreed in this state and in other states 10 that U S West had satisfied its directory listings 11 obligations, one of the initial checklist items that we 12 discussed, based on U S West's very adamant 13 representation in these and other states that CLECs and 14 U S West were treated alike with respect to directory 15 listings and that the performance data would bear that 16 out. The ROC process has now issued an exception 17 saying that they have found that, in fact, those 18 representations were not true. CLECs, or at least some 19 of the CLECs' data is input manually, while all of U S 20 West retail data is put in mechanically.

Again, we've got to go back and reopen the record and look at these issues that we previously had given them a pass on or that we previously had issued orders on and reopen the record, and Ms. Anderl said today in discussing the interLCA proposal that they

brought in this new proposal because they had failed in 1 the Commission's initial orders. Well, we don't think 2 3 that's the right process. We don't think that all of 4 us should sit through workshops, file testimony, you 5 should issue an order telling them what they don't pass б on, and then they come in and give it another shot. We 7 think that's a waste of resources, and we are concerned 8 with this commission and the parties going forward with 9 this moving target. We've been concerned from the 10 beginning and we continue to be concerned. 11 The ROC OSS test is starting to file 12 significant and numerous exceptions showing that there

13 is problems with Qwest's data. Again, we think that 14 their application is premature. I guess where we are is if this Commission decides to continue to go forward 15 16 with what is, as U S West has admitted themselves, a 17 premature application because they are not currently 18 compliant, at least with 272, that you set up some 19 procedures or try to going forward, and obviously, we 20 are willing to help you do that, as we have been trying 21 to do today, to make sure that we are using the most 22 efficient process that we can in creating the best 23 record for the FCC.

Our concern at this point is that we are going to have an extremely muddy record for both the

01022 Commission to make its decision on and the FCC to make 1 its decision on, and based on our initial concerns and 2 3 all of the things that have happened recently to support our concerns about their application being 4 premature, we would ask that you seriously consider 5 б holding off on any further review of U S West 271 7 applications and actually let these processes in the other states play through as U S West has continually 8 said will be a benefit to everyone, because what we are 9 10 seeing right now is even though those are playing out 11 in other states, it continues to be a moving target 12 making it very difficult for us as well as for the 13 staff to follow the process and create a clean record. 14 I wanted to raise these concerns as early as 15 possible and to explain to you the reason for my motion 16 to stay that was filed last week. 17 JUDGE RENDAHL: Thank you. I'm going to give 18 Quest an opportunity to respond. I did want to note 19 that if you are making motions, and I did understand, 20 Ms. Tribby, what you were doing is making a motion. 21 Unfortunately, it was in the context of a letter, and not that we need to formalize things endlessly, but it 22 23 does help to have things formalized in a more formal 24 motion. It gives Owest an opportunity to respond and 25 other parties to weigh in, so in the future, we will

01023 handle things that way, but I do understand your 1 2 request the way you made it. 3 MS. TRIBBY: I apologize, Your Honor. I will 4 do that in the future. 5 JUDGE RENDAHL: Ms. Anderl or Mr. Beck? 6 MR. BECK: I'd be happy to address this, 7 I'm not sure where to start here, but I think Judge. 8 one place to start is a statement, Judge, you made 9 earlier today. This proceeding is a different animal 10 than any other proceeding that at least I've ever been 11 involved in in the regulatory arena. It is a type of 12 proceeding endorsed by the FCC. The workshop process 13 is something that the FCC has embraced, and that is 14 part of why we filed our cases the way we have in our various states. The FCC has noted that this really 15 16 should be considered litigated negotiation, and as 17 such, this is not going to come up with the cleanest of 18 records compared to a typical contested case. That's 19 part of the nature of the beast. 20 That, to some degree, is unfortunate, but 21 actually in the end, it's quite fortunate, because it 22 ends up with the parties agreeing on most issues rather 23 than disputing most issues. It ends up allowing and encouraging a party like Qwest to come forward with 24 25 many concessions on issues, and I'll note, even on many

01024 issues where it's pretty clear we were legally not 1 required to do so, and now that Qwest has actually 2 3 upped the pace of those concessions, mostly to AT&T's 4 concerns, we find the rather ironic response from AT&T 5 is to raise a further cry about the process. б What that makes me wonder about is what may 7 There are obviously two reasons, if be the motives. you are someone like AT&T, to get involved in this sort 8 9 of process. One is to open the local markets up to 10 competition. Another is to foreclose entry into your 11 cash-cow market long-distance, and guite frankly, we 12 were very impressed with AT&T's attitude at the 13 beginning of this process because AT&T seemed to be 14 focusing primarily on the first of those goals, i.e., 15 trying to push openness of local markets. Now, we may 16 have disagreed as to how they did it sometimes as to 17 whether they were pushing beyond the limits of the law, 18 but I think that primarily that appeared to be their 19 focus for a number of months. 20 Now we've seen a very abrupt reversal of 21 course in AT&T's participation not just here in

22 Washington but in many other fora where they are 23 pushing for these stays of the process using as 24 evidence, primarily, the concessions that we are making 25 to their demands to opening up local competition. It 1 is kind of a rock-and-a-hard-place situation for us. I 2 hear AT&T asking us to come in here with a hard and 3 fast set -- the SGAT testimony that we will not vary 4 on, and they want us to say, We will not concede on 5 anything. This is it. That's not what this process is 6 about. That fundamentally robs the efficiency of this 7 process.

8 It kind of all goes back to this issue of 9 when do you file the new SGAT? The fact is CLECs raise 10 new issues at the last day of a workshop or a follow-up 11 workshop routinely, not just here but elsewhere, and 12 the fact is we deal with those issues. Those issues do 13 not go by the wayside because they were raised late. 14 New language is proposed by CLECs at the last day of a 15 workshop. We deal with it. It's the nature of the 16 beast that it's not just litigation. It is negotiation 17 as well, and for that reason, these concessions 18 sometimes occur at a less than optimal point. We wish 19 we could make them all yesterday, and everybody could 20 take care of their objections starting today and we 21 would never have to change a thing, but the fact is we 22 don't know what issues the CLECs are raising. They 23 raise new issues all the time. We cannot know what 24 it's going to take to reach consensus in these 25 workshops ahead of time. Many times, the consensus

01026 goes well beyond the limits of the law, but we are 1 2 willing to go there in many cases to get the process 3 through and to get the entry into long distance, but 4 for us --5 JUDGE RENDAHL: Let me ask you a question, 6 and maybe this goes to both parties. In other 7 proceedings that the FCC has already considered, I'm 8 not aware that we had the same type of proceeding that 9 we have here in other states, which is a combination of 10 an SGAT proceeding and a 271, which the SGAT involves a 11 great amount of negotiation and discussion about what 12 the standard offering will be as opposed to if we 13 simply had a 271 case what the company's experience is 14 and how the company is opening up its markets under its 15 interconnection agreements, and I'm wondering whether 16 that's part of the issue that's complicating this, and 17 I just pose that as a question to both of you. 18 MR. BECK: My understanding is that this is 19 basically very similar to the Texas proceeding. Thev 20 had an agreement called the T-2A, the Texas 271 21 Agreement, that was the focus of most of their 22 workshops. It was not an interconnection 23 agreement-based proceeding. I believe New York, they 24 focused primarily on a model agreement as well, but I 25 know that's the case in Texas, the most recent approval

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1 from the FCC.

MS. TRIBBY: I think that it very much has 2 3 complicated the process. The FCC has allowed some of the RBOCs to rely on an SGAT, so we are stuck in sort 4 5 of U S West's decision to do that, but certainly, and, 6 in fact, this was discussed in the multistate yesterday 7 when I was there, if we were simply looking at the 8 interconnection agreements as they exist and weather 9 U S West is complying with those, I think it would be a 10 much easier analysis because it takes away the moving 11 target, which is what is occurring here, and the 12 problem is that, as U S West has conceded, most of 13 those interconnection agreements do not contain many of 14 the concessions that are now being made nor reflect the 15 change in the law that has occurred since most of those 16 were entered into.

17 MR. BECK: I'm glad that AT&T has finally admitted what's going on here. They want to try to 18 19 make sure that we cannot in any way make concessions 20 that may aid our entry into long distance. They want 21 us to have a frozen record, a frozen point in time, and what they should be saying is, we are interested in 22 23 making sure the markets are open to competition. If 24 that requires changes in the SGAT, we want to be here 25 to do that, and we want that to be part of this

01028 process. Instead what they are saying is, We want U S 1 2 West in our view not to be compliant with 271. We want 3 them to stay there. That's not what this is about. 4 MS. TRIBBY: I have a very brief response, if 5 I might, Your Honor. 6 JUDGE RENDAHL: And then I'll take comments 7 from the bridge line or Mr. Harlow if people wish to 8 weigh in. MS. TRIBBY: Mr. Beck wants to call a spade a 9 10 spade, and the bottom line is we are more than happy to 11 see concessions by U S West, but we think there should 12 be a full and complete due process opportunity to 13 respond to those to create a full record with respect 14 to those, and that's all we are asking. The moving 15 target creates a huge problem for the states and the 16 CLECs. 17 This is not a change in position for AT&T. 18 We have argued against this workshop process from the start. We have always said that we anticipated the 19 20 problems we are seeing now, and this is simply raising 21 it again for your consideration given that there is now 22 evidence to support the kinds of concerns we had early 23 on. 24 What I didn't say before and I will say now 25 is that our concern, such as with 272, is that U S

01029 West's approach is not, Let's see how many concessions 1 we can make. It's, Let's file a case, see if anybody 2 3 objects or catches our noncompliance, and if they do, 4 we'll refile or start over or put a new SGAT in, and we 5 don't think that's appropriate. We also think it б creates a very difficult record. 7 All I'm asking today, Your Honor, if you 8 don't wish to stay the case, which I understand is a 9 pretty extreme remedy that we are requesting, is that 10 you do put some procedures in effect to make this work 11 more efficiently, such as what you have done today. 12 Make sure CLECs have at least two weeks before a 13 workshop or before a responsive filing to review new 14 SGAT language and new positions, which is what you've

15 done with respect to this next workshop. 16 I also would encourage you, if you are going 17 to issue draft orders, that those remain draft, given 18 that U S West is changing its positions even after the 19 presentations to the Commission and that maybe the 20 presentations to the Commission should await the 21 conclusion of the entire process so that they are not 22 working on what becomes a stale record, as we all are, 23 when new filings occur after the presentations and 24 after the draft orders, and I appreciate your 25 indulgence in listening to this argument today. I just 01030 wanted to raise these concerns as early as possible. 1 JUDGE RENDAHL: Thank you. I would suggest 2 3 if you do feel strongly about the issue of draft orders 4 remaining draft and that the presentations wait until 5 the end of the process that you make a formal request 6 and that we allow the commissioners to weigh in on 7 that, if that is something you feel strongly about. 8 MS. TRIBBY: I know you want to hear from 9 other parties and I would encourage that, but I would 10 ask how you want the parties to deal with this 11 late-filed information that has come in in Workshop 1 12 since the two draft orders we were issued and the 13 Commission presentation occurred. 14 JUDGE RENDAHL: Given the schedule you all have in other cases, is it possible to file something 15 16 by next Monday that I can bring to the commissioners 17 while we are discussing the final order? 18 MS. TRIBBY: As with Mr. Harlow's comments earlier, we have not had an opportunity, because we've 19 20 been in workshops, to fully review these new filings. 21 I think we can try to do that, and these particular filings may not require an additional set of responses 22 23 by us or an additional workshop. We hope that's the 24 case, but we'll be able to tell you at least by next 25 Monday whether we need to file additional comments or

01031 not, if that would be acceptable. 1 2 JUDGE RENDAHL: That's acceptable. 3 MR. BECK: Are we talking about the Checklist 4 Item 3 material? 5 MS. TRIBBY: The pulls, ducts, conduits, the б Checklist Item 3, as well as the new interLCA proposal, 7 which I don't think we've actually seen the new 8 proposal. I think we've just had a withdrawal of the 9 old proposal, if I'm not mistaken. 10 MR. BECK: I think we attached new language, 11 but I don't have it before me. 12 MS. TRIBBY: Which Monday are you referring 13 to, Your Honor? JUDGE RENDAHL: The 9th. 14 15 MS. TRIBBY: Because my experts are in the 16 multistate this week, we can't do it by the 9th. We 17 can do it later next week, to at least tell you whether 18 we need an opportunity to have an additional argument 19 or file written comments. 20 JUDGE RENDAHL: I doubt there will be 21 additional argument time, but why don't you let me know by October 11th if you wish to file comments, and then 22 23 I would like them as soon as possible. 24 MR. BECK: I'm sorry, I didn't get to finish 25 what I was starting before, and I think I can clarify

01032 some of this. In Colorado, we are already filing 1 briefs on the Checklist Item 3 stuff, and as we've 2 3 already agreed in workshops here in Washington, we will 4 be filing those briefs here in Washington as well 5 because they are federal issues, and that will be this 6 Friday. 7 MS. TRIBBY: What will those be? 8 MR. BECK: Those will be the briefs on the 9 remaining impasse issues on Checklist Item 3, which are 10 the same in Washington as in Colorado. 11 MS. TRIBBY: So do you intend to file then an 12 additional brief in Washington; is that what you are 13 saying? 14 MR. BECK: Yes. The procedure that had been 15 set up is that we would just send a copy of that brief 16 into this record in this proceeding. 17 JUDGE RENDAHL: My understanding was there 18 was a process ongoing in Colorado to resolve the access to right-of-way issues, and I think we had agreed in 19 20 the workshop and possibly after the workshop to allow 21 the parties to let us know what the resolution was, or 22 if there was no resolution, where the parties stood, 23 and my understanding is this is sort of the final 24 either conclusion or final discussion of that issue, 25 and so to the extent that Qwest is filing something on

01033 Friday on the pulls, ducts, and right-of-way issue, I 1 2 would expect to allow parties an opportunity to respond 3 to that. 4 MS. TRIBBY: I guess the only other 5 outstanding issue then is the interLCA proposal. 6 JUDGE RENDAHL: My copy that I received on the 28th of the interLCA proposal does include draft 7 8 SGAT language attached to it. It does say it's copied 9 to all parties, so I'm assuming you do have that 10 language. To the extent that you do wish to file 11 responses -- I would assume you would want to -- what 12 is feasible if you receive Qwest's issues on their 13 discussion on the 6th? Is the 16th of October a 14 reasonable --15 MR. BECK: They are filing briefs on the 6th 16 as well in Colorado. 17 JUDGE RENDAHL: So it just remains to be the 18 interLCA issue. 19 MS. TRIBBY: Will we be responding to the new 20 language on interLCA that Qwest proposed, or does Qwest 21 intend to file additional comments or testimony 22 discussing that new proposal, or should we go forward 23 at this point with what's been put into the record? 24 JUDGE RENDAHL: My understanding is if Owest 25 is withdrawing the interLCA proposal that it made in

Workshop 1 and proposing an additional language that 1 will be discussed in Workshop 2 that it may be best to 2 3 simply accept their withdrawal. Maybe you want to 4 comment on whether the Commission should accept the 5 withdrawal of the interLCA proposal and leave the 6 discussion of the new language to Workshop 2, so simply 7 address whether or not it should be withdrawn or not, if that's helpful in your comments. 8 9 MS. TRIBBY: I can tell you that at least 10 from AT&T's perspective, we don't have a problem with 11 them withdrawing and putting in a new proposal. It's 12 just having an opportunity to address it, and if it's 13 going to be addressed in Workshop 2, that's fine. We can address it there, and then I assume, or should I 14 15 assume that the order coming out of Workshop 2 will

16 then modify the order from Workshop 1 with respect to 17 that issue?

18 JUDGE RENDAHL: I'm not sure what the form of 19 the order coming out of Workshop 1 will look like given 20 Qwest's withdrawal, so I think we may just address them 21 separately in each workshop, if that helps, so maybe if we are getting briefs from AT&T and WorldCom and any 22 23 other party from Colorado on the 6th, we don't need to 24 have additional discussion except if you wish to make a 25 proposal to the Commission to keep orders draft and not

01035 have the commissioners' presentations. 1 MS. TRIBBY: We will consider doing that, 2 3 making a formal order. Why don't we go ahead and file 4 our brief, because I understand now that you are in the 5 process, you and the commissioners are in the process 6 of finalizing an order. 7 JUDGE RENDAHL: That's correct. 8 MS. TRIBBY: So you will be considering the briefs that have been filed as well as the withdrawal 9 10 of the proposal? 11 JUDGE RENDAHL: I assume so since we don't 12 have a final order yet on Workshop 1. 13 MS. TRIBBY: We will then comment on the new 14 proposal in the Workshop 2? JUDGE RENDAHL: I think that's appropriate. 15 16 MS. TRIBBY: Thank you. Understanding that 17 process helps. 18 JUDGE RENDAHL: Any other comments from the 19 parties, either from the bridge or Mr. Harlow? 20 MR. HARLOW: I guess we are going back to the 21 stay, and I guess I couldn't really sum it up better than Ms. Tribby did, our frustrations with procedurally 22 23 how these workshops are proceeding and the piecemeal 24 approach and the moving target problem, if you will. Ι 25 think there was an appropriate amount of passion in

01036 that too for our clients. 1 What I can't say because I've been tied up 2 3 otherwise for a few days and I haven't seen the letter, 4 and so I don't know for certain whether WorldCom and 5 Covad would support a formal stay motion, so to the б extent that AT&T intends that to be a formal motion, I 7 think you are probably going to need to call for some responses to that, at which time WorldCom and Covad 8 would weigh in on whether they think the appropriate 9 10 remedy for the procedural problems and concerns they 11 share would be a full-blown stay of the proceedings. 12 JUDGE RENDAHL: As I mentioned to Ms. Tribby, 13 I would prefer that if the parties intend to make that 14 a formal motion that they do so, and for the purposes 15 of this prehearing, I've understood AT&T's request, but 16 I think if we intend to bring that to the 17 commissioners, it needs to be made in a formal proposal 18 with clear opportunity for the parties to respond. Any 19 other parties wish to weigh in on this issue? 20 MS. RACKNER: I would just say on behalf of 21 my clients that we will be very happy to see a formal 22 motion, and again, I cannot commit my clients would be 23 joining, but we would certainly be predisposed to do 24 so. 25 JUDGE RENDAHL: I want to say I'm not saying

01037 I'm inviting it. I'm just saying that's the proper 1 2 process to do so. Any other party? 3 MR. FFITCH: We are very sympathetic to the 4 issues being raised by the CLECs here. Our concern 5 here is that the process be good enough so that we б don't have premature Section 271 approval, which is 7 very harmful to residential and small business 8 customers, so if there is going to be a motion, we 9 would like an opportunity to respond to it. 10 JUDGE RENDAHL: Thank you, Mr. ffitch. Any other comments? Hearing nothing, the last issue I had 11 12 on my agenda was this issue that I alluded to earlier 13 of how parties make filings here at the Commission, and 14 I would request that all of you review the Commission's 15 Rule 480-09-120, which addresses filing in service here 16 at the Commission. 17 Whenever anything is filed with the 18 Commission, it must be filed in hard copy. Facsimile is allowed, but the hard copy has to be postmarked the 19 20 day of the filing, but the Commission does not 21 currently have a process for accepting electronic 22 filing. I just want you to be aware of that. It's 23 been allowed by exception, but I don't want to make it 24 the rule, so to the extent that we can comply with 25 those rules, I very much appreciate it. The rules do

allow that parties can receive service by electronic mailing, but that service is different from filing here at the Commission. That is all that I have on my agenda. Thank you all for coming and patching in on the bridge line. б Does anyone have any other issues they want to address this morning before we go off the record? Hearing nothing, we are adjourned, and I will attempt to get out an order by the end of the week or early next week depending on the responses I get from the parties on the issues we addressed this morning. Thank you all. (Prehearing conference adjourned at 11:25 a.m.)