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             BEFORE THE WASHINGTON UTILITIES AND
 2
                  TRANSPORTATION COMMISSION
 3
                                   ) Docket No. UT-003022
 4 In the Matter of the
   Investigation Into US WEST
                                   ) Volume XII
 5 Communications, Inc.'s
                                   ) Pages 1442-1662
   Compliance with Section 271 of )
 6 the Telecommunications Act of )
   1996.
                                   )
 7
    In the Matter of US WEST
                                   ) Docket No. UT-003040
 8 Communications, Inc.'s
    Statement of Generally
                                   )
 9 Available Terms Pursuant to
                                   )
   Section 252(f) of the
10 Telecommunications Act of 1996.)
11
12
                       A workshop in the above matter was
13 held on November 8, 2000, at 8:36 a.m., at 1400 S.
14 Evergreen Park Drive, S.W., Olympia, Washington,
15 before Administrative Law Judge ANN RENDAHL.
16
17
                       The parties were present as
    follows:
18
                      AT&T, by Letty S.D. Friesen and
19 Mitchell Menezes, Attorneys at Law, 1875 Lawrence
    Street, Room 15-21, Denver, Colorado, 80202.
20
                       QWEST, by Lisa Anderl, Attorney at
21 Law, 1600 Seventh Avenue, Room 3206, Seattle,
    Washington, 98191, and Robert Cattanach, Attorney at
22 Law, Dorsey & Whitney, Pillsbury Center South, 220
    South Sixth Street, Minneapolis, Minnesota, 55402.
23
                       WORLDCOM, by Ann Hopfenbeck,
24 Attorney at Law, 707 17th Street, Suite 3600, Denver,
   Colorado, 80202.
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01443 1 XO WASHINGTON, INC., ELI, ATG, 2 FOCAL COMMUNICATIONS OF WASHINGTON, INC., and ALLEGIANCE TELECOM, by Gregory J. Kopta, Attorney at 3 Law, Davis, Wright, Tremaine, LLP, 2600 Century Square, 1501 Fourth Avenue, Seattle, Washington, 4 98101. 5 METRONET, COVAD, ICG COMMUNICATIONS, INC., and MPOWER, by Brooks Harlow, б Miller Nash, 4400 Two Union Square, 601 Union Street, Seattle, Washington, 98101. 7 RHYTHMS LINKS, INC., by Douglas 8 Hsiao, Attorney at Law, 9100 E. Mineral Circle, Englewood, Colorado 80112. 9 SPRINT, by Eric S. Heath, Attorney 10 at Law, 330 S. Valley View Boulevard, Las Vegas, Nevada, 89107. 11 ESCHELON, by Ellen Gavin, Attorney 12 at Law, address unknown. (Appearing via teleconference bridge.) 13 14 15 16 17 18 19 20 21 22 23 24 Barbara L. Nelson, CCR 25 Court Reporter

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2	INDEX OF EXHIBITS			
3				
4	EXHIBIT:	MARKED:	OFFERED:	ADMITTED:
5	Exhibit 299	1460		1461
6	Exhibit 300	1480		1662
7	Exhibit 313	1492		1662
8	Exhibit 314	1506		1662
9	Exhibit 315	1662		1662
10	Exhibit 387			1662
11	Exhibit 388	1542		1662
12	Exhibit 395			1472
13	Exhibit 433	1447		1458
14				

01445 1 JUDGE RENDAHL: Let's be back on the 2 record. Today is Wednesday, November 8th, and we are 3 continuing our second workshop in the Section 4 271/SGAT proceeding here in Washington State. My 5 name is Ann Rendahl. I'm the Administrative Law 6 Judge in this proceeding. We have a few new faces 7 this morning. Mr. Heath, would you like to state an 8 appearance for the record? 9 MR. HEATH: Thank you, Judge. Eric Heath, 10 appearing on behalf of Sprint Corporation. 11 JUDGE RENDAHL: And Mr. Harlow, would you 12 like to introduce your witness? 13 MR. HARLOW: Yes, Mike Zulevic, from Covad 14 Communications. 15 JUDGE RENDAHL: Okay. Thank you. Last 16 night we just about finished up our Checklist Item 17 Number One, interconnection issues. But we have at 18 least one remaining issue, and I'll turn the floor 19 over to Mr. Wilson at this point to finish up your 20 interconnection issues. 21 MR. WILSON: Thank you, Your Honor. On the 22 issue of trunk blocking in some proceedings, we've 23 had lengthy discussions on blocking issues. I merely 24 wanted to state a comment and alert the Commission to 25 the direction we're taking on blocking.

01446 1 Mr. Freeberg presented some information on 2 blocking. We're encouraged that Qwest seems to be doing better on blocking for CLEC trunks. Of course, 3 4 we won't know the actual story until after the 5 verification by the ROC process. 6 What AT&T is doing is preparing a new PID, 7 a new blocking metric that we're going to propose at 8 the ROC for blocking that will look more at a 9 trunk-by-trunk basis. We feel that the current PIDs 10 are too aggregate to really capture problems that 11 blocking will cause on a trunk-by-trunk basis. So we 12 are drafting a new PID and we'll present that at the 13 ROC and propose that it either be a substitute for 14 the current PIDs for blocking or an additional PID. 15 And that's basically all I wanted to say. 16 JUDGE RENDAHL: Any response from Qwest? 17 MR. FREEBERG: Yes. I've got an exhibit 18 that I'd like to offer. 19 MS. WEBER: Not three-hole punched. Sorry. 20 MR. FREEBERG: And I'd like you to turn to 21 page 56 of Mr. Wilson's testimony, towards the bottom, paragraph 161, I believe it is. 22 23 JUDGE RENDAHL: Did you state a number of 24 that? I'm sorry. 25 MR. FREEBERG: Did we put a number on this

01447 1 handout? Is that what you're asking? JUDGE RENDAHL: The number of this exhibit 2 3 is -- the last exhibit we had was 432, so this will 4 be 433. I was wondering what the exhibit number was 5 of Mr. Wilson's testimony was that you were referring 6 to. 7 MR. FREEBERG: Ah, just a moment. I can --8 I believe it's 371, although, wait a minute. I may 9 be wrong. 10 MS. FRIESEN: Is it 433, perhaps? 11 JUDGE RENDAHL: No, this exhibit that was 12 just circulated is 433. And you are referring to Mr. 13 Wilson's. 14 MR. FREEBERG: He had numbered a 34-T. 15 JUDGE RENDAHL: Let's be off the record 16 while we sort this out. 17 (Discussion off the record.) 18 JUDGE RENDAHL: Let's be back on the 19 record. While we were off the record, we identified 20 that we are discussing Mr. Wilson's Exhibit 371 at 21 page 56, at the very bottom, starting at line 21. Is 22 that correct? 23 MR. FREEBERG: That's correct. 24 JUDGE RENDAHL: And we have marked the 25 exhibit handed out as 433, and it was described as

01448 1 Comparison Between Direct and Tandem Trunking. Is 2 there any objection to this exhibit? MS. FRIESEN: Well, I suppose I would 3 4 appreciate a little more information on what the 5 exhibit is before we have to object to it. 6 JUDGE RENDAHL: Okay. Why don't we go 7 through a little bit of discussion on it, and then 8 we'll bring that issue up later. 9 MS. FRIESEN: Okay, thank you. 10 MR. FREEBERG: At the bottom of page 56 11 there, and I'm focusing on a sentence that begins, 12 again, Approximately 95 percent of Qwest's traffic 13 flows on these trunk groups, leaving only five 14 percent of the traffic traveling on the tandem trunk groups that are subject to the blocking metrics. 15 16 So this comes back to, I think, Ken's 17 point. Again, I'm trying to be thinking along the 18 lines that, you know, is it wise for us to be 19 thinking about more measurements related to blocking. 20 I think, for a couple of reasons, the answer is no. 21 The first reason is, as we look at the existing NI-1 22 metrics, we see very, very low blocking there. 23 Secondly, as we look at non-interconnection 24 trunk groups, again, we said there were maybe three 25 local trunk groups in a recent month that were

01449 1 blocking at problem rates out of a base of almost 300 2 trunk groups. So we think a relatively low level of 3 blocking there. 4 Now, I just -- I think that Ken's 5 suggestion that there needs to be more blocking 6 metrics is based on a thought that says more of the 7 interconnection traffic flows via the tandem than 8 does non-interconnection traffic. 9 I mean, I think, if I understand Ken's 10 point at this part of his testimony, he's saying only 11 five percent of Qwest's non-interconnection traffic 12 flows via the tandem. In contrast, this says 25 13 percent of the CLEC traffic travels over the tandem 14 trunk groups. And I offer the numbers here as Exhibit 433, and I'll walk you through them to make 15 16 it more clear what we're looking at. 17 We're looking for, at this point, at the 18 September 2000 data, so certainly this changes, you 19 know, all the time, but there's some relative 20 stability to it, as well. That the top set of three 21 numbers is a look at the interconnection trunks, so 22 again, these are trunk groups and trunks that have 23 one end on a CLEC switch and one end on an ILEC 24 switch. And the top line you see is the direct 25 trunking, or that trunking which is not via the

01450 1 tandem. 2 And you'll see there that if you take a 3 look at that, it is some 83,736 trunks, which is 71 4 percent of the total measured as trunks. And if you 5 work your way across, you next see what would be the 6 trunks required calculation we've talked about 7 before. Maybe more importantly is the offered CCS. 8 This is really looking at how much traffic, a direct 9 relationship to how many minutes of traffic were 10 flowing, you know, on direct trunk groups. And you 11 can see there, as you work your way across to the 12 right, it was roughly 68 percent of the traffic that 13 was flowing on the direct trunk groups. 14 The flip of that, then, is that some 32 15 percent of the traffic was flowing on a tandem routed trunk group. If you measured it by trunks, moving 16 17 off to the left again into that percent of total 18 trunks column, approximately 29 percent of the trunks 19 are via the tandem, and again, we're focused here on 20 the interconnection trunks. 21 So where Ken says 25 percent, in September, 22 at least, it was 29, pretty close. Roughly, you 23 know, in the range. If we drop down below, however,

24 you see a look at the non-interconnection trunks here

25 in Washington, and what you find there is it is

01451 1 roughly the same split, almost precisely the same split. In other words, 29 percent of the local 2 3 trunks are via a tandem. If you move across to the 4 right, approximately 28 percent of the traffic. 5 So much greater than the five percent 6 that's suggested in the testimony here is flowing via 7 the tandem here in Washington. 8 Because these two are effectively equal, 9 these are very, very similar, my argument is new 10 measurements aren't necessary. If these numbers were 11 very different from one another, as Ken mentioned in 12 his testimony, let's say five versus 25, there could 13 be good reason for the need for the new metrics. 14 I think this kind of data shows roughly the 15 same amount of interconnection and 16 non-interconnection traffic flows via the tandem, 17 meaning that when a call goes via the tandem, if it 18 is going to be blocked behind the tandem, there's 19 roughly the same likelihood that a 20 non-interconnection call would encounter that 21 blocking, as would an interconnection call. Does that make sense? 22 23 Behind this is a look at August, and a look 24 at region, the region-wide picture, the same kinds of 25 numbers. Just showing you that, again, the break is

1 very similar if we look at it, you know, aggregated 2 all the way up to a regional level. However, in that 3 case, Qwest's non-interconnection traffic, there's 4 more of it, actually, that flows via the tandem than 5 there is interconnection traffic. 6 So I quess my bottom line is that I think 7 this data helps show that there isn't a need for new 8 measures, new blocking measures. 9 MR. WILSON: Well, I understand the data 10 that Mr. Freeberg's presenting. It is contrary to 11 data and discussions that I've had on this similar 12 issue with US West employees over the past five 13 years. I've been in many situations discussing these 14 issues with US West employees, former US West 15 employees, and I have never, until this moment, had 16 anyone refuting the fact of it being more -- that the 17 tandem trunks carried more on the order of five 18 percent, rather than 28 or 29 percent of the call 19 volume. So I guess I have some skepticism as to the 20 validity of this data. 21 If the access trunks were also included in 22 here, it might be a little more along the lines of 23 what I understand to be the actual situation, but the 24 access trunks should not be counted in this data.

So I guess the first question I have for

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25

01453 1 Mr. Freeberg is are access trunks included here? MR. FREEBERG: No, they're not. 2 3 MR. WILSON: Okay. Well, I think, as far 4 as the data that's being presented, that maybe this 5 is a question for the third party validating team to 6 look at. I think we need, in order to verify this, 7 we would need to see all the whole trunk picture for 8 Washington, rather than just a summary. There are --9 I mean, I'm sure Qwest could produce a list of trunks 10 behind the tandems and direct trunks between end 11 offices. It's not a -- it's a long list, but not 12 that extensive. Just to see where these are going, 13 because, as I say, this is simply contrary to my 14 general knowledge of how their network has been set 15 up. 16 If I had a full copy of the results that 17 are being used at the ROC, there are some trunk 18 tallies in that that could be used, at least at a

18 tallies in that that could be used, at least at a summary level, to see if what's being counted there correlates with these numbers. Because to get to the current PID values, they are looking at different sets of trunks, and perhaps the third parties are looking at those, so maybe part of this is already being done. So I guess that's my first comment. The other thing I would correct, I believe

1 Mr. Freeberg said that there were only three trunks blocking excessively. I believe that the exhibit you 2 3 showed yesterday, there were six trunks over two 4 percent, and the way that Qwest is presenting that 5 data right now, we don't know if those trunks are 6 blocking at 30 percent, 20 percent. We are not being 7 given the actual blocking level. 8 And the problem that CLECs have had is that 9 when you go or when you put new customers on your 10 network, those customers pull calls from Qwest 11 customers all over a metropolitan area. So for 12 instance, if AT&T signed up a bank in Seattle, there 13 would be people -- largely Qwest customers calling 14 that bank from all over the metropolitan area. And 15 if you don't have enough trunking to those outlying 16 areas, you may get blocking. Even though the 17 customer you added is in the center of town, you may 18 see blocking elsewhere. 19 So the idea of a PID that looks at

individual trunks was to capture this problem that, even if you're -- even if your average blocking was very, very good, if you have serious blocking on even one trunk, that can cause you to slow your business -- your entry into the market down, because you know that when you add a new customer in one place, it

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01455 1 will potentially cause excessive blocking in another 2 place. And that's why we feel that it's important to 3 look at a trunk level. 4 And so for instance, in the exhibit that 5 was presented with the six trunks that were over two 6 percent, if one of those is at 35 percent, that would 7 be, I think, a fairly critical issue for CLECs, and 8 we should look at that individually. 9 JUDGE RENDAHL: Just for clarity of the 10 record, do you have the exhibit number that you're 11 referring to? 12 MR. WILSON: It was Tom's exhibit. You 13 have to help. The one that --14 MR. FREEBERG: I think it's 355-C. 15 MR. WILSON: Yes, 355-C, I guess. It's 16 41-C in your rebuttal. 17 JUDGE RENDAHL: Okay, thank you. 18 MR. WILSON: And it shows six trunks 19 blocking over two percent. 20 MR. FREEBERG: And can I just be clear, if 21 you look at those six and you come back to the 22 tandem, you'll see that three are involved with local 23 tandems and three are involved with access or 24 operator tandems. That was my point about the three. 25 MR. WILSON: Okay.

01456 1 MR. FREEBERG: In other words, back to your 2 question of does this report, does 355-C involve 3 access, yes, it does. 4 MR. WILSON: Okay. Well, thank you for 5 that clarification. So it would be three local 6 trunks blocking only two percent? 7 MR. FREEBERG: Right. MR. WILSON: Okay. But my problem still 8 9 remains that, one, we don't know how much each of 10 those trunks is blocking, and second, that it can be 11 a problem for a CLEC, even if one trunk is blocking 12 at a very high level. You can get customer 13 complaints from your customer that people can't reach 14 them from the Qwest network. 15 So that's kind of the reason that we wanted 16 to propose a new PID to look at some trunk-by-trunk 17 blocking. And I would say, it is certainly an 18 improvement to only have three trunks blocking over 19 two percent. I don't want to diminish that. I do 20 think it is an issue if even one trunk is blocking at 21 a high rate. 22 JUDGE RENDAHL: Okay. But is it correct 23 that this is an issue that AT&T plans to raise at the 24 ROC, and that Qwest will have an opportunity to 25 respond to and discuss during the ROC process?

01457 1 MR. WILSON: Yes, it is. I think, because 2 of some of the issues that have just come up, 3 disagreements as to which trunks should be looked at 4 and in what way, that that is a discussion better 5 dealt with by the ROC process. 6 JUDGE RENDAHL: Okay. I'm not going to 7 include it on our issues list, then, necessarily for 8 interconnection, because I consider it to be a 9 performance-related issue that we will be dealing 10 with in a later workshop. Is that --11 MS. FRIESEN: Could I -- I would like to 12 see the backup data that supports the summary. And 13 if they could put that into the record and we could 14 deal with it at a later workshop, that's fine. JUDGE RENDAHL: Okay. 15 16 MS. FRIESEN: But otherwise, I'm inclined 17 to object to the introduction of an exhibit where we 18 don't get to see -- I don't even know who compiled 19 this data. And we have serious concerns about what 20 they're defining as interconnection trunks versus 21 non-interconnection trunks. And from what Ken has testified to, we would need to see sort of the backup 22 23 data, rather than the summary, which I think was put 24 together, as I look at this thing, by someone named 25 L. Stolper, who is not Mr. Freeberg, but I can --

01458 1 MR. FREEBERG: I'm happy to provide backup 2 data if that's what's requested. MR. CATTANACH: We'd still like the exhibit 3 4 admitted. At the follow-up workshop, if you think 5 the backup data doesn't give you what's in the 6 exhibit, you can certainly bring that point up. I 7 think it's appropriate to admit the exhibit. JUDGE RENDAHL: As with all performance 8 9 data that's in the record, we have stated that we are 10 not considering that at this point until we get to 11 the performance issues in workshop four. So 12 considering that other performance data are in there 13 and are not going to be relied upon for making a 14 decision in this workshop orders, I'm going to allow 15 it in, just for that purpose of, you know, Qwest 16 putting on their data, and you're able to handle it 17 and address it in Workshop Four, when we get to that 18 point. 19 And I encourage the parties to work 20 together to -- I encourage Qwest to provide AT&T with 21 the information that you need to understand this 22 exhibit. And if you have a dispute over discovery, 23 please bring it to my attention.

24MS. FRIESEN: Okay, thank you.25JUDGE RENDAHL: Exhibit 433 will be

01459 1 admitted. Is there anyone else who had wanted to 2 discuss this, add any points to this discussion? 3 Hearing nothing, are we done with interconnection? 4 MS. FRIESEN: Yes. 5 JUDGE RENDAHL: Okay. Well, let's move on 6 to the other issue involving Checklist Item Number 7 One, and that would be collocation. Let's be off the 8 record while we change witnesses and exhibits. Okay. 9 We'll be off for a few minutes. 10 (Recess taken.) 11 JUDGE RENDAHL: Let's be on the record. 12 Ms. Bumgarner, you are adopting certain portions of 13 Mr. Freeberg's testimony; is that correct? 14 MS. BUMGARNER: Yes, I am. JUDGE RENDAHL: And during the break, you 15 16 and I went through and discussed that. And those 17 exhibits, as I understand, are Exhibit 331, portions 18 of Mr. Freeberg's initial testimony, and Exhibits 19 337-C through 344, and I'm assuming that would be 20 portions of 342 relating to collocation and 343 21 relating to collocation; correct? 22 MS. BUMGARNER: Yes. JUDGE RENDAHL: Okay. And you'll be 23 24 discussing Exhibit 295, which is the revised version 25 of the SGAT that you distributed yesterday?

01460 1 MS. BUMGARNER: Yes. 2 JUDGE RENDAHL: Okay. Is there anything 3 else, any other exhibits we need to mark or handle 4 before we get going? 5 MS. BUMGARNER: Yes, Your Honor. This is 6 related to Checklist Item Number 11 for number 7 portability. And Ms. Strain had asked for a copy of 8 what I provided in Oregon, which is the FCC cites for 9 unassigned number porting and reserved numbers. 10 JUDGE RENDAHL: For unassigned number 11 porting and? 12 MS. BUMGARNER: Reserved numbers. 13 JUDGE RENDAHL: And reserved numbers. 14 We'll mark that as Exhibit 299. Is there any 15 objection to admitting these? 16 MR. HARLOW: Can I see it first, Your 17 Honor? 18 JUDGE RENDAHL: Sure. 19 MS. HOPFENBECK: This is the same thing 20 that you distributed by e-mail in Oregon; right? MS. BUMGARNER: Yes. 21 22 MR. HARLOW: No objection from us. 23 JUDGE RENDAHL: Okay. Hearing no 24 objections -- oh, I'm sorry, Ms. Friesen. 25 MS. FRIESEN: These simply purport to be

01461 1 quotes from the things cited; is that correct? 2 MS. BUMGARNER: Yes. 3 MS. FRIESEN: I have no objection. 4 JUDGE RENDAHL: Okay. Exhibit 299 will be 5 admitted. Thank you for providing those cites. I 6 think we're ready to go ahead, then. And as we have 7 a different court reporter this morning, and I didn't 8 mention this beforehand, she may not know all of you 9 at the start of the day. Okay. She does. I was 10 going to advise you to at least state your name when 11 you're speaking so that she knows who's talking, but 12 if that's not important, then we don't need to do 13 that. Okay. Let's get going. 14 MS. BUMGARNER: Thank you. Margaret 15 Bumgarner, for Qwest. Collocation is the provision 16 of space to other carriers at Qwest's premises for 17 the purpose of interconnection and access to 18 unbundled network elements. Qwest offers eight forms 19 of collocation. We have caged physical, cageless 20 physical, shared caged physical, interconnection 21 distribution frame, common area splitter collocation, 22 virtual collocation, adjacent collocation and remote 23 collocation. 24 To meet the FCC's recent order in CC Docket 25 98-147, Qwest has proposed a three-step ordering

01462 1 process. It includes forecasting, application and 2 acceptance. The forecasting involves an annual 3 forecast that's updated each quarter. The 4 application, Qwest will provide a feasibility study 5 and then a quote for the installation. And then, 6 third step is acceptance, and the CLEC must provide a 7 signed acceptance and payment of 50 percent of the 8 quoted charges within seven days. 9 The intervals proposed are dependent on 10 whether a forecast was received at least 60 days 11 prior to the application, and Qwest is also offering 12 a space reservation process for CLECs to reserve 13 space for up to one year in a particular premise. 14 Performance measures, currently the process 15 is measured by six performance measures. These were developed by the ROC. They're based on a 10-day 16 17 feasibility study, 25 days for preparing the quote, 18 and a 90-day interval for installation that starts 19 when the CLEC submits a 50 percent down payment. The 20 recent FCC order shortens the interval to an overall 21 90-day process from the receipt of the application to 22 the completion. 23 Three of the ROC measures calculate the 24 average intervals for the feasibility study, the 25 quote, and the installation phases. The other three

01463 1 measures calculate the percentage of commitments met 2 for feasibility, quote and installation. These six 3 measures are further disaggregated to calculate two 4 categories. You have physical caged, shared and 5 virtual in one category, and then a separate category 6 for cageless physical, and then each of these 7 categories are separated by new and augments. 8 So the six measures are broken into four 9 categories. We have 24 separate measures for 10 collocation. The results for Washington since the 11 first of the year show that Qwest has met nearly all 12 of the intervals and commitments met. 13 To put this into perspective, in 14 Washington, at the end of 1999, we had 237 collocation spaces. In January through July of 2000, 15 we had provided 386 collocation spaces. Regionally, 16 17 at the end of 1999, there's 1,391, and the seven 18 months, January through July of 2000, we provided 19 2,253 region-wide. So in the seven months of 2000, 20 Qwest has nearly doubled the collocations provided in 21 all of 1999. 22 The intervenor comments received were 23 primarily about specific SGAT sections, and we can 24 address each of those in order. 25 I'd also like to note that the Washington

1 Commission has adopted an order about collocation. This was adopted October 25th. It's not in effect 2 yet. The docket number is UT-990582. I'd also like 3 4 to make note that yesterday the FCC issued a 5 memorandum, opinion and order in CC Docket 98-148, so 6 it was released November 7th, 2000. The number on 7 that is DA 00-2528. This FCC order addresses 8 requests that the FCC received to clarify or waive 9 certain aspects of its collocation reconsideration 10 order. 11 As part of that order, it grants Qwest 12 conditional waivers. It does give us more time to 13 file our SGAT provisions. It gives us until November 14 22nd. We will be doing that. The SGAT that we file 15 in Washington will reflect the new Washington rules 16 and also address some of the things that are in the 17 FCC's order. It also speaks to intervals that are in 18 effect as defaults until either the FCC or the states 19 act. It also provides for forecasts as a 20 pre-condition to the FCC's intervals. 21 And I know that folks have probably not had 22 a chance to look at that order or take note of the 23 Washington order, but in going through the SGAT 24 provisions that we filed here, some of those things

25 we'll probably have to hold on and address later,

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1 after we've had a chance to look at these orders.
             JUDGE RENDAHL: Ms. Bumgarner, concerning
 2
 3
   Docket UT-990582, is that a rule-making docket or is
 4 that a case?
5
             MS. BUMGARNER: It was a -- what I have is
6 that it was a rule-making docket.
7
             JUDGE RENDAHL: That's the Commission's
8 collocation rule-making?
             MS. BUMGARNER: Yes.
9
10
             JUDGE RENDAHL: And so that was the final
11 order of the Commission recommending adoption of the
12 rules?
13
             MS. BUMGARNER: Yes, it was an open meeting
14 that was held October 25th.
             JUDGE RENDAHL: And the rules won't be in
15
16 effect until when?
17
             MS. BUMGARNER: As I understand it, it will
18 be published --
19
             MS. ANDERL: Your Honor, Lisa Anderl. As I
20 understand it, they'll be effective 30 days after
21 they're published in the State Register, and I'm not
22 aware whether that's happened yet or not.
23
             JUDGE RENDAHL: Okay. Thank you for
24 clarification.
25
             MS. BUMGARNER: That concludes my opening
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01466 1 statement. 2 JUDGE RENDAHL: Mr. Wilson, are you next in 3 line? 4 MR. WILSON: I guess. 5 JUDGE RENDAHL: Okay. Let's go ahead. 6 MR. WILSON: Thank you, Your Honor. 7 Collocation is very important to CLECs. The FCC 8 continues to help us with rulings on collocation. 9 The rule that I think is the most far-ranging and 10 important is the one that has set out the 90-day 11 interval as being what is required of all ILECs, 12 including Qwest. And the CLECs feel that that 90-day 13 interval is extremely important to efficient entry 14 into the local market. 15 I would like to note that when we go 16 through the SGAT provisions, there will be a lot of 17 discussion on intervals. Qwest, rather than 18 embracing the 90-day interval, has filed various 19 exception requests at the FCC, some of which we just 20 heard are being granted, others which probably won't 21 be. We will see in the SGAT that there are many 22 places where Qwest has inserted exception language to 23 the 90-day interval. 24 I believe it's certainly AT&T's position 25 that the FCC is basically telling the ILECs that over

1 four years that have gone by, it's time to stop 2 delaying and to get the collocations provisioned in a 3 timely manner. And to do that, Qwest needs to get 4 ahead of the game to look at where they need to add 5 additional power, additional facilities, et cetera, 6 so that collocations can proceed in a timely manner. 7 Ms. Bumgarner also made a statement that 8 the measurements for collocation intervals are 9 looking good for Qwest. I would like to point out 10 that the evaluation has shown that basically none of 11 the metrics are being reported properly. We have a 12 number of exception reports. For instance, Exception 13 1009 for CP-1 and CP-2, which are the basic intervals 14 for, I believe, cageless collocation, the final 15 statement on the exception reads, the CP-1 and CP-2 16 results for June are suspect because the data used to 17 derive these performance measures cannot be verified, 18 and in some cases, may be incorrect. Liberty has 19 concluded that it is impossible to verify that 20 performance measures CP-1 and CP-2 are being 21 accurately determined. I'll just read one, a little bit of one 22

23 additional one, Exception 1007. The CP-4 feasibility 24 study commitments met results for June are inaccurate 25 because they include items that should have been

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01468 1 considered as missed commitments. The overall impact 2 on the region-wide CP-4 measure for new cageless 3 requests would be a change from a hundred percent to 4 81.54 percent. 5 In addition, Qwest has apparently not 6 consistently applied the exclusion of requests from 7 CLECs with 21-day combined feasibility study quote 8 intervals from the statistics as stated in Qwest's 9 business rules. 10 So we are -- we hope that the evaluation 11 will continue. I believe at the moment, the last I 12 heard for collocation that the third party said that 13 the study would have to be completely redone, and 14 there's some discussions about how to actually 15 accomplish that right now. 16 The last item that I wanted to discuss in 17 my opening remarks is the fact that, on Monday of 18 this week, AT&T filed a complaint in the state of 19 Washington on continuing problems that AT&T is having 20 in accessing multiple dwelling units in the state of 21 Washington. This issue involves both subloop, which 22 will be discussed in an upcoming workshop, and issues 23 of collocation. 24 The problem is that we are being denied 25 access to boxes, connecting boxes in MDU units.

01469 1 Where these boxes were accessible to third parties 2 some months ago, they are now being locked so that access is being denied. We have also had situations 3 4 where existing wiring that AT&T had put in is being 5 cut and our customers disconnected. 6 And the solutions that Qwest is proposing 7 to our access to these boxes involve collocation type 8 arrangements, where new boxes have to be built at 9 tremendous expense, where both companies would have 10 to do truck rolls to provision a single line to an 11 end user in the MDU, and other problems that are 12 being thrown in our way to get access or to collocate 13 in these situations. So I think this is an issue 14 that will be brought out in the complaint, but I wanted to raise them as a serious concern we have. 15 16 The --17 JUDGE RENDAHL: Before you go on, is that 18 complaint filed here with the Commission or in state 19 court? 20 MS. FRIESEN: It was filed here with the 21 Commission yesterday, and I have a single copy of it. 22 I could make additional copies available to anyone 23 who wants them. 24 JUDGE RENDAHL: At this point, I don't 25 think it's necessary. I just wanted to clarify where 01470 1 it was filed. And you also mentioned, Mr. Wilson, 2 either truck rolls or trunk rolls, and I couldn't understand which it was. 3 4 MR. WILSON: Truck rolls, where both 5 companies would have to send a truck with a person, a 6 repair -- or an installer to the location to open the 7 box and install the correct wires. JUDGE RENDAHL: Thank you. 8 9 MR. WILSON: This issue of access to MDUs 10 and other points in the Qwest network is partially 11 touched on in remote collocation, that section of the 12 SGAT. We have not yet reached that section of the 13 SGAT in any state discussion, even though in Colorado 14 we have spent, at last count, five or six days on collocation. It might be prudent to consider a 15 discussion here on remote collocation even if we have 16 17 to take that section out of order at some point, 18 because we would like some opportunity to learn more 19 about Qwest's proposal for remote collocation so that 20 we can evaluate how it applies to this situation that 21 we are seeing in Washington. 22 And other than that, I think that concludes 23 my remarks. There are a tremendous number of issues 24 in collocation. We are slowly but surely resolving

25 them as we go through them in each state. But as I

01471 1 mentioned a moment ago, we have not yet been able to 2 make it through this section in any state, with the possible exception of Arizona, but there were so many 3 4 takebacks, it's a good question as to whether we 5 really made it through or not. 6 JUDGE RENDAHL: Okay. On my agenda, I have 7 WorldCom comments next. Ms. Hopfenbeck, do you have 8 a witness on collocation? 9 MS. HOPFENBECK: I do not have anyone 10 present here today. We don't have any comments at 11 this point. 12 JUDGE RENDAHL: Okay. Does XO Washington 13 have comments on collocation? 14 MS. ANDERSON: Not at this point. 15 JUDGE RENDAHL: Okay. And how about ELI? 16 Is there anyone here? 17 MR. KOPTA: No, Nigel Bates is no longer 18 with ELI, and they don't have someone that can adopt 19 that testimony, which largely just raised a couple of 20 additional concerns that built on Ms. Anderson's 21 testimony. So at this point, we simply won't offer that testimony, just to make things easier. 22 23 JUDGE RENDAHL: Okay. Thank you. 24 MR. KOPTA: I would note, however, on 25 behalf of the folks that I represent, that I

01472 1 appreciate Ms. Bumgarner highlighting the 2 Commission's rule, and I think that a comparison of 3 the rule with the SGAT demonstrates that there is a 4 substantial disconnect between those two, and given 5 that Qwest plans to modify the SGAT to incorporate 6 the requirements that Washington has adopted, as well 7 as the recent FCC order, and in light of Mr. Wilson's 8 comments in terms of not getting to remote 9 collocation, it may be that we would be better served 10 to skip over those provisions to allow Qwest to make 11 the revisions, and that might facilitate the ability 12 to reach farther into the collocation section than 13 has been done in other states. 14 JUDGE RENDAHL: Okay. And Mr. Harlow, you 15 have a witness here today? 16 MR. HARLOW: Yes, Mr. Zulevic has an 17 opening statement. 18 JUDGE RENDAHL: Before we go ahead, I'd 19 like to just make sure we get all the exhibits taken 20 care of. Let's be off the record for a moment. (Discussion off the record.) 21 22 JUDGE RENDAHL: While we were off the 23 record, Mr. Harlow identified some changes to Exhibit 24 395. On page 13, on lines three, 10, and 18, there's 25 a transposition in the SGAT number, and it should

01473 1 read 8.1.4.2 in all three lines. Mr. Zulevic, would 2 you stand and raise your right hand, please. 3 Whereupon, 4 MIKE ZULEVIC, 5 having been first duly sworn, was called as a witness 6 herein and testified as follows: 7 JUDGE RENDAHL: Okay. Are there any 8 objections to admission of Mr. Zulevic's testimony? MS. FRIESEN: No. 9 10 JUDGE RENDAHL: Okay. It will be admitted. 11 Mr. Zulevic, please go ahead with your statement. 12 MR. ZULEVIC: Thank you very much. I'll 13 try to make this rather brief, so that we can really 14 get into the meat of it just as soon as possible. First I'd like to say that since my 15 16 participation in the Colorado workshop on 17 collocation, there have been quite a number of issues 18 that have been resolved, a lot of the issues that 19 were filed in my Exhibit 395, and I definitely 20 appreciate that movement. 21 Unfortunately, there still are some very 22 significant issues that we still have before us that 23 we're going to have to continue to work through until 24 we do get adequate resolution, and a number of these 25 have already been discussed briefly by Mr. Wilson, on 01474 1 behalf of AT&T. 2 The issue around intervals is very critical 3 to us if we're going to be able to do an adequate job 4 of providing service to the customers in the state of 5 Washington. The next issue that I feel very strongly 6 about has to do with nondiscriminatory access to our 7 collocation arrangements, and this is an issue that 8 was brought up briefly, I believe in Colorado, as 9 well, but it has to do with the actual way that 10 access is provided by Qwest and the need to have 11 immediate response when the electronic system 12 providing access does not allow our technicians 13 access to our equipment. 14 The third issue I'd like to speak briefly 15 to in my opening statement has to do also with an issue brought up by Mr. Wilson, and that is remote 16 17 access. This is something, again, that we have not 18 had an opportunity to really dig into deeply in any 19 other workshops because of the length of time 20 required to get through issues that are ahead of it 21 in the SGAT, but remote terminal access is going to 22 become more and more critical as time moves forward. 23 As in many cases, the actual intelligence 24 that is currently incorporated primarily in the 25 switch is moving out into the remote terminals. And

01475 1 unless we find adequate ways to gain access to those 2 points within the network, we're going to see 3 ourselves behind another bottleneck in our ability to 4 serve customers in the more distant parts of the 5 network. 6 There is some language that I see Qwest has 7 included in their SGAT dealing with remote 8 collocation, Section 8.2.7. I have reviewed it and, 9 in some cases, I think that this language will 10 suffice in allowing us to get into certain types of 11 competitive markets, primarily those having to do 12 with businesses, multiple dwelling, multiple tenant 13 unit type arrangements where we have a larger number 14 of potential customers and we also maybe have the 15 opportunity to going under contract for enough customers to warrant the cost of providing that 16 17 equipment and installing it in a remote terminal. 18 However, in many cases, the vast majority 19 of cases, these remote terminals do not give us 20 access to enough residential customers to ever be 21 able to justify putting in that type of equipment 22 investment in all the remote terminals in the state 23 of Washington to be able to adequately compete for 24 those residential customers' data type services. 25 So again, in reviewing the language, I see

01476 1 that there are some options that are being made 2 available. However, one that I see is absent is the ability to, in effect, collocate on a card-at-a-time 3 4 basis in the next generation digital loop carrier 5 equipment that Qwest is currently deploying in 6 certain areas of their region. 7 So unless we have that ability to basically 8 unbundle and be able to, in effect, collocate on a 9 card-at-a-time basis, I really don't see that true 10 competition will become a reality for the residential 11 customers served by that type of technology in the 12 state of Washington. 13 And that concludes my opening statement. 14 Thank you. 15 JUDGE RENDAHL: Thank you. Okay. Is there 16 some way to get Mr. Hsiao to the table here? 17 MS. HOLIFIELD: Sure. 18 JUDGE RENDAHL: Let's be off the record for 19 a moment. (Discussion off the record.) 20 JUDGE RENDAHL: Let's be back on the 21 22 record. We have Mr. Douglas Hsiao, and I'll have you 23 spell your name for the record. 24 MR. HSIAO: It's spelled H-s-i-a-o. 25 JUDGE RENDAHL: Thank you. And you're

01477 1 representing --2 MR. HSIAO: Rhythms Links, Inc. JUDGE RENDAHL: Thank you. Mr. Hsiao, 3 4 would you please stand and raise your right hand. 5 Whereupon, б DOUGLAS HSIAO, 7 having been first duly sworn, was called as a witness 8 herein and testified as follows: 9 JUDGE RENDAHL: Thank you. I'll note for 10 the record that Mr. Hsiao had believed testimony had 11 been filed here in Washington on behalf of Rhythms 12 Links. It appears it hasn't yet been, and I have 13 said that Qwest will be granted an opportunity to 14 file rebuttal testimony if it chooses, if it feels 15 it's appropriate to do so, and I appreciate Ms. 16 Friesen's suggestion to do that. Mr. Hsiao, why 17 don't you go ahead with your comments. 18 MR. HSIAO: I just had a brief opening 19 statement, which would basically echo what Mr. 20 Wilson, of AT&T, and Mr. Zulevic, of Covad, said. There are two very important commitments 21 22 that Qwest makes, both in its SGAT and its other 23 filings, that are imperative to competition in 24 Washington, and those are the intervals and 25 collocations at the remote collocations.
01478 1 Our interest in this is that Qwest makes up 2 unconditional commitments to provide collocation at remote terminals and to a 90-day interval for 3 4 collocations. Our problem is that the SGAT, as it is 5 written now, has so many conditions on it, for 6 example, for forecasting or other things, that these 7 commitments are, in reality, sort of illusory to 8 competitors. 9 So I'd like to see in this workshop that we 10 be able to get to those sections and discuss what 11 sort of conditions are being placed on these and the 12 actual commitments that Qwest is making. 13 JUDGE RENDAHL: Thank you. Is that --14 MR. HSIAO: Yes. 15 JUDGE RENDAHL: Does that conclude your 16 comments? 17 MR. HSIAO: Yes, it does. 18 JUDGE RENDAHL: Okay. Are there any 19 follow-up comments by Qwest before we go into the 20 discussion phase? MS. BUMGARNER: No, Your Honor. 21 22 JUDGE RENDAHL: Okay. I would like to go 23 off the record again. Let's be off the record for a 24 moment. (Discussion off the record.) 25

01479 1 (Recess taken.) 2 JUDGE RENDAHL: Let's be back on the 3 record. We had some offline discussions, and we're 4 going to try to maximize the time, the use here on 5 collocation, and my understanding is we'll be 6 starting with Section 4 of Exhibit 295, Definitions, 7 address a few items there, then move to Section 8 Eight, Section 8.1, and then move to sections 9 relating to remote terminals and then CLEC 10 cross-connect, and then go back in order on Section 11 Eight. Okay. Let's get going. 12 MS. BUMGARNER: Thank you. Margaret 13 Bumgarner, with Qwest. Starting with Section Four, 14 which is the Definitions section, and basically, 15 there were, I believe, four provisions in this 16 section dealing with collocation items. The first is 17 Section 4.12. We've actually reached agreement on 18 that language, with the exception -- the last two 19 words of that section dealing with remote collocation 20 have been held open until we conclude discussions 21 around the later provisions in the SGAT. 22 JUDGE RENDAHL: Any comments? 23 MR. WILSON: I'm not sure we need to hold 24 this open for the definition. MS. BUMGARNER: Can I close it? 25

01480 1 MR. WILSON: I think so. 2 JUDGE RENDAHL: So there's agreement on 3 4.12? Okay. Before you move on, I'll note that 4 Section 4.13 says Oregon. Do we need to change that 5 to Washington? 6 MS. BUMGARNER: Probably should be. 7 MS. HOPFENBECK: That change was noted 8 yesterday. 9 JUDGE RENDAHL: Oh, was it? Okay. Sorry. 10 MS. BUMGARNER: The other provisions have 11 been approved, and I have one handout related to this 12 section. 13 JUDGE RENDAHL: This will be Exhibit 300. 14 It's Revised Section 4.50(a). MS. BUMGARNER: Actually, it's not revised. 15 16 This is a new section to add. 17 JUDGE RENDAHL: Okay. 18 MS. BUMGARNER: And what number? 19 JUDGE RENDAHL: It will be Exhibit 300. 20 And I will refer to it as New Section 4.50(a). MS. BUMGARNER: This section, we had agreed 21 22 to add --23 JUDGE RENDAHL: We are on the record, so 24 let's keep going here. 25 MS. BUMGARNER: This section, we had agreed 01481 1 to add this in the Oregon workshop. JUDGE RENDAHL: Is there any objection to 2 3 this section? 4 MS. FRIESEN: No objection. 5 MR. ZULEVIC: This is Mike Zulevic, Covad. 6 Does this -- I quess I'm wondering if this definition 7 identifies remote premises separately from other uses 8 of the term premise within the SGAT. 9 MS. BUMGARNER: I'm not sure I followed 10 you, Mike. 11 MR. ZULEVIC: When you're referring to 12 remote premise collocation -- well, let me get right 13 to the root of where we're going in a little while. 14 As I understand it right now, only physical 15 collocation is allowed in a remote premise or in 16 remote collocation arrangements. And what I want to 17 be sure of is that, by having a separate definition 18 for remote premise, that -- from the use of premise 19 in other places in the SGAT, that we're not losing 20 the ability to discuss whether or not virtual, 21 cageless collocation, other types, shared 22 collocation, for instance, would not be applicable. 23 MS. BUMGARNER: No, that's not the intent. 24 It's to separate those remote collocations from the 25 ones that are on contiguous property with a wire

01482 1 center, those that are providing access to the distribution facilities, it's really our intent. And 2 3 I'll try to address then the terms and conditions and 4 ordering procedures for remote locations separate 5 from those that are more applicable to like a wire 6 center type building. 7 So it's -- all the terms and conditions and 8 types of collocation that you want to discuss for 9 those that are remote, CEVs or pedestals or MDUs, 10 those would be under the remote. 11 JUDGE RENDAHL: Okay. We need to take a 12 break. Let's go off the record for a moment. 13 (Discussion off the record.) 14 JUDGE RENDAHL: Let's be back on the 15 record. And remember that, because we don't have 16 microphones and because it's a small room, when you 17 are talking to one another, it is difficult to hear 18 what the witness is saying, so just keep that in mind 19 when you're having, you know, other discussions. I'm 20 sorry, Ms. Young. 21 MS. YOUNG: Yeah, this is Barb Young, with 22 Sprint. I echo the concern here. For example, in 23 8.1, where it's talking description, and it refers 24 generically to premise, would remote premise be 25 within that context of premise? And if so, then it

1 might be better to actually make remote premise a 2 subsection of premise, rather than its own separate definition, or else I think what would have to happen 3 4 is we would have to go through and everywhere it says 5 premise, it also includes remote, make that addition, 6 unless I'm out to lunch, but --7 MS. BUMGARNER: I think it's addressed in 8 the first part of Section Eight, and in one part --9 well, actually, it says 8.2.7.1, we use the phrase 10 remote premise, and it was suggested in Oregon that 11 we add this into the definitions section, that would 12 refer back, but premise includes all of the premises 13 for where we have the network facilities and 14 providing access. I think, under the first section of Section 15 16 Eight, 8.1, you will then see the definitions for the 17 different types under premise. 18 MS. YOUNG: Right. 19 MS. BUMGARNER: So if it doesn't answer 20 your questions when we get there, that's probably a 21 better place to try to address it. MR. HARLOW: Well, that's kind of where 22 23 we're going, too, is we really view remote collo as 24 essentially being the same as CO collo, and it's

25 probably best to start from that premise and then

## 01483

1 carve out exceptions and recognize the technical 2 feasibility limitations of a pedestal compared to a 3 CO, for example. We just think that might be a lot 4 more feasible way to do it, though, is to carve out 5 the exceptions, rather than trying to build back up 6 to the same places you are with the CO. 7 MR. CATTANACH: If I could just make a 8 point of observation, respond to that. When the 9 issue of remote collo became obvious we had to deal 10 with it, we looked at how do you accommodate the fact 11 that they're two very different sort of things. Do 12 you carve them out, do you define them separately. 13 And we actually looked at maybe doing it that way, 14 and at the end of the day, we decided, perhaps 15 rightly or wrongly, that it was easier to try to 16 treat it as a stand alone, rather than have it 17 included in everything else and then carve all the 18 exceptions to it. 19 And we can certainly -- that's, I guess, 20 one of the issues of proceeding sequentially here. 21 You can see that, as we look at, say, a central office collocation, it has different bundles of 22

23 things associated with it and then adjacent is

24 slightly different and then remote is slightly

25 different yet.

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1 So rather than try to treat them all the 2 same and then carve out exceptions, we try to define 3 them somewhat independently. Now, again, that's not 4 to say it's not open for discussion, but they're not 5 -- all this is intertwined, so I mean, we could 6 certainly do a -- let me just get to the point. 7 We could do a massive takeback and try to 8 restructure how all this is written, but that is a --9 I mean, I can promise you that's a very substantial 10 undertaking. We're not closing the door on that, but 11 I'll just represent to you that, when you go through 12 this, there are a lot of connections back and forth, 13 and we just have to be mindful of that. So we may 14 decide, when we're all done, that that's the best way to do it. I don't want to pre-judge that issue, but 15 I will tell you that it's not as simple as just 16 17 saying, well, remote means everything as a regular 18 premises except for these things. It's not quite 19 that simple. 20 MR. HARLOW: Some of the differing thoughts 21 about approaches may reflect different views about

the substance, as well. There may be elements that we think should track from CO collo to remote collo that you disagree, so I don't know if we ought to take a takeback. I think probably we ought to just

## 01485

01486 1 kind of reserve this issue, work through the 2 substance first, and then we may be in a better 3 position to agree as to structure of the agreement. 4 JUDGE RENDAHL: Ms. Hopfenbeck. 5 MS. HOPFENBECK: I actually have a problem 6 with the way this definition is structured, because I 7 think, logically, the problems that Mr. Zulevic, Mr. 8 Harlow, and Ms. Young have identified can better be 9 understood if you actually define remote premises, 10 rather than referring to the later provision. I 11 mean, I think this is a little bit -- my suggestion 12 is we do the following. 13 Rather than refer to 8.2.7.1, which 14 actually begins by explaining what remote collocation allows, and so that means the definition is a little 15 16 bit jumbled, we start with what I think is the 17 intent, and I'll suggest -- I'm just going to take 18 Qwest's language and turn it into a definition, and 19 then, once we do that, then we can better see whether 20 the definition satisfies all the parties' interests. MS. BUMGARNER: Can I just interject? This 21 22 started that we have a definition of premise, and the 23 different types of collocation that was before it --24 well, we started kind of at that point and then we do 25 have the definition for remote collocation in the

01487 1 first section. It was later when we used the phrase 2 the remote premise, and the requests in Oregon was to 3 have a reference on that. 4 So we were not rewriting remote collocation 5 back into the first part. I think we have a 6 definition around premise that includes remote, and 7 then --8 MS. HOPFENBECK: Right. What I'm 9 suggesting is that if you're going to define remote 10 premises as distinct, as a subset of premises, that 11 you should write the definition of what remote 12 premises is, and that's what I was just going to lay 13 out. 14 MS. BUMGARNER: This was AT&T's suggestion 15 in Oregon, so --16 MR. MENEZES: I will speak to that. This 17 is Mitch Menezes, for AT&T. In 8.2.7.1, the second 18 sentence purports to define remote premises, because 19 at the end is a parenthetical, in quotes, remote 20 premises. So I think the discussion was you've 21 defined a term here that's not in the Definitions 22 section. It wasn't about substance so much as having 23 all the definitions in that list and being able to go 24 to that list and, oh, here's remote premises, I know 25 what it means. Whether you do it by cross reference,

01488 1 which is what we suggested in Oregon, or lift the 2 definition out of here or modify it, because that's 3 what we want to do in the workshop, makes no 4 difference to AT&T, so --5 MS. HOPFENBECK: It does make a --6 logically, it's much easier for me to just read the 7 contract, and I think it makes a lot more sense if, 8 rather than cross-referencing, it's just sort of a 9 friendly amendment to what AT&T suggested we define 10 it. I'll just lay it out. It just makes -- it makes 11 the contract easier. 12 MS. BUMGARNER: You want 8.2.7.1 --13 MS. HOPFENBECK: You don't have to change 14 --15 MS. BUMGARNER: -- in the definitions? MS. HOPFENBECK: But I wouldn't put it in 16 17 like this. I was going to suggest the following: 18 That the remote premises are -- or consist of Qwest 19 outside plant facilities structures that are located 20 remotely from a Qwest wire center building property. 21 And then go, if you want to, these structures include 22 all structures that have -- as stated in 8.2.7.1. 23 Then 8.2.7.1 could probably be changed to 24 say, Remote collocation allows CLECs to physically 25 collocate in remote premises.

01489 1 MS. BUMGARNER: I want to make sure I'm 2 following you. So in the Definitions section, you 3 would instead put it under remote collocation? 4 MS. HOPFENBECK: No, it would define remote 5 premises to be Qwest outside plant facilities 6 structures --7 MS. BUMGARNER: Right. MS. HOPFENBECK: -- that are located 8 9 remotely from a Qwest wire center building property, 10 and then go on to explain, as 8.2.7.1 does, that 11 these structures include all structures that house 12 Qwest network facilities structures and public 13 rights-of-way, et cetera. 14 Then 8.2.7.1 would say, Remote collocation 15 allows CLEC to physically collocate in remote 16 premises. 17 Now, once you do that, then it's much 18 easier for us to think -- I think maybe it's just a 19 theory as to whether we can only think one way. 20 MS. BUMGARNER: Why does it not follow? MS. HOPFENBECK: But at any rate, it makes 21 22 it much easier, then, to go back to something that is 23 defined terms that every single time remote premises 24 comes up, we know that's what it is, and you can 25 compare those business notes with that definition in

01490 1 particular context and say, yea or nay, does this 2 definition work for you or does it not work for me. MR. HARLOW: I think we like WorldCom's 3 4 suggestion. 5 MS. BUMGARNER: Okay. 6 MR. MENEZES: I'm fine. MR. HARLOW: We're still going to have to 7 8 deal with the structural issues which we'll take up 9 later. 10 MR. MENEZES: Is that agreement to the 11 definition or are you saying that --12 MR. HARLOW: Agreement to the definition, 13 yes. 14 MR. MENEZES: Okay. 15 JUDGE RENDAHL: Okay. So I heard an 16 agreement about language for definition, and my only 17 question is whether, and this is to Qwest, whether it 18 would still retain the same SGAT Section, 4.50(a)? 19 MS. BUMGARNER: Yes. 20 JUDGE RENDAHL: Okay. 21 MR. WILSON: Ken Wilson. I believe we will 22 probably need to revisit this definition once we have 23 a discussion on remote collocation, because I think 24 there are some questions about points of termination 25 that may reflect back on the definition of remote

01491 1 premises. And I think it's probably better to wait 2 till we get into the heart of that to do that. So I 3 think we'll reserve our agreement on the actual 4 language. I think it should be defined up in the 5 definitions section, but we may need to add or 6 subtract from it. MS. BUMGARNER: Okay. 7 8 JUDGE RENDAHL: Okay. Ms. Bumgarner, do 9 you feel comfortable with the description for now? 10 MS. BUMGARNER: Yes. 11 JUDGE RENDAHL: Okay. 12 MS. HOPFENBECK: I was just noticing and 13 pointing out to Mr. Cattanach that if you want to 14 make the remote premises definition consistent with the way you define premises, then the language would 15 actually be, Remote premises refers to Qwest outside 16 17 plant, and then goes forward. Then it's consistent 18 throughout. 19 MS. BUMGARNER: I thought four was going to 20 go faster. 21 MS. HOPFENBECK: Definitions are actually 22 important in contracts. 23 MS. BUMGARNER: I'll start in the Section 24 8.1. First I'd like to say that, based on the 25 previous agreements in the workshops, we have changed

01492 1 the language that says wire center to premises 2 throughout this document, and unless there's a specific sentence or a term and condition in a 3 4 provision that, say, applies to a wire center or to a 5 remote premise, we will specifically say that in the 6 particular sentence. Otherwise, the provisions, it 7 really should say premise, and are not strictly to 8 wire center. 9 So with that, we'll start through Section 10 8.1. I do have a handout for 8.1. 11 JUDGE RENDAHL: Okay. And as that's being 12 handed out, I'll mark that as Exhibit 313. And this 13 is a revision to Section 8.1.1. 14 MS. FRIESEN: While that's being passed 15 out, could we just get some clarification from 16 Margaret? On one of the definitions of premises, I 17 think that's the FCC definition, that shows it as 18 being changed in your red-line version. 19 MS. BUMGARNER: Right. 20 MS. FRIESEN: And did you state for the 21 record that that's been agreed to or --MS. BUMGARNER: Yes, I just indicated I was 22 23 only going to talk about those where we haven't 24 reached agreement before, so if I skipped something 25 and you have a question on it, stop me and we'll go

01493 1 back, but I'll just assume that all the sections have 2 been agreed to, and we'll stop and talk about it. 3 JUDGE RENDAHL: Okay. So Section --4 Revised Section 8.1.1, Exhibit 313. 5 MS. BUMGARNER: Right. And this was 6 discussed in Oregon. The highlighted part is the 7 only part that was changed in Oregon. As you can 8 see, it's the word "at." Otherwise, for this 9 particular section, we had reached agreement on the 10 language. The only part that was held open, and this 11 is similar to what we had in the Definitions section, 12 was the last two words, indicated that we offer 13 remote collocation. And I don't know if you want the 14 same thing or --15 MR. WILSON: Well, I have a question. 16 MS. BUMGARNER: Okay. 17 MR. WILSON: Collocation allows for the 18 placing of equipment. In Qwest's opinion, does that 19 mean, for instance, if -- well, I think we would all 20 agree if a CLEC placed a DSLAM in a remote premise, 21 that that would constitute equipment. I think where 22 it gets a little murkier is if the CLEC simply needs 23 to place a connecting block. Is that equipment that 24 requires us to go through the whole collocation 25 process or not?

01494 1 MS. BUMGARNER: So if the -- I would consider that equipment, if you're going to put a 2 3 block in or a shelf in. 4 MR. WILSON: Well, say it's just a plain 5 terminal block. There's no electronics, it's just 6 punched-down block. Is that really equipment or is 7 it just a mean -- a connectivity means? 8 MS. BUMGARNER: In our view, we've been 9 including it in equipment. What would you refer to 10 it as? 11 MR. WILSON: Well, I don't know. I'm just 12 -- right now I'm just searching for a common 13 understanding, because I think when we get to remote 14 collocation, this is going to become an interesting subject. So in your opinion, a connecting block 15 16 would be equipment? 17 MS. BUMGARNER: Yes. 18 MR. WILSON: Okay. And let's take it down 19 one more level. If I just place a wire on an 20 existing connection block that's already there, a 21 Qwest connection block, is that collocation or is 22 that equipment, and then we get into this collocation 23 process? Because I'm not --24 MS. BUMGARNER: So if you're bringing up 25 and terminating, like, facilities on a block that's

01495 1 already there? 2 MR. WILSON: Right. 3 MS. BUMGARNER: Would it be clearer 4 equipment and facilities? 5 MR. WILSON: I beg your pardon? 6 MS. BUMGARNER: Equipment and facilities? MR. WILSON: No, no, I'm not sure that -- I 7 8 don't believe that I want to call that collocation. 9 Otherwise, I would have to call when I connect to a 10 NID collocation, and I don't believe that. 11 MS. BUMGARNER: See, I wouldn't necessarily 12 call that collocation. I mean, in my mind, if you 13 already have the block there, the connection point, 14 what you're really doing is terminating. 15 MR. WILSON: Right. 16 MS. BUMGARNER: You're doing a 17 cross-connect, you're terminating something there. 18 So I really wouldn't view that -- you've already 19 established physically where you're going to make 20 that connection, and that's really the collocation 21 space that's been set aside or the block that's been 22 set aside. And when you bring the facilities in, 23 you're really terminating at that point. I wouldn't 24 view that as processing an order for collocation so 25 that you could terminate.

01496 1 MR. WILSON: Okay. That was kind of where 2 I was going. I think we may have to have more 3 discussion around whether or not, when I place my own 4 block, is that always collocation, but then my 5 opinion would be that if I'm simply placing a wire on 6 an existing Qwest block, that's not collocation. 7 It's like connecting to a NID. It's not collocation. 8 We have never thought of it as collocation when 9 you're simply connecting a wire to an element. 10 MS. HOPFENBECK: What about placing a line 11 card? 12 MR. WILSON: Well, a card, I would say a 13 card is probably equipment, but maybe we have to look 14 at additional places to see if it always is 15 collocation. 16 JUDGE RENDAHL: I'll just remind everyone 17 to speak up, because we don't have microphones. 18 MS. YOUNG: Margaret, this is Barb Young, 19 with Sprint. We had talked about microwave. MS. BUMGARNER: Yes. 20 MS. YOUNG: And adding that. Can you 21 22 refresh my memory of where that was at? 23 MS. BUMGARNER: Actually, I think that's 24 where the word "at" came from, was around the 25 discussion on microwave.

01497 1 MS. YOUNG: And that would take care of it? MS. BUMGARNER: And the microwave is -- I 2 3 don't recall off the top of my head right now, but 4 microwave is stated in a particular section. 5 MS. YOUNG: Okay, thank you. 6 JUDGE RENDAHL: So are there any objections 7 to this particular section at this point, or are 8 there issues that need to be raised later? 9 MR. WILSON: It may depend on our 10 discussion on remote collocation. I think we need to 11 maybe hold it in abeyance for that. 12 MR. ZULEVIC: Mike Zulevic, Covad. Just 13 briefly, there was quite a bit of discussion in the 14 Colorado workshop relative to the definition of collocation, and I think all the parties kind of 15 16 struggled a bit with what is a type of collocation 17 versus what is a place where collocation can take 18 place, and I think that, as we move through this 19 section, we're going to have a lot of discussion 20 around that as to whether or not some definitions 21 have to change, and I think it could come back 22 possibly and impact this. I hope not, but I think 23 having included the word premise in the definition 24 has broadened it sufficiently to include a lot of the 25 concerns that we had in Colorado.

01498 1 JUDGE RENDAHL: Mr. Hsiao. 2 MR. HSIAO: The one thing that I would like 3 to raise is possibly adding some language at the end 4 of the definition, which would suggest that, by 5 identifying eight types of collocation, Qwest is not 6 limiting other types of collocation that may become 7 available because they're technically feasible or 8 because they're ordered by the FCC later on. So I 9 would suggest sort of adding something like, These 10 eight types of collocation pursuant to this agreement 11 are not -- do not limit the CLECs' ability to obtain 12 other types of collocation that are technically 13 feasible, or something along those lines. 14 MS. HOPFENBECK: Does it work to say the eight types of collocation available pursuant to this 15 agreement include, but are not limited to virtual, 16 17 caged, physical? 18 MR. HSIAO: Certainly more economical in 19 terms of words. 20 JUDGE RENDAHL: You need to speak up if 21 this is intended to be on the record. 22 MR. HEATH: I apologize. I was just 23 saying, instead of saying, The eight types of 24 collocation include but are not limited to creates a 25 contradiction. It should be, Collocation includes,

01499 1 but is not limited to the eight types, wherever they 2 get --3 MS. HOLIFIELD: Well, we don't even need 4 eight. 5 MS. HOPFENBECK: Includes, but are not 6 limited to, and then just list them. 7 JUDGE RENDAHL: We need to speak one at a 8 time so the court reporter can take everything down. 9 This is a workshop, but we are creating a record. So 10 I just caution everyone to just wait. So who wants 11 to read back what we have so far? 12 MR. HEATH: Collocation includes, but is 13 not limited to virtual caged physical, shared cage 14 physical, cageless physical, interconnection distribution frame, adjacent collocation, common area 15 16 splitter collocation, and remote collocation, period. 17 JUDGE RENDAHL: Ms. Holifield, I didn't 18 mean to cut you off. 19 MS. HOLIFIELD: No. Well, that's what I 20 was saying, was you don't need to say how many there 21 are if you're going to list them. You might as well 22 just say these are them. 23 JUDGE RENDAHL: Ms. Bumgarner, any 24 thoughts? 25 MS. BUMGARNER: We'll take that as a

01500 1 takeback. I can't agree to that right now. JUDGE RENDAHL: Okay. So for Section 2 3 8.1.1, Exhibit 313, it appears on some of this AT&T 4 and other parties essentially want to hold their --5 or reserve their agreement on this until later 6 discussion, and on the suggestion made by Mr. Hsiao 7 for not limiting to the eight types, Qwest would like 8 to take that back. Is that a correct summary? 9 MS. BUMGARNER: Yes. 10 MR. HSIAO: Yes. 11 JUDGE RENDAHL: Okay. 12 MS. BUMGARNER: The next section that I 13 have, Section 8.1.1.4, this is shared caged physical 14 collocation in Oregon, and then also Washington 15 comments, we have requests around sharing of the 16 cageless collocation, and Qwest is providing this in 17 accordance with the FCC's rules. The rule is 18 51.323(k)(1), and that FCC rule provides for caged as 19 the collocation for sharing. That's currently what 20 our systems are built on and our billing systems. We're not able to do cageless sharing at 21 22 this point in time. We would consider it if CLECs 23 would submit under a bona fide request process. 24 That's always available for CLECs to ask for. 25 Something beyond the standard provisions that we have

01501 1 in the SGAT. 2 MR. ZULEVIC: Mike Zulevic, with Covad. 3 Could you tell me more about your system's problems 4 in providing shared cageless? I don't understand why 5 that would not be available as bays or in a cageless 6 environment. Seems like they could be shared just as 7 a relay rack within a caged environment. 8 MS. BUMGARNER: Well, actually, I think 9 under the shared and the programming that they've 10 done on the system, that dividing up on a bay basis, 11 what they find with cageless is that you're really 12 talking about sharing a single bay, and right now, 13 what's offered is on a single bay basis for cageless. 14 And apparently the system that we use and what's been programmed does it in increments of bays, 15 and so they would need to reprogram that system and 16 17 change the way that they process the billing. They 18 currently don't have that capability and they would, 19 in fact, require changes to that system. 20 MR. ZULEVIC: Would it be an acceptable 21 alternative in a cageless environment to have the 22 owner of the cageless environment handle all billing 23 arrangements, but still be able to share that with 24 another CLEC? 25 MS. BUMGARNER: So that the bill we issued

01502 1 would go to, like, a primary CLEC? MR. HARLOW: Like a customer of record 2 arrangement on the retail side. 3 4 MS. BUMGARNER: So that would actually be a 5 CLEC subleasing a part of that. I can ask that 6 question. 7 MR. HARLOW: So that's a takeback. JUDGE RENDAHL: Appears to be. 8 9 MR. MENEZES: Mitch Menezes, with AT&T. 10 Just a question for Covad. Would you include in your 11 question that the second CLEC claim it is sharing 12 space, that if that CLEC ordered a UNE or 13 interconnection, that would also be billed to the 14 first CLEC and then you pass that through, is that what you have in mind, or just space, or however? 15 16 MR. ZULEVIC: My primary -- well, my 17 preferred position would be that the same terms and 18 conditions that the FCC has set forth for shared 19 caged should also apply regardless of whether it's in 20 a caged, a cageless arrangement, or in some cases, 21 even a virtual may be technically feasible to be 22 shared in that same manner. And as such, I would 23 think that the CLEC that would be sharing that space 24 would be able to set up their own billing 25 arrangements with the incumbent. I think we're going 01503 1 to be seeing more and more of this situation develop 2 as time goes on, and as collocation space becomes more a premium. And so any alternative that we can 3 4 come up with to better utilize that scarce commodity 5 would benefit consumers as a whole. 6 MR. HARLOW: I'm not sure that answered 7 your question. 8 MR. MENEZES: Yeah, that is helpful. 9 MR. HARLOW: Does it? Okay. 10 MR. WILSON: I might ask Qwest, are you 11 modifying your billing system for collocation for the 12 new remote collocation, where you're not talking 13 about a bay-at-a-time situation? It's more complex, 14 probably. 15 MS. BUMGARNER: Actually, it's a different 16 system for the remote. And I believe they are 17 working on the systems for that. They have been 18 meeting with CLECs, I think on an every other week 19 basis, and going through the remote and the 20 requirements and what the interests are, and so from 21 that, I think they're doing the programming on the 22 remote. 23 MR. WILSON: Thank you. 24 JUDGE RENDAHL: Any other comments on 25 8.1.1.4?

01504 1 MS. BUMGARNER: I just -- Mitch, I just 2 want to be sure. The question you asked was about 3 the CLEC that's subleasing and their ability to 4 process service orders for ordering, like, UNEs --5 MR. MENEZES: Right, I asked --6 MS. BUMGARNER: -- from that shared space. 7 MR. MENEZES: Right, I asked my question 8 because I wasn't clear what you would be taking back, 9 whether -- and I just wanted to be clear what Covad's 10 request is. And I think Mr. Zulevic clarified his 11 preference, a more consistent kind of process across 12 the board, as opposed to some carve-out that would 13 place more responsibility on the first collocator to, 14 you know, be the primary interface for everything, 15 because as shared collocation is described here, 16 that's not the case. I think for any kind of shared 17 collocation, each of those sharing CLECs has a 18 separate relationship, commercial relationship with 19 Qwest for the ordering of UNEs and interconnection. 20 MS. BUMGARNER: I just want to make sure I 21 was asking the right question. 22 MR. MENEZES: Okay. Thank you. MR. ZULEVIC: Mike Zulevic, Covad. If I 23 24 could just add that that is indeed what I would like 25 you to take back, is that we feel that we should be

01505 1 able to have that ability to share any type of 2 collocation, whether it be virtual, cageless, caged, 3 or even remote terminal, which is one concern that I 4 have with trying to define separately some of the 5 terms we've been discussing. 6 And the question that I posed about whether 7 or not you would have the ability to separately bill 8 was just informational, definitely. I don't want 9 that to represent a preference in any way of Covad's 10 way of dealing -- of preferring to deal with shared 11 collocation. 12 MS. BUMGARNER: Can you describe to me what 13 you envision as sharing virtual? I mean, virtual is 14 kind of in our bays and we're tracing your equipment and we're doing the work on it. Describe to me 15 16 sharing of virtual. 17 MR. ZULEVIC: Let's take, for instance, the 18 equipment that I'm most familiar with, which is DSLAM 19 equipment. And although we don't have any virtual 20 arrangements at this time with Qwest, if we had, for 21 instance, had Qwest deploy on our behalf a DSLAM with 22 three line card shelves and we found that we wanted 23 to enter into a business relationship with another 24 CLEC who would like to provide a slightly different 25 flavor, we could then sublet or share, if you will,

01506 1 one line card shelf of that deployed virtual 2 arrangement. 3 MS. BUMGARNER: Thank you. Any other? 4 JUDGE RENDAHL: Anything else on 8.1.1.4? 5 Okay. Let's move on. 6 MS. BUMGARNER: Next section that I have is 7 Section 8.1.1.6. This is adjacent collocation. I do 8 have a handout for that. 9 JUDGE RENDAHL: That would be marked as 10 Exhibit 314, and it's a revision to Section 8.1.1.6. 11 Let's be off the record for a minute. 12 (Discussion off the record.) 13 JUDGE RENDAHL: Let's be back on the 14 record. Talking about Exhibit 314. MS. BUMGARNER: Right. This is Section 15 16 8.1.1.6, for adjacent collocation. We had 17 discussions on the first sentence, that you can see 18 highlighted, we had agreed to add these two sentences 19 in Oregon, and part of this was around discussions 20 that took place at the six-state workshop. I think 21 we had agreement on adding these two sentences. I 22 believe, basically, we have agreement on this 23 particular paragraph, with the exception around 24 intervals, and I think we agreed earlier, due to the 25 recent orders, that we will skip over discussions

01507 1 about intervals. 2 JUDGE RENDAHL: AT&T. 3 MR. MENEZES: Mitch Menezes, for AT&T. 4 With the first insertion, the highlighted text that 5 reads, CLEC may propose the design for the adjacent 6 structure, subject to Qwest's approval, I might 7 propose that we add an additional phrase that reads, 8 comma, which approval shall not be unreasonably 9 withheld or delayed. 10 MS. FRIESEN: May we have just a minute? 11 MR. WILSON: Maybe this -- our conversation 12 is the following. Looking at this definition again, 13 after our closely reviewing the remote collocation 14 proposal, there may be some overlap, and that's my concern. We may not know until we actually get to 15 16 remote collocation. I think we're all seeing that 17 remote collocation's kind of pivotal to this whole 18 section now. 19 Specifically, my concern is that the 20 definition of adjacent collocation discusses a 21 collocation option when space is legitimately 22 exhausted in a particular premises to accommodate 23 collocation. And my reading of remote collocation 24 would say that that overlaps with one of the forms of

25 remote collocation. So maybe after we review remote

01508 1 collocation, we may have to think about that again. 2 This may not be a large problem, but I wanted to 3 point it out. 4 MS. BUMGARNER: Okay. And as to the phrase 5 that you suggested --6 MR. MENEZES: Yes. 7 MS. BUMGARNER: We're okay with that. 8 MR. MENEZES: Thank you. 9 MS. HOPFENBECK: Can I ask a question? Ann 10 Hopfenbeck, with WorldCom. Mr. Wilson, what is the 11 implication, from your perspective, of the overlap in 12 the definition of adjacent collocation and remote 13 collocation? MR. WILSON: Well, I think that we need to 14 15 keep the two separate, because they are -- I think 16 the vision of the FCC was that they were kind of 17 separate items, and I hate to say this, but we might 18 want to reconsider going back to wire center for 19 adjacent collocation. 20 MS. BUMGARNER: I hate to say this, but 21 that's what we had. 22 MR. WILSON: Well, I'm not saying that 23 that's where we're going, but I think that's where 24 the problem is created. 25 MS. BUMGARNER: I think early on we had

01509 1 made the change to show wire center, and then we had 2 a lot of discussion in a couple workshops and we 3 conceded to go back to premise, but --4 MR. WILSON: No, I didn't --5 MS. BUMGARNER: What I think we sort of 6 envisioned was you have an adjacent collocation that 7 makes sense on contiguous property with a wire 8 center, and then I think you'll see, under the remote 9 collocation, we actually have three forms of remote, 10 and one of those is an adjacent, where you're talking 11 about placing something next to one of our pedestals 12 or cabinets, because they did seem to be kind of 13 different things that you're dealing with, but we can 14 circle back to this after we talk later. MR. WILSON: Yeah, and my comment was only 15 16 with regard to this paragraph, adjacent collocation. 17 We needed the change from wire center in many, many 18 other places, but when we made this change to 19 adjacent collocation, we did not have the language 20 for remote collocation, So this is kind of an 21 evolving process here. And I think we need to -- I think we need to work through remote collocation 22 23 before we can make that determination. 24 MS. HOPFENBECK: I'll just observe that the 25 definition of remote premises that we have just

01510 1 discussed does refer to wire center, as opposed to 2 premises, I think appropriately so. That's just an example of this issue and how, in certain instances, 3 4 it is going to make sense to use the term wire 5 center, as opposed to premises. 6 JUDGE RENDAHL: You'll have to speak up, 7 Ms. Hopfenbeck. 8 MS. HOPFENBECK: Sorry. 9 JUDGE RENDAHL: Okay. So for purposes of 10 Section 8.1.1.6, is there agreement or is this 11 something that we need to hold, as well, until later? 12 MR. WILSON: Hold for later, I would say. 13 MS. BUMGARNER: I think we agreed to add 14 the phrase that was suggested, but we can hold it till after the discussion. 15 16 JUDGE RENDAHL: For the remainder, okay. 17 MS. BUMGARNER: Right, to see if there's 18 additional changes. 19 MS. HOPFENBECK: Point of clarification. 20 You've agreed to add the phrase that Mr. Menezes just 21 suggested, which approval shall not be unreasonably withheld or delayed? 22 23 MS. BUMGARNER: Yes. The next one that I 24 have is 8.1.1.8, and that is the remote collocation. 25 And in previous workshops, we have held that

01511 1 definition open, waiting till we had further 2 discussions on the later sections, and I assume that 3 it's the same here. 4 JUDGE RENDAHL: Okay. Well, we'll hold 5 that unless we need to have any discussion about it 6 now. 7 MR. MENEZES: I think the intention is to 8 discuss it now. We had held it in the past until we 9 were going to get to remote collocation, but it would 10 seem to me that we should talk about it and talk 11 about remote collocation terms and conditions, unless 12 the other CLECs prefer to do that. 13 JUDGE RENDAHL: It appears to be the last 14 provision in Section 8.1, and then I understand we 15 were going to jump to remote, so maybe this is a good 16 place to start. 17 MS. BUMGARNER: If you have comments on 18 this section, we could take them now. 19 MR. ZULEVIC: This is Mike Zulevic, with 20 Covad. The only comment I would like to make 21 concerning this definition is that it appears to limit collocation to physical collocation, rather 22 23 than be more broadly defined as including virtual, as 24 well as shared. And I'm sure we'll talk more about 25 that as we get into the remote terminal discussions.

01512 1 MR. HARLOW: I think we're okay with 2 everything but the second sentence. MS. BUMGARNER: That the terms for remote 3 4 collocation are set forth more fully in Section 5 8.2.7? 6 MR. HARLOW: Right. In other words, we 7 don't have a problem with the definitional aspects of 8 this, but we have a problem with the terms and 9 conditions. 10 MS. BUMGARNER: Okay. 11 MR. HARLOW: Oh, and we've got to take out 12 the word physically first in the line. 13 JUDGE RENDAHL: Hello, Ms. Gavin? Can you 14 speak up, please? 15 MS. GAVIN: This is Ellen Gavin. Can you 16 hear me? 17 JUDGE RENDAHL: Hi, Ellen, this is Ann 18 Rendahl, I'm the Administrative Law Judge for this 19 workshop, and you'll need to speak directly into your 20 mic, the mic of your phone. You're still coming in 21 rather faint. Can you hear us? 22 MS. GAVIN: Yes, I can hear you fine. JUDGE RENDAHL: That's much better. We 23 24 have a court reporter taking down the workshop 25 transcript, so you'll need to speak up when you are

01513 1 interested in speaking up. Right now we've just concluded some initial discussion of Section 8.1 of 2 the SGAT on collocation and are about to delve into 3 4 discussions on remote collocation for remote 5 premises. б MS. GAVIN: Okay. Thank you. 7 JUDGE RENDAHL: And for the court reporter, 8 can you -- it's Ellen Gavin, G-a-v-i-n? 9 MS. GAVIN: Correct. 10 JUDGE RENDAHL: And you represent --11 MS. GAVIN: Eschelon Telecom. 12 JUDGE RENDAHL: Okay. Thank you. 13 MS. GAVIN: Thank you. 14 MR. WILSON: I believe we have a few 15 suggestions for 8.1.1.8. For one, I think I would 16 like to see the word equipment inserted after the 17 word -- well, in the first sentence, which reads, 18 Allows CLEC to physically collocate, and then insert 19 equipment in there. And I believe there was some 20 discussion to remove the word physical, as well, in 21 that phrase. 22 MS. BUMGARNER: Did you have other changes? 23 MR. WILSON: Yes. In the sentence that 24 begins, These structures include, after the word 25 include, we would suggest, comma, but are not limited
01514 1 to, comma, and then continue, all structures that 2 house Qwest's network facilities, et cetera. 3 JUDGE RENDAHL: Any other thoughts or 4 comments on this section? Mr. Wilson. 5 MR. WILSON: In our further discussion of 6 remote collocation, we may need to talk about the use 7 of the word structure in this paragraph, but maybe we 8 should go through the details. We're just not sure 9 if that's the right word to be using. 10 MR. MENEZES: Mitch Menezes, for AT&T. Ιf 11 you can explain the choice of the word structure, as 12 opposed to premises, I think the term premises is the 13 one I would have in mind properly qualified to cover 14 the remote premises that you're thinking of. And then the other question I have, just to add onto 15 that, at the end of the first sentence, you use the 16 17 term central office building property, and I'm 18 curious as to whether that's the right term. And I 19 guess I'd look to the technical folks to help with 20 that, as opposed to wire center. I think the other 21 alternative was wire center, and I don't know if 22 we've had discussion on that before. 23 MS. BUMGARNER: I'll try to take these in 24 order. In the first sentence, taking out the word 25 physical collocation, currently it's our position

01515 1 that it should be physical collocation, and we're not 2 willing to remove that. We'd like to retain the 3 physical collocation. Adding the word equipment 4 where it says collocate equipment, I don't have a 5 problem adding that word in. So we'll be willing to 6 make that change. 7 Further on into the sentence, I think you 8 suggested changing it to outside plant facility 9 premise, rather than using the word structure. I 10 don't think we have a problem making that change. 11 MR. MENEZES: Okay. 12 MS. BUMGARNER: And then, which is located 13 remote from a Qwest central office building, 14 actually, I do think we had this discussion at the six-state. I think that's why it's not capitalized. 15 It's actually talking about the central office 16 17 building and whether you want to call it a wire 18 center or a building or a central office building. 19 MR. WILSON: Yeah, I think leave it for 20 now. I can't remember what the discussion was by 21 now. 22 MS. BUMGARNER: I think it's probably kind 23 of a toss up. And then the next -- or I guess the 24 third sentence, these structures include, and then 25 ask to add the phrase, but are not limited to all

01516 1 structures that house Qwest's network facilities, 2 actually, the FCC's rules indicate that we provide 3 collocation in the same buildings where we have 4 network facilities, and they're not talking about 5 buildings that are where we have administrative 6 offices, business offices, that sort of thing. 7 Collocation really is in those premises where we have 8 our own network type facilities. 9 MS. FRIESEN: I think one of the problems 10 that that creates, Margaret, is that perhaps this --11 if you don't put "but are not limited to" in there, I 12 think it creates the appearance that this is an 13 exhaustive list. While I appreciate we're not trying 14 to collocate in places that you don't have facilities 15 remotely, I don't know that we can list everything 16 here that is a potential remote premises for 17 collocation, because, as I understand it, you guys 18 haven't done an inventory of those yet, and I'm not 19 sure that you even know what they all are. 20 MS. BUMGARNER: Well, I guess I'm confused. 21 You want to collocate in a building somewhere where 22 we don't have network facilities and then expect to 23 interconnect with us? 24 MS. FRIESEN: No, that's not what I said. 25 MS. BUMGARNER: So what kind of structures

01517 1 would you be looking for? 2 MS. FRIESEN: In previous workshops, we've asked you for a list of remote collocations. You've 3 4 said that you can't supply that, you don't have an 5 inventory of what that might be or what they might 6 be. 7 MS. BUMGARNER: I don't think that's 8 exactly a correct characterization of that. 9 MS. FRIESEN: Can you provide a list? 10 MS. BUMGARNER: You haven't asked for an 11 entire listing. I believe that we've said we would 12 provide an inventory list if you requested the areas 13 that you wanted to know of them. 14 MS. FRIESEN: That's exactly my point. If 15 you don't have an exhaustive list, then I don't think we should make the language in the SGAT appear to be 16 17 an exhaustive list of what is potentially out there 18 for purposes of remote collocation. All we're trying 19 to do here is, to the extent that something -- that 20 you have facilities, network facilities in a remote 21 premises that isn't described here, to simply not preclude us from being able to collocate there if 22 23 it's not on the list. 24 MS. BUMGARNER: Well, I'm kind of confused. 25 It says, These structures include all structures that

01518 1 house Qwest network facilities. 2 MS. FRIESEN: The problem is the word 3 structures, as well. 4 MS. BUMGARNER: All premises? 5 MS. FRIESEN: That might work. 6 MS. HOPFENBECK: You know, I'm just going 7 to raise the premises thing, because the truth is is 8 that these issues, if we're going to keep a 9 definition of remote premises, this is all the same 10 and you ought to be making the changes to that 11 definition and then define remote collocation in 12 terms of remote premises. 13 MR. MENEZES: Exactly what -- we were just 14 discussing the same thing, Ann. If I could just 15 throw this out. Allows -- remote collocation allows 16 a CLEC to physically collocate equipment in or 17 adjacent to a Qwest remote premises; is that right? 18 MS. HOPFENBECK: Mm-hmm. 19 MR. WILSON: Right. 20 MR. MENEZES: Period. The terms -- the 21 second sentence, the terms remote collocation set 22 forth in 8.2.7, which we have yet to discuss, and 23 then the balance of that paragraph, it seems to me, 24 would come out because it would be addressed by the 25 definition of remote premises. We'd just make this a 01519 1 very brief introduction to remote premise, and we 2 still end up talking about it all back at 8.2.7, I 3 think. 4 MS. HOPFENBECK: And Mike's issue about the 5 word physically -б MR. MENEZES: Yes, that remains. 7 MS. HOPFENBECK: -- remains in dispute. JUDGE RENDAHL: Let's go off the record. 8 9 (Discussion off the record.) 10 MR. MENEZES: I agree. 11 MS. HOPFENBECK: The advantage of the 12 defining remote premises is you're not going to end 13 up with inconsistencies where you're basically 14 describing this in two different ways, leading to 15 chaos. 16 JUDGE RENDAHL: We are back on the record, 17 so -- just for clarification. 18 MR. HARLOW: We have something to add to 19 that. We're okay with it either being in the 20 definition or in 8.1.1.8. The language is the same. 21 And so we'd like to suggest the same change to either 22 one or both of those, where it says owned, leased or 23 otherwise controlled by Qwest, we can see a situation 24 such as space that's made available by a building 25 owner, perhaps, where it's not owned or leased or

01520 1 even technically controlled by Qwest, so we'd like to 2 insert, after "controlled by" and before "Qwest" the 3 phrase "or available for use by." MS. BUMGARNER: I can't agree to that. 4 5 MR. HARLOW: Well, it may not be 6 technically controlled, because it may be shared 7 space. 8 MR. CATTANACH: If you could be a little 9 more precise what you think is not in there now that 10 could be added, that might be helpful, but that 11 definition's so vague that I don't think we could 12 possibly go there. Available for use? I mean, I 13 don't know what that means. 14 MR. HARLOW: Well, it's limited to a 15 situation where the structure houses Qwest's network 16 facilities. And so --17 MS. BUMGARNER: You're thinking of an 18 arrangement where it's like a building owner's 19 property? 20 MR. HARLOW: Right. There's an equipment 21 room, and it may not technically be controlled by 22 Qwest, because there may be other CLECs in there or 23 other utilities or, you know, maybe it's the --24 MS. BUMGARNER: I think that runs counter 25 to property rights where the building owner --

01521 MR. HARLOW: Well, in essence, you probably 1 2 have a license, but that doesn't necessarily mean you 3 have control, but it's been made available for use. 4 You have equipment, you have punch-down blocks and, 5 you know, maybe other types of equipment there that's 6 available for your use, and we ought to be able to 7 collocate there. 8 MS. BUMGARNER: I need to -- I would need 9 to talk to some folks that actually deal with the 10 MDUs. I think there's some recent orders out on 11 that, too. 12 MR. CATTANACH: Let me ask, sorry, one last 13 question. If you have a specific example in mind, I 14 think you gave us some hypotheticals, but it might be helpful, when we talk to our people, to say this is 15 what they mean by that, maybe that would be helpful 16 17 to make sure we're communicating. 18 MR. ZULEVIC: Mike Zulevic, Covad. You 19 know, I'm not privy to the exact relationship that 20 you have established with every business customer and 21 so forth, but a case that comes to mind for me is 22 with Weyerhaeuser, where at one point in time Qwest 23 had installed an optical remote switching at 24 Weyerhaeuser in a equipment room that they furnished. 25 And again, I don't know for sure whether there was a

01522 1 lease agreement or what, but for a long period of 2 time, that was not made available. The utilization 3 of that particular piece of equipment was not made 4 available because it was on a private customer's 5 premise. 6 So in those types of situations, I think we 7 just need some language in here that clarifies that 8 if your network equipment is located in a similar 9 type situation, even though maybe a lease agreement 10 is not available or has not been made, that you maybe 11 technically are at the mercy of the building owner, 12 so far as utilization of the space, so therefore, it 13 may not be under your control, that we'd like to make 14 sure that we have the ability to provide service out 15 of that location. 16 MR. CATTANACH: I think I understand the 17 situation you're talking about. We'll have to take 18 that back. 19 MR. ZULEVIC: Okay. 20 JUDGE RENDAHL: So Mr. Hsiao. MR. HSIAO: I'd just like to return to the 21 22 word physically in the definition. I think, 23 especially since we're going to, you know, have this 24 dispute later on in the actual terms and conditions 25 of remote collocation, I don't see why we shouldn't

01523 1 just eliminate the word physically now, so we can 2 close off that definition. And then, when we get to the terms and conditions for remote collocation, we 3 4 can discuss whether you're going to offer other forms 5 of collocation at remote terminals other than 6 physical collocation. 7 MS. BUMGARNER: If it's open, I'd prefer to 8 leave it open at this point in time. 9 MS. STRAIN: Excuse me, Margaret. What did 10 you say? 11 MS. BUMGARNER: I'd prefer to leave it open 12 at this time. We said we'd do some takebacks on 13 this. We haven't reached agreement on this 14 particular section, so I'll just leave it open. JUDGE RENDAHL: Does anyone have any 15 16 additional comments on Section 8.1.1.8? My 17 understanding is that, at this point, Covad's and 18 Rhythms' request to eliminate the word physical or 19 physically is a takeback for Qwest at this point. 20 MS. BUMGARNER: Yes. JUDGE RENDAHL: AT&T, WorldCom, and others 21 22 made some changes to this section that Qwest appears 23 to be okay with revising it as more of a definition, 24 and I won't go more into it than that, that Qwest 25 appears to be okay with, and then there's another

01524 1 takeback issue relating to access to private or 2 leased spaces. Is that a correct --MS. BUMGARNER: Yes. 3 4 JUDGE RENDAHL: And that Qwest will take 5 that back. Okay. Let's move on. б MS. BUMGARNER: That's the end of that 7 section, so now we've agreed to move to 8.2.7. 8 JUDGE RENDAHL: It appears to be on page 28 9 of Exhibit 295; is that correct? Starts on that 10 page? 11 MS. BUMGARNER: Oh, yes, I'm sorry. We do 12 have a handout. 13 JUDGE RENDAHL: Off the record for a 14 moment. 15 (Discussion off the record.) 16 JUDGE RENDAHL: We'll be back on the 17 record. While we were off the record, Ms. Bumgarner 18 distributed what's been marked as Exhibit 315, titled 19 Revision to Section 8.2.7, Terms and Conditions, 20 Remote Collocation. 21 MS. BUMGARNER: This basically is a 22 complete replacement for the Section 8.2.7, and the 23 subsections that, based on discussions in Oregon, 24 there were some discussions there and agreements to 25 change some things, and those are highlighted on this

01525 1 particular document. None of the sections have been 2 closed. They were -- all of these were left open in Oregon, so we're still just discussing the terms and 3 4 conditions around the remote collocation. 5 Start the first section, 8.2.7.1, that the 6 only highlight there, and we had agreed to add the 7 word pedestal. I don't think there was any 8 disagreement about adding that particular word. As 9 far as the language in the section itself, we can 10 open that up for discussion here. And this -- excuse 11 me, and this is also the one where we were 12 referencing back to -- from the Section Four 13 definition, and then also the section that we were 14 just talking about, 8.1.1.8. 15 MR. MENEZES: I will just note for the 16 record that I'm not clear what all was going to be 17 struck from 8.1.1.8 at the end of the last 18 discussion, but to the extent that first sentence 19 stays in, it says central office in that provision, 20 however, in this provision, 8.2.7.1, it says wire 21 center. 22 So we probably did have discussion, but --23 so just pointing that out as part of entering into 24 the discussion of this provision. 25 MS. YOUNG: This is Barb Young, with

01526 1 Sprint. I guess I'm confused, also. If we are 2 defining remote premise, then, under the Definitions section, is there a reason to have this language 3 4 here? Could it just say remote collocation allows a 5 CLEC to physically collocate in a Qwest remote 6 premise, so it's consistent? 7 MS. BUMGARNER: I think --MS. YOUNG: But I got lost, I think, 8 9 somewhere along the way. 10 MS. BUMGARNER: Don't feel bad. 11 MS. YOUNG: The striking and adding. 12 MS. BUMGARNER: I think, in leaving it 13 here, it was an attempt, if you could get this 14 section, that this then explains what remote collocation is, as you start working your way through 15 this, rather than having to reference back and read. 16 17 But they should be consistent. I don't think it 18 necessarily causes a problem to define both places. 19 MR. MENEZES: One suggestion. With the 20 definition of remote premises, we've already had some 21 discussion about the words that are used, you know, 22 including, but not limited to, and so on. We have a 23 defined term, premises. And that is taken from the 24 FCC's rules. And so it seems to me that perhaps the 25 most economical way to define remote premises is in

01527 1 terms of that other defined term. So remote premises 2 would mean those Premises, capital P, the defined term in the SGAT, that are remotely located from --3 4 and then the question is what, a wire center or a 5 central office. 6 Now, does that make -- I'm wondering if 7 that makes sense from your standpoint. See, we're 8 repeating a lot of words in this provision that are 9 already in the definition of premises, and I do think 10 that will lead to some confusion. 11 MS. BUMGARNER: Well, what you just said 12 confused me, so I want to make sure I'm tracking. If 13 we say that remote collocation allows a CLEC to 14 physically collocate in a remote premise, I think that's what we had talked about changing it to. 15 16 MR. MENEZES: Right, correct. And what I'm 17 suggesting is not so much to do that here. I'm 18 thinking back to the term and the language that was 19 originally discussed about lifting and putting in the 20 4. -- I believe it's 50(a), the new definition for 21 remote premises. And the discussion -- I think it 22 was still left open to go through this whole section, 23 but rather than repeating a lot of these words and 24 repeating words that are only partial phrases from 25 the definition of premises, which is a defined term

01528 1 and which the FCC has defined, my suggestion would 2 actually be going back to the Definitions section. 3 So I don't think we need to resolve that at 4 this moment. I think that, as I say, that would be 5 an economical way to define the term remote premises, 6 because you're already making reference to the 7 defined term premises, and you're qualifying it in 8 some way. 9 JUDGE RENDAHL: Given the number of 10 revisions we've made with the interlocking sections, 11 I'm wondering if, at the lunch break, it may be 12 beneficial for someone, and I'm not -- I'll leave it 13 up to all of you -- to come up with a proposal one 14 way or the other for how it might read so that it might help things move quicker after lunch to have 15 16 something clearer. Does that make sense? 17 MS. FRIESEN: AT&T will volunteer to come 18 up with a definition for remote premises that would 19 subsume the other definitions that keep following. 20 JUDGE RENDAHL: Along with a proposal for 21 how the sections will flow together? MR. MENEZES: I think we're talking about 22 23 three sections now, the definition 4.50(a), 8.1.1.8, 24 and 8.2.7.1? 25 JUDGE RENDAHL: That's my understanding.

01529 1 Is that something -- would Qwest be amenable to AT&T 2 taking a stab at that over lunch? MS. BUMGARNER: That would be fine. Thank 3 4 you. 5 MR. CATTANACH: Could I ask a quick 6 question? I just wanted to make sure I understand 7 where you're going, Mitch. Was it then your thought 8 that you would actually prefer one more level to the 9 definition of premises and then use that as your core 10 definition or not? 11 MS. BUMGARNER: Premise is defined. 12 MR. MENEZES: Correct. Premises is already 13 defined. So what I envisioned --14 MS. BUMGARNER: Maybe they need to talk 15 about it over lunch. 16 MR. MENEZES: No, 4.50(a), the definition, 17 remote premises means Premises, capital P --18 MR. CATTANACH: Right. 19 MR. MENEZES: -- which are remotely located 20 from -- and I'm not sure if it's central office or 21 wire center or what. That's what I'm thinking a definition might look like, because it refers to an 22 23 already defined term, premises. 24 MR. CATTANACH: And if I might just give 25 you a heads up on that. I mean, I don't think we

01530 1 have any problem at all. Where we have struggled a 2 little bit on that issue is if you look at premises, it includes adjacent structures, and it might be just 3 4 fine, but then you get into this adjacent remote 5 collocation and it can be a little circular. 6 So I would only submit to you that if 7 you're going to undertake that, you might want, at 8 the risk of making it more complicated than anyone 9 wants it to be, but it's got to all fit at some 10 point. You might want to look at remote adjacent and 11 see how all that fits, but if you can, you know, 12 solve this Gordian knot, that's terrific. 13 MR. WILSON: At the risk of adding 14 additional detail to this, let me interject, first, a question, and then maybe a comment. Is remote 15 collocation, i.e., this section, the place where we 16 17 should define the points of interface for subloop? 18 MS. BUMGARNER: I would say no. I think 19 that if we want to talk about the points for 20 interconnection on subloop, it seems like that really 21 is better addressed under the subloop section. I 22 think here we're talking about the space that you 23 collocate in, and then the interconnection points for 24 subloop I would think would be back in that subloop 25 section. You know, where at. If we say all of the

01531 1 premises that are remotely collocated or -- excuse 2 me, that are remote are available for collocation, I 3 would assume that gives you access to all the various 4 points. 5 MR. WILSON: Well, the reason I asked that, 6 I was afraid you were going to say that 7 MS. BUMGARNER: You're going to tell me 8 that at their workshop, they said ask me. 9 MR. WILSON: That's exactly what I was 10 going to say. The subloop team is punting a lot of 11 these issues back to collocation. I, in the subloop 12 workshop, I present a diagram with a lot of points of 13 interface to subloop elements, and they've been 14 saying that that should be addressed in the collocation workshop. And when I come to the remote 15 collocation section, I don't see any of that 16 17 described, defined or addressed, and that's kind of 18 my problem. 19 MS. BUMGARNER: Well, then maybe we need to 20 have that discussion and maybe it would be clearer to 21 me what you're trying to describe it -- and maybe it is appropriate in collocation, because we have, like 22 23 you know, put the section in on the direct 24 connections and the wire centers, so maybe it's just

25 that I'm not totally understanding what you're

01532 1 asking, so maybe if we went through that 2 presentation, it would help me. 3 MR. WILSON: We could do that. We might 4 need a white board. 5 JUDGE RENDAHL: I'm wondering if maybe this 6 is a good time to break for lunch, and we can snag a 7 white board or a flip chart or something to use when 8 we get back from lunch, so let's be off the record. 9 (Lunch recess taken.) 10 JUDGE RENDAHL: Let's be back on the 11 record. During the break, AT&T worked up some 12 revised proposed language for remote premises, and 13 we'll mark that as Exhibit 387. And maybe we should just go through that first. Ms. Friesen, do you want 14 to take the lead, or Mr. Menezes? 15 16 MS. FRIESEN: Mr. Menezes will. JUDGE RENDAHL: Okay. 17 18 MR. MENEZES: Mitch Menezes, AT&T. This 19 exhibit, we took the three provisions that we talked 20 about before the break, the first one being 4.50(a), 21 the definition of remote premises. It's been cast in 22 terms of the already-defined term premises, and so it 23 carves out wire centers and premises adjacent to wire 24 centers, but otherwise, all other Qwest premises 25 would be considered remote premises.

01533 1 And then the second sentence was taken from 2 -- I think both 8.1.1.8 and 8.2.7.1 included that language, so we just thought we'd bring that into the 3 4 definition. And that basically explains the 5 definition. And the next provision is 8.1.1.8, and 6 here we used the term remote premises, and because we 7 used that defined term, we removed the entire last 8 sentence, I think. And for those of you who want to 9 check, the last sentence that was in 8.1.1.8 repeated 10 much of the definition of premises, so it seemed like 11 it was extra and wasn't needed there. 12 And then, with that sentence, the last 13 sentence in the new 8.1.1.8, it simply refers to 14 8.2.7, and that was already in that provision. The last provision is 8.2.7.1, and made 15 16 very similar changes in 8.1.1.8. And I've made a 17 note we might consider just striking it altogether, 18 because it duplicates 8.1.1.8. It probably is not 19 necessary anymore. 20 JUDGE RENDAHL: Any thoughts? 21 MR. HARLOW: We like this approach. It's 22 simpler, and it helps rebuild lawyers' good names to 23 write a simpler agreement, rather than a more 24 complicated one. I just would like to note that, 25 with that, the takeback that we suggested, the

01534 1 language "or available for use by" would not need to 2 go in 8.1.1.8 or in -- where's the other place, 8.2.7.1, but would instead go in 4.46(a) -- no, no, 3 4 it would go in (a), because 50(a) incorporates the 5 definitions for premises and omits the language we 6 were seeking to modify, and instead you now find it 7 in 4.46(a). Is everyone with me on that? JUDGE RENDAHL: So you're saying that the 8 9 available for use by language would now go in 10 4.46(a). 11 MR. HARLOW: Right. The same language is 12 there as was in the other sections we were 13 addressing. It starts out "or otherwise controlled 14 by Qwest." So our takeback suggestion is to make that read "or otherwise controlled by or available 15 16 for use by Qwest." 17 JUDGE RENDAHL: And 4.46(a) is the 18 definition of premises; correct? 19 MR. HARLOW: That's correct. 20 JUDGE RENDAHL: Any other thoughts? Mr. 21 Cattanach. 22 MR. CATTANACH: Yes, Your Honor. I think 23 we support the notion of making this internally 24 consistent. We do have some concerns, as noted 25 earlier, about Covad's suggested language, but I

01535 1 think we need to think about that. 2 There's only one other issue that, in 3 checking back, it appears we have a slight 4 disconnect, and let me tell you what it is, and we 5 can see how we might deal with it. 6 The premise is that for collocation, the 7 space, if you will, whatever -- how that's defined, 8 has to have in the first instance network facilities 9 in it. Now, if it's adjacent, it could be, you know, 10 a different situation. And if you look at the 11 definition of premises, which we just did, it is not 12 necessarily keyed to having network facilities in it. 13 I don't think there was any intent to fundamentally 14 change the way collocation works, but we do have, and 15 I'm not sure if I'm making myself clear, but I think we do have a bit of a disconnect, but I'm not sure we 16 17 have a disagreement on the understanding that the 18 premises would have to have network facilities in it; 19 i.e., administrative space wouldn't necessarily 20 qualify -- wouldn't qualify unless you have an 21 adjacent situation. At least that would be our 22 understanding of it, but we can certainly discuss it 23 further. 24 MR. MENEZES: Well, I guess that raises a 25 much broader issue, unless I don't follow. The

01536 1 definition of collocation in the SGAT, at 4.12, is an 2 arrangement where Qwest provides space in Qwest premises. The definition of premises has been 3 4 derived from the FCC rules. I don't think we've had 5 a disagreement from Qwest that collocation will be in 6 premises. So are you -- I mean, are you raising a 7 new issue now or --8 MS. BUMGARNER: No, I don't think so. When 9 you read the FCC's definition of premises, it says 10 all buildings or similar structures owned, leased or 11 otherwise controlled by Qwest that house its network 12 facilities. 13 MR. MENEZES: Right. 14 MS. BUMGARNER: So I mean, we're just 15 saying that what we see that you've written on remote 16 doesn't say anything about house network facilities. 17 MR. MENEZES: Well, since -- well, the 18 capitalized term Premises is used in that definition, 19 so in reading the definition of remote premises, you 20 would have to rely on the definition of premises. MR. CATTANACH: Correct. 21 22 MR. MENEZES: And if you're satisfied that 23 premises addresses network facilities, then we 24 shouldn't have an issue. So perhaps --25 MS. BUMGARNER: I don't think we do. We're 01537 1 just trying to be clear. 2 MR. MENEZES: Okay, that's fine. 3 MR. CATTANACH: Actually, I mean, if you 4 read the definition of premises, which is where we --5 I mean, this whole exercise caused us to go back one 6 step. And it's not clear to me that premises, as 7 defined here, is focused solely on network 8 facilities. Again, we're not attempting to change 9 things, but if you look --10 MS. FRIESEN: It's not really our intent to 11 change your fundamental definition where it houses 12 network facilities, but rather to incorporate it by 13 reference back to --14 MR. CATTANACH: I think we're fine on that, 15 then. As long as we're all of the same mind, all 16 right, as a starting block, the premises has network 17 facilities in it. 18 MR. HARLOW: Can I just ask a clarifying 19 question on that, because I think clearly, when we're 20 talking about central offices, they house network 21 facilities, but this is something I was thinking of this morning, actually. Supposing you build a SLC 22 23 hut or something, and you were going to -- you were 24 contemplating that you'd put in DSLAMs or next 25 generation digital loop carrier, but you built a hut

01538 1 and you, for whatever reason, you didn't complete the 2 installation of the facilities for a year. Would we then, under your reading of this, 3 4 would we have to wait a whole year, even though it's 5 clearly designed for facilities, would we have to 6 wait until facilities were actually installed? 7 MS. BUMGARNER: What would you be 8 interconnecting to if it didn't have facilities? 9 MR. HARLOW: Well, you might have loops 10 going in and out of there, maybe you put it over a 11 pedestal or an FDI location or something, but --12 MS. BUMGARNER: Well, then, in that 13 location, it would have facilities in it. 14 MR. HARLOW: Do we consider loops to be 15 facilities or equipment? 16 MS. BUMGARNER: Yes. 17 MR. HARLOW: Oh, okay. The only other 18 thing I can imagine is maybe it's right adjacent to, 19 and it would be a simple matter for us to use it, 20 even though you didn't actually bring your loops on 21 there yet. How fine a point are we going to put on 22 this? 23 MR. CATTANACH: Well, if I might respond 24 briefly. If it is an adjacent to situation, I think 25 you go to adjacent collocation. So I mean, just

01539 1 trying to get a couple simple paradigms. If you have 2 this classic wire center, fine. If you have adjacent to the classic wire center, but there's no network 3 4 facilities, as we all might understand them to be in 5 the adjacent space, you don't go to the adjacent 6 space unless you qualify, so to speak, for adjacent 7 collocation. Again, we did not mean this to be a 8 substantive departure from the discussions; it's just 9 a clarification to make sure that we're all on the 10 same wavelength here. That was the purpose of my 11 question. 12 MR. HARLOW: Thank you. 13 JUDGE RENDAHL: Ms. Hopfenbeck. 14 MS. HOPFENBECK: So as I understand what 15 you have just said, Bob, it's true that Qwest doesn't -- actually, I direct this to you, Ms. Bumgarner. 16 17 Other than the fact that a remote premise is away 18 from the wire center, you don't think that premises 19 really are any -- I mean, you don't think the 20 definition of premises for purposes of where you can 21 -- defining where you can collocate should be 22 different for remote collocation or for collocation 23 at the wire center; is that right? 24 MS. BUMGARNER: No. Maybe to put it in 25 perspective, since probably most of you are from

01540 1 Denver, we don't expect any collocation in 1801 2 California. MS. HOPFENBECK: That's right across the 3 4 street from us. 5 MR. WILSON: Well, actually, let's discuss 6 situations. MS. BUMGARNER: I do have facilities there. 7 8 MR. WILSON: You might have a fiber hub in 9 the basement. 10 MS. BUMGARNER: Oh, okay, you can have it. 11 But just don't come to 1600 Seventh Avenue in 12 Seattle. 13 MR. KOPTA: Couldn't get in if you did. 14 MS. BUMGARNER: I know. 15 MR. WILSON: I think that is the salient 16 issue, that wherever there are facilities that you 17 would either interconnect with or have access to 18 unbundled elements for, that would be legitimate. So 19 if you did have an office building that had a hub or 20 a fiber hub or some other equipment in the basement 21 that you needed to connect to for those Qwest people 22 that wanted to have AT&T service, that it should be 23 considered. 24 MS. BUMGARNER: It won't be there long. 25 Yes.

01541 1 JUDGE RENDAHL: Mr. Kopta. 2 MS. BUMGARNER: Can we --3 JUDGE RENDAHL: Oh, I'm sorry. MR. KOPTA: This was just a minor 4 5 clarifying amendment that we proposed. Just in the 6 definition on Exhibit 387, Section 4.50(a), the 7 second sentence, rather than starting with such, just 8 to repeat the word remote, because premises is used 9 two different ways in the preceding sentence, so such 10 is a little bit ambiguous. 11 JUDGE RENDAHL: Ms. Bumgarner. 12 MS. BUMGARNER: If we could, we'd like to 13 take it away and think about the language that's been 14 proposed. And thank you for putting this together. 15 It's helpful to now understand how you wanted it laid 16 out. 17 MR. MENEZES: Okay. 18 MS. BUMGARNER: Thank you. 19 JUDGE RENDAHL: In terms of Covad's 20 proposal, is that also a takeback for inserting the 21 language in 4.46(a)? MS. BUMGARNER: Yes, we'll take that as a 22 23 takeback. 24 JUDGE RENDAHL: Well, thank you, AT&T, for 25 doing this. Okay. I think the next issue we had

01542 1 before we left for the break was I guess Mr. Wilson 2 was going to be doing some drawing. Is that what we 3 were to heading to next, or is there something else 4 we should talk about before that? 5 MR. WILSON: Well, we can certainly do 6 that. I think it might help to draw a couple of 7 diagrams of examples for where access to subloop 8 and/or collocation, remote collocation would be a 9 possible point where the CLECs need to interconnect. 10 So I could quickly draw I think two examples. 11 JUDGE RENDAHL: Why don't we be off the 12 record while you're doing that. 13 (Discussion off the record.) 14 JUDGE RENDAHL: Back on the record. Mr. 15 Wilson has drawn us a picture, and let's mark it as an exhibit, and we'll have Mr. Wilson take a digital 16 17 picture for us so we can distribute it. This will be 18 Exhibit 388. So if you don't mind writing on there 19 Exhibit 388, that will be helpful. And this is --20 what would you call this, Mr. Wilson, Diagram of --21 MR. WILSON: Loop arrangements. How is 22 that? 23 JUDGE RENDAHL: Diagram of Loop 24 Arrangements? 25 MR. WILSON: Yeah.

01543 1 JUDGE RENDAHL: Okay. Please go ahead and 2 describe what you've done. 3 MR. WILSON: What I wanted to do was to 4 draw two diagrams, one for a residential -- common 5 residential type of loop arrangement, showing some 6 places where the CLEC may need either access to 7 subloop and/or collocation. 8 And the bottom half of this diagram, I've 9 drawn a slightly more complex diagram for an MDU, 10 multiple dwelling unit, or I believe the FCC has a 11 new term that -- it was more like multiple -- well, 12 it was the same concept. They have a slightly 13 different abbreviation, but same idea. 14 So let me walk through first the simpler 15 one, which is to a standard residence, single-family 16 house or, you know, small number of dwelling units. 17 Not a multiple dwelling. In a wire center, I kind of 18 shortened the length -- there may be many different 19 kinds of feeder between the wire center and the 20 feeder distribution interface, but we're not so 21 concerned with that at this moment. What I'm mostly 22 looking at is from the distribution point of view. 23 JUDGE RENDAHL: Can you first just go 24 through and identify what each of those little nodes 25 are or sections?

1 MR. WILSON: Sure. Starting at the wire 2 center and moving left on the diagram, I hit what 3 I've put as DLC, or digital loop carrier, RT, for 4 remote terminal. This element may or may not be in a 5 particular loop, but for completeness, we needed to 6 put it there, and it also is going to be a point 7 where we need to talk about collocation. Then I have FDI, for feeder distribution 8 9 interface, which may be actually in the digital loop 10 carrier remote terminal, or it may be a separate 11 pedestal or box, if you will. 12 Moving on out to the left, there may then 13 be a pedestal or pole before the distribution reaches 14 the house, and then at the house there will be a NID, or network interface device, the NID. So that is, I 15 think, a fair sample of points of interest and the 16 17 equipment of interest on a typical loop. And as I 18 said, these points may or may not exist on all loops, 19 but some loops could have all of them. 20 And I think the thing of most interest here 21 that we will have probably a fair amount of 22 discussion on will be where in the digital loop 23 carrier remote terminal box, where and when can the 24 CLECs collocate equipment. The FDI, how do we get 25 access to the FDI. There may be some interest at the

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01545 1 pedestal and pole level, but probably a little less, 2 but we probably still need to talk about that point. And then the network interface device is 3 4 already a defined element. We haven't discussed 5 access to that element in Washington yet, but there 6 are some terms in the SGAT around the NID and Qwest's 7 view of the access to that. I think we will have 8 some discussions when we get to the loop on access to 9 the NID, but it's a little more well understood than 10 the other points. 11 Maybe before I go on, are there any 12 questions on this, what I will call common 13 residential loop arrangement? 14 JUDGE RENDAHL: Hold on just a moment, Mr. 15 Wilson. Is there anyone on the bridge line? They may have dropped off. Okay. Can you maybe write 16 17 underneath that top part whatever you just described 18 it as, common loop arrangement, or I can't remember 19 what --20 MR. WILSON: Let's say residential --21 common residential loop arrangement. 22 JUDGE RENDAHL: Thank you. Any comments on 23 this first part? Okay. 24 MR. WILSON: Okay. Then I -- on the bottom 25 half of this diagram, I've attempted to draw a sample

01546 1 of some of the boxes and points of potential 2 interface that may occur when a loop goes to a 3 highrise building, a multiple dwelling unit or other 4 complex structures that typically we have to go to 5 for service, as well. 6 And starting again at the right, I have a 7 wire center, I have the same digital loop carrier 8 remote terminal that may or may not be in a loop, I 9 have the same feeder distribution interface, and then 10 it gets a little more complicated. In some 11 arrangements, there may be a service building on a 12 property where the loops -- and here it would be 13 plural, the loops would first have a point of 14 potential interface. 15 So there may be a box either on the outside 16 or the inside of the service building where there may 17 be terminal blocks and other equipment that Qwest is 18 using to fan out the telephone service to other 19 buildings on the property. So this is sometimes 20 common in a condominium development for residences 21 with lots of tenants on the property. It could be, in a strip mall, the first building you hit could 22 23 have a distribution point, et cetera. 24 From the service building, the telephone 25 lines would then distribute to outlying buildings.

01547 1 In the case of, say, a highrise skyscraper, you may 2 have the functionality that I'm showing on the 3 service building actually in the basement of the 4 highrise. So I've shown a box in the basement of the 5 building on the left of the picture as being another 6 point of termination, which could occur in a highrise 7 by itself without the service building or it may 8 actually occur in a campus arrangement, where you 9 have a service building. So I'm kind of doing double 10 duty on this diagram. 11 So from a point either inside or outside of 12 the -- let's call it the final building, there may be 13 equipment panels or boxes that contain telephone 14 equipment and further distribute the loops. If it's a multi-story building, there may be riser cable that 15 goes up to different floors in the building, and then 16 17 I'm showing another box, which sometimes is called 18 the equipment cabinet or equipment closet on a floor 19 of a highrise where the telephone lines are then 20 distributed out onto a floor. 21 So this kind of gives a selection of points 22 of interface that the CLECs may need to access. Yes, 23 Letty. 24 MS. FRIESEN: Ken, you were looking for a 25 term that the FCC may call these terminations points.

01548 1 Was that minimum point of entry, or MPOE? MR. WILSON: Well, I hesitate to put a 2 3 label on these yet. They are like NIDs, they're like 4 network interface devices, in that they are 5 termination points for the loops, points in the loop 6 where you can terminate. They are sometimes called 7 NIDs, they are sometimes called MPOE, or minimum 8 point of entry. The function is all the same. It's 9 to terminate and fan out the loop as it's getting to 10 the final telephone or telephone equipment. So I 11 would think those are called different things in 12 different places. Yes, Ann. 13 MS. HOPFENBECK: Is it ever the case that 14 the feeder distribution interface, remote terminal DLC, either of those functions is also performed in 15 16 the basement of a large highrise office building? 17 MR. WILSON: That is possible. In fact, we 18 were speaking earlier of potentially a fiber hub in 19 the basement of a building that could perform that 20 function. So you could move the remote terminal FDI 21 inside of a customer building. If it's a skyscraper, 22 that is sometimes quite possible. And CLECs are even -- when CLECs build out fiber rings, they tend to put 23 24 those in in the large customer buildings, yes. MS. HOPFENBECK: Because don't the models 25

01549 1 that we look at in other contexts often, in highly 2 dense downtown areas, assume that feeder runs all the 3 way to the building? 4 MR. WILSON: They may, yes. 5 MS. HOPFENBECK: Okay. 6 MR. WILSON: Another question. MS. YOUNG: Ken, on that --7 JUDGE RENDAHL: Let's speak into the 8 9 microphone, for the benefit of the court reporter. 10 Thanks. 11 MS. YOUNG: This is Barb Young, with 12 Sprint. On that bottom diagram, where you have the 13 service building, are you contemplating that the 14 service building and everything behind it is 15 LEC-owned facilities? I guess what I'm getting at, 16 sometimes that service building is the demarcation 17 point, particularly in a campus situation, between 18 LEC-owned facilities and customer-owned facilities. 19 MR. WILSON: It can be. It depends on the 20 type of arrangement that Qwest would have with the 21 property owner in this case. And sometimes these are called -- when the property owner owns from the 22 23 service building on to the end user, I believe the 24 term is type one facility or type two. MS. FRIESEN: I believe it's option. 25
1 MR. WILSON: Option one or option two. And 2 then, if Qwest owns from the service building up to 3 even including sometimes the equipment cabinet or 4 equipment closet on the floor, that, I understand, is 5 option three. So these are options that exist. I 6 think there may be a lively discussion on the 7 control, even under option one and two, and I won't 8 get into that right now. I think that is an 9 interesting issue that will need some discussion. 10 But I think, in terms of ownership, that's 11 my understanding, that option one and two, the 12 property owner owns the wiring and equipment -- the 13 wiring. Sometimes the equipment in the basement may 14 actually be owned by Qwest, even though the wiring to it may be owned by the property owner. I think 15 there's a variety of ownership and control issues in 16 17 these types of arrangements. Yes. 18 MR. KOPTA: Another thing that's not in 19 that particular diagram would be, for want of a 20 better example, like the University of Washington, 21 where you have a campus type area or could be an office park or the same sorts of locations within a 22 23 broad geographic area, as opposed to one building, or 24 are there additional points within the office park

25 that wouldn't be reflected on that bottom diagram?

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01551 1 MR. WILSON: Well, when you have a 2 campus-type situation, there could be additional intermediate access points or other service 3 4 buildings, let's say. So that's quite true. This is 5 covering a number of situations, but there may be 6 others where additional boxes or points of interface 7 would be available and might be of interest. So yes, 8 indeed. 9 JUDGE RENDAHL: Any other comments or 10 questions about the lower diagram? Okay. Why don't 11 you label the bottom one, as well, and then --12 MR. WILSON: Why don't I label it Example 13 MDU Loop Arrangement? 14 JUDGE RENDAHL: Sounds good. 15 MR. WILSON: Okay. Are there any other 16 questions before I talk a little more philosophy? 17 JUDGE RENDAHL: I'm not hearing any. Why 18 don't you go ahead. 19 MR. WILSON: Okay. I think, when we go 20 through the paragraphs that Qwest has placed in the 21 SGAT for remote collocation, they seem to apply generally to all of these particular points, or they 22 23 may apply. A concern I have is that nowhere in the 24 SGAT, either in the subloop section or in the 25 collocation section, do we see any descriptions of

01552 1 these types of potential points of interface and/or 2 collocation. So that's one issue that I think needs to be addressed. 3 4 I think there's going to be a lot of 5 discussion and perhaps controversy over how to define 6 these points and which ones are available for 7 collocation, which ones are available for access to 8 subloop. And I'm being careful in distinguishing 9 those two items, because it's my position that the 10 CLEC may have rights to access a point of interface, 11 as well as a right to collocate at a point of 12 interface, and I think we will have guite a few 13 discussions on the difference between those two. 14 If I can try to summarize what I see as the 15 difference, if I -- and I got to this a little bit on starting to talk about the definition of equipment. 16 17 If a CLEC wants to place a piece of equipment, say a 18 DSLAM, and I don't think we would have any argument 19 on either side that that is a piece of equipment, 20 that would fall under the rules of collocation, as we 21 will define them in the SGAT. And there are certain 22 processes and procedures that one will have to go 23 through to do that type of collocation. 24 On the other hand, accessing subloop 25 elements I believe need not involve collocation.

01553 1 Today, I can access a NID, and I don't need to go 2 through a 90-day collocation and all of the 3 assessment of collocation, et cetera, et cetera. I 4 access the NID. 5 I believe that the CLEC should have similar 6 access to existing interconnection points, especially 7 in the service building and MDU type environment, 8 where the CLEC merely needs to make connections to 9 existing terminal blocks. 10 So these would be terminations analogous to 11 terminations on a NID, also analogous to splices in a 12 manhole where collocation is not necessarily 13 required. When a CLEC takes its fiber into a wire 14 center, it used to be that you had to make a splice 15 in front of the building, and that splice was not called a collocation. It was a splice point at a 16 17 POI, a point of interface, a POI. 18 And it's my feeling that if the CLEC merely 19 needs to make a connection in one of these points, 20 either the service building or the basement or up in 21 the wire closet, that if no equipment needs to be 22 installed, like a card or a piece of electronics, 23 that that should be allowed not as collocation, but 24 as a point of interface. 25 And then we get to the definition of

01554 1 equipment. And I think, from AT&T's point of view, 2 we would like to define equipment as containing 3 electronics needing power, et cetera, rather than a 4 mere termination block or splice point, which does 5 not require power or other environmental protection 6 that electronics commonly need. 7 So I think these are some of the issues 8 that we need to address in -- either/or in 9 collocation or the subloop workshop. I think 10 definitely the issues of collocation need to be 11 addressed here, and I believe that the CLECs have 12 been granted the ability to collocate where 13 technically feasible and space permits in these 14 various places. 15 I don't know whether the access to these 16 points that does not require collocation belongs in 17 this workshop or the subloop workshop. It might seem 18 to belong in subloop, but I am open to either place, 19 actually. So I think those are my initial thoughts 20 on this subject. 21 JUDGE RENDAHL: Any thoughts or response 22 from Qwest or any other party at this point? 23 MS. BUMGARNER: I'd just like -- thank you, 24 Ken. At least I understand better now what you're 25 describing. Could you tell me, on your definition on

01555 1 equipment, you said it is needing power or 2 electronics? 3 MR. WILSON: Yes, my definition of 4 equipment would be a device or -- a device needing --5 requiring power, environmental conditioning, et 6 cetera. Containing electronics and needing and/or 7 needing power, et cetera. So a circuit board that 8 would go or cards that would go in a piece of 9 equipment would be equipment, the DSLAM ---10 MS. BUMGARNER: What about just a plain old 11 block to cross-connect to? 12 MR. WILSON: I'm not calling that a piece 13 of equipment. I'm calling that just a termination, 14 like a fiber splice. So I would not call that a piece of equipment. 15 16 MS. ANDERL: Mr. Wilson, Lisa Anderl. I 17 was just wondering if your definition of equipment is 18 based on anything other than your experience in the 19 industry. In other words, are you taking it from an 20 order or a rule or a description anyplace that we 21 could look at or is it just something that you're 22 proposing? 23 MR. WILSON: I haven't seen it defined in 24 this context by the FCC or anyone else. This is a 25 proposal I'm making. The FCC talks about collocation 01556 1 of equipment. I think it begs the question of what 2 that means. 3 MS. BUMGARNER: When you have to put a 4 block -- I mean, a block doesn't exist and you need 5 to have some kind of a block to cross-connect to, who 6 provides the space for that, or how does that 7 arrangement get put in place prior to setting up the 8 terminations? 9 MR. WILSON: I think if the space is there 10 on -- in other words, if there's a box that already 11 has some of the space taken up by termination by 12 similar blocks, that the CLEC should be able to put a 13 block in it, as well, and not call it collocation and 14 go through the 90-day period and the -- you know, the estimate of costs, et cetera, et cetera. 15 16 That's -- I think that this issue is 17 partially at the heart of AT&T's complaint, that what 18 we're being faced with, where all we need is a 19 simple, say, 50-terminal block, they look like little 20 accordions or little mouthharps -- harmonicas, that's 21 what we're calling them. They look like little 22 harmonicas that just sit in there that in order to 23 simply have that next to these other blocks, we have 24 to go through 90-day collocation periods, we have to 25 pay hundreds, if not thousands of dollars, et cetera,

01557 1 et cetera. 2 In other words, it seems to be, at least in 3 the operational view of Qwest personnel, that simply 4 being able to access the terminations at these 5 locations kicks in this whole process of collocation, 6 which is more suited for placing large pieces of 7 equipment in buildings. 8 MS. ANDERL: I'm sorry, Margaret. Go 9 ahead. 10 MS. BUMGARNER: What if there was 11 contention for that same space? I mean, if it's just 12 sort of wide open access and -- I mean, is it a 13 free-for-all, whoever gets there first to put the 14 harmonica in, is it -- if Covad beat you there and you get there, do you get to rip theirs out and put 15 your harmonica in? I mean, I'm just trying to think 16 17 about sort of the logistics process of how do you 18 keep track of who's putting these pieces in and --19 MR. WILSON: I think the operational word 20 is parity. Qwest can go into these boxes and add 21 additional termination blocks any time they want. Ι 22 believe the CLECs should be able to do that, as well. 23 If the box is full, then we may have to look at 24 building a second box. Either the CLEC places the 25 box or we go through, at that point, the adjacent

01558 1 remote collocation, where we have to get Qwest to do 2 an estimate and we get, you know, this new box put 3 on, et cetera, et cetera. But I don't think that the 4 CLECs would agree that we need to go through the 5 90-day process just to protect us from ourselves. 6 MS. BUMGARNER: Well, we'll set aside the 7 90-day process. I'm just trying to understand the 8 process itself. I mean, the 90-day interval, because 9 that kind of says that Qwest has no say in that piece 10 of property or that particular structure that we 11 have, which then says if everyone has access to go in 12 there, what if other CLECs have actually requested to 13 reserve space in there? 14 I mean, I'm trying to understand the 15 process so that it ends up being fair to all, 16 including Qwest, about reserving space. I mean, if 17 others have a forecast of their needs and then a CLEC 18 from Timbuktu comes in and decides that they're just 19 going to go and put their devices in, I could see 20 where we could end up having conflicts. So I'm 21 trying to understand what kinds of controls on this 22 access and -- or whether you're envisioning sort of a 23 wide open access. 24 MR. WILSON: I don't know that we 25 anticipate any problems with this. We haven't had

01559 1 problems with NIDs. I don't know that we will. 2 There's no process like that for NIDs. I don't know 3 that there needs to be. And unless Qwest is under 4 the same process, it wouldn't be parity. 5 MS. FRIESEN: Can I ask him a question? 6 MS. BUMGARNER: Sure. 7 MR. WILSON: Did you have a question that 8 you wanted to ask me? 9 MS. BUMGARNER: No, Mr. Cattanach did. 10 MR. CATTANACH: I had a question, Ken. 11 Ownership of variations. I think you've talked about 12 options one, two and three. Does your concept 13 envision any distinctions depending on who owns what, 14 as to whether or not whose permission you need, what process you go through, et cetera? 15 16 MR. WILSON: Well, I know -- I think Mr. 17 Menezes is more familiar with the legal aspects and 18 actually some of the problems we've had with that, I 19 believe, with the owners -- in other words, the 20 ownership or control of the -- well, there's really 21 two things. There's ownership and control of the 22 boxes where termination is possible is number one, 23 and then the secondary item is who owns the cable 24 between the boxes. 25 And I believe we already, in the poles,

1 ducts, conduits and right-of-way, discuss some 2 aspects of ownership -- or of rights the CLECs may have to accessing the conduits and cables, and so I 3 4 don't think we need to address that at this moment. 5 So I think it's more the ownership and control of the 6 boxes where we would be connecting. And maybe you --7 MR. MENEZES: I don't think I have anything 8 to add to that. 9 MS. FRIESEN: I think, Bob, it was dealt 10 with in the first workshop. The first workshop I 11 attended in Colorado dealt with access in this MDU 12 situation to rights-of-way, which included access to 13 the things that are akin to network interface devices 14 on the building. So I think that's been taken up in a different workshop, and it's not really our goal 15 here to disturb that. It's really our goal here to 16 17 try and get clarity in the remote collocation context 18 on what the points are and where collocation leaves 19 off and access to elements picks up. 20 MR. WILSON: And maybe another issue to

20 mK. Wilson: And maybe another issue to 21 consider, if the current Qwest interconnection box 22 is, say, attached to the wall of the building that's 23 obviously owned by the property owner, if that box 24 becomes full, it's an interesting question, I think, 25 as to whether the CLEC needs to go through the 90-day

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1 collocation process to put another box there or 2 whether they can simply put, with some agreement 3 maybe from the property owner, put their own box on 4 the wall that then connects to the Qwest box. So I 5 think there's some other issues here that may make 6 this a more interesting element. 7 MR. CATTANACH: Yeah, I'm trying to form an 8 intelligent question, so give me a minute, or maybe 9 longer than that. 10 MS. BUMGARNER: Well, I will just follow up 11 on that last one, because I've had the same thoughts 12 on that one, Ken, around adjacent collocation. Ιf 13 it's on public right-of-way or it's somebody's 14 property, a campus type arrangement, is that really collocation, or why can't you just put your own box 15 there? And you know, why do we call it adjacent 16 17 collocation if it's on a right-of-way, but you could 18 go and place your own box. So it could be done 19 either way. MR. WILSON: Well, I think -- I mean, not 20 21 knowing all the situations and certainly not all of the legal considerations, there may be times when the 22 23 CLEC would need adjacent remote collocation and would 24 want to go through that process, and maybe a

25 right-of-way and an outside structure is a good

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01562 1 example of that, and then there may be other 2 situations in the building where the building owner would like competitive service, that the space is 3 4 available, and the building owner says, Sure, put 5 your box there. б MS. BUMGARNER: Build your own. 7 MR. WILSON: Right. Where we don't need 8 necessarily to go through the process for adjacent 9 remote collocation. If space is tight in the 10 building and maybe only one additional box or panel 11 can be put there and multiple CLECs need to have 12 access, then maybe the adjacent process is 13 appropriate for that situation, as well. 14 JUDGE RENDAHL: Sounds like that this is an 15 issue that maybe Qwest needs to think more about, but 16 is not necessarily opposed to. Mr. Cattanach. 17 MR. CATTANACH: Could I ask just one more 18 question? 19 JUDGE RENDAHL: Sure, go ahead. 20 MR. CATTANACH: Where I was going with my 21 first question, I'll try and link it back into the 22 language, and I'm not sure if I understood if there 23 was a response on variations as between ownership. 24 Where I'm going with this is, do you envision calling 25 it remote collocation, whatever SGAT language we

1 have, there being differentials as compared to who 2 might own what or do you think we can address all of 3 the variations with a sort of generic set of SGAT 4 provisions, if that question makes sense to you? 5 MR. WILSON: Well, I think we need to have 6 good provisions for remote collocation, and Qwest has 7 already proposed three options that -- I think we can 8 work with those options for when we need collocation. 9 I think the other side of the hand that I'm also 10 discussing is a simpler access to the subloop 11 elements, which does not necessarily require 12 collocation. 13 JUDGE RENDAHL: Okay. Does Qwest or 14 anybody else have anything further to add on this 15 discussion? 16 MR. CATTANACH: I think we do need to take 17 that back, talk to some of our folks and process this 18 a little bit and provide some sort of meaningful 19 dialogue beyond where we are now. Go ahead, I'm 20 sorry. 21 JUDGE RENDAHL: And as I understand, the 22 purpose of Mr. Wilson's presentation and discussion 23 had to do with, as I understand, in other workshops, 24 Qwest witnesses suggesting that the subloop issue 25 needed to be dealt with in collocation, and Ms.

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1 Bumgarner's discussion or statement earlier that, no, 2 this needed to be dealt with not in collocation, but someplace else. And I think you just want, Mr. 3 4 Wilson -- AT&T just would simply like some 5 clarification of where this should be dealt with. 6 MR. WILSON: That's correct, Your Honor, 7 that there are issues here that involve collocation, 8 properly, and I think there are also issues that involve access to subloop elements. And we would 9 10 like to know in which workshop these should be 11 addressed in their full. Some aspects of the subloop 12 are being addressed in the subloop workshop by Qwest, 13 but a number of these issues seem to be punted back 14 to collocation, and I think we need some clarity on what to deal with where, both in terms of the access 15 to various points that I've gone over and from a 16 17 simple access point of view, and then collocation, 18 which I'm assuming is part of this, I think needs to 19 be spelled out a little more clearly and in more 20 detail for some of these additional points. 21 JUDGE RENDAHL: Is that clear, then? 22 MS. BUMGARNER: Yes. 23 JUDGE RENDAHL: The purpose for the 24 takeback? 25 MS. BUMGARNER: Yes.

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01565 1 JUDGE RENDAHL: Okay. Ms. Friesen. MS. FRIESEN: I just have one question of 2 3 Margaret, before we move on. I was wondering if 4 Qwest had considered a definition of equipment in 5 context of remote collocation yet or -- and if you 6 have, what is it? What are your thoughts? 7 MS. BUMGARNER: I don't think that we've 8 really thought about it. I mean, I think this is the 9 first time that I've sort of heard it described this 10 way, but now that Ken's explained the kind of access 11 he's looking for, I think we can take it back and try 12 to clear that up on which things ought to be dealt 13 with here with collocation versus what would go under 14 the subloops. So at least I'm clearer on what he was 15 looking for. 16 JUDGE RENDAHL: Okay. Thank you all for 17 going through that. I think where we left off on the 18 SGAT was Section 8.2.7.1, and that got us into this 19 definition. So are we ready to go on to 8.2.7.2? 20 MS. BUMGARNER: Okay. JUDGE RENDAHL: Let's go. 21 MS. BUMGARNER: 8.2.7.2, this starts into 22 23 the description of the three types of remote 24 collocation that we've put in the SGAT. The three 25 types of collocation that we've included here, the

01566 1 first one that we talk about is the joint planned space remote collocation, and this is really targeted at the xDSL and Qwest's plans to deploy our xDSL 3 4 services and a willingness to work with CLECs to 5 jointly plan these locations. 6 I know that we have been meeting with CLECs 7 frequently to sit down and talk about how we're 8 handling the joint planned space and what our plans 9 are for where we intend to roll this out and get 10 input from the CLECs. 11 The second type of collocation that we're 12 looking at is the leased existing space remote 13 collocation, and that's really talking about our 14 existing remote premises and space that's available in those and allowing the CLECs to collocate there. 15 16 The third type is adjacent remote 17 collocation, and this is really -- those places that 18 are exhausted, the existing space that we have in the 19 field that is exhausted, and when a CLEC would 20 request collocation, we would need to look at 21 adjacent remote collocation. So those are the three types that -- 8.2.7.2 just introduces the three types 22 23 that we have in here. And then, following that, the 24 next three sections, 8.2.7.3, 8.2.7.4, and 8.2.7.5 25 begin to define those. If you'd like, we can start

01567 1 and talk about those three definition sections. JUDGE RENDAHL: I think Ms. Friesen had a 2 3 question, maybe. 4 MS. FRIESEN: Before we start, I just have 5 a question as to why you're calling it leased 6 existing space. Leased by whom? Is it the CLEC 7 that's leasing the space or is it space that's leased 8 by Qwest? Why are you qualifying it with the word 9 leased when you haven't done that in the past? 10 MS. BUMGARNER: Actually, I think that was 11 really intended to be CLEC leased existing space. I 12 think they were trying to differentiate for the three 13 types of remote collocation. Those that they were 14 jointly planning them, they've not been built yet, or 15 if it's one that's out there, we have not deployed 16 xDSL in and we're looking at the planning of the 17 space, and then those that are existing space that we 18 would be leasing collocation space in. I don't know 19 if there's a better term for it that you think would 20 --MS. FRIESEN: Let me ask you one more 21 22 question, if I might. When you talk about joint 23 planned space, I'm assuming that the collocator has 24 to contribute to the construction of this space? MS. BUMGARNER: Yes. 25

01568 1 MS. FRIESEN: And would the collocator then 2 be an owner or a part owner of that space, as opposed 3 to leasing the existing space from you? Is that the 4 distinction you were trying to draw? 5 MS. BUMGARNER: That's not my understanding 6 that the joint planned space will actually be Qwest 7 building and owning, and that the leased existing 8 spaces is similar to our current leasing arrangements 9 on space for collocation. 10 MR. MENEZES: Mitch Menezes, for AT&T. I'm 11 moving on to 8.2.7.3. Is that where everyone is? 12 JUDGE RENDAHL: Let's just see if there's 13 any other issues on .2. Is this language okay or do 14 we need to just kind of wait till we get further? 15 Mr. Hsiao. 16 MR. HSIAO: I just said that I would say 17 that this goes to the root of our problems with the 18 way that remote collocation is defined. I don't 19 think that we -- I don't think that Qwest should 20 limit remote collocations to three types, and so we 21 would sort of disagree with the whole principle of 22 having that definition. 23 MR. ZULEVIC: Yes, this is Mike Zulevic, 24 with Covad, and I pretty much agree with what Doug 25 just said. In reading through this, as I mentioned

01569 1 in my opening statement, I didn't see any reference 2 at all to being able to have collocation in increments of smaller than a shelf, in other words, a 3 4 card at a time. 5 I would be very interested in knowing more 6 about what Qwest's plans are for placing their own 7 DSLAM equipment, what type they will be placing, and 8 whether or not, as is the case with the SBC Pronto 9 offering, they are planning on deploying a type of 10 next generation digital loop carrier that has the 11 capability of being unbundled to the card level or 12 even a subcard level basis. 13 Again, I see this as the only viable way to 14 see competitive services reaching many of the 15 subscribers, and the residential subscribers, 16 primarily, in the more distant parts of the network. 17 So I really think that this entire section needs an 18 awful lot of expansion. 19 MS. BUMGARNER: So you're expecting that, 20 in the collocation section, that Qwest would detail 21 the type of DSLAM equipment it intends to deploy? 22 MR. ZULEVIC: Well, what I would 23 specifically like to see is that Qwest will offer an 24 unbundled card-by-card basis digital loop carrier as 25 an additional offering to offering remote terminal

01570 1 collocation on a shelf-at-a-time basis or some other 2 basis. 3 This also encompasses the discussion that 4 we had earlier having to do with shared collocation. 5 I think that shared collocation is something that 6 needs to be expanded to remote terminals, as well. 7 Again, the economics are a real concern in being able 8 to buy for consumer services in smaller market areas 9 that you would find served out of a single remote 10 terminal, things such as possibly multiple CLECs 11 maybe sharing a single DSLAM. If Qwest is unwilling 12 to do that themselves and unbundle their own, 13 something like that could be viable, but the terms 14 and conditions that have been set forth so far with 15 respect to remote terminal access definitely don't 16 allow for that. 17 JUDGE RENDAHL: Ms. Hopfenbeck. 18 MS. HOPFENBECK: I think related to the 19 points that Mr. Zulevic and Mr. Hsiao have raised is 20 my question, which is that, in the context of 21 interconnection, Qwest initially defined 22 interconnection using its term local interconnection 23 service, LIS service. And one of the objections that 24 the CLECs had to that was that it really defines 25 interconnection as a product or service, as opposed

01571 1 to describing an aspect of intercarrier relations. 2 And my concern in the way the SGAT is set 3 out with respect to collocation is that Qwest is 4 approaching collocation in much the same way. And by 5 specifying these types of collocation, it looks as if 6 Owest is, in collocation, doing what it was also 7 trying to do in interconnection, and that is defining 8 three sort of collocation products that it would sell 9 to CLECs that it views as customers. 10 And I think that -- my first question is is 11 that a correct understanding of Qwest's perspective 12 at this point? 13 MS. BUMGARNER: I'm sorry. I don't think 14 that was our intention. I think the intention here was to try to describe the types of remote 15 16 collocation that we could see, the first being just 17 we have a premise, it exists, and that we need to 18 provide collocation in that premise to the extent 19 there's space available. If there's no space 20 available, then the provisions around adjacent 21 collocation would apply. The joint planned space, it's really an 22 23 effort on Qwest's part to include CLECs in its 24 planning efforts around our deployment of the xDSL 25 services. And I'm no expert in what's going to be

01572 1 deployed or any of that, don't deal with it, don't 2 want to know about it. Just deal with the 3 collocation. 4 It's an effort to try to include the CLECs 5 in that planning effort for that space and try to 6 take their space needs into account when we're 7 planning on rolling out xDSL services. 8 So I know that they've been holding the 9 meetings with the CLECs to try to understand their 10 needs, and also, I would say make CLECs privy to 11 information that basically tells you where we're 12 rolling out all of our xDSL services. I believe we 13 are laying out all of the locations where we intend 14 to deploy xDSL, and I think that's some pretty powerful competitive information we're willing to put 15 16 on the table and say, Here's where we're rolling it out. While we're out there building our needs, we'd 17 18 like to know what the CLECs' needs are around space. 19 So that's all we were trying to do in these 20 three. And then we just need to know what kind of 21 requirements you have around collocation. So I think 22 the discussions are helpful. We maybe have not 23 thought through all the things that you're looking 24 for, and so I appreciate the comments, you know, but 25 there was nothing behind exactly what these got

01573 1 called or why they're in here this way. MS. HOPFENBECK: So that there may be some 2 openness on Qwest's part to considering broadening 3 4 these concepts and not limiting them to such a 5 specific definition? б MS. BUMGARNER: We would like to hear what 7 you're looking for, and I will take them as takebacks 8 and look at what we have. 9 MS. HOPFENBECK: Well, do you mind if I go 10 on. I have two more questions about joint planned 11 space. 12 JUDGE RENDAHL: Go ahead. 13 MS. HOPFENBECK: I have two concerns about 14 the concepts of joint planned space. One is a concern about how Qwest is going to go about 15 16 notifying CLECs of their plans and doing that in such 17 a way that it's nondiscriminatory and all CLECs have 18 the same access to that information. 19 The other is a concern that this is limited 20 right now to -- and I think I have a pretty good 21 understanding of why, and it sort of makes sense --22 but it is limited to Qwest deployment of new xDSL 23 remote premises. And my guess is that that's really 24 where Qwest is putting most of their eggs with 25 respect to future remote premises construction. But

01574 1 it seems to me that this SGAT should anticipate the 2 possibility that remote premises would be constructed for other reasons than just expanding the deployment 3 4 of xDSL, and that should take that into account and 5 there should be more -- a broader provision that just 6 talks about when Qwest is building new remote 7 premises, for whatever purpose, there should be a 8 provision for notifying CLECs of the opportunity to 9 talk to you about their space needs. Those are my 10 two. 11 MS. BUMGARNER: Thank you. 12 JUDGE RENDAHL: Okay. Additional thoughts 13 or comments for Qwest, based on their willingness to 14 hear out the CLECs? MR. ZULEVIC: Yes. Mike Zulevic, Covad. I 15 16 would like to know if Qwest would entertain the 17 possibility of unbundling the DSL that you will be 18 deploying, rather than looking at providing 19 collocation space for multiple DSLAMs to be 20 collocated in the same remote terminal. One of the 21 reasons --22 MS. BUMGARNER: Wait a minute, wait a 23 minute. I want to make sure I've got this question. 24 Now, will we unbundle our DSLAM and -- I'm sorry, I 25 missed the last part of it.

01575 MR. ZULEVIC: Okay. Basically unbundle 1 2 your DSLAM on a card-by-card basis, whether that 3 means --4 MS. BUMGARNER: Plug and play. 5 MR. ZULEVIC: Plug and play; correct. 6 MS. BUMGARNER: Have you asked this 7 question at the emerging services workshop? 8 MR. ZULEVIC: Yes, in Colorado. 9 MS. BUMGARNER: And did they say that was 10 collocation? 11 MR. ZULEVIC: No, we got into quite a long 12 discussion about some other topics. 13 MS. BUMGARNER: Were you going to try me? 14 Because I really think that is emerging services, but 15 I -- you know. 16 MR. ZULEVIC: I agree that it would 17 probably -- most of the dialogue should take place in 18 emerging services. However, the restrictions that 19 are in the collocation language here that limit it to 20 a shelf at a time would preclude being able to do a 21 plug and play, and that's why there's that relationship that I think needs to be clarified or at 22 23 least aired. 24 MS. BUMGARNER: Okay, okay. 25 MR. HARLOW: That's specifically referenced 01576 1 at 8.2.7.4, about the sixth or seventh line down, 2 there's a sentence that says, Space will be leased on a full shelf level. And it doesn't show up in 3 4 8.2.7.3, and I don't know if it was your intention to 5 treat those differently or is that something --6 MR. HSIAO: It does, actually. 7 MR. HARLOW: Does it show it? Where is it? MR. HSIAO: Second line. 8 9 MR. HARLOW: On a shelf level, okay. I see 10 it now. 11 MS. BUMGARNER: And I believe the 12 discussion we had earlier about the system 13 development I think is there, but, you know, I know 14 that they are in the middle of developing their plans around the joint planned space, but it's --15 16 MR. ZULEVIC: Well, someone who works on my 17 team has been participating in that, and he said 18 there has been no real willingness to discuss 19 anything beyond actually physically collocating 20 DSLAMs, and I think that, in this early planning 21 stage, this is the time that we're going to have to 22 have that discussion and come to some agreement as to 23 how this is going to work. 24 Again, it doesn't make a whole lot of sense 25 to put five DSLAMs in a remote terminal that has

01577 1 access to maybe a thousand customers. Competition 2 will never take place when each --3 MS. BUMGARNER: So you're really talking at 4 the LIS, on a shelf basis, card-by-card basis for 5 space? б MR. ZULEVIC: Yes, basically that's what 7 we're looking at. And of course, there are a lot of 8 other things that will have to go along with that 9 capability. But again, that, in more detail, 10 probably needs to be discussed in the emerging 11 services. 12 MR. WILSON: One thing I would like to 13 point out, that there's a definite connection between 14 the emerging services workshop and collocation on this issue, because the requirement to unbundle 15 16 packet switching, which includes unbundling DSLAMs, 17 is linked to the ability to collocate at these remote 18 terminals. So I think that's where, in the emerging 19 services discussion in Colorado, we had some issues 20 with where pieces of this belong. 21 MR. ZULEVIC: Well, again, and this, I 22 suppose, will come up more in the emerging services, 23 too, but there's also some disagreement, I think in 24 -- amongst some of the CLECs as to whether that 25 really is looking at unbundling packet switching or

01578 1 whether it merely is providing us with the ability to 2 access a loop that Qwest has chosen to provide 3 partially on copper and partially on fiber. 4 MR. WILSON: And it can be both. 5 JUDGE RENDAHL: Is this something that 6 Qwest is willing to take back to other groups for 7 discussion, because it sounds like --8 MS. BUMGARNER: I need to take back and 9 what the discussions were from the emerging services 10 and talk about the question about less than a shelf 11 level, which basically gets it to a card-by-card. 12 Are there other questions around --13 MR. CATTANACH: Go ahead. 14 MS. BUMGARNER: No, go ahead. MR. CATTANACH: Before we leave that 15 16 subject, I apologize, because I wasn't at the 17 emerging services workshop, but you just made a 18 comment, Mr. Wilson, that might be helpful for me to 19 understand how this is fitting together, and I think 20 it was something along the lines of the requirement 21 to unbundle DSLAMs is linked to the collocation 22 requirement. Did I get that correct? 23 MR. WILSON: Yes, there are -- the FCC laid 24 out whatever I want to call them, issues -- in other 25 words, exclusions, let's say. If -- and I forget the

01579 1 exact paragraph, but it's actually in the SGAT 2 already in the -- it's either -- it may be both in 3 the packet switching section and the subloop section, 4 where Qwest only is required to unbundle packet 5 switching if there is no -- if four conditions are 6 not met, and one of the conditions is the collocation 7 at the remote terminal by the CLECs of its own DSLAM 8 equipment, et cetera. 9 So there's a series of four conditions on 10 packet switching, at least one of which involves 11 collocation. And this issue, I think Mr. Zulevic 12 also said, also involves access to loops, to some 13 extent. 14 MS. BUMGARNER: Now, when you say four 15 conditions, are you talking about four conditions out 16 of the FCC rules or four conditions out of our 17 section? I'm just curious. 18 MR. WILSON: It's both. The FCC laid out 19 the conditions. There is discussion in the packet 20 switching workshop as to the exact statements or 21 paragraphs in the SGAT, but it's pretty close to the 22 FCC --23 MS. BUMGARNER: Okay. Thank you. MR. WILSON: -- conditions. 24 25 MR. CATTANACH: You wouldn't happen to have

01580 1 a cite for that, would you? MR. ZULEVIC: Chuck Steese would. MR. WILSON: If I had a full SGAT, I could 2 3 4 find it. 5 MR. CATTANACH: We'll get it. I just 6 thought if you had it handy, if you had it written 7 down, that would get us a little further ahead. 8 MR. WILSON: It's in the UNE remand order 9 and it's also in the current SGAT, the full SGAT. 10 MS. BUMGARNER: Are those pretty much the 11 issues or the key issues for these three sections, 12 then? You look like you had something. 13 MR. MENEZES: I was under the impression we 14 were still sort of finishing up with 8.2.7.2 and we were going to move on to the following paragraphs. 15 16 JUDGE RENDAHL: That was my impression. 17 MR. MENEZES: Although some people did jump 18 ahead a little bit, I'm not sure everybody has raised 19 every question they have. JUDGE RENDAHL: Are we ready to move off 20 21 the issues of just limiting 8.2.7.2 to the three types? I think that that argument's been made and I 22 think Qwest has heard it and is going to take that 23 24 back. So are we ready to move on to .3? Okay. 25 Let's do it.

01581 1 MR. HARLOW: How about a break, Your Honor? 2 JUDGE RENDAHL: I think that's a good idea. 3 Why don't we take a break. We'll be off the record. 4 (Recess taken.) 5 JUDGE RENDAHL: Let's go back on the 6 record. We finished discussions of 8.2.7.2 as far as 7 we could go, and now we're going to 8.2.7.3, joint 8 planned space remote collocation definition. Ms. 9 Bumgarner. 10 MS. BUMGARNER: The 8.2.7.3, I think I've 11 already described the joint planned space. It's our 12 efforts to try to work with the CLECs in those 13 locations where we're rolling out new xDSL, so I just 14 open it up for questions or comments. MR. MENEZES: Mitch Menezes, for AT&T. 15 16 This provision, the way it's written, I think Ms. 17 Hopfenbeck already pointed out that in order to 18 participate, there'd have to be some sort of notice 19 so that CLECs know the building schedule. 20 But the way it's written, it leaves with me 21 the impression that unless Qwest obtains a request 22 from a CLEC to participate in the build whether it 23 wants to have space in this remote premise that's 24 being constructed, then Qwest would build it solely 25 in terms of size for the needs of Qwest. Is that a

01582 1 fair implication from this language? 2 MS. BUMGARNER: To some extent, yes, we 3 would be looking at what our requirements are for 4 rolling out the xDSL, and then I believe the FCC's 5 words are to take in account, or something to that effect, in one of their rule provisions, so --6 7 MR. MENEZES: Well, I happen to have that 8 rule. 9 MS. BUMGARNER: Very good. So that said, 10 that's the provision that we're trying to --11 MR. MENEZES: Am I getting that 12 predictable? 13 MS. BUMGARNER: I knew you'd have the 14 number right at your fingertips. MR. MENEZES: And you're right. The rule 15 16 is 47 CFR 51.323(f)(3). When planning renovations of 17 existing facilities or constructing or leasing new 18 facilities, an incumbent LEC shall take into account 19 projective demand for collocation of equipment. So 20 what I wanted to do was ensure that even if a CLEC 21 doesn't provide a request, as contemplated by this provision 8.2.7.3, that Qwest would, nonetheless, 22 23 build, having taken into account the forecasted or 24 whatever demand is out there from other CLECs. MS. BUMGARNER: Right. And that's what 25

01583 1 we're attempting to do with this. 2 MR. MENEZES: Thank you. JUDGE RENDAHL: Any other questions about 3 4 8.2.7.3? Ms. Hopfenbeck. 5 MS. HOPFENBECK: Well, I think that raises 6 a question about how I quess we have to get to the 7 forecasting provisions. Well, in remote collocation, 8 I haven't seen the forecasted provisions that we've 9 seen before, but how is it that Qwest intends to take 10 into account forecasted demand with respect to remote 11 collocation needs? 12 MS. BUMGARNER: Actually, in the later 13 descriptions on these, we do talk about forecast. 14 Let's see. Where is one of them? 8.2.7.8.1, CLEC 15 must provide a forecast in order to accommodate 16 requests for existing leased space. I think, under 17 the joint planned, that is their efforts on having 18 the meetings with the CLECs on planning the rollout 19 on the xDSL. 20 So we are, you know, trying to look at the 21 forecast of needs and then what our needs would look 22 like for those locations in planning these, but we 23 are asking for forecast on remote. 24 MS. HOPFENBECK: Well, it doesn't seem to 25 me that the provision that you cited with respect to

01584 1 existing leased would pertain in the case of joint 2 planned, and -- because it is in the provision for 3 existing leased and specifically references that 4 type. 5 With joint planned, my concern is that it 6 is pretty narrowly described as being a situation in 7 which a CLEC, as Mr. Menezes -- I really messed your 8 name up, I'm sorry -- Mitch, as Mitch said. At any 9 rate, I think what we probably need to think about is 10 adding provisions into the agreement that 11 specifically deal with the fact that, in not all 12 cases will a CLEC want to jointly plan space with 13 you, but they will want you, in building that new 14 space, to take into account their forecasted demand 15 for remote collocation in new facilities. 16 MR. HARLOW: I also wanted to follow up to 17 Mr. Menezes and ask you, if you can, to reconcile 18 your answer with Proposed Section 8.2.7.7.2, which 19 says Qwest will only build space for CLEC during the 20 Qwest build if CLEC participates in the joint 21 planning process, which seems to be contrary to the concept that you'll take into account forecasted 22 23 demand and build additional space. 24 MS. BUMGARNER: This -- the joint planned 25 build, as I understand it, are those locations where

1 we are actually rolling out our new xDSL and doing 2 the joint plan build for those spaces. And so the 3 space that we build and the reservations that are 4 made for space in those are really for the CLECs that 5 participate and help fund the joint build. I did 6 note down the question about forecasting for other 7 new locations or builds that we would do in remote 8 premises. I did note that as a comment to take into 9 consideration on our changes to this. Was there 10 something else around the xDSL? 11 MS. HOPFENBECK: I want to make sure that 12 you understand that my concern -- I did raise 13 initially a concern about perhaps this is too narrow, 14 because it's limited to xDSL space, and it seems to me that we would have this obligation pertaining to 15 all space, all remote premises that you might be 16 17 building in which you're locating network facilities. 18 But with respect to the xDSL space, the 19 other takeback that I'd like you to put on your list 20 is do we need -- I think this needs to be broadened 21 to specifically acknowledge that you need to take 22 into account when you're constructing these new 23 facilities not only the space needs of those parties 24 that participate in the planning process and that 25 make a decision at the time you're building that they

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01586 1 want to share space with you, or collocate in that 2 space, but also the needs of CLECs who have forecasted demand at some point in the future. 3 4 MR. HARLOW: I think that's our position, 5 as well. I also have a question. When you say help 6 fund the planning process, I thought I saw something 7 in the proposed language, but I can't find it now. MS. BUMGARNER: Yes, it does talk about, 8 9 under the joint planning process --10 MR. HARLOW: Which section, please? 11 MS. BUMGARNER: I'm looking. 8.2.7.7.1, 12 CLEC must pay 100 percent of the cost within the 13 allocated time frame where the CLEC request will be 14 removed. This really is an effort for all of the CLECs, and I can't speak to what their notification 15 process is. I will ask questions about that. It was 16 17 to notify all CLECs and to basically get the 18 forecast, to actually have the meetings and talk 19 about the joint build process and then forecast the 20 needs. 21 Now, forecasts aren't general, We need 100 22 feet somewhere in Washington. I mean, the forecasts 23 we look for ask for specific locations. We need to 24 know where the CLEC is looking for space. So this

25 effort around joint planned really is trying to sit

01587 1 down and identify, and I think this is right, that I 2 think it's like 5,400 locations that we are looking at rolling out xDSL, and asking for CLEC --3 4 MR. HARLOW: Is that Washington-specific, 5 the 5,400? б MS. BUMGARNER: No, that's region-wide. 7 MR. HARLOW: Okay. So I guess I need to 8 clarify. When you say fund, the language seems to go 9 to funding or really pre-paying the cost of 10 developing the collo space, but in your testimony a 11 minute ago, it sounded like you were seeking CLECs to 12 assist in funding the planning process. 13 And how is that level of funding going to 14 be determined to ensure that we only fund the incremental costs of planning the collo space, as 15 opposed to funding the planning of the entire NGDLC 16 17 project? 18 MS. BUMGARNER: I think, under the joint 19 planned space, it's 8.2.7.6.1, CLEC will be 20 responsible for all associated costs for physical 21 cabinet space, terminations, feeder distribution 22 interface, usage and/or modifications. 23 MR. HARLOW: So your clarification is we 24 wouldn't have to actually pay for any share of the 25 planning process?

01588 1 MS. BUMGARNER: No, you would not share the 2 cost of the planning. That's just our effort at sitting down with the CLECs to try to forecast these 3 4 needs and -- for this rollout. 5 MS. FRIESEN: Could I ask you a clarifying 6 question on what you contemplate the forecast to look 7 like? If -- and that's a remote forecast generally. 8 Do you expect a location within a state, bounded by 9 streets or something, or do you expect us to figure 10 out what your remote collocations are first and then 11 to predict based on that? 12 MS. BUMGARNER: I believe what we were 13 looking at around the remote was to get similar types 14 of information that would be specific to the sites or areas that -- sites within the areas that you're 15 looking at collocating. I think probably, with 16 17 remote, this is a -- this is a new effort. We 18 haven't done collocations in remote premises. 19 So I'd probably need to work through some 20 of the questions around that. But I think we would 21 probably be looking for as much detail as we could get on the forecasts. I don't know that they have 22 23 laid out, like, all the items that they have under 24 the wire center type collocations. MS. FRIESEN: So is that a takeback for you 25

01589 1 to figure out what the forecast ought to look like or 2 entail? 3 MS. BUMGARNER: I can ask what kinds of 4 details they would be looking for. 5 MS. FRIESEN: Go ahead. б MR. ZULEVIC: Mike Zulevic, Covad. I was 7 wondering, from what you said earlier, you are going 8 to be providing detailed information as to where you 9 plan to build these. Along with that, will you be 10 providing information as to how many subscribers 11 would be served by that particular remote terminal 12 location and/or other information that may help us in 13 determining what our forecasted power demands and 14 space demands might be? MR. HSIAO: This is Doug, with Rhythms. I 15 16 also have some significant concerns about double 17 recovery of Qwest's costs here. It appeared -- this 18 is very different than any other kind of collocation 19 cost recovery. What you're asking CLECs to do is to 20 fund Qwest's build-out of their facilities. And 21 then, on top of that, I assume you're going to be 22 charging us a recurring charge for rental of those 23 facilities. If that's true, then I think you're 24 recovering costs twice from the CLECs. 25 Also, the way that it's written, it's

01590 1 basically saying if you don't agree to fund Qwest's 2 build-out, then you can be shut out of that 3 collocation facility. 4 MS. BUMGARNER: I believe we're only asking 5 the CLECs to pay for their portion of that build. 6 But you know, I'll put forward your question on that, 7 and I'm sure it will be dealt with in cost dockets, 8 as well, but my understanding is you would only be 9 paying for your portion of whatever that build would 10 be. 11 MR. HSIAO: Then it seems to me there 12 shouldn't be a recurring charge for that space, since 13 you're pre-paying up front the cost of that space. 14 MS. BUMGARNER: I think we have a property 15 lease, so I would need to ask about the recurring 16 charges on that. 17 MS. STRAIN: I have the same questions. 18 MR. MENEZES: Mitch Menezes, AT&T. As a 19 point of reference, Margaret, in the interconnection 20 section, there was a provision that called for the 21 CLEC to pay for the construction of new facilities in 22 certain situations, and really, the same issue came 23 up. 24 Would the CLEC own it at that point, would 25 the CLEC get credits over time to repay the CLEC for

01591 1 paying an up-front charge and then using it for some 2 period of time, because what you have is a reusable 3 thing, commodity, that once that collocation is over, 4 if it ends, Qwest can turn around and lease it, you 5 know, have collocation with another CLEC, so it does 6 seem like double or more recovery. 7 So I think that's the thing that we'd like 8 -- one of the things we'd like to take back. And 9 perhaps it's a -- it sounds like a very similar 10 issue. And maybe if you could team with Tom and the 11 appropriate folks, that would be a way to handle it. 12 MS. BUMGARNER: Okay. Thank you. 13 MR. ZULEVIC: I have one other question on 14 this. A little earlier we were talking about the obligations that the FCC set forth pertaining to an 15 ILEC's requirement to unbundle packet switching. One 16 17 of those requirements was if the ILEC could not 18 provide collocation of DSLAM equipment competitively. 19 I'm wondering if it's Qwest's position that this 20 joint planned space satisfies that requirement to 21 have offered collocation of DSLAMs, and so, 22 therefore, you would not have an obligation in any of 23 those locations to unbundle packet switching. MS. BUMGARNER: That would have to be a 24 25 takeback. Was that question asked in the emerging

01592 1 services? I mean, it sounds more like emerging 2 services. 3 MR. ZULEVIC: No, it wasn't, because this 4 is the first time I've seen this language on your 5 remote terminal offering. 6 MS. BUMGARNER: Okay. 7 MR. HARLOW: That's a takeback, then? MS. BUMGARNER: Yes, I'd have to ask the 8 9 question, then. 10 JUDGE RENDAHL: Is there any more 11 discussion on 8.2.7.3? Understanding that we've also 12 talked about some other sections below, which is just 13 fine. Do we want to move on to 8.2.7.4, 14 understanding that, essentially, with each one of these sections, I understand Qwest has a number of 15 16 takebacks on various issues. 17 Okay. Let's go into the leased existing 18 space, 8.2.7.4. Ms. Bumgarner, do you have any 19 discussion of this? MS. BUMGARNER: I was just looking to see 20 21 if there were any questions. 22 JUDGE RENDAHL: Does anyone have any 23 comments on 8.2.7.4, other than what has already been 24 stated? 25 MS. HOPFENBECK: There's a couple of typos.

01593 1 MS. BUMGARNER: I'm sorry? 2 MS. HOPFENBECK: There are a couple of 3 typographical errors. Jointed planned space. You 4 should probably cross out the e-d. 5 JUDGE RENDAHL: It's about two-thirds of 6 the way down, where Qwest has designated the space 7 for jointed planned space. 8 MS. BUMGARNER: Okay. I like it. 9 MR. HARLOW: A fourth type of collo. 10 MS. HOPFENBECK: I thought it maybe meant 11 disjointed. 12 JUDGE RENDAHL: Mr. Wilson. Oh, I'm sorry, 13 Ms. Holifield. 14 MS. HOLIFIELD: Margaret, I just need a -bear with me, I'm kind of dense on this. CLEC will 15 be charged all costs associated with allowing access. 16 17 What are you talking about there? It's in that --18 MS. BUMGARNER: Oh, okay. I see it, fourth 19 line down. I think the access that I believe we were 20 talking about when we wrote this, and not the access 21 that Ken was describing earlier, was actually like 22 physical access if we needed to have some kind of key type mechanism, if you're talking about a CEV or some 23 24 kind of a building that we needed to have secure 25 access and provide keys.

01594 1 MS. HOLIFIELD: Provide keys into the 2 structure. 3 MS. BUMGARNER: Yeah, physical access. 4 MS. HOLIFIELD: You're not talking about 5 some sort of right-of-way across a piece of property? б MS. BUMGARNER: Right. It would be 7 physical access to that structure. 8 MS. HOLIFIELD: Into the structure. MS. BUMGARNER: Into the structure. Should 9 10 we say into the structure? 11 JUDGE RENDAHL: Ms. Holifield, can you 12 speak into a microphone? 13 MS. HOLIFIELD: I'm sorry. Why don't you 14 think about it. I would feel better if it said into 15 the structure, but it may not make that much 16 difference. 17 MS. BUMGARNER: Okay. 18 MS. HOLIFIELD: Thank you. 19 MR. ZULEVIC: Mike Zulevic, Covad. I had 20 two things I'd like to ask about. One of them I've 21 already discussed, and that's the limitation to a 22 shelf level, full shelf level, and I think that's 23 already a takeback that's going to be looked at. 24 The other thing that strikes me is, Oh, I 25 guess it's about two-thirds of the way down, existing

1 space will not be made available where Qwest has 2 designated the space for joint planned space. 3 This sounds to me like if you're not a part 4 of the joint planning process when it's taking place 5 and if you haven't then basically paid for the space 6 that you were going to require, that you will not 7 have access to any of these existing environments. 8 Is that the correct understanding? 9 MS. BUMGARNER: I think you're right. And 10 I think the reasoning is if we've sat down and 11 jointly planned space, you've more or less reserved 12 space. And I think -- and maybe we'll have to 13 rethink through this, in terms of looking at the 14 payment around some of the costs on this joint planned space, that CLECs that have participated or 15 have wanted to participate and provided their 16 17 forecasts or their needs for xDSL services more or 18 less reserved that space for CLECs. 19 So I would say now someone coming along 20 requesting space, what if you gave that away. What 21 if Covad participates with us and we've said, Sounds 22 good to us, we'll make sure you have a half a shelf, 23 we'll give you your shelf and --

24MR. ZULEVIC: I just want a card.25MS. BUMGARNER: Okay. We'll give you your

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1 one card, and we've sort of set that aside as part of 2 this process of trying to forecast and jointly plan 3 the space, I don't imagine you would be too happy if 4 someone puts in an application for collocation and we 5 gave away your one card space, you know. So I think 6 that's our view, is if you participate in this 7 process, you're more or less reserving that space and 8 knowing that that space is going to be available for 9 the xDSL services. 10 MR. KOPTA: This is Greg Kopta. I have a 11 little bit more fundamental question with regard to 12 that same provision. When I look back at Section 13 8.2.7 -- 8.2.7.3, the first line on joint planned 14 space is that it's available in new remote premises, and yet we're talking here about existing premises. 15 16 So I'm wondering why there would be an 17 instance in which you would have space designated for 18 joint planned space in an existing space when joint 19 planned space is only for new premises. 20 MS. BUMGARNER: And I agree. That's 21 probably somewhat confusing, and it probably goes 22 back to WorldCom's comments with new. At some point 23 new becomes existing somehow planning for the xDSL, 24 and maybe it was incorrect to just say it was new

25 space, that this is actually jointly planning for

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01597 1 space for the xDSL rollout. But I need to ask 2 questions about that and make sure that we're okay 3 with it. MR. KOPTA: So in other words, it may be 4 5 the joint planned space would not just be limited to 6 totally new premises, but maybe an expansion of an 7 existing remote premises. That's something that 8 you're going to be checking on? 9 MS. BUMGARNER: (Nodding.) 10 MR. CATTANACH: If I could attempt to 11 clarify a little bit. I do think it's a temporal 12 issue. At some point in time you build it, it's 13 there, it exists. Prospectively, it was new space. 14 After it's built, it exists. Someone comes and says, I want that space. Well, as part of the joint 15 16 planned space, already promised to somebody else, you 17 can't have it. I think that was the intent of this. 18 MR. ZULEVIC: This doesn't read quite that 19 way to me. It reads -- well, let's take, for 20 instance, if you have a CEV, a controlled 21 environmental vault, let's say it's one of the large 22 ones, it's maybe 30 feet long and eight feet wide. 23 And to this point, you're utilizing maybe 10 percent 24 of it for digital loop carrier. You make a decision 25 that that can definitely handle the deployment of

01598 1 xDSL that Qwest plans, so therefore you enter into 2 joint planning and you end up with your requirements, plus the requirements of those CLECs who are jointly 3 4 participating, and in total, you're taking up 50 5 percent of that CEV's capacity. 6 You still have another 50 percent of that 7 capacity that, in theory, would be available under 8 the provisions of 8.2.7.4, the leased existing space. 9 And that's the question that I have, is why is the 10 language so restrictive in that if you choose to 11 redesignate it for a joint plan, if there is space 12 available for the other provision, it seems like it 13 should be offered. 14 MS. BUMGARNER: Yeah, maybe it's just poorly worded. I don't think that was the intent. I 15 16 mean, if there's other space available, if I 17 understand you, that say we've set aside 50 percent 18 of the space for joint planned, you're concerned that 19 the other 50 percent wouldn't be available for other 20 physical collocation requests? 21 MR. ZULEVIC: Yes, that's the concern I 22 had. To turn it around, if Covad did not participate 23 in the joint planning process, but then, at some 24 later date decided that they would like to provide 25 service out of that particular location, if the space

01599 1 is available, I would expect to be able to make use 2 of that, even though I did not participate in the 3 joint planning process and even though Qwest may have 4 redesignated that. 5 MS. BUMGARNER: That was not the intent. 6 I'll try to see if there's some better way to word 7 that. 8 MR. HARLOW: Getting back to the ground up 9 facility, the brand new remote, again, this language 10 seems to contemplate that you're going to build 11 exactly to your requirements, plus those 12 participating in the joint planning process, rather 13 than taking into account forecasts of nonparticipants 14 in the joint planning process. It's kind of a speak 15 now --16 MS. BUMGARNER: Was that a question? 17 MR. HARLOW: Is it kind of a speak now or 18 forever hold your peace arrangement? If you're not 19 in the joint planning process, you will not be able 20 to collocate in the new remote? MS. BUMGARNER: I need to ask that question 21 22 about the joint planned and what their current 23 discussions are with the CLECs that are participating 24 in that effort, but I will ask that question to them. 25 JUDGE RENDAHL: I have a brief question,

1 too. And maybe it's not so brief, but is there 2 currently an ongoing joint planning process or is 3 this something that's anticipated by the SGAT, and 4 can you clarify that for me? 5 MS. BUMGARNER: Our product management 6 group is actually meeting with the CLECs, I believe 7 it's every two weeks that they sit down and are 8 planning around this joint planned process. And 9 then, as I understand it, the actual start to this 10 process and rollout of the joint planned space and 11 their ordering processes are, I believe, planned to 12 start in first quarter. 13 JUDGE RENDAHL: Is there a plan by Qwest to 14 continue the joint planning process beyond the first quarter, sort of an ongoing joint planning process, 15 or is it something that will be over by the time this 16 17 SGAT is revised? 18 MS. BUMGARNER: As I understand it, the 19 process itself right now is sort of talking through 20 the process about the joint plan and the procedures 21 on ordering and how they're going to roll this out, 22 and then, once they get that documentation together 23 and have pretty much reached agreement with the CLECs 24 about that joint planning, is to start then in first

25 quarter and begin asking for the requests around the

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01601 1 locations that will be building out. And then I 2 think it's ongoing from there, as we identify new 3 locations that we're going to be rolling out xDSL, 4 but I need to talk with the folks and see where 5 they're at in that planning process. 6 JUDGE RENDAHL: Is there some description 7 in the SGAT, other than in this section, about the 8 joint planning process? 9 MS. BUMGARNER: No, that's actually just 10 their effort, through that product team in working 11 with the CLECs, and then in the SGAT was just to lay 12 out those locations. 13 JUDGE RENDAHL: Okay, thank you. And Ms. 14 Strain has a question. MS. STRAIN: Yeah, just following up on 15 16 that, the mention of the FCC order which required 17 collocation needs to be taken into account when 18 planning facilities, is that something that is being 19 done outside of the processes that are shown here in 20 the SGAT, is it being done in general, other than 21 through this joint planning process or through a, you 22 know, through a process where you're only planning 23 for the things that you know about, because somebody 24 gave you a forecast? 25 MS. BUMGARNER: Currently, because remote

01602 1 is very new in our rollout of xDSL, this is kind of a 2 special effort to sit down and try to work through 3 the planning on that. But in general, where we've 4 been dealing with wire center collocation up to this 5 point has really looked at forecast information, our 6 growth estimates, what we're seeing in terms of 7 growth around CLEC requests for collocation, so our 8  $\,$  best efforts, and through the account team's  $\,$ 9 discussions with CLECs, as well. 10 But it's really been our desire to get 11 forecast information from CLECs to try to do a better 12 job about looking at the future needs around 13 collocation. 14 MS. STRAIN: Okay. I guess my question is, 15 even if you don't get those forecasts, for whatever 16 reason, are you still trying to take into account the 17 fact that, at some future date, people may want to 18 collocate in your facilities? 19 MS. BUMGARNER: Yes, our engineering groups 20 have been trying to use best judgment around --21 particularly in the areas I think that we have struggled with, because it just is -- a constant 22 23 problem is around power needs. There is a huge 24 demand on power, collocation, the IOF kinds of 25 things, the selling of Megabit services. So yes,

01603 1 that internally has been a big effort to try to 2 anticipate all of those needs around collocation. 3 MS. STRAIN: Thank you. 4 MR. WILSON: A couple of questions. What 5 are the time frames for leased existing space, remote 6 collocation? 7 MS. BUMGARNER: Right now, I'd kind of put 8 off on the interval. I'd like to have an opportunity 9 to read a couple of these orders that have just come 10 out. I think that's a takeback for all of us to look 11 at the orders. 12 MR. WILSON: Okay. In the last sentence, 13 this is the first time you mentioned field connection 14 point. Could you describe that? MS. BUMGARNER: This last sentence actually 15 16 came out of the discussions in Oregon, and I believe 17 it talked about the cross-connection there with the 18 subloop facilities, and so we did put the reference 19 to Section 9.3, which is subloop unbundling, and 20 that's where the field connection point is addressed, 21 and that really is the cross-connection point that we 22 have been looking at using, and that would really be 23 where the CLEC brings up their facilities at one of 24 our remote locations and orders an FCP. 25 And this, really, Ken, I think was trying

01604 1 to get at the situation you were talking about 2 earlier on the interconnection, where you're asking 3 to do a cross-connect, you're not really asking for 4 collocation. And so I believe that, and I'd like to 5 go back and talk with the people who are dealing with 6 the subloop unbundling issues, but I really believe 7 that the field connection point is really that point 8 where they were looking to do that cross-connect 9 effort. 10 Where you weren't asking for collocation or 11 even if you were asking for collocation, like with 12 adjacent collocation, it may still involve a field 13 connection point. 14 MR. WILSON: Part of my concern here is 15 that the descriptions that I had previously regarding 16 field connection point was when that field connection 17 point was something that needed to be built when 18 there was no existing means of connection or 19 interconnection to the subloop element. And as such, 20 I had seen it in the next paragraph on adjacent 21 remote collocation, but I'm a little surprised to see it in the leased existing space remote collocation, 22 23 because I guess I had thought that it was, by 24 definition, something that needed to be built in a 25 new box. So I guess that's --

01605 MS. BUMGARNER: Well, my understanding of 1 2 the FCP is that it is, in fact, a new box, and that 3 it would be built whether you were dealing with the 4 existing space or whether you were talking about 5 adjacent space, that that cross-connection point 6 needed to be put in place in either of those 7 situations. 8 I'm trying to find the language on -- I 9 mean, at some point we have to establish the 10 cross-connection point, and I think the FCP was 11 trying to address that. Have you talked about the 12 field connection point at the subloop? 13 MR. WILSON: Well, they have, but the 14 problem is the aspects of it that were collocation, they deferred to this workshop, so -- and so that's 15 my issue. And I wasn't trying to answer-shop; I was 16 17 trying to see if we can get a clear definition of it, 18 because I understood it -- I think I understood the 19 concept of field connection point in the adjacent 20 remote collocation, but I didn't -- now that you're 21 adding it to the leased existing space, I'm a little 22 more concerned than I was because, I mean, from what 23 I've seen about the field connection point, I mean, I 24 would have to say it looks like Son of SPOT, if you 25 will, the infamous SPOT frame, and that we're going

01606 1 to have the battle all over again about directly 2 connecting, rather than having to go through a new point of interconnection, but now we're going to have 3 4 it out in the field instead of in the wire center. 5 So that was kind of my concern. I can 6 understand, if you need to build a new box, that what 7 goes in it might be called an FCP, but if we're 8 talking about existing space and we either want to 9 put our equipment in that space or, as I've presented 10 on the board, we merely want to connect to Qwest 11 blocks, I'm becoming more concerned now that I'm 12 starting to see the FCP creeping into the leased 13 space, leased existing space section, as well as the 14 adjacent section. 15 MS. BUMGARNER: Let me ask the question, 16 then, back to the folks with the subloop, and make 17 sure that we're understanding one another. I'll ask 18 that question. 19 JUDGE RENDAHL: Mr. Menezes. 20 MR. MENEZES: One additional question. In

8.2.7.4, one of the sentences has been discussed, it's about two-thirds of the way down, Existing space will not be made available where Qwest has designated the space for joint planned space. That's the first category. The second category is where Qwest has 01607 1 plans to use existing space to meet non-DSL expansion 2 needs, and the third is where no space exists. 3 MS. BUMGARNER: Right. MR. MENEZES: For the first two, from the 4 5 discussion on the first one that we've had here 6 today, you talked about reservation. The second 7 appears to me to be reservation, as well, and there 8 is a separate reservation process in Section Eight of 9 the SGAT. 10 MS. BUMGARNER: Right. 11 MR. MENEZES: So my question is do you 12 intend that reservation relating to remote 13 collocation will follow the same process as that 14 outlined in the reservation section, Section Eight in the SGAT? And at least for the second point, where 15 16 Qwest has plans to use existing space to meet non-DSL 17 expansion needs, when Qwest is -- that sounds to me 18 like Qwest is reserving space for its future needs. 19 So will the same parameters that we end up discussing 20 and we haven't discussed them yet, and I think it's 21 8.4.1.7, apply here in the same way. 22 MS. BUMGARNER: I thought that there was a 23 provision, and maybe it's in the general part, that 24 indicates that reservations for Qwest will be on the 25 same basis as reservations are made for the CLECs.

01608 1 And I just need to find the section, but it would 2 apply in any of the premises. 3 MR. MENEZES: Okay. 4 MS. BUMGARNER: Including remote. I'm just 5 struggling to find where we put that particular 6 section, but did you have another question? 7 MR. MENEZES: Yeah, you don't need to find 8 it. I'm sure we'll pick up on it as we review other 9 sections of the SGAT, so that's good. Now, in the 10 first part of this clause, where Qwest has designated 11 the space for joint planned space, the discussion was 12 that now that's reserved space for the CLEC that has 13 participated in the joint planning, and so I'm not 14 sure -- I mean, we haven't discussed in the workshops yet, but the reservation provision, I don't know that 15 16 there's anything in there that really contemplates 17 what happens when a CLEC actually participates in the 18 payment for space that's being built out and 19 contemplates what happens if that CLEC backs out, 20 terminates, you know, never brings its equipment in, 21 it goes out of business before the space is completed 22 or before it can move its equipment into the space. 23 And I think an issue of -- and so related to that is 24 how long does that reservation stand for such a CLEC? 25 I mean, I think there are lots of issues

01609 1 around that that I don't know that Qwest has 2 addressed yet, so I want to throw that out as, you 3 know, one of your additional things to think about 4 with this provision. 5 MS. BUMGARNER: Thank you. 6 MS. HOPFENBECK: If I could add to 7 something Mitch has just discussed, I just want to 8 flag and have us think about the fact that in the 9 recent collocation order that was issued by the FCC, 10 the FCC really declined to adopt specific space 11 reservation policies, because they felt that, with 12 respect to that issue, state commissions were in a 13 better position than the FCC was to assess the impact 14 of space reservation on competition in their locale. And I just -- I raise this because I think 15 16 there are a lot of provisions that we've discussed 17 this afternoon that really do implicate space 18 reservation. And it seems to me to be a pretty 19 important issue that could have far-reaching impacts 20 on all of us. I mean, I think the whole question of 21 joint planned space raises that issue. Certainly the 22 provision that would limit CLECs from collocating at 23 more remote premises, if Qwest had reserved space for 24 itself, has potential impacts and with -- when you're 25 talking about collocation at remote premises, you're

01610 1 conceivably talking about places where there is very 2 limited space. 3 So I flag that, and I guess my question for 4 Qwest would be what is Qwest's plan for this SGAT as 5 sort of local or federal rules change? I mean, for 6 example, if the state of Washington were to undertake 7 an examination of the question of space reservation 8 policies, does Qwest view it -- would this SGAT 9 change to incorporate those new policies should new 10 rules be adopted? 11 MR. CATTANACH: If I could take that. I'm 12 sorry, I don't have a cite here, but I fairly 13 distinctly recall that there's a general provision 14 that anticipates exactly that. MS. HOPFENBECK: That's what I thought. 15 MR. CATTANACH: I'll get the cite for you. 16 17 I can't do it off the top of my head. 18 MS. HOPFENBECK: It is also something we 19 might want to think about as a group, about whether 20 we wanted to ask the state of Washington to do 21 something on that issue. 22 MS. BUMGARNER: Just to step back, Mitch, 23 to your question, it's actually Section 8.2.1.16. 24 And that's one that speaks to that Qwest may retain a 25 limited amount of floor space for its own specific

01611 1 future uses, provided, however, that neither Qwest 2 nor any of its affiliates may reserve space for 3 future use on terms more favorable than those that 4 apply to the CLECs' reservations. It goes on from 5 there. That's the general provision that applies to 6 Qwest through all of those. 7 MR. MENEZES: Thank you. 8 MS. BUMGARNER: Are there any other 9 comments around the existing space? 10 MR. KOPTA: I had one. A sentence that 11 wasn't discussed before the shaded sentence at the 12 end that reads, However, where Qwest is deploying 13 remote DSLAM in existing sites, the CLEC will be 14 given an opportunity for joint planned space, remote collocation, and this is referring to a previous 15 16 sentence that we have discussed about an existing 17 space will not be made available. 18 And I'm curious exactly what that sentence 19 means. It's not clear, but it appears as though if, 20 for one of the three reasons specified in the prior 21 sentence, space is not available where the CLEC is 22 requesting it, is this an offer by Qwest to jointly 23 plan additional space if Qwest happens to be planning 24 to deploy remote DSLAMs in that same site or a nearby

25 site?

01612 1 MS. BUMGARNER: I believe that they were 2 actually -- they were talking about that Qwest, in 3 deploying the remote DSLAMs, that CLECs would be 4 given the opportunity to jointly plan that, and so if 5 they then came into that existing space where some 6 space had been set aside for joint planned, that 7 provisions -- that they would have had an opportunity 8 to ask for space. 9 But given all the discussion around this, 10 I, you know, I need to go back and ask them to 11 clarify, you know, how that applies in the existing 12 space as compared to the new space. Thank you. That 13 is a confusing sentence following that. 14 MR. KOPTA: Yeah, thank you. And I guess 15 part of that clarification is whether Qwest would be willing, in the event that space is unavailable in a 16 17 particular location, to have the CLEC initiate some 18 kind of a joint planned space remote collocation 19 effort to provide additional space at or near that 20 existing location. 21 JUDGE RENDAHL: Mr. Hsiao, did you want to 22 make a comment? 23 MR. HSIAO: Yeah, I just had a -- I guess 24 it's sort of a question. My concern is, looking at 25 this language here about leased existing space, is

1 that let's say a CLEC comes to you and says, Okay, 2 you have an existing remote terminal out in this 3 neighborhood and I want access to it, and space is 4 denied by Qwest because there's no more room for any 5 more DSLAMs in there. So you ask for an unbundled --6 you want unbundled packet switching then, under 7 another part of the SGAT. Is Qwest's response, then, 8 we'll build you new joint planned space, if you give 9 us \$10,000, we'll build you more space and you can 10 put your DSLAM in there, or at that point, are you 11 going to be required to provide unbundled packet 12 switching? 13 MS. BUMGARNER: That situation would 14 actually be adjacent remote collocation. If there's 15 no more space in that particular terminal or cabinet, 16 what you're really saying, all the space is 17 exhausted. So if you went to collocate there, it's 18 really a matter of adjacent remote collocation, which 19 will require building a new remote cabinet adjacent 20 to the one that we have there. MR. HSIAO: I guess -- but I want the 21

22 reverse. I want unbundled packet switching. Are you 23 saying that every provision here is going to sort of 24 negate the ability to get unbundled packet switching, 25 because you're always offered more space, as long as

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01614 1 you pay for it? 2 MS. BUMGARNER: I guess I -- okay. MR. CATTANACH: The answer is I think we 3 4 need to look at -- the provision that was referenced 5 earlier, I looked at it briefly to see how those two 6 fit together. I don't know the answer to that, but I 7 do have some concerns that you can just automatically 8 get unbundled packet switching on space. I don't 9 think that's the case, but rather than make that 10 representation, we needed to take it back, look at 11 it, and tell you how those two provisions work in 12 tandem. 13 MR. HSIAO: Okay. I guess another just 14 sort of general concern about the whole idea of joint planned space is any party or any CLEC that's going 15 to participate in joint planned space is likely to be 16 17 at a disadvantage to any other CLEC that comes along 18 later, because they're always going to be able to 19 come in and say, I want unbundled packet switching. 20 They don't have to pay the up-front cost for the 21 joint planned space that the other -- first mover 22 CLECs had to pay for. 23 So I don't see any reason why a CLEC would 24 want to participate in joint planned space

25 negotiations.

01615 1 JUDGE RENDAHL: Are there any other comments on this section, 8.2.7.4, before moving onto 2 3 the adjacent remote collocation definition? Okay. 4 Then let's keep going to 8.2.7.5. 5 MS. BUMGARNER: Okay. This is the adjacent 6 remote collocation. This really addresses the 7 situation where space is exhausted in our existing 8 premise, and it allows for the CLEC to construct a 9 remote cabinet. And this, again, is on property 10 that's owned, leased, or otherwise controlled by 11 Qwest. Open it up for questions. 12 MS. HOLIFIELD: Margaret, can I ask 13 something? When I go through this, I don't see any 14 -- maybe I'm just missing it. The next key provisions do not address adjacent, so you don't have 15 a section that covers adjacent that talks about the 16 17 terms and conditions. Now, am I reading this wrong? 18 And if that's the case, are you going back 19 to the adjacent collocation for the terms and 20 conditions? 21 MS. BUMGARNER: No, this really is for the 22 adjacent remote. I believe, and I'm just checking on 23 this, I believe that the intention around the 24 adjacent collocation situations were not to lay out 25 specific terms and conditions on this; they were

01616 1 individual case basis, because they can be so 2 different around adjacent, depending on the circumstances involved, the CLEC building the 3 4 cabinet, what kind of an FCP interconnection we're 5 providing, because the CLEC is building that adjacent 6 collocation, the CLEC may need to get rights-of-way 7 building permit kinds of things, don't know what 8 those time frames might be. So we've left adjacent 9 as individual case basis around what the 10 circumstances are. 11 MS. HOLIFIELD: So it's kind of a trust me, 12 ma'am. I'm having a hard time figuring out --13 MS. BUMGARNER: We've never done any, I 14 guess, you know, around the adjacent -- whether 15 you're talking adjacent wire center or adjacent 16 remote collocation. 17 MS. HOLIFIELD: But as I -- I'm sorry. As 18 I recall, on the adjacent collocation, you had a 19 whole series of rules, I thought, and I thought we 20 had some interesting discussions about them. Now, 21 maybe I'm wrong. 22 MS. BUMGARNER: I think, on the adjacent 23 for the wire center, that also is on an individual 24 case basis. I'm trying to find the provision. MS. HOLIFIELD: Well, you have Section 25

01617 1 8.2.1, terms and conditions for all collocations, so 2 that would cover these two; right? MS. BUMGARNER: Yes. 3 4 MS. HOLIFIELD: So in this one, you might 5 have the same kind of questions we had with the 6 adjacent, such as ownership; right? 7 MS. BUMGARNER: Yes. MS. HOLIFIELD: And you're addressing that 8 9 back there, I think? 10 MS. BUMGARNER: Yes. 11 MS. HOLIFIELD: Okay. Thank you. 12 MR. ZULEVIC: You had mentioned right away 13 easement issues having to be resolved with respect to 14 adjacent remote collocation. Is this something that Qwest is going to undertake on behalf of the CLEC who 15 16 requests adjacent? 17 MS. BUMGARNER: No, that's not our 18 intention to seek building permits or rights-of-way 19 permits, since we will not be building these 20 particular structures, the CLEC would be building the 21 structure, but we'll provide whatever information or 22 approvals are needed by the CLEC. But we won't be 23 seeking building permits or municipal approvals, 24 whatever those might be, primarily because the CLEC 25 will be using their own contractor and they'll be

01618 1 really kind of just making those decisions on going 2 to, and so we don't want to get in the middle of 3 that. 4 MR. ZULEVIC: To the extent that the 5 adjacent space that is available is on a piece of 6 property where you currently have a right-of-way 7 and/or an easement for the existing remote terminal, 8 will the CLEC have to -- will we be able to utilize 9 the existing easement right-of-way that you already 10 have, or would you require us to go back and 11 negotiate with whoever actually owns the property or 12 what have you? 13 MS. BUMGARNER: I'm not the expert on 14 poles, ducts and rights-of-way, but I think it differs depending on what those agreements are. So 15 16 that's probably better looked at under, you know, 17 what kind of a public right-of-way it is, what kind 18 of an agreement exists, is it a private property 19 owner that has granted an easement and what the 20 requirements are around that. That's why I think 21 it's -- it would be hard to repeat all of those under 22 adjacent collocation. I think they're really more 23 around the rights-of-way issues. 24 MR. ZULEVIC: Okay. As right-of-way or 25 easement issues pertain to the joint planned space or 01619 1 leased existing space, would there be any issues 2 having to do with right-of-way or easements that you 3 would see having to be dealt with, or is this better 4 left until we get into that particular section of the 5 SGAT? 6 MS. BUMGARNER: Well, I think we've already 7 addressed the checklist item for the poles, ducts and 8 rights-of-way here in Washington, but I mean, the 9 same rules would apply for building adjacent here. 10 If it's a CLEC's use of that property, what are the 11 rights-of-way rules for that particular one or the 12 lease type rules, and I can't speak to those. I 13 really -- that's not something I dealt with. 14 JUDGE RENDAHL: Mr. Cattanach. MR. CATTANACH: I can't speak in specifics, 15 16 but just so -- I think we're understanding. My sense 17 is, for new space, joint planned space, Qwest takes 18 the initiative. It's our burden to get whatever 19 permits, et cetera, we have to get. So that 20 shouldn't be an issue there. 21 For a leased space, it's already there, so 22 I think any rights-of-way issues have been solved. 23 So I would not anticipate -- I may be missing 24 something, but I wouldn't anticipate that we'd have 25 rights-of-way kinds of issues with those two. But I

01620 1 think with adjacent remote, you very well could have rights-of-way issues, and they'd have to be dealt 2 with I think under some of the prior workshop 3 4 discussions. 5 MR. ZULEVIC: Okay. That answered my 6 question. Thank you very much. 7 MR. MENEZES: Mitch Menezes, AT&T. In this 8 provision, the term cabinet is used in a couple of 9 places, and on the second line, allows an adjacent 10 remote cabinet to be constructed by a CLEC, and then 11 it's also repeated on the third line, is there a 12 reason why the term cabinet is used? I'm not sure I 13 know, you know, what that word means exactly, but was 14 there any particular intent behind use of the word 15 cabinet? 16 MS. BUMGARNER: Not particularly. If 17 there's a better phrase that you --18 MR. HSIAO: How about facility? 19 MS. BUMGARNER: It's not really a facility. 20 MS. FRIESEN: How about premises? 21 MS. BUMGARNER: It's not really a premises. MR. MENEZES: How about something like 22 23 cabinet, hut, or other similar structure? Does that 24 make sense? 25 MS. FRIESEN: What does the FCC say?

01621 1 JUDGE RENDAHL: Would this be a good time 2 to take a break for about 10 minutes, if we're going to keep going? Let's be off the record for a minute. 3 4 (Recess taken.) 5 JUDGE RENDAHL: Let's be back on the 6 record. While we were off the record, we decided 7 that we would complete our discussion of Section 8 8.2.7 on remote collocation today, tomorrow will be 9 an off day, and on Friday we will reconvene here in 10 this room at 9:00 and discuss resale, and then we 11 will be in recess. And we also discussed scheduling 12 a continuation of the workshop on the 28th and 29th 13 of November, a location to be determined, and that 14 will be solely on collocation. Okay. Let's go forward. Where are we now 15 16 on remote collocation? We're starting at 8.2.7.6? 17 MS. BUMGARNER: Yes. 18 MR. MENEZES: We're not quite done with .5. 19 JUDGE RENDAHL: Are we not quite done with 20 adjacent? MR. MENEZES: You already had the comment 21 22 about cabinet. 23 MS. BUMGARNER: Oh, right, cabinet. 24 MS. FRIESEN: Well, you had mentioned 25 structure, and I'm looking at the FCC's recent order
01622 1 on adjacent collocation, and they used controlled 2 environmental vault or similar structures, so maybe -- the vault doesn't work for remote, but perhaps we 3 4 should use structures and/or cabinet. Is that what 5 you're suggesting? 6 MR. MENEZES: Yeah, it seems broad enough. 7 MS. BUMGARNER: Fine with me. I sort of 8 vaguely recall some discussion about using the word 9 structure and changing it to something else. 10 MR. MENEZES: Yeah, that was the premise. 11 That was degrees of threat. 12 MS. BUMGARNER: I will change it to 13 structure. I think I'm going to note next to it that 14 it's Mitch. 15 MR. MENEZES: The last sentence of 8.2.7.5, 16 Space can include access to AC power. So the 17 question is, DC power, is that not available in 18 these? 19 MS. BUMGARNER: It would be both. 20 MR. MENEZES: It would? 21 MS. BUMGARNER: Yeah. 22 MR. HARLOW: Slash DC. 23 MS. BUMGARNER: Maybe if we just put AC and 24 DC power, or just power. 25 MS. STRAIN: In other paragraphs, you've

01623 1 got AC/DC power, if you look at 8.2.7.3, for example. MS. BUMGARNER: Yeah, it's both. 2 JUDGE RENDAHL: So maybe just some 3 4 consistency on this throughout this section, just 5 power or AC/DC or -б MR. MENEZES: I think it would help if it 7 were AC/DC power, particularly if it's used 8 elsewhere. 9 MR. HARLOW: It's used in three above. 10 MS. BUMGARNER: Right. I think maybe it's 11 just a typo. 12 MR. MENEZES: Okay. Thank you. 13 JUDGE RENDAHL: Okay. Is that it on 8.2.7 14 -- Ms. Friesen. MS. FRIESEN: I just have one question. 15 16 Margaret, I'm trying to understand the FCP and the 17 cross-connections. If there's a pedestal and it's 18 full, it's an exhaust, and I build an adjacent 19 pedestal, then do I also have to build something 20 called an FCP to run the cross-connect through? How 21 does that work? 22 MS. BUMGARNER: As I understand the FCP, 23 which it's actually in the subloop unbundling 24 section, you actually have to order the FCP, and we 25 build the FCP. It's really the cross-connect point

01624 1 for that subloop unbundling. 2 MS. FRIESEN: So I have to build the 3 pedestal, you build something called an FCP that 4 connects the two pedestals; is that --5 MS. BUMGARNER: I quess that would be a 6 fair way. It's where our network would cross-connect 7 with your network. And what they've been calling it 8 is this field connection point. If you build the 9 pedestal, I don't know what one looks like. I think 10 they're still looking at different vendor products 11 for this, but it's another point, and I think it may 12 be located inside our cabinet, if there were room, 13 but I think they're mostly looking at it being a 14 separate cross-connect box next to our pedestal. MS. FRIESEN: Okay. And the wires, the 15 16 cross-connect wires go through the box; is that what 17 you're suggesting, then, if I understand it? 18 MS. BUMGARNER: Yes, I mean, that's my 19 understanding of it. But I have to admit, I'm not 20 dealing with the subloop stuff. That's really not my 21 piece of it. Mike looks like he's anxious to add. MR. ZULEVIC: I'm ready. 22 23 MS. BUMGARNER: You can add, because that's 24 really not my part. 25 MR. ZULEVIC: This was discussed in the

1 workshop in Colorado, and the FCB concept is 2 something that really, we've got some problems with 3 -- in the case where it is really not necessary in 4 order to provide a cross-connect capability, it's 5 almost a redundant cross-connect capability that the 6 CLEC has to build or install. Whereas there very 7 well could be sufficient capacity in an existing 8 Qwest cross-connect box to be able to do the 9 cross-connect, here we're now creating this new FCP 10 that, again, is really just redundancy and additional 11 cost that's going to have to be incurred. 12 So to the extent that that is still up in 13 the air, I think any reference to an FCP being a part 14 of this particular offering I would have a real 15 problem with. 16 MS. BUMGARNER: So we'll just put that 17 sentence as open, but it is being addressed as part 18 of that subloop workshop? 19 MR. ZULEVIC: Yes, it is. 20 MS. BUMGARNER: Okay. MS. FRIESEN: But also as collo; right? 21 22 Because in order for me to get collocation in an 23 adjacent pedestal, I now have to do it via this thing 24 called an FCP. I can't just do adjacent collocation.

25 MS. BUMGARNER: Well, if I understood Mike

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01626 1 right, you could build the adjacent. The question is 2 how you bring it into the Qwest remote premise and 3 cross-connect, right, to the subloop? 4 MR. ZULEVIC: Yes, that's correct. 5 MS. BUMGARNER: Okay. It would be 6 something like a stubbed facility piece between the 7 two, like if you built an adjacent coming in to our 8 remote. 9 MR. ZULEVIC: Pretty much. I think the 10 concept of the FCP is that a cable would be stubbed 11 out of your remote or your cross-connect box to this 12 FCC cross-connect box, and then we would then, in 13 turn, have to put our cable into that very same box 14 in order to cross-connect between the two, rather than just allowing the CLEC to run our cable that's 15 directly into your box to a designated cross-connect 16 17 block and just make one cross-connect there. 18 MS. BUMGARNER: Okay. So it really isn't 19 affecting, like, that collocation piece. It really 20 is where that connection is going to take place for 21 the subloop, whether it's at the Qwest connection or this FCP. So if we put that sentence as open --22 23 MR. ZULEVIC: I think that would take care 24 of it if you put it as open, because as it reads 25 right now, we couldn't do that until the other issue

01627 1 is resolved. 2 MS. BUMGARNER: Okay. We'll just put it 3 open as part of the subloop issues or workshop. 4 JUDGE RENDAHL: And does that apply to both 5 8.2.7.4 and 8.2.7.5? 6 MS. BUMGARNER: I would assume it's 7 probably the same question. 8 MR. WILSON: Yes, it's the same issue that 9 I raised in the paragraph above, and I agree 10 completely with what Mike is saying on 8.2.7.5. It's 11 the same issue. 12 MS. BUMGARNER: Okay. Thank you, Mike. 13 MS. STRAIN: So the resolution is that -- I 14 thought the question was whether there was a way to do the cross-connection other than via an FCP, and if 15 so, would that be a subloop issue or would that be a 16 17 collocation issue? 18 MS. BUMGARNER: Well, if I understood Mike 19 right, it's really being addressed at the subloop 20 workshop about where that is. The space provided for 21 it, I suppose once the decision's made, we'd know 22 whether that -- well, actually, it doesn't matter 23 where the space is for the cross-connect where it 24 ends up, the collocation that's being provided to the 25 CLEC is either in the existing space or adjacent.

01628 1 The question that's open is the actual cross-connect 2 point for the subloop. 3 MS. STRAIN: Okay. 4 MS. BUMGARNER: But I mean, we'll hold that 5 open right now. 6 MS. STRAIN: Okay. 7 MR. WILSON: Yeah, this is Ken Wilson 8 again. It's not clear, either on 8.2.7.4 or 8.2.7.5 9 if we can fix the language leaving FCP in as an 10 option with other options or if we will be at impasse 11 on the FCP in these paragraphs. So leaving it open 12 is probably the correct thing to do for the moment, 13 because I don't think that we understand from Qwest 14 exactly the interplay between the collocation and 15 subloop to where we could say if there's a way to fix 16 this or not. 17 MS. BUMGARNER: Right. We need to make 18 sure it's clear between the two workshops what's 19 getting addressed. Any more questions on the 20 8.2.7.5? Okay. JUDGE RENDAHL: Let's move on to the terms 21 22 and conditions, then, 8.2.7.6. Ms. Bumgarner, do you 23 need to do any initial discussion, or is this just 24 open for discussion? 25 MS. BUMGARNER: I believe it's just open

01629 1 for discussion. I think we've probably already 2 talked about some of these as we've talked through 3 the previous sections above, so --4 JUDGE RENDAHL: Let's start with 8.2.7.6.1. 5 Any comments, discussion? б MR. WILSON: It's Ken Wilson. Just looking 7 at 8.2.7.6.1, I think a number of questions 8 immediately pop up. I don't think there's enough in 9 this sentence -- in other words, it begins, CLEC will 10 be responsible for all associated costs for physical 11 cabinet space. Now, let's stop there first. That's 12 pretty vague, because the physical cabinet space in 13 leased existing space for remote collocation is being 14 shared with Qwest, so I think the statement is too 15 broad, as applied to leased existing space remote 16 collocation. I guess theoretically you could say, 17 for joint planned space, it means the part of the 18 space that the CLEC will use, but that's probably 19 also a little vague. 20 Then we get to the word -- the next word, 21 terminations, I would assume that, in some cases, those are shared with Qwest, as well, so I don't 22 23 believe that a CLEC would have all responsibility for 24 the terminations, either.

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The next words, feeder distribution

01630 1 interface usage and/or modification, I think is out of place, because FDI, if you look back at the 2 diagram that I drew, which is Exhibit 388, there are 3 4 many more places that we need to talk about than just 5 FDI, so I'm not sure that a specific reference to a 6 specific point should be in a general sentence like 7 this. And then, who knows what et cetera means, but 8 -- in this context. 9 MS. BUMGARNER: That was the best part. 10 MR. WILSON: I guess it means all the rest 11 that's not there. Other than that, it's a good 12 paragraph. 13 MS. BUMGARNER: Thanks. I kind of liked 14 it. 15 JUDGE RENDAHL: So I'm assuming that's a 16 Qwest takeback? 17 MS. BUMGARNER: Yes. 18 JUDGE RENDAHL: Okay. Any other comments 19 on that section? MR. CATTANACH: Could I just ask a brief 20 21 question, Your Honor? Is there any concern about 22 paying -- we had a general notion of proportionate 23 share. I mean, assuming you could figure out a way 24 to make this clear, is there a problem with the 25 concept, as opposed to its implementation, which

01631 1 you've identified is less than stellar? MR. WILSON: Well, I think it would 2 3 certainly break it in. I don't think you could 4 combine joint planned and leased existing in the same 5 paragraph. I think, from our discussion over the 6 last few hours, they are guite different. One may 7 become the other after it's built, but -- so you 8 might think about that. 9 And then, if you're planning just a broad 10 paragraph here, you probably need to do just that, 11 make it cover all of the potential collocation 12 locations and then perhaps embrace the concept of 13 sharing and proportional responsibility and space, et 14 cetera, and when you're doing that. 15 MS. BUMGARNER: The next section, 16 8.2.7.6.2. 17 MR. KOPTA: We had some discussion, I 18 think, about some of this, but I don't recall whether 19 there was an explanation of why, in these 20 circumstances, the CLEC pays 100 percent before 21 construction begins, whereas for other forms of 22 collocation it's 50 percent. 23 MS. BUMGARNER: I think our view on this 24 one is that, in terms of these remote collocations, 25 you're talking about very small spaces, probably

01632 1 small amounts of money. So we were looking at just 2 collecting the hundred percent before we actually 3 started doing construction in these. 4 MR. CATTANACH: That being the 5 administrative cost of keeping track of half now, 6 half later, from your side, our side. 7 MS. HOPFENBECK: I believe in Oregon we had 8 a fairly lengthy discussion about sort of the 9 difficult issues that this raises about ownership of 10 the facilities. And then Doug raised in this 11 proceeding the same thing that was raised in Oregon 12 about the possibility of double recovery. 13 And particularly, I just wanted to point 14 out here the language in 8.2.7.4, which references the charges that CLECs will pay on a monthly basis 15 for use of space for leased existing space and this, 16 17 which talks about paying for 100 percent of the 18 collocation cost when it begins. 19 Now, it could be that this monthly charge 20 and the construction costs are slightly different for 21 slightly different items, and I think my question to 22 you would be how are those different? What's the 23 basis for assessing both a monthly charge in that 24 instance and 100 percent of construction costs? I 25 think it would be important to us for you to

01633 1 establish that it wasn't double recovery and that 2 there were no overlap in those charges. 3 And then, the next question is how do we 4 deal with this knotty question about ownership once 5 the CLEC has paid 100 percent for the facility that's 6 located there. What if the CLEC were to leave? 7 Would the CLEC have the right to take the equipment 8 with them, like the DSLAM or something? 9 MS. BUMGARNER: This actually is not the 10 structure. I think where that question came up was 11 about the building of a structure, and then the 12 ownership reverting to Qwest, like a CLEC building a 13 structure. This is not the same situation. This is 14 really talking about Qwest building, like, the collocation space, making the provisions for that 15 16 space, as we do like in a wire center. 17 And so when you're talking about remote, 18 that may be a very small, very minor amount. I think 19 that's why they were looking at recovery of the 20 hundred percent up front, rather than 21 administratively trying to keep track of the stuff 22 before and after the build. But the construction, I 23 believe is -- that you're talking about on the joint 24 planned space, is the provision 8.2.7.7.1, and I 25 think that's where the question was raised earlier

01634 1 that we said we'd take as a takeback about the 2 payment of costs on the building or the build-out and 3 double recovery, that sort of stuff. 4 MR. KOPTA: I'm still a little concerned. 5 Back to the point that I initially raised, and I 6 understand your explanation, but part of the concern 7 that I have arises out of Section 8.2.7.6.9, where 8 pricing and intervals are ICB basis. So while it's 9 possible that it may be a small amount, the CLEC's 10 not going to know what that amount is until they 11 actually get the quote, nor will they know what the 12 interval will be, and yet they're being asked to pay 13 not only a field verification and quote preparation 14 fee, but also 100 percent of the costs before 15 construction even begins. 16 And I suppose if the administrative burden 17 were the only issue, then it could just as easily be 18 that the CLEC would pay 100 percent once the 19 construction is completed, which would also provide 20 an additional incentive to make sure that things get 21 done according to whatever the interval happens to 22 be. 23 MS. BUMGARNER: And let me take that back 24 and I'll ask the question about that. 25 MR. KOPTA: Thank you.

01635 1 JUDGE RENDAHL: Okay. Let's move on to 2 8.2.7.6.3. Any issues, concerns there, Mr. Wilson? MR. WILSON: Well, it probably -- this 3 4 issue of width and height would probably be addressed 5 in the quote process and space would be allocated in 6 the cabinet, I would assume, so I would think this 7 paragraph should somehow relate to that quote process 8 and what's on the quote, et cetera, rather than 9 essentially just saying it should fit, which is what 10 it appears to do right now. 11 MS. BUMGARNER: If it doesn't fit, there's 12 not enough space; right? 13 MR. WILSON: Well --14 MS. BUMGARNER: I'm sorry. 15 MR. WILSON: It might fit if we took 16 everything of yours out, but that's probably not the 17 point. 18 MS. BUMGARNER: We'll lay it down. 19 JUDGE RENDAHL: Any other concerns about 20 that section? So I'm assuming that's, again, a Qwest 21 takeback? 22 MS. BUMGARNER: Yes. 23 JUDGE RENDAHL: Ms. Anderl. 24 MS. ANDERL: Yeah, let me just ask a 25 clarifying question. I mean, are you just looking

01636 1 for some language that says something like "as set 2 forth in the quote" or --MR. WILSON: Yes, I would think so. That 3 4 it should be related back to the order, the ordering 5 and quoting process, which I would think would lay 6 out the space available and your requirements for the 7 space, et cetera. 8 JUDGE RENDAHL: Okay. 9 MS. BUMGARNER: The next provision, 10 8.2.7.6.4. 11 MR. MENEZES: Mitch Menezes, AT&T. This 12 provision, just to make sure we're clear, 8.2.7.6.4 13 and 8.2.7.6.5 both go to the issue of whether CLECs 14 can have virtual collocation in remote premises? 15 MS. BUMGARNER: Yes. 16 MR. MENEZES: So they're open on that 17 topic. 18 MS. ANDERL: But if it's physical 19 collocation, you don't have any problem with the 20 provisions? MR. MENEZES: I think that's correct. 21 22 MR. WILSON: The one thing I would note 23 that's missing is some statement of access to the --24 to the collocation in both this paragraph and the 25 next one on maintenance. It was the first thing that 01637 1 came to mind. 2 MS. BUMGARNER: I was saying, I think those 3 are -- I don't think we addressed those individually 4 in each of the types of collocation. I believe 5 that's in the general provisions for all collocations 6 that we would provide access and --7 MR. WILSON: Well --8 MS. BUMGARNER: We're going to get you your 9 own can rich, I already promised that to you. 10 MR. WILSON: No, I think you may have a 11 problem relating the general terms of collocation to 12 the remote collocation section, and this hour in the 13 day, the bathroom section comes to mind. I think 14 there are a lot of terms and conditions in the general part that probably don't apply to this, and 15 16 you know, as far as the access and the general terms, 17 it talks about card readers and doors and things that 18 probably don't have much to do with a lot of remote 19 collocation, so you may want to check that out and 20 see if, one, you shouldn't segment out in some, you 21 know, more explicit way those terms from this type of 22 collocation, and this type may need its own section 23 on general terms. The crossover may be tough. 24 MS. BUMGARNER: Okay. We'll take a look at 25 it.

01638 1 JUDGE RENDAHL: Any other comments on 2 either .4 or .5? it seems we had addressed both. 3 Ms. Holifield. 4 MS. HOLIFIELD: Is there a question pending 5 on virtual on this? 6 MS. BUMGARNER: Yes. 7 MS. HOLIFIELD: And that's a takeback for 8 you? 9 MS. BUMGARNER: Yes. 10 MS. HOLIFIELD: Okay. I just wanted to 11 make sure. 12 JUDGE RENDAHL: And also a takeback on the 13 question about or the request to segment out some 14 general terms; correct? 15 MR. WILSON: Yes. 16 MS. BUMGARNER: For access kinds of things 17 and general. 18 JUDGE RENDAHL: So can we move on to 19 8.2.7.6.6. Mr. Hsiao. 20 MR. HSIAO: Yeah, I think -- I'd say that 21 there's something lacking in terms of how to go about 22 ordering a remote collocation. I'm not sure whether 23 there's another part of the collocation section that 24 deals with ordering a remote collocation, but I sort 25 of recall us talking about how do you go about

01639 1 identifying where the remote collocation is and then 2 submitting an application for that and finding out 3 where the exact geographical placement of those 4 terminals are. 5 MS. BUMGARNER: We started with the remote 6 collocation. Those are in the earlier sections that 7 we skipped over we'll go back to. 8 JUDGE RENDAHL: So are you saying that 9 there's a more detailed description of ordering in 10 those sections? 11 MS. BUMGARNER: You're just asking about 12 how does he find out where these locations are, and 13 in the earlier sections, there's a part that provides 14 a way that CLECs can ask for addresses of terminals that serve a particular neighborhood or area. 15 16 JUDGE RENDAHL: Would that need to be 17 cross-referenced here? 18 MS. BUMGARNER: Yes, it's 8.2.1.9.1. 19 Excuse me, the last number is a two. 20 JUDGE RENDAHL: And I guess I was just 21 wondering whether it makes sense to cross-reference 22 to here for clarity. 23 MR. HSIAO: This is Doug, with Rhythms. Ιf 24 that section does sort of explain how to go about 25 ordering a remote collocation, then I think we could

01640 1 just take this entire subsection out. MS. BUMGARNER: It doesn't go to ordering 2 3 remote collocation; it goes to how -- the question 4 that came up around the space availability report 5 relative to remote collocation was how can we ask for 6 the space availability report for remote, because we 7 don't know where all of these are. It's not as easy 8 to spot these as it is a wire center building. We 9 may not be familiar with an area or know which 10 terminals are serving the area. 11 So we added a section that we've put 12 provisions in that allow a CLEC to ask for addresses 13 on the terminals, try to identify the neighborhood or 14 the building or location that they're trying to serve 15 and that we will provide the addresses and information on those remote premises. So that just 16 17 identifies the locations for those. 18 This provision is really saying, now, once 19 we've identified those for you, you need to fill out 20 a collocation order form for remote collocation. MS. YOUNG: Margaret, this is Barb Young. 21 22 Can I just ask a quick question about that space 23 availability report? If I remember correctly, we 24 would have to pay for that? MS. BUMGARNER: Yes. 25

01641 1 MS. YOUNG: So would we have to pay for 2 that to find out the correct address so we could fill 3 the form out correctly? 4 MS. BUMGARNER: I think that, on this 5 particular provision, in most instances, you are 6 probably going to know the address, if you're talking 7 about a building of some type. And that report was 8 really aimed at getting information around terminals 9 for particular neighborhoods, that kind of thing, and 10 for us to sit down and try to develop what's serving 11 those areas. 12 I think probably the majority of cases, 13 you're going to know the address for the terminal 14 that you're asking for collocation in. I would say that the inventory request is going to be very few. 15 16 MS. YOUNG: Thanks. 17 MR. ZULEVIC: Can you tell me if Qwest has 18 already modified their collocation application to 19 provide for remote terminal collocation requests? 20 MS. BUMGARNER: We're working on that. 21 Actually, the collocation application form that we 22 currently have is for the wire center. I mean, 23 that's what it was developed for. And part of these 24 meetings that we've been having with the CLECs and 25 putting together the documentation around remote,

01642 1 they are working on the form for requesting the 2 remote collocations. What they're telling me is it 3 will probably be available in draft form in the next 4 month or two, and then I think they'll be sharing 5 those with the CLECs at those meetings, as well. 6 MR. ZULEVIC: One other question on this 7 section. Can I assume that the recent FCC rules 8 having to do with collocation intervals, wherein there is, I believe, a 10-day time period for 9 10 resolving any discrepancies on a collocation 11 application, that that would apply to this 12 application so far as the overall interval is 13 concerned and so forth? 14 MS. BUMGARNER: Yes. 15 MR. HARLOW: Fairly minor point, but the 16 word "their" should probably be "its." 17 MR. KOPTA: Actually, to follow up on 18 Mike's comment, rather than assuming that is the 19 appropriate interval, again, in light of Section 20 8.2.7.6.9, where we have a provision that seems to 21 trump the other provisions talking about intervals in 22 Section Eight of the SGAT, it might be beneficial to 23 have that interval at least in Section 8.2.7.6.6. 24 MS. BUMGARNER: Well, I'll make sure. That 25 was the 10-day provision that would allow you to

01643 1 correct something and sort of retain your place in 2 line in case something happened? 3 MR. ZULEVIC: Right. It does that, and 4 also it allows us to make changes where there was a 5 misunderstanding without incurring any additional 6 charges. 7 MS. BUMGARNER: Okay. 8 MR. KOPTA: Although I guess I would add to 9 that just the note that there are intervals in other 10 provisions of the SGAT dealing with collocation that 11 if, for some reason, the application form is 12 deficient, that Qwest will notify the CLEC within 10 13 days of the deficiency and would expect that that 14 would be the same thing under these circumstances, and that ought to be noted here if it's not going to 15 16 be incorporated as part of the general intervals that 17 are elsewhere in the SGAT. 18 MS. HOLIFIELD: If I might, the ordering 19 section is 8.4.1, and it talks about ordering all 20 collocations. So you may have to do what Ken was 21 suggesting in the other, go through this and see how 22 much of it really relates to your remote collocation. 23 And it does have the time intervals that you're 24 talking about. 25 MS. BUMGARNER: Right.

01644 1 MR. KOPTA: And it may be that 8.2.7.6.9 2 would need to have some kind of qualifier to it, except as provided in Section 8.4 or something like 3 4 that to make it clear that we're not talking about no 5 intervals whatsoever, but that there are intervals 6 that are generally applicable that also are 7 applicable to remote premises. MS. BUMGARNER: Okay. We'll take a look at 8 9 those. 10 MR. KOPTA: Thanks. 11 JUDGE RENDAHL: Anything further, or can we 12 move on to 8.7.6.7? 13 MR. MENEZES: I just had one question. 14 Margaret, you've mentioned a couple of times about 15 meetings with CLECs. Where are those meetings being 16 held and who is participating, do you know? 17 MS. BUMGARNER: I'm not positive who all's 18 participating in the meetings. I indicated I'd go 19 back and ask the questions about the notification 20 that went out, but I think they've been meeting for 21 some time on the joint planned, and I'm assuming 22 notification went out through the account managers, 23 but I'll need to verify with them exactly how they 24 did that. 25 MR. MENEZES: And I'd be curious to know

01645 1 who particularly from AT&T is participating in those 2 meetings so that we -- you know, I wasn't aware of them and it would be helpful to have that for someone 3 4 to talk to. 5 MR. KOPTA: On subsection seven 6 specifically, is this the same limitation applicable 7 to any kind of collocation request, so that if a CLEC 8 wants to request collocation in multiple wire 9 centers, for example, that it has a one wire center 10 perform requirement? 11 MS. BUMGARNER: Yes, it is. 12 JUDGE RENDAHL: Are there any other 13 comments on 8.2.7.6.6? 14 MR. ZULEVIC: The only comment I'd make on 15 that is that my experience with -- especially early 16 on with the Qwest collocation requests, they've been 17 rather difficult to understand exactly what needs to 18 be filled out, how to fill them out, and sometimes a 19 rule like this, that only one can be applied for, 20 could be a misunderstanding and something that may 21 fall within that 10-day period to, rather than reject 22 it, to give the CLEC an opportunity to submit four 23 additionals or whatever the case may be. 24 JUDGE RENDAHL: I think that went to .7. 25 Is there anything on .6 left? Hearing nothing, let's

01646 1 keep going on .7. Anything else on .7? 2 MS. ANDERL: Sounds like an auction. JUDGE RENDAHL: I was going to say, sounds 3 4 like an auction. So Mr. Zulevic, you're suggesting 5 that there may need to be some review of the form 6 before it's finalized? 7 MR. ZULEVIC: I think that would be a real 8 good idea to have that happen. And again, rather 9 than just flat projecting one because more than one 10 was included, I think that there should be some 11 dialogue and an opportunity to delete all but one, 12 for instance, and then generate additional requests 13 that would fall into a different interval. 14 Now, just a question, too, on the joint 15 planned space applications, where this is an ongoing planning process and so forth. Wouldn't it be more 16 17 expedient, possibly, to go ahead and apply for all of 18 them within a given wire center at the same time? 19 MR. HARLOW: That's really the parity 20 issue, because we assume that, through the planning 21 process, Qwest will, once it finishes the plan, it 22 will implement maybe 5,400 at once, whereas we'd have 23 to fill out 5,400 applications. I mean, that's an 24 extreme example, but you can see where Qwest probably 25 wouldn't have an extra step of filling out a bunch of

01647 1 applications if it had gone through a planning 2 process. Why should the CLECs who participate in that have to do that, as well? 3 4 MS. BUMGARNER: I think, when it comes to 5 filling out the applications, it goes to also the 6 sign-off when you're done with them to make sure that 7 you've met the requirements for the particular 8 location, keeping track in all the systems the space 9 that you have and making sure that you've got all the 10 documentation for it. So I don't think it's as 11 simple as just lumping everything on one. 12 But I don't know how they're tracking the 13 joint planned space, as far as like individual CLECs, 14 and maybe they have some way to address that. I can ask that question. 15 16 MR. HARLOW: Yeah. I mean, presumably, 17 since this is something new, you're devising systems 18 right now to track those kinds of things. The most 19 efficient way to devise them would be so that you can 20 avoid extra paperwork like that. Again, I presume 21 Qwest would want to do that for purposes of its own 22 remotes, its own use of remotes. 23 MS. BUMGARNER: I'll ask the question. 24 JUDGE RENDAHL: Okay. 8.2.7.6.8. 25 MR. KOPTA: I have a question on this one,

01648 1 which is is the field verification quote preparation 2 fee a standard amount that will be in Exhibit A, or is it also an ICB? 3 4 MS. BUMGARNER: I don't know for sure what 5 they're looking at for this, so let me ask on that. б MR. KOPTA: Okay, great. Thanks. 7 MS. BUMGARNER: Just a second. Let me get 8 it down. Okay. 9 JUDGE RENDAHL: Anything additional on 10 8.2.7.6.8? Okay. And I think we had some discussion 11 on 8.2.7.6.9. Is there anything further we need to 12 do on that section? Mr. Wilson. 13 MR. WILSON: Only one comment, and that is, 14 I mean, looking over kind of the direction that all 15 of this is going, it seems to be geared -- the whole section of terms and conditions seems to be geared 16 17 for what I would call large collocation of major 18 equipment, like DSLAMs, et cetera, et cetera, which I 19 think is needed and probably is of prime concern to 20 some CLECs. 21 It doesn't seem to get to a lot of AT&T's 22 issues, which I went through earlier, for what I 23 would call, you know, much smaller scale connection 24 to access for multiple dwelling units, et cetera. So 25 it could be that Qwest needs to contemplate two

01649 1 different sets of terms and conditions, one that would handle the collocation of equipment, like 2 DSLAMs, and another that would take care of terminal 3 4 blocks. I'm not sure you can really adequately deal 5 with both in the same set of conditions. 6 MS. BUMGARNER: Do you have any suggested 7 language that -- or way of separating -- just talking 8 about the access or -- I'm not sure how to describe it. The interconnection cross-connect to the subloop 9 10 or --11 MR. WILSON: I think we'll be working on 12 some perhaps language for that. Since we finally, I 13 think, understand where this is going, maybe we can 14 start working on some alternatives that will address 15 the issues that we are most concerned with. So we'll 16 take that back. 17 MS. BUMGARNER: Okay. Thank you. 18 JUDGE RENDAHL: Mr. Zulevic. 19 MR. ZULEVIC: If I could kind of just step 20 up on a soapbox for just a minute here. I really 21 see, and I agree with what Ken was saying, the 22 offering here that we're looking at, so far as 23 physical remote terminal access and DSLAMs and that 24 sort of equipment, I think very well may have a place 25 with respect to CLECs' business plans and so forth.

01650 1 I could see that this type of thing may 2 work well for multiple tenant units, possibly multiple dwelling units, where you know that you're 3 4 going to have a very solid sale of a large quantity 5 of product, preferably your high-speed business type 6 products that would work very well in that type of an 7 application. 8 The thing that concerns me is that, and 9 again, I haven't seen exactly where Qwest is planning 10 on deploying all of its xDSL, but my guess is it's 11 going to be -- a lot of it, anyway, in high-end 12 residential areas. 13 MS. BUMGARNER: Probably where they think 14 they can sell it. MR. ZULEVIC: How about that. I also very 15 16 strongly suspect that one of the drivers for this new 17 deployment effort is the fact that Megabit has 18 already done a very good job of penetrating the areas 19 close into the central offices, where they are within 20 about 10 kilofeet and have clean copper to work with. 21 The next thing that has to happen in order 22 to get into the markets that they cannot reach right 23 now is to get that remote terminal capability out 24 where they are within approximately 10 kilofeet of 25 the rest of the customer base within a given wire

1 center. 2 The way that this is going to be done is 3 through, I'm sure, a similar offering to Megabit, 4 where it is basically a line shared type service, 5 where Qwest has the ability to piggyback its data 6 services or new enhanced services on top of the 7 existing voice base that they have in that particular 8 area. 9 This is why it's very critical to Covad, 10 and I'm sure other CLECs, to be able to compete on an 11 equal basis in those areas. We are a data provider; 12 we're not a voice provider. Line sharing has given 13 us an opportunity to compete in quite a number of 14 areas now in piggybacking on the voice service of existing Qwest customers. And that's critical that 15 we have the ability to continue to compete and 16 17 provide a competitive offering for those customers 18 who will now be or could very well be out of our 19 reach unless we make a significant investment in 20 remote terminals that very well could prove to be 21 economically unfeasible to do. 22 I've instructed the person that is on this 23 project in Qwest to continue to go to these meetings,

24 these collaborative meetings and discuss and stay in 25 tune with what's going on. However, at this point, I

## 01651

01652 1 don't see that we're really going to be applying for 2 a lot of these physical collocation arrangements in 3 residential areas, because the market just isn't 4 there to justify the investment. Thank you. 5 JUDGE RENDAHL: Okay. Well, let's -- is 6 there anything further specifically on Section 7 8.2.7.6.9? 8 MR. MENEZES: Just briefly. I'm not sure 9 if it's already been said, but pricing and intervals 10 are on an ICB basis, but its provision and -- are you 11 taking that back or? 12 MS. BUMGARNER: Yeah, we agreed that all 13 the intervals we're going to set aside until we have 14 a chance to look at the orders, both the Washington 15 order and the recent FCC order. 16 JUDGE RENDAHL: And pricing, as well? 17 MS. FRIESEN: Pricing. 18 MS. BUMGARNER: Yeah, we would need to look 19 at pricing. 20 MR. MENEZES: I guess one of the questions 21 is do you anticipate that you will -- that Qwest will 22 put forth prices for remote collocation in the cost 23 case that will be reflected in the appendix to this 24 SGAT? You don't have to answer that now. MS. ANDERL: Well, I can say this on the 25

01653 1 record, I guess. The next phase of the cost docket 2 doesn't, I don't think, contemplate addressing collocation issues, because we just did collocation 3 4 and we're awaiting an order. I don't think that the 5 order is going to address multiple location costs and 6 prices. So I guess at this point it's an open 7 question. 8 MS. BUMGARNER: I was just going to say I 9 don't know. I'd have to go back and ask, so --10 MR. MENEZES: The reason for the question 11 is in some states a cost docket is being conducted in 12 conjunction with the SGAT docket, and I was under the 13 impression that was the case here, and perhaps it 14 isn't, but --15 JUDGE RENDAHL: Well, it's not exactly 16 coordinated, shall we say, but there's an ongoing 17 cost docket. Is that an issue that needs to be on 18 that other list? 19 MS. HOPFENBECK: To the extent that that 20 list is a list of just issues that we need to discuss 21 as a group, and in order to make recommendation to the Commission about how they would be addressed, 22 23 yes. 24 MR. KOPTA: Part of this issue, too, may be 25 the extent to which collo -- rates for collocation

1 elements in a wire center would be applicable to the 2 remote, either in whole or in part or -- and that's something I'm assuming that you would need to check 3 4 on. So it may be that it's premature to try and 5 address it at this point until Qwest has a better 6 idea of whether it can base the prices for remote --7 collocation in remote premises on the rate elements 8 that the Commission adopts for collocation in wire 9 centers. 10 MS. BUMGARNER: And I think that's part of 11 the problem, is that we haven't done any of these. I 12 think we're still trying to evaluate what these are 13 going to look like, where we're going to get requests 14 for them, what is the collocation for the DSLAMs going to look like. So I think there's a lot of open 15 questions. Right now, it probably is ICB if we got a 16 17 request for them, but I need to go back and ask what 18 their plans are going forward on that. 19 MR. MENEZES: That would be great, because 20 as you know from other discussions, ICB makes other 21 CLECs uncomfortable, because it's very hard to

22 appreciate what the expectation is when you don't

23 have some clear guidelines.

24JUDGE RENDAHL: Okay. I said I would set256:00 as our outside limit, so there's a couple things

## 01654

01655 1 we need to do before we conclude. One is getting 2 through the next two sections, 8.2.7.7 and 8.2.7.8, as well as marking the remaining exhibits that Ms. 3 4 Bumgarner has and looking at admission for at least 5 the ones we discussed about today. 6 How feasible is it to finish these next two 7 sections, or have we already discussed them? Mr. 8 Wilson. 9 MR. WILSON: Well, I think the next major 10 section, 8.2.7.7, I think those two issues are 11 probably somewhat redundant to what we've already 12 discussed. I think I have a couple of points on the 13 last couple of sections, but they probably don't need 14 to be discussed in much length. JUDGE RENDAHL: We don't need to do them 15 16 here, necessarily? 17 MR. WILSON: Well, we could spend like two 18 minutes on each, just to mention the issues. 19 JUDGE RENDAHL: Okay. Why don't we do 20 that. Let's briefly discuss the issues, and then 21 we'll go off the record, mark exhibits, come back on, put them on the record, and then we'll be done. 22 23 MR. CATTANACH: Your Honor, if I could 24 offer a suggestion on the exhibits. 25 JUDGE RENDAHL: Sure.

01656 1 MR. CATTANACH: We are going to be in 2 Arizona. Some of these may change. It may make some 3 sense to commit to providing these exhibits prior to 4 the recommencement of a follow on workshop for this. 5 If we're not going to talk about them, it may be that 6 we'll make progress and we'll have something even 7 better to provide, and we're happy to do it. I'm not 8 sure it's productive at this point is all. 9 JUDGE RENDAHL: Let's get through these and 10 then let's talk about the exhibits off record. Okay. 11 Any comments on 8.2.7.7? 12 MR. KOPTA: The only comment I would have 13 is a minor one, in the heading to both this section 14 and the following section, which is "common" should probably be "applicable." 15 MS. BUMGARNER: I'm sorry, say that again. 16 MR. KOPTA: The word "common" in the 17 18 heading, terms and conditions common, since there's 19 only one thing, it should be applicable or specific 20 to or for -- something other than common. 21 MS. BUMGARNER: That's fine. MR. CATTANACH: Applicable is fine. 22 23 JUDGE RENDAHL: I'm assuming the issue of 24 100 percent cost we addressed up above? 25 MR. KOPTA: That's my assumption, as well.

01657 1 MS. BUMGARNER: Yes, yes. 2 JUDGE RENDAHL: And on .2, we kind of 3 discussed that already, at least that's my 4 understanding. 5 MR. HARLOW: Yeah, I don't think we need to 6 repeat that. 7 JUDGE RENDAHL: Okay. Mr. Wilson, did you 8 or anybody else have anything more for 8.2.7.7? 9 Okay. Let's move on to 8.2.7.8. Any comments? 10 MR. WILSON: Brief comment on 8.1. This is 11 a forecast provision, and it's very unclear as to 12 what the request really is here. I mean, at a very 13 general level, if I said 42 in Seattle, is that a 14 useful information, and at the other end of the scale, if I'm being asked for a forecast for each 15 specific location, then that amounts to an order, so 16 17 I think we need a little more clarity on the level of 18 aggregation that's being asked, and then we could 19 respond to, you know -- we could adequately respond 20 to that request as far as a forecast. 21 In the next paragraph, 8.2.7.8.2, I believe 22 it's missing a couple of words. I think you probably 23 want to say, CLEC must provide information on space, 24 power and heat dissipation capabilities, rather than

25 providing the capabilities.

01658 MS. HOPFENBECK: CLEC has an extra L. 1 MS. BUMGARNER: It does? 2 3 JUDGE RENDAHL: Not here. 4 MS. HOPFENBECK: Oh. 5 MS. BUMGARNER: It does? 6 MS. HOPFENBECK: I'm sorry. 7 MS. BUMGARNER: So you're talking about 8 adding in "CLEC must provide information regarding 9 space --" 10 MR. WILSON: I think that's what you 11 intended. 12 MS. BUMGARNER: I think so, too. 13 MR. ZULEVIC: Here again, it's my 14 understanding that we have to pay for -- place a 15 request, which we have to pay for, to find out where 16 the remote terminals are. Is that true, based upon 17 an address or something? 18 MS. BUMGARNER: That's the section that I 19 think we renamed -- we'll talk more about it when we 20 move back to those sections, but in Oregon, I think 21 we renamed it. Previously, it was Space Availability 22 Report for Remote Premises, and I think now it's 23 called -- now, in my handout that you're not going to 24 get tonight, it's called Inventory Report for the 25 Remote Premises, and it really contemplates doing

01659 1 both functions on those. 2 If it's a multiple request. It's not 3 talking about one premise; it's talking about asking 4 for some kind of an inventory report on multiple 5 premises that we're going to have to spend some time 6 researching to come up with what serves an area or 7 put information in about the DA that's served, the 8 distribution area. Also go out and inventory those 9 premises as far as what's the space look like? Yes, 10 we intend to charge for that. But I think, you know, 11 if you're asking about one address, that's kind of 12 different. 13 MR. ZULEVIC: What I'm wondering about is 14 the forecast requirement, and are we going to have to purchase this information in order to provide you 15 with a forecast that's required by the contract, or 16 17 by the SGAT? That's what I'm wondering about. 18 MS. BUMGARNER: I'll add that to the 19 question that was asked around what are we 20 anticipating around forecasts for remote. I'll add 21 that. 22 JUDGE RENDAHL: Is there anything 23 additional? Mr. Wilson. 24 MR. WILSON: Just to point out that the 25 final paragraph in this section, I would have the

01660 1 same comments on this paragraph that I had on paragraph 8.2.7.6.1. I think it has the same 2 3 problems. 4 JUDGE RENDAHL: Okay. 5 MR. KOPTA: One other question, I think, on 6 subparagraph two. I agree with Ken that the 7 additional words help, but I'm not sure whether 8 capabilities is the right word, or maybe we're 9 talking about requirements. 10 MS. STRAIN: Yeah. 11 MR. WILSON: Yes, I agree. 12 MS. BUMGARNER: I'm sorry, I'm -- we were 13 talking sort of sidebar here. 14 JUDGE RENDAHL: There was a -- Mr. Kopta 15 suggested that in 8.2.7.8.2, the word capabilities 16 may more appropriately be requirements, and I believe 17 Mr. Wilson agreed. 18 MR. CATTANACH: That makes sense in the 19 context. I'm still not sure whether we meant to 20 switch everything. We just need to take that back 21 and find out. 22 MS. STRAIN: Let's take it back. MR. WILSON: I was mostly cuing on that the 23 24 CLEC must provide space. If that's true, why is it 25 here?

01661 1 MS. BUMGARNER: I think something got --2 something got cut and pasted there that didn't quite 3 come out right. But it's a good concept. 4 JUDGE RENDAHL: So is there any --5 MS. BUMGARNER: Excuse me, just one second. 6 I'm sorry, Ken, that's what I was asking here to the 7 side. I missed the section you referred to. You 8 said you had the same comments? 9 MR. WILSON: I think it was the section --10 my discussion that ended with the section that ended 11 with the comment on the word et cetera. 12 JUDGE RENDAHL: 8.2.7.6.1. 13 MS. BUMGARNER: Okay. I just missed it. 14 Thank you. 15 JUDGE RENDAHL: Is there anything 16 additional on this section? Ms. Strain. 17 MS. STRAIN: I just had a question as to 18 why the word in .3, why the word "site" has quote 19 marks around it. Is there some --MS. BUMGARNER: I don't think there's any 20 21 particular reason around that. 22 MS. STRAIN: Okay. 23 JUDGE RENDAHL: Anything further on this 24 section? Okay. Before we go off the record, we do 25 have some exhibits that we marked and did not admit.

01662 1 For Mr. Wilson, we had two, Exhibits 387 and also 388, 388 being the diagram. Are there any objections 2 to those documents being admitted? 387 was the 3 4 language -- proposed language on definitions. 5 Hearing no objections, they'll be admitted. 6 The other exhibits are for Ms. Bumgarner, 7 and those are exhibits marked as 300 and 313, 314 and 8 315. Any objections to those being admitted into the 9 record? Hearing nothing, those will be admitted. 10 I'd ask, Mr. Wilson, if you will take a 11 picture on your camera of the Exhibit 388 and then 12 send it to Ms. Strain for inclusion into the record, 13 as well as to the other parties. With that, we'll be 14 off the record until 9:00 Friday morning. Ms. Hopfenbeck, did you have something you wanted to add 15 16 before we go off the record? 17 MS. HOPFENBECK: No, I think we can do it 18 on the record. I mean off the record. 19 (Proceedings adjourned at 6:05 p.m.) 20 21 22 23 2.4 25