Exhibit KAS-3RT

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

In the Matter of the Petition of Qwest Corporation for Arbitration with Eschelon Telecom, Inc., Pursuant to 47 U.S.C. Section 252 of the Federal Telecommunications Act of 1996

**DOCKET NO. UT-063061** 

#### **RESPONSIVE TESTIMONY**

#### **OF KAREN STEWART**

#### **QWEST CORPORATION**

(Disputed Issue Nos. 4-5 (a,b,c), 9-31, 9-32, 9-33, 9-34, 9-35, 9-36, 9-39, 9-50, 9-52, 9-53, 9-54, 9-54a, 9-55, 9-56, 9-56a, 9-58, 9-58 (a,b,c,d,e), 9-59, 9-61,(a,b,c), and 24-92.

**December 4, 2006** 

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1		I. IDENTIFICATION OF WITNESS
2	Q.	PLEASE STATE YOUR NAME.
3	A.	My name is Karen A. Stewart. I filed direct testimony in this proceeding on
4		September 29, 2006.
5		
6	Q.	WHAT IS THE PURPOSE OF YOUR RESPONSIVE TESTIMONY?
7	A.	My responsive testimony responds to the direct testimony of Eschelon witnesses Douglas
8		Denney, Michael Starkey, and James Webber relating to the following issues as they are
9		numbered in Qwest's petition for arbitration: Issue Nos. 4-5 (a,b,c), 9-31, 9-32, 9-33, 9-
10		34, 9-35, 9-36, 9-39, 9-50, 9-52, 9-53, 9-54, 9-54a, 9-55, 9-56, 9-56a, 9-58, 9-58
11		(a,b,c,d,e), 9-59, 9-61,(a,b,c), and 24-92.
12		
13		II. ISSUE NOS. 4-5 (a, b, c) - DESIGN CHANGES
14	Q.	BASED ON THE PARTIES' DIRECT TESTIMONY, WHAT ISSUES RELATING
15		TO DESIGN CHANGES REMAIN UNRESOLVED?
16	A.	There are two issues relating to design changes that remain in dispute. First, the parties
17		continue to disagree concerning whether a charge for changes to connection facility
18		assignments ("CFSs") should apply in the circumstance where a CFA is required while
19		Qwest and Eschelon are performing a coordinated cut-over. This dispute is designated as
20		Issue 4-5(a). Second, Mr. Denney's direct testimony confirms that there is a fundamental
21		disagreement between Qwest and Eschelon concerning the rates that should apply to
22		design changes involving unbundled dedicated interoffice transport ("UDIT"), unbundled
23		loops, and CFA changes that Eschelon requests. This issue is designated as Issue 4-5(c).
24		I address both of these issues in the testimony that follows.

### Q. WHICH ISSUES INVOLVING DESIGN CHANGES ARE NO LONGER IN DISPUTE?

3 The parties have resolved the definition of "design change," and that issue is therefore no A. 4 longer in dispute. In addition, Qwest is agreeing to Eschelon's proposed language for 5 ICA Sections 9.2.3.8 and 9.2.4.4.2 – which is encompassed by Issue 4-5—that involves 6 references to the fact that the ICA includes design change charges for unbundled loops. 7 Accordingly, Issue 4-5 is also closed. Further, as I describe in my direct testimony, 8 Qwest has accepted Eschelon's proposed language for ICA Section 9.6.3.6 that refers to 9 the presence of design change rates for UDITs in Exhibit A of the ICA. Qwest's believes 10 its acceptance of this language resolves Issue 4-5(b). However, Eschelon is apparently 11 now taking the position that its proposals relating to design change are an inseverable 12 "package" and that no remaining design change issues can be resolved unless Qwest 13 accepts all of Eschelon's proposals for these issues. In other words, even though Qwest is 14 accepting Eschelon's proposed language for Issue 4-5(b), Eschelon apparently still 15 intends to litigate the issue.

16

## Q. WITH RESPECT TO THE DESIGN CHANGE ISSUES STILL IN DISPUTE, AT PAGE 15 OF HIS TESTIMONY, MR. DENNEY ASSERTS THAT THERE IS A RISK THAT QWEST WILL STOP PROVIDING DESIGN CHANGE SERVICES TO ESCHELON. IS THIS ASSERTION CORRECT?

A. No. Contrary to Mr. Denney's assertion, Qwest will continue to provide design change
services to Eschelon at the rates for design changes listed in Exhibit A and, accordingly,
has agreed to include in the ICA the definition of "design change" that Eschelon itself has
proposed. The real dispute relating to design changes is not whether Qwest will agree to

1		provide them but, instead, whether Eschelon will agree to rates that compensate Qwest
2		for the costs it incurs to perform them.
3		
4	Q.	MR. DENNEY ALSO ASSERTS AT PAGES 15-17 THAT QWEST INTENDS TO
5		CHARGE A TARIFFED RATE FOR DESIGN CHANGES WITHOUT
6		OBTAINING THE COMMISSION'S APPROVAL TO ASSESS A TARIFFED
7		RATE. IS HIS ASSERTION CORRECT?
8	A.	No. While Qwest believes that design changes are not a service required under Section
9		251 of the Act and therefore are not governed by the Act's cost-based pricing
10		requirement, Qwest does not intend to begin charging Eschelon a tariffed rate. Instead,
11		Qwest is agreeing to use the cost-based prices this Commission has adopted.
12		
13	Issue	<u>No. 4-5(a)</u>
14	Q.	WITH RESPECT TO CHARGES FOR CFA CHANGES, HAS MR. DENNEY
15		ACCURATELY DESCRIBED THE WORK REQUIRED FOR CFAS AND THE
16		COSTS ASSOCIATED WITH THEM?
17	A.	
18		No. As an initial matter, it is important to be clear about why Qwest is required to make
		No. As an initial matter, it is important to be clear about why Qwest is required to make CFA changes and to incur the costs they impose. CFA changes occur when a customer
19		
19 20		CFA changes and to incur the costs they impose. CFA changes occur when a customer
		CFA changes and to incur the costs they impose. CFA changes occur when a customer desires to obtain service from Eschelon instead of from Qwest or another carrier. After
20		CFA changes and to incur the costs they impose. CFA changes occur when a customer desires to obtain service from Eschelon instead of from Qwest or another carrier. After the new connect service order is submitted by Eschelon, a Qwest engineer must connect
20 21		CFA changes and to incur the costs they impose. CFA changes occur when a customer desires to obtain service from Eschelon instead of from Qwest or another carrier. After the new connect service order is submitted by Eschelon, a Qwest engineer must connect the customer's loop to Eschelon's equipment collocated in a Qwest central office. To
20 21 22		CFA changes and to incur the costs they impose. CFA changes occur when a customer desires to obtain service from Eschelon instead of from Qwest or another carrier. After the new connect service order is submitted by Eschelon, a Qwest engineer must connect the customer's loop to Eschelon's equipment collocated in a Qwest central office. To enable Qwest to perform this connection on its behalf, Eschelon provides Qwest with a
20 21 22 23		CFA changes and to incur the costs they impose. CFA changes occur when a customer desires to obtain service from Eschelon instead of from Qwest or another carrier. After the new connect service order is submitted by Eschelon, a Qwest engineer must connect the customer's loop to Eschelon's equipment collocated in a Qwest central office. To enable Qwest to perform this connection on its behalf, Eschelon provides Qwest with a "connecting facility assignment" or CFA on the interconnection distribution frame

1		locations that Eschelon gives Qwest are incorrect, which requires a Qwest technician to
2		remove the loop from one location on the ICDF and to reconnect the loop to another
3		location on the ICDF.
4		Mr. Denney has mischaracterized the work required for a CFA change by simplistically
5		analogizing it to unplugging a lamp from a socket and replugging it into a different
6		socket. In his responsive testimony, Qwest engineering witness, Jeff Hubbard, describes
7		the steps a Qwest engineer must take to complete a CFA and demonstrates that the
8		completion of a CFA is not the simple task that Mr. Denney describes.
9		
10	Q.	AT PAGE 29 OF HIS DIRECT TESTIMONY, MR. DENNEY PROVIDES
11		EXAMPLES OF CHARGES THAT ESCHELON HAS BEEN ASSESSED FOR
12		CFAS IN AN ATTEMPT TO DEMONSTRATE THAT ESCHELON HAS PAID
13		UNREASONABLE AMOUNTS FOR CFAS. WHAT DO THESE EXAMPLES
14		ACTUALLY REVEAL ABOUT THE CFA ISSUE?
15	A.	Mr. Hubbard addresses these examples in his rebuttal testimony, demonstrating that
16		Eschelon has not paid unreasonable amounts for CFAs. It is important to emphasize that
17		since Eschelon provides the CFAs to Qwest, it is Eschelon's responsibility to have a
18		quality control process in place to mange its CFAs. If it takes Eschelon multiple attempts
19		to find a valid CFA, as suggested by Mr. Denney's examples, that reflects Eschelon's lack
20		of inventory quality control in a central office. This lack of inventory control can also be
21		a significant issue when it comes to timely repair issues. While these examples suggest
22		that Eschelon's inventory records are seriously inaccurate, Qwest follows specific and
23		established procedures to ensure that its records are accurate. Accordingly, when a CFA
24		change occurs, Qwest confirms if a design change is required, and then makes all of the
25		systems changes necessary to have a correct engineering record for that UNE.

1		If Eschelon is concerned about the costs it incurs for CFAs, it should improve its quality
2		controls, not attempt to deny Qwest the full recovery of the costs imposed by Eschelon's
3		use of defective CFAs. Indeed, the fact that Eschelon required Qwest to perform multiple
4		CFAs, as occurred in Mr. Denney's examples, demonstrates why it is essential that Qwest
5		be compensated for these activities. Qwest should not be required to perform work
6		caused by Eschelon's incorrect CFAs and then not be fully compensated for the costs it
7		incurs to perform that work.
8		
9	Q.	IS MR. DENNEY CORRECT IN ASSERTING AT PAGES 37-39 OF HIS DIRECT
10		TESTIMONY THAT THE COSTS QWEST INCURS FOR CFAS PERFORMED
11		DURING COORDINATED CUT-OVERS ARE MINIMAL AND LESS THAN
12		OTHER CFAS?
13	A.	No. As I describe in my direct testimony at page 10, the presence of a Qwest technician
14		in a central office who is performing a coordinated cut-over does not in any way
15		eliminate the need for Qwest to re-review a CLEC's service order upon the submission of
16		a CFA to determine if any engineering changes are required. Nor does the presence of a
17		Qwest technician for a cut-over eliminate the need for a technician to disconnect a UNE
18		connection from a frame and reconnect to another location on the frame or to another
19		frame altogether. In addition, regardless whether a technician is already in a central
20		office, Qwest must update its downstream operation support systems to reflect the new,
21		correct CFA information.
22		
23	Q.	HOW SHOULD THE COMMISSION RESOLVE ISSUE 4-5(A)?
24	A.	The Commission should reject the language Eschelon is proposing for Section 9.2.3.9

25 that would improperly prevent Qwest from recovering the costs it incurs for CFA

1		changes. There is no factual basis for Mr. Denney's assertion that the presence of a
2		Qwest technician during a coordinated cut-over reduces the costs of CFA changes. Nor
3		is there any factual basis for his claim that the rate for CFA design changes should be less
4		than the rates for other design changes and that this particular type of design change
5		should be excluded from the design change rates this Commission has established.
6		
7	Issue	<u>No. 4-5(c)</u>
8	Q.	WHAT TYPES OF DESIGN ACTIVITIES MUST QWEST PERFORM FOR
9		DESIGN CHANGES INVOLVING UNBUNDLED LOOPS?
10	A.	As I discuss beginning at page 7 in my direct testimony, Qwest must perform multiple
11		activities to provide CLECs with design changes for unbundled loops. These activities
12		are triggered by Eschelon's submission of a supplemental order, which requires a Qwest
13		engineer to analyze the existing order and design and the new order to determine if a
14		change in the design is necessary to meet the requirements of the new order. These
15		activities impose costs that Qwest must be permitted to recover through a design change
16		charge.
17		
18	Q.	IS THERE MERIT TO MR. DENNEY'S CLAIM THAT THE COSTS OF DESIGN
19		CHANGES FOR LOOPS ARE LESS THAN THOSE FOR DESIGN CHANGES
20		FOR UDIT?
21	A.	No. There is no basis for this assumption, since DS1 and DS3 unbundled loops on fiber
22		systems may require the same type of re-design work as is required for UDIT using
23		similar fiber muxing equipment. In claiming that loop design changes are less costly than
24		UDIT design changes, Mr. Denney asserts that the use of "Local Service Requests"
25		("LSRs") for loops instead of the "Access Service Requests" ("ASRs") used for UDIT

1		contributes to the alleged lower cost of loop design changes. As described at pages 34-36
2		of his direct testimony, he bases this assertion on the claim that ASRs "are more
3		manually-intensive" than LSRs. The flaw in this analysis is that Mr. Denney fails to
4		account for the re-design work that may be required because of the use of fiber muxing
5		equipment. Moreover, Mr. Denney ignores the fact that the design rates this Commission
6		has ordered expressly apply to loops.
7		
8	Q.	MR. DENNEY STATES AT PAGE 26 OF HIS DIRECT TESTIMONY THAT THE
9		PARTIES' CURRENT INTERCONNECTION AGREEMENT AND QWEST'S
10		STATEMENT OF GENERALLY AVAILABLE TERMS ("SGAT") DO NOT
11		INCLUDE A DESIGN CHANGE CHARGE FOR UNBUNDLED LOOPS OR
12		CFAS. IS THAT ASSERTION CORRECT AND, IF SO, SHOULD THE
13		ABSENCE OF THESE CHARGES IN THE PARTIES' CURRENT ICA AND IN
14		THE SGAT PRECLUDE QWEST FROM RECOVERING THE COSTS IT
15		INCURS TO PROVIDE THESE DESIGN CHANGES?
16	A.	Mr. Denney is not correct in stating that neither Qwest's SGAT nor the parties' current
17		ICA includes a design change charge for loops. The design change charges were
18		specifically placed in the Miscellaneous Charges section of Exhibit A because they apply
19		to all UNEs. If these charges were specific to only UDIT, they would have been placed
20		in the 9.6 UDIT section. Moreover, even if the parties' current ICA and the SGAT did
21		not contain these charges, that would not prevent Qwest from recovering the costs it
22		incurs to provide these changes for Eschelon's benefit. As I have discussed, Qwest incurs
23		costs to provide design changes, and if Qwest has not previously assessed a charge to
24		recover those costs in every instance that it could have, that does not preclude Qwest

1		from recovering its costs on a going-forward basis. That result would violate the right of
2		cost recovery that Qwest has under Section 252(d)(1).
3		
4	Q.	AT PAGES 18-19 OF HIS DIRECT TESTIMONY, MR. DENNEY CLAIMS THAT
5		QWEST'S DECISION TO BEGIN CHARGING FOR LOOP DESIGN CHANGES
6		DEMONSTRATES THAT QWEST SELECTIVELY USES THE CMP PROCESS
7		TO THE DISADVANTAGE OF CLECS. IS MR. DENNEY'S CLAIM
8		CORRECT?
9	A.	No. Qwest witness, Renee Albersheim, responds in detail in her rebuttal testimony to
10		Eschelon's inaccurate claim that Qwest improperly uses the CMP process only for its
11		benefit and not for the benefit of CLECs.
12		
13	Q.	HAS MR. DENNEY PROVIDED ANY COST SUPPORT FOR ESCHELON'S
14		PROPOSAL TO USE DIFFERENT DESIGN CHANGE RATES FOR UDIT,
15		LOOPS, AND CFAS?
16	A.	No. Mr. Denney proposes design change rates of \$30.00 for loops and \$5.00 for CFAs,
17		stating only that these rates are "reasonable" because design changes for loops and CFAs
18		allegedly cost less than design changes for UDIT. As I describe above, Mr. Denney's
19		descriptions of the work Qwest must perform for loop and CFA design changes are
20		inaccurate and incomplete. Thus, the premise for the different rates he proposes - that
21		loop and CFA design changes involve less work – is wrong. Equally important, Mr.
22		Denney does not provide a cost study or any other information explaining how Eschelon's
23		proposed rates of \$30.00 and \$5.00 were derived. Without such information, there is of
24		course no way for the Commission to determine that the rates are compensatory and
25		consistent with the Act's requirement that Qwest recover its costs.

### Q. IS MR. DENNEY CORRECT IN ASSERTING AT PAGE 40 THAT THIS COMMISSION'S APPROVED DESIGN CHANGE RATES OF \$53.65 AND \$50.45 ONLY APPLY TO UDIT?

A. No. In adopting these design change rates, the Commission did not limit application of
them to UDIT. The only distinction the Commission made was between mechanized and
non-mechanized design changes. The Commission did not suggest, as Mr. Denney
claims, that the design change rates it adopted apply only to a single UNE and not to
other UNEs. Moreover, as Qwest witness Terri Million explains in her rebuttal
testimony, the cost study upon which the Commission's design change rates are based
was not limited to UDIT-related changes and included other design changes.

11

#### 12 Q. HOW SHOULD THE COMMISSION RESOLVE ISSUE 4-5(C)?

## A. The Commission should reject Eschelon's unsupported attempt to establish different design change rates for design changes. The Commission should confirm that its existing design change rates of \$53.65 and \$50.45 apply to all design changes, including design changes involving unbundled loops and CFA changes.

17

19

#### 18 Issue No. 9-31 - Access to UNEs

#### Q. BEFORE RESPONDING TO MR. STARKEY'S TESTIMONY RELATING TO

#### 20 THIS ISSUE, PLEASE PROVIDE A BRIEF SUMMARY OF THE ISSUE.

A. This issue involves language in Section 9.1.2 of the ICA that defines the access Qwest
will provide Eschelon to the UNEs that Qwest makes available under Section 251(c)(3)
of the Act. Consistent with applicable legal requirements, Qwest has agreed to ICA

- 24 language obligating it to provide Eschelon with non-discriminatory access to UNEs at
- 25 standard service performance levels and to perform "those Routine Network

1		Modifications that Qwest performs for its own End User Customers." Mr. Starkey's
2		testimony confirms that Eschelon's proposed version of Section 9.1.2 would
3		impermissibly expand the access Qwest provides to UNEs beyond the requirements
4		imposed by governing law.
5		
6	Q.	MR. STARKEY ASSERTS THAT WITHOUT ESCHELON'S PROPOSED
7		LANGUAGE IN SECTION 9.1.2, THE ICA WILL NOT HAVE LANGUAGE
8		ASSURING ESCHELON OF NONDISCRIMINATORY ACCESS TO UNES. IS
9		THAT ASSERTION CORRECT?
10	A.	No. The parties' agreed language in Section 9.1.2 expressly and unambiguously requires
11		Qwest to provide Eschelon with nondiscriminatory access to UNEs: "Qwest shall provide
12		non-discriminatory access to Unbundled Network Elements on rates, terms, and
13		conditions that are non-discriminatory, just and reasonable." It is surprising that Mr.
14		Starkey would present several pages of testimony about the alleged absence of an
15		obligation in the ICA for Qwest to provide non-discriminatory access to UNEs without
16		discussing or even mentioning this clear language in Section 9.1.2 that requires Qwest to
17		provide precisely that form of access.
18		
19	Q.	AT PAGE 128 OF HIS DIRECT TESTIMONY, MR. STARKEY ALSO
20		SUGGESTS THAT WITHOUT ADOPTION OF ESCHELON'S PROPOSED
21		ADDITION TO SECTION 9.1.2, THE ICA WILL NOT ENSURE ACCESS TO
22		UNES EQUAL TO THAT WHICH QWEST HAS FOR ITSELF AND THAT
23		OTHER CLECS HAVE. IS THERE ANY MERIT TO THAT SUGGESTION?
24	A.	No. Again, Mr. Starkey makes these assertions without discussing or even mentioning
25		agreed language in Section 9.1.2 that shows the assertions to be baseless. The agreed

1		language expressly links the UNE access to which Eschelon is entitled to the UNE access
2		Qwest provides to itself: "Where Technically Feasible, the access and Unbundled
3		Network Element provided by Qwest will be provided in 'substantially the same time and
4		manner' to that which Qwest provides to itself or to its Affiliates." In circumstances
5		where Qwest does not provide access to UNEs to itself, the agreed language in Section
6		9.1.2 obligates Qwest to provide access to Eschelon that gives it a meaningful
7		opportunity to compete: "In those situations where Qwest does not provide access to
8		Network Elements to itself, Qwest will provide access in a manner that provides
9		[Eschelon] with a meaningful opportunity to compete."
10		Similarly, the agreed language in Section 9.1.2 ensures that Eschelon will receive the
11		same access to UNEs that other CLECs receive: "The quality of an Unbundled Network
12		Element Qwest provides, as well as the access provided to that element, will be equal
13		between all Carriers requesting access to that element." This language clearly establishes
14		that Eschelon is entitled to access to UNEs equal to that provided to other CLECs.
15		
16	Q.	IS THERE ANY SUPPORT FOR MR. STARKEY'S ADDITIONAL CLAIM AT
17		PAGE 140 OF HIS TESTIMONY THAT WITHOUT ESCHELON'S PROPOSED
18		ADDITIONS TO SECTION 9.1.2, ESCHELON WILL NOT BE ABLE TO
19		<b>OBTAIN MODIFICATIONS AND REPAIRS TO UNES?</b>
20	A.	No. Again, Mr. Starkey ignores agreed language in Section 9.1.2 that obligates Qwest to
21		make modifications to UNEs on a nondiscriminatory basis:
22 23 24 25 26 27		Qwest shall perform for [Eschelon] those Routine Network Modifications that Qwest performs for its own End User Customers. The requirement for Qwest to modify its network on a nondiscriminatory basis is not limited to copper loops and applies to all unbundled transmission facilities, including Dark Fiber transport when available pursuant to Section 9.7.

1		The term "Routine Network Modifications" as used in this section is defined in the ICA
2		to include, at a minimum, the specific network modifications the FCC listed in the
3		Triennial Review Order as the modifications ILECs are required to provide.
4		In addition to the language quoted above, the agreed language in Section 9.1.1.2.3 makes
5		it clear that Qwest will maintain and repair UNEs for Eschelon: "[Eschelon's] purchase of
6		access to a UNE does not relieve Qwest of the duty to maintain, repair, or replace the
7		UNE." Mr. Starkey also ignores this language in making his inaccurate assertion that
8		without Eschelon's proposed addition to Section 9.1.2, Qwest will be free to withhold
9		UNE maintenance and repairs.
10		
11	Q.	IN HIS ATTEMPT TO SUPPORT ESCHELON'S PROPOSED LANGUAGE FOR
12		SECTION 9.1.2, AT PAGES 129-132 OF HIS TESTIMONY, MR. STARKEY
13		CITES TWO "EXAMPLES" THAT HE CLAIMS DEMONSTRATE QWEST
14		WILL NOT PROVIDE ESCHELON WITH NONDISCRIMINATORY ACCESS
15		TO UNES. DO THE EXAMPLES SUPPORT THAT CLAIM?
16	A.	No. The first "example" Mr. Starkey cites involves a Qwest notice from December 2005
17		introducing a proposed CMP change for DS1 loops. As Mr. Starkey states, the notice
18		provided that unbundled loops would not be available "to serve another CLEC, IXC, or
19		other Telecommunications Provider." Qwest has since withdrawn that notice and is not
20		imposing this limitation. Indeed, as Mr. Starkey eventually acknowledges at page 131 of
21		his testimony, Qwest has not proposed that limitation in this proceeding and it is
22		therefore not at issue. Qwest has agreed to the following language in Section 9.1.1.2.1,
23		which establishes that the restriction on the use of UNEs to which Mr. Starkey refers will

1		shall not impose limitations, restrictions, or requirements on requests for, or the use of,
2		Unbundled Network Elements for the service [Eschelon] seeks to offer."
3		The second "example" Mr. Starkey refers to is the inaccurate assertion in Mr. Denney's
4		testimony that Qwest intends to begin imposing tariffed design change charges for UNEs
5		without Commission approval. As I discuss above in connection with Issue 4-5, Qwest is
6		not seeking in this proceeding to impose tariffed design change charges on Eschelon.
7		Accordingly, this second example of the restrictions Qwest supposedly places on UNE
8		use is, like the first example, inaccurate.
9		
10	Q.	ARE ESCHELON'S PROPOSED ADDITIONS TO SECTION 9.1.2 CONSISTENT
11		WITH THE OBLIGATIONS ILECS HAVE TO PROVIDE ACCESS TO UNES?
12	A.	No. Eschelon's proposal to include "move," "add to," and "change" as part of "accessing"
13		UNEs would potentially obligate Qwest to provide a form of access that it does not
14		provide to other CLECs or to its own retail customers. Further, Eschelon's language
15		implies that access to or use of a UNE entitles it to moves, adds and changes at no
16		additional charge. That result would violate Qwest's right of cost recovery.
17		Moreover, as I describe in my direct testimony, Eschelon's proposed addition violates the
18		long-established rule that an ILEC is only required to provide access to its existing
19		network, not access to "a yet unbuilt superior one."1 Under Eschelon's proposed
20		language, Qwest could be required to build new facilities and to provide access to "a yet
21		unbuilt superior network." For example, the undefined requirement for Qwest to "add to"
22		UNEs could obligate Qwest to build new facilities and to go beyond the routine network

<sup>1</sup> *Iowa Utils. Bd. v. FCC*, 120 F.3d 753, 813 (8<sup>th</sup> Cir. 1997).

maintenance that ILECs must provide. Similarly, Eschelon does not define the meaning
 of "changing the UNE," thereby leaving the door open to changes that go beyond routine
 network maintenance.

4 In the TRO, the FCC ruled at paragraph 632 that ILECs must provide "routine network modifications" to unbundled transmission facilities and loops. In that same paragraph, 5 the FCC defined these modifications as "those activities that incumbent LECs regularly 6 7 undertake for their own customers," while establishing that routine modifications "do not 8 include the construction of new wires." By proposing the vague requirement for Qwest 9 to provide "moves," "adds," and "changes," Eschelon is going beyond the routine 10 network modifications Qwest is providing for its own customers in violation of the TRO. 11 Since the ICA already includes agreed language ensuring that Eschelon will receive UNE 12 access equal to that which Qwest's retail customers receive, Eschelon's proposed 13 language is not necessary to ensure equal access and will serve only as a potential vehicle 14 for Eschelon to demand superior access.

15

Q. AS YOU DESCRIBE THE DIFFERENCES IN INTERPRETATION BETWEEN
 QWEST AND MR. STARKEY REGARDING ESCHELON'S PROPOSED
 LANGUAGE, THE DISPUTE SEEMS TO POTENTIALLY BOIL DOWN TO

#### 19 QWEST'S ABILITY TO CHARGE FOR ACTIVITIES AND TO RECOVER ITS

20 COSTS. IS THAT AN ACCURATE PERCEPTION?

A. I believe so. With that in mind and with the benefit of Eschelon's testimony, Qwest has
developed a proposal that addresses both parties' concerns. Using Eschelon's language as
a starting point and with Qwest's red-lined changes, Qwest proposes the following
language:

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1 2 3 4 5		<u>Additional activities available for Access to</u> Unbundled Network Elements includes <u>moving, adding to, repairing and</u> changing the UNE (through, e.g., design changes, maintenance of service including trouble isolation, additional dispatches, and cancellation of orders) <u>at the applicable rate.</u>
6		Qwest offers this language as a good faith effort to settle this dispute between the parties.
7		
8	Q.	WHAT IS THE BASIS FOR YOUR CONCERN THAT ESCHELON'S
9		PROPOSAL MAY BE DESIGNED TO PREVENT QWEST FROM
10		RECOVERING THE COSTS OF THE ACTIVITIES LISTED IN THE
11		PROPOSAL?
12	A.	In the companion arbitration in Minnesota, Mr. Denney testified in reference to the
13		activities listed in Eschelon's proposed language that "those types of things are already
14		covered in the recurring rates." <sup>2</sup> He asserted further that because the costs of all of the
15		activities required by Eschelon's language are allegedly already included in monthly
16		recurring rates, adoption of Eschelon's language would not require the development of
17		any new rates or rate elements or payment by Eschelon of any rates other than the
18		existing recurring rates for UNEs. <sup>3</sup> It is thus clear that the real purpose of Eschelon's
19		proposal is not to add another cumulative guarantee against nondiscrimination but,
20		instead, to obtain the activities listed in its proposal without paying any further charges.
21		Neither Mr. Denney nor any other Eschelon witness has provided evidence that the costs
22		of the undefined activities encompassed by Eschelon's vague language are already
23		included in recurring rates this Commission has adopted.
24		

25

#### PLEASE SUMMARIZE QWEST'S POSITION RELATING TO ISSUE NO. 9-31. Q.

<sup>2</sup> Minnesota Hearing Transcript, V. 4, p. 207, lines 17-18. Qwest will provide a copy of this excerpt during the hearing. 3

Minnesota Hearing Transcript, V. 4, p. 206, line 22 - p. 208, line 6.

1	A.	Through the parties' agreed to language in Section 9.1.2, Qwest has fully committed to
2		provide Eschelon with the access to UNEs required by the Act and that other CLECs in
3		Washington receive. Eschelon's proposed addition to the parties' agreed language should
4		be rejected because it is overly broad, could be misinterpreted to imply the listed
5		activities are to be performed at no additional charge, and could create obligations that
6		the Act does not impose. Notwithstanding these concerns and in the interest of
7		narrowing the parties' disputes, Qwest would agree to the modified version of Eschelon's
8		proposal set forth above, which assures Qwest of the cost recovery to which it is entitled
9		under the Act.
10		
11 12		III. ISSUE NOS. 9-33, 9-34, 9-35 AND 9-36 – QWEST NETWORK MAINTENANCE AND MODERNIZATION ACTIVITIES
13	Issue	<u>No. 9-33</u>
14	Q.	MR. WEBBER STATES AT PAGE 5 OF HIS DIRECT TESTIMONY THAT IF
15		"[L]EFT UNCHECKED," "QWEST'S ABILITY TO PERFORM NETWORK
16		MAINTENANCE AND MODERNIZATION ACTIVITIES ON UNES COULD
17		POTENTIALLY PUT ESCHELON'S END USER CUSTOMERS OUT OF
18		SERVICE WITH NO DIAL TONE AND NO ACCESS TO 911 EMERGENCY
19		SERVICES." HAS QWEST EVER PUT AN ESCHELON CUSTOMER OUT OF
20		SERVICE BECAUSE OF NETWORK MAINTENANCE OR MODERNIZATION
21		ACTIVITIES?
22	A.	Mr. Webber does not identify any occasions on which Qwest put an Eschelon customer
23		out of service because of an activity involving network maintenance or modernization,
24		and I am not aware of any occasions on which that has occurred. The absence of any
25		such incidents demonstrates the hypothetical nature of Mr. Webber's concerns and shows

- that his attempt to paint a dire picture of the risks arising from Qwest's maintenance and
   modernization activities is exaggerated.
- 3

## 4 Q. IS MR. WEBBER CORRECT IN ASSERTING THAT QWEST HAS NOT 5 PROVIDED ANY ASSURANCE THAT ITS NETWORK MODERNIZATION 6 AND MAINTENANCE ACTIVITIES WILL NOT HARM ESCHELON'S 7 CUSTOMERS?

8 No. Mr. Webber ignores agreed language in Section 9.1.9 in which Qwest commits that A. 9 "[n]etwork maintenance and modernization activities will result in UNE transmission 10 parameters that are within transmission limits of the UNE ordered by [Eschelon]." This 11 language requires Qwest to ensure that its network maintenance and modernization 12 activities do not result in transmission parameters that fail to meet those Eschelon can 13 reasonably expect for the UNEs it orders unless Owest has given advance notice subject 14 to FCC rules. In addition, Qwest has provided further protection to Eschelon and its 15 customers by agreeing in Section 9.1.9 that "modifications and changes to UNEs" may 16 result in only "minor changes to transmission parameters." As this language shows, contrary to Mr. Webber's claim, Qwest has agreed to language that protects Eschelon and 17 18 its customers from changes to UNEs arising from maintenance and modernization.

19

#### 20 Q. IN VIEW OF THE PARTIES' AGREED LANGUAGE LIMITING THE

#### 21 CHANGES IN TRANSMISSION PARAMETERS THAT CAN RESULT FROM

#### 22 NETWORK ACTIVITIES, IS THERE ANY LEGITIMATE NEED FOR

#### 23 ESCHELON'S VAGUE REQUIREMENT THAT MODERNIZATION AND

#### 24 MAINTENANCE ACTIVITIES MAY NOT "ADVERSELY AFFECT" SERVICE

25 **TO ANY END USER CUSTOMERS?** 

1	A.	No. There is no legitimate need for Eschelon's proposed language. Indeed, Qwest is
2		very concerned that the vagueness of Eschelon's proposal will lead to time-consuming
3		disputes between the parties about whether a network activity had an "adverse effect" on
4		an Eschelon customer. As I describe in my direct testimony, this language is not tied to
5		any industry standard or identifiable metric and is therefore subject to broad
6		interpretation and dispute. The vagueness of the language would leave Qwest guessing
7		as to whether a network change is permitted under the ICA, which could have the
8		undesirable effect of discouraging Qwest from carrying out network maintenance and
9		modernization activities.
10		In addition, Eschelon's proposed language focuses improperly on the service Eschelon is
11		providing to its customers. When Qwest provides a UNE to Eschelon, it can only be
12		responsible for the quality of that network element. There are other factors within
13		Eschelon's control and beyond Qwest's control that affect the quality of service
14		Eschelon's customers receive, and it is therefore improper to establish a standard for
15		Qwest that focuses on the service Eschelon provides to its customers.
16		
17	Q.	DOES MR. WEBBER EXPLAIN THE MEANING OF ESCHELON'S "NOT
18		ADVERSELY AFFECT" LANGUAGE IN HIS TESTIMONY?
19	A.	No. Although Mr. Webber acknowledges Qwest's criticism that Eschelon's proposal is
20		impermissibly vague, nowhere in his testimony does he provide any meaningful

definition of what it means to "adversely affect" service to an Eschelon customer. His
inability to provide a definition further confirms the ambiguity of the standard and the
likelihood that it would lead to disputes between the parties.

24

# Q. MR. WEBBER ASSERTS AT PAGE 13 OF HIS DIRECT TESTIMONY THAT ESCHELON WILL NOT BE PROTECTED FROM CUSTOMER DISRUPTION EVEN IF QWEST MAINTAINS AND MODERNIZES ITS NETWORK IN ACCORDANCE WITH INDUSTRY STANDARDS. DOES MR. WEBBER PROVIDE MEANINGFUL SUPPORT FOR THIS STATEMENT?

6 A. No. The only support for this statement that Mr. Webber offers is a vague description of 7 an occasion on which Qwest allegedly provided Eschelon with non-working circuits that 8 met industry standards for permissible decibel ("db") loss. According to Mr. Webber, the 9 fact that the circuits allegedly were non-working even though they met industry standards 10 for db loss demonstrates that industry standards are of limited utility in measuring 11 performance. This claim ignores the long-standing importance of industry standards for 12 establishing performance and quality expectations and for measuring performance. Nor 13 did this appear to be a concern relevant to a network modernization activity, but rather an 14 installation issue.

15 It is a matter of common sense that without quantifiable performance metrics, it is very 16 difficult to measure performance. That is why the telecommunications industry has 17 created standards bodies and invested very significant resources to develop reliable, 18 quantifiable performance metrics. The single occurrence that Mr. Webber describes 19 hardly justifies the conclusion that compliance with industry standards is irrelevant to 20 protecting against consumer disruption. Mr. Webber is forced to reach that unfounded 21 conclusion only because he is in the difficult position of trying to defend Eschelon's 22 standardless "no adverse effect" proposal.

23

#### 24 Q. HOW SHOULD THE COMMISSION RESOLVE ISSUE 9-33?

1	A.	The Commission should reject Eschelon's vague "no adverse effect" proposal because it
2		is not tied to any measurable metric, the ICA already protects Eschelon against network
3		changes that alter transmission parameters, and this vague standard would create counter-
4		productive disincentive for Qwest to modernize and maintain its network.
5		
6	Issue	<u>No. 9-34</u>
7	Q.	IN DISCUSSING THE NOTICE OF NETWORK CHANGES THAT QWEST
8		WILL PROVIDE TO ESCHELON, MR. WEBBER STATES THAT QWEST
9		WILL NOT AGREE TO PROVIDE THE "LOCATION" OF CHANGES, AS
10		THAT TERM HAS BEEN DEFINED BY THE FCC. IS THAT ASSERTION
11		CORRECT?
12	A.	No. As I describe in my direct testimony, Qwest is committing to provide notices that
13		meet the requirements of the FCC's notice rule relating to network changes, set forth 47
14		C.F.R. § 51.327. Consistent with the requirements of that rule, Qwest will include in the
15		notice information indicating the locations at which network changes will occur. Mr.
16		Webber asserts that the FCC's reference to "location" effectively means that an ILEC
17		must provide the address of every CLEC customer whose service could be affected by a
18		change to the network. However, the FCC uses the term "location" in Rule 51.327 not to
19		refer to the addresses of CLEC customers but, instead, to refer to "the location(s) at
20		which the changes will occur." In other words, an ILEC must identify the location in its
21		network where the change will occur, which will, in turn, allow CLECs to determine
22		based on their own records whether any of their customers could be affected by the
23		change.

24

#### 1 Q. IS MR. WEBBER'S TESTIMONY SEEKING CUSTOMER ADDRESSES IN 2 NOTICES OF NETWORK CHANGES CONSISTENT WITH THE 3 **COMMISSION'S DECISION IN THE QWEST-COVAD ARBITRATION?** 4 A. No. In that arbitration, the Commission considered Covad's demand that Qwest should 5 be required to provide CLEC customer addresses in notices relating to Owest's retirement 6 of copper loops. The Commission rejected that demand, ruling that Qwest's obligation 7 under Rule 51.327 is to provide sufficient information in its notices to permit a CLEC to 8 identify the addresses of its customers that may be affected by a copper retirement. 9 Consistent with that ruling, in this case, Qwest does not have any obligation to provide 10 Eschelon with the addresses of its customers that could be affected by network 11 maintenance or modernization. Instead, Qwest's obligation is to provide Eschelon with 12 sufficient information about where a network change is taking place so that Eschelon – 13 not Qwest – can identify the addresses of any of its customers that could be affected by 14 the change. In addition, if that information is not enough, Qwest's notices include the 15 name and telephone number of a contact person at Qwest who can provide additional 16 information about the location and nature of the network changes, as required by Rule 17 51.327(a)(2). 18 19 Q. IS MR. WEBBER CORRECT IN ASSERTING AT PAGE 16 THAT THE 20 "INTENT" OF THE FCC'S RULES RELATING TO NOTICE OF NETWORK

#### 21 CHANGES REQUIRES QWEST TO INCLUDE CIRCUIT IDENTIFICATION

22 NUMBERS OF ESCHELON CIRCUITS IN ITS NOTICES?

A. No. There is no requirement in Rule 51.327(a)(2) or any other FCC rule relating to
 notice for an ILEC to provide circuit ID numbers for CLEC circuits that are potentially
 affected by a network change. Eschelon has access to the circuit ID numbers of the

	circuits it obtains from Qwest. If Eschelon wants to know the ID numbers of circuits that
	may be affected by a network change, it can obtain that information from its own records
	after learning from Qwest the location of the network change. Eschelon should not be
	permitted to force Qwest to research this information - which would have to be done
	manually – when the information is readily available to Eschelon.
Issue	<u>e No. 9-35</u>
Q.	HAVE THE PARTIES RESOLVED ISSUE 9-35?
A.	Yes. The parties continued their discussions relating to this issue after filing the issues
	matrix and have reached agreement. Accordingly, this issue is no longer in dispute, and
	there is no need for the Commission to take any action with respect to it.
<u>Issue</u>	e No. 9-36
Q.	HAVE THE PARTIES RESOLVED ISSUE 9-36?
A.	Yes. The parties continued their discussions relating to this issue after filing the issues
	matrix and have reached agreement. Accordingly, this issue is no longer in dispute, and
	there is no need for the Commission to take any action with respect to it.
	IV. ISSUE 9-39 - WIRE CENTER CAPS ON ORDERS
Q.	HAVE THE PARTIES RESOLVED ISSUE 9-39?
A.	Yes. The parties continued their discussions relating to this issue after filing the issues
	matrix and have reached agreement. Accordingly, this issue is no longer in dispute, and
	there is no need for the Commission to take any action with respect to it.
	Q. A. <u>Issue</u> Q. A.

1

#### V. ISSUE 9-50 - SUBLOOP CROSS-CONNECT WORK

#### 2 Q. PLEASE PROVIDE A SUMMARY OF ISSUE 9-50.

- A. This issue involves a "cross-connect" service that Qwest had voluntarily offered to
  CLECs in the past despite the absence of any legal obligation to provide the service. In
  simple terms, a cross-connect is the connection of one wire to another for the purpose of
  creating an electrical connection. Qwest had previously offered to perform crossconnects for CLECs on intrabuilding cable subloops.
- 8 Eschelon apparently does not dispute that Qwest has no legal obligation to provide the 9 service. Nevertheless, Eschelon has expressed concern that if Qwest has this service in 10 any other interconnection agreement, the offering should be available to Eschelon
- 11 through its interconnection agreement with Qwest.
- 12

### 13 Q. MR. DENNEY STATES AT PAGE 111 THAT THIS CROSS-CONNECT OPTION 14 IS IN OTHER CLEC'S AGREEMENTS. HAS THERE EVER BEEN ANY

15

#### **DEMAND FOR THIS PRODUCT?**

- 16 A. No. There has never been any CLEC demand for this service since Qwest began offering
  17 it, and there is no indication that this lack of demand will change in the future.
- 18 Accordingly, on a going-forward basis, Qwest will no longer offer this service to CLECs.
- 19 Although Qwest developed and made this cross-connect option available to CLECs, no
- 20 CLEC has ever ordered it.
- In addition, Mr. Denney's testimony did not include any testimony regarding Eschelon's
   plans to use or any impending need for Qwest intrabuilding cable cross-connects, so its
   concern relating to this issue is at best hypothetical.
- 24

1	Q.	AT PAGE 113, MR. DENNEY IMPLIES THAT QWEST WITHDRAWING THIS
2		PRODUCT, ON A GOING-FORWARD BASIS, AMOUNTS TO
3		DISCRIMINATION, DO YOU AGREE?
4	A.	No. The individual ICA negotiation process was clearly contemplated by the FCC. In
5		fact, the whole line of reasoning outlined by Mr. Denney at page 113 implies that if any
6		ICA varies from one agreement to another, that is discriminatory. Again, that assumption
7		is not consistent with the Act's requirement that ILECs negotiate individually with
8		CLECs and reach agreements that are tailored to each carrier's needs. While this
9		approach mandated by the Act results in terms and conditions that may be different from
10		CLEC to another, those differences are not an illegal or prohibited form of
11		discrimination.
12		
13	Q.	IN THE TELECOMMUNICATION INDUSTRY, IS THERE A TRADITION OF
14		ALLOWING EXISTING CUSTOMERS TO RETAIN A SERVICE, WHILE NOT
14 15		ALLOWING EXISTING CUSTOMERS TO RETAIN A SERVICE, WHILE NOT ALLOWING NEW CUSTOMERS TO ORDER THE SAME SERVICE?
	A.	
15	A.	ALLOWING NEW CUSTOMERS TO ORDER THE SAME SERVICE?
15 16	A.	ALLOWING NEW CUSTOMERS TO ORDER THE SAME SERVICE? Yes. It is standard in the industry that when products, services and/or feature packages
15 16 17	A.	ALLOWING NEW CUSTOMERS TO ORDER THE SAME SERVICE? Yes. It is standard in the industry that when products, services and/or feature packages are phased out, existing customers are often "grandfathered" and can continue to use the
15 16 17 18	А. <b>Q.</b>	ALLOWING NEW CUSTOMERS TO ORDER THE SAME SERVICE? Yes. It is standard in the industry that when products, services and/or feature packages are phased out, existing customers are often "grandfathered" and can continue to use the
15 16 17 18 19		ALLOWING NEW CUSTOMERS TO ORDER THE SAME SERVICE? Yes. It is standard in the industry that when products, services and/or feature packages are phased out, existing customers are often "grandfathered" and can continue to use the service. Qwest's language is consistent with this standard industry practice.
15 16 17 18 19 20		ALLOWING NEW CUSTOMERS TO ORDER THE SAME SERVICE? Yes. It is standard in the industry that when products, services and/or feature packages are phased out, existing customers are often "grandfathered" and can continue to use the service. Qwest's language is consistent with this standard industry practice. WHEN IT HAS ELIMINATED THE OBLIGATION TO PROVIDE CERTAIN
15 16 17 18 19 20 21		ALLOWING NEW CUSTOMERS TO ORDER THE SAME SERVICE? Yes. It is standard in the industry that when products, services and/or feature packages are phased out, existing customers are often "grandfathered" and can continue to use the service. Qwest's language is consistent with this standard industry practice. WHEN IT HAS ELIMINATED THE OBLIGATION TO PROVIDE CERTAIN PRODUCTS AND ELEMENTS, HAS THE FCC RECOGNIZED THAT THERE

1	A.	Yes. The FCC has used the concept of "grandfathered" service to give carriers that have
2		relied on a product or service time to adjust to the elimination of the product or service.
3		In these circumstances, the FCC has adopted transitional phase-outs for carriers that have
4		previously relied on the product or service, while making the product or service
5		immediately unavailable to carriers that did not previously rely on it. For example, while
6		the FCC eliminated the high frequency portion of the loop ("HFPL") as a UNE in the
7		TRO, it permitted CLECs with existing "line sharing arrangements" to continue obtaining
8		the HFPL at whatever rate the ILEC was charging prior to the TRO. TRO at $\P$ 264.
9		However, those pre-TRO rates were no longer available for CLECs that did not have
10		"grandfathered" line sharing arrangements. Those CLECs were required to pay different
11		rates that the FCC established as part of its phase-out of the HFPL as a UNE. TRO at
12		¶ 265.
13		As this example shows, the FCC recognizes that there will be timing differences among
14		CLECs in the implementation of its network unbundling orders. These differences do not
15		result in a form of discrimination prohibited by the Act; instead, they are the result of
16		necessary and often unavoidable differences in the timing of implementation of the FCC's
17		orders.
18		
19	Q.	IN ARGUING THAT ESCHELON SHOULD HAVE ACCESS TO SUBLOOP
20		CROSS-CONNECT SERVICE IN THE ICA, MR. DENNEY ASSERTS AT PAGE
21		112 THAT THE PRESENCE OF CROSS-CONNECTS IN QWEST'S SGAT
22		REQUIRES THAT QWEST INCLUDE THIS SERVICE IN THE ICA. SHOULD
23		THE FACT THAT QWEST'S SGAT INCLUDES ACCESS TO AN ELEMENT OR
24		SERVICE REQUIRE QWEST TO INCLUDE THE ELEMENT OR SERVICE IN
25		THE ICA?

1	A.	No. Since Qwest last updated its SGAT in Washington, there have been many changes in
2		the law, including significant changes in the network elements and services that ILECs
3		are required to provide under Section 251 of the ICA. Qwest's SGAT does not reflect
4		many of these changes, including, for example, the changes in the FCC's network
5		unbundling rules resulting from the Triennial Review Remand Order. There are,
6		therefore, network elements and services in the SGAT that Qwest has no obligation to
7		provide under Section 251. Conversely, there are new requirements that benefit CLECs -
8		- such as allowing commingled arrangements that are not included in the SGAT.
9		
10	Q.	DO QWEST AND CLECS STILL USE QWEST'S SGATS AS A FOUNDATION
11		FOR THEIR NEGOTIATIONS?
12	A.	Typically not. CLECs now have multiple other options available to them. These options
13		include other carriers' ICAs that CLECs are able to opt into and also Qwest's multi-state
14		"Template Agreement." The Template Agreement is based on the individual states'
15		SGATs. It includes state-specific language and has been modified to reflect and
16		incorporate changes in law. The Template Agreement is the underlying agreement that
17		Qwest and CLECs typically use as the base document for their negotiations. Because of
18		the effectiveness and utility of the Template Agreement, Qwest stopped updating its
19		SGATs. Indeed, the SGATs have not been updated to incorporate changes in law since
20		2002 and are therefore outdated documents. <sup>4</sup> The regulatory process for modifying and
21		updating SGATs is very time consuming and resource-intensive. With the other options
22		available to CLECs, there has not been a need to go through this process and to expend
23		the significant resources that would be required. Moreover, due to the FCC's elimination

<sup>&</sup>lt;sup>4</sup> The only exception is that Qwest has periodically updated Exhibit A and Exhibit B as changes have occurred in rates and performance indicators.

1		of the "pick-and-choose" rule and its move to the "all-or-nothing" rule, as discussed
2		below, CLECs are much less likely to opt into a standard SGAT when ICAs have become
3		increasingly more tailored to CLECs. This tailoring has increased as CLECs have shaped
4		their businesses to have a specialized focus, which is often necessary to survive in today's
5		highly competitive telecommunications markets.
6		
7	Q.	EVEN IF QWEST HAD BEEN UPDATING ITS SGAT, WOULD IT BE
8		APPROPRIATE FOR ESCHELON TO REQUEST THAT INDIVIDUAL
9		PROVISIONS AND REQUIREMENTS FROM THE SGAT BE INCLUDED IN
10		ITS ICA?
11	A.	No. In an order issued in 2004, the FCC established that under the opt-in provision in
12		Section 252(i), a CLEC can only opt into an entire ICA or SGAT, not just individual
13		provisions.5 Under this "all-or-nothing" rule, CLECs that choose to opt into another
14		carrier's ICA or an SGAT can no longer "pick-and-choose" individual provisions that
15		they want and reject other provisions they don't want. A CLEC that elects to negotiate an
16		agreement instead of opting into one has, by definition, chosen not to be eligible to pick
17		and choose any or all of the provisions from another carrier's ICA. While a CLEC
18		can negotiate terms and conditions of its own choosing, Qwest is not bound to accept
19		every term and condition, even if it is a part of another agreement. The FCC explained
20		the reason behind the "all-or-nothing rule," stating that the rule would promote more give
21		and take in negotiations and would produce agreements that are more tailored to the
22		individual needs of carriers.

<sup>&</sup>lt;sup>5</sup> In the Matter of Review of the Section 251 Unbundling Obligations of Incumbent Local Exchange Carriers, CC Docket No. 01-338, Second Report and Order, FCC 04-164 (Rel. July 13, 2004).

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1 In its arguments relating to cross-connects and several other disputed issues in this 2 arbitration, Eschelon asserts that certain requirements it seeks to impose on Owest should 3 be included in the ICA because they are included in Qwest's SGAT or in another carrier's 4 ICA. For example, in addition to cross-connects, Mr. Denney argues that Qwest should 5 be required to provide unbundled customer controlled rearrangements ("UCCRE") in the 6 ICA because that product is in Qwest's SGAT and in old ICAs entered into with AT&T 7 and Covad. At the same time, however, Eschelon has refused to accept other provisions 8 in those agreements that Qwest has offered. For example, Qwest offered Eschelon 9 provisions from the AT&T ICA relating to "available inventory" and "DC Power," but 10 Eschelon rejected those proposals. It is clear that Eschelon is effectively attempting to 11 pick and choose from other carriers' ICAs and the SGAT, invoking them when it wants a 12 provision and ignoring or rejecting them when it does not want a provision. This pick-13 and-choose approach is plainly inconsistent with the FCC's "all-or-nothing" rule and 14 undermines the policies the FCC sought to advance through by adopting that rule.

- 15
- 16

17

Q.

#### USE OF THE SGAT AND OTHER ICAS TO SUPPORT ITS POSITIONS?

HOW SHOULD THE COMMISSION RESPOND TO ESCHELON'S SELECTIVE

A. The Commission should reject Eschelon's attempt to support its positions by selectively
invoking individual provisions from the SGAT and other carriers' ICAs. Eschelon has
not established any business need for cross-connects. Instead, its argument to include
this service in the ICA rests solely on its claim that if other, older ICAs include this
service, its ICA should include it too. But, as I describe above, the presence of
differences in ICA terms from one CLEC to another does not establish that there is
unlawful discrimination. Indeed, here, the difference is simply the result of the timing of

1		the ICAs and Qwest's recent decision to stop providing a product for which there is no
2		demand and no legal obligation to make it available.
3		Moreover, it is essential that the disputed issues in this arbitration be resolved on their
4		merits and based on the law as it exists today. In this regard, Section 252(c)(1) directs
5		that state commissions must resolve arbitration issues by "ensur[ing] that such resolution
6		and conditions meet the requirements of section 251, including the regulations prescribed
7		by the [FCC] pursuant to section 251." (Emphasis added) This language requires that
8		arbitration issues be resolved based on current, existing FCC rules and orders, not based
9		on selective reliance on individual provisions of SGATs and other ICAs that may be
10		outdated and inconsistent with the FCC's latest rules and orders.
11		
12	Q.	COULD YOU PLEASE SUMMARIZE YOUR RECOMMENDATION FOR ISSUE
13		9-50?
14	A.	Yes. Qwest has no legal obligation to perform cross-connect wiring for Eschelon, and
15		Eschelon can and (routinely performs) this function for itself. Qwest has voluntarily
16		offered this service in the past, but CLECs have not ordered it. Eschelon's claims
17		regarding discrimination are unfounded, and frequently products or unique combination

of feature packages are grandfathered for existing customers and are unavailable for newcustomers.

The Commission should reject Eschelon's attempt to impose unnecessary administrative and notice requirements for a product that Qwest has no legal obligation to offer and for which CLECs, including Eschelon, have shown no demand. In addition, there is no reasonable basis for requiring Qwest to maintain external and internal documentation, pricing and ordering information for a service that has never been ordered.

1		In sum, the Commission should reject Eschelon's attempt to impose a requirement
2		regarding a service that Eschelon has expressed no interest in, has no demand for, and
3		that Qwest is not obligated under Section 251 to provide.
4		
5		VI. ISSUE 9-52 - ACCESS TO 911 DATABASES
6	Q.	HAVE THE PARTIES RESOLVED ISSUE 9-52?
7	A.	Yes. The parties continued their discussions relating to this issue after filing their direct
8		testimony and have reached agreement. Accordingly, this issue is no longer in dispute,
9		and there is no need for the Commission to take any action with respect to it.
10		
11		VII. ISSUE 9-53 - ACCESS TO UCCRE
12	Q.	PLEASE PROVIDE AN OVERVIEW OF ISSUE 9-53, AND YOUR INITIAL
13		<b>RESPONSE TO THE TESTIMONY OF MR. DENNEY.</b>
14	A.	Issue 9-53 originated from Eschelon's initial request that Qwest place the "Unbundled
15		Customer Controlled Rearrangement Element" ("UCCRE") product in the ICA at Section
16		9.9.6 However, as confirmed by Mr. Denney, <sup>7</sup> as a re-write of it rules pursuant to the
17		TRRO, the FCC has removed from Rule 51.319(d)(2)(iv) the requirement for ILECs to
18		provide digital cross-connects for UCCRE. <sup>8</sup> UCCRE was the product Qwest developed
19		to meet the previous FCC requirement. As I discuss below, Mr. Denney asserts
20		incorrectly that another FCC rule regarding simple central office cross-connects could be
21		interpreted as requiring access to UCCRE.

<sup>&</sup>lt;sup>6</sup> Eschelon has also identified this as Subject Matter No. 22 in the direct testimony of Mr. Denney.

<sup>&</sup>lt;sup>7</sup> Denney Direct Testimony at 117

<sup>&</sup>lt;sup>8</sup> See and compare former 47 C.F.R. § 51.319(d)(2)(iv) and current 47 C.F.R. § 51.319(d)(2).

1 In addition, Mr. Denney's testimony does not include any claim that Eschelon's has any 2 impending plans to use UCCRE or any impending need for it. Its concern relating to this 3 issue is apparently largely hypothetical. 4 5 Q. MR. DENNEY ASSERTS THAT IF QWEST DOES NOT OFFER UCCRE IN THE 6 ICA, ESCHELON WILL EXPERIENCE DISCRIMINATION AND BE AT A 7 **COMPETITIVE DISADVANTAGE. IS THERE ANY BASIS FOR THIS CLAIM?** 8 No. As an initial matter, Eschelon (nor any other CLEC) has ever ordered UCCRE A. 9 service from Qwest in Washington or in any other state. Having never had a need for 10 UCCRE, Eschelon has little basis for complaining that it will be competitively 11 disadvantaged without the service in the future. 12 In addition, as I describe in my direct testimony at page 40, Qwest is discontinuing 13 UCCRE for all CLECs entering into new ICAs and for all other CLECs when their 14 current ICAs eventually expire. Thus, Qwest is not singling out Eschelon, as Mr. Denney 15 suggests. Instead, given the FCC's removal of UCCRE from its unbundling rules and the 16 lack of CLEC demand for the service, Qwest is moving toward elimination of the service 17 offering for all CLECs. The only difference among the CLECs is the timing of Qwest's 18 elimination of UCCRE. For CLECs like Eschelon that are entering into new ICAs, 19 Qwest is eliminating the UCCRE offering now by not including it in the new ICAs. For 20 CLECs with ICAs that contain the UCCRE offering and that are not expiring soon, the 21 offering will remain in their ICAs until they enter into new agreements. However, those 22 CLECs, like Eschelon, have not demonstrated any demand for UCCRE. 23 24 Q. IN HIS DIRECT TESTIMONY AT PAGE 118, MR. DENNEY CITES TO THE FACT 25 THAT UCCRE IS AVAILABLE UNDER THE AT&T AND COVAD ICAS AS

1		EVIDENCE OF THE DISCRIMINATORY COMPETITIVE DISADVANTAGE
2		ESCHELON WOULD FACE IF UCCRE IS NOT INCLUDED IN ITS ICA. HAS
3		EITHER AT&T OR COVAD ORDERED UCCRE FROM QWEST UNDER THEIR
4		ICAS?
5	A.	No. Neither AT&T or Covad has ever ordered UCCRE. Mr. Denney's claim of
6		discriminatory competitive disadvantage lacks credibility given that the CLECs he cites
7		have never ordered UCCRE under their ICAs and Eschelon itself has never ordered the
8		service.
9		
10	Q.	MR. DENNEY APPEARS TO ASSUME THAT QWEST CANNOT STOP
11		OFFERING A PRODUCT OR SERVICE ELIMINATED BY THE FCC UNLESS
12		IT OBTAINS APPROVAL FROM A STATE COMMISSION. IS THERE ANY
13		BASIS FOR THAT ASSUMPTION?
14	A.	No. There is nothing in the TRO or the TRRO suggesting that ILECs must seek approval
15		from a state commission before discontinuing the UNEs and services the FCC eliminated
16		from Section 251 in those orders. On the contrary, the FCC made it clear in the TRRO
17		that its changes in unbundling requirements are to be implemented through the
18		interconnection negotiation process, not by seeking approval of the changes from state
19		commissions. Thus, the FCC states at paragraph 233 of the TRRO that "the incumbent
20		LEC and competitive LEC must negotiate in good faith regarding any rates, terms, and
21		conditions necessary to implement our rule changes."
22		Mr. Denney attempts to single out UCCRE by claiming that Qwest should go to the
23		Commission to seek approval to stop offering the product instead of relying on the ICA
23		negotiation process. There is no such requirement and, indeed, Qwest has proceeded just
25		as the FCC has directed by relying on the ICA negotiation process.
25		us the recent of hereing on the rerr negotiation process.

# Q. GIVEN THAT THE FCC HAS DIRECTED ILECS AND CLECS TO RELY ON THE ICA NEGOTIATION PROCESS TO IMPLEMENT CHANGES IN UNBUNDLING REQUIREMENTS, IS IT INEVITABLE THAT THE TIMING OF NEGOTIATIONS WILL VARY TO SOME EXTENT FROM ONE CLEC TO ANOTHER?

6 A. Yes. Qwest of course cannot renegotiate ICAs with all CLECs at precisely the same 7 time. As a result, it is unavoidable that changes in the FCC's unbundling requirements 8 will be implemented sooner for some CLECs than for others. For example, if Qwest and 9 a CLEC mutually agree upon all the provisions of a re-negotiated ICA implementing the 10 TRO and TRRO, that agreement likely can be completed and approved in a matter of a 11 few months. By contrast, if Qwest and a CLEC do not agree on the provisions required 12 to implement the TRO and the TRRO and are required to arbitrate, it will take much 13 longer to complete and have the agreement approved. As a result, for some period of 14 time, one CLEC is likely to have an ICA with different unbundling requirements than are 15 in another CLEC's ICA. The differences in the ICAs are not the result of discrimination, 16 as Mr. Denney would suggest, but are instead the result of inevitable differences in 17 timing.

18

## Q. WHEN IT HAS ELIMINATED THE OBLIGATION TO PROVIDE CERTAIN PRODUCTS AND ELEMENTS, HAS THE FCC RECOGNIZED THAT THERE MAY BE A PERIOD OF TIME DURING WHICH A PRODUCT OR ELEMENT WILL CONTINUE TO BE AVAILABLE TO SOME CARRIERS WHILE NOT

#### **BEING AVAILABLE TO OTHER CARRIERS?**

A. Yes. As I discuss above in connection with cross-connects, the FCC has used the concept
 of "grandfathered" service to give carriers that have relied on a product or service time to

1		adjust to the elimination of the product or service. In these circumstances, the FCC has
2		adopted transitional phase-outs for carriers that have previously relied on the product or
3		service, while making the product or service immediately unavailable to carriers that did
4		not previously rely on it. The FCC thus recognizes that there will be timing differences
5		among CLECs in the implementation of its network unbundling orders. These
6		differences do not result in a form of discrimination prohibited by the Act; instead, they
7		are the result of necessary and often unavoidable differences in the timing of
8		implementation of the FCC's orders.
9		
10	Q.	IN THE UNLIKELY EVENT ESCHELON HAS A NEED FOR UCCRE, CAN IT
11		OBTAIN THE SERVICE FROM QWEST EVEN IF IT IS NOT INCLUDED IN
12		THE ICA?
13	A.	Yes. As I discuss in my direct testimony, in the unlikely event Eschelon has a need for
14		UCCRE, it can obtain the service through Qwest's retail Command-A-Link tariff.
15		
16	Q.	IS MR. DENNEY CORRECT IN STATING THAT THE FCC DID NOT INTEND
17		TO ELIMINATE UCCRE EVEN THOUGH THE FCC HAS REMOVED ACCESS
18		TO DIGITAL CROSS-CONNECT SYSTEMS FROM ITS NETWORK
19		UNBUNDLING RULES?
20	A.	No. As Mr. Denney acknowledges (page 117) UCCRE service is provided through
21		access to digital cross-connect systems. Prior to the TRO, FCC Rule 51.319(d)(2)(iv)
22		required ILECs to provide access to the functionality of digital cross-connect systems.
23		Following the TRO, as Mr. Denney admits, the FCC eliminated this provision, thereby
24		establishing that ILECs are not required to provide access to the functionality of digital
25		cross-connect systems. Because UCCRE service is dependent upon access to these

systems, the FCC's elimination of this unbundling obligation necessarily established that
 ILECs have no obligation to provide unbundled access to UCCRE service.

3 Mr. Denney's suggestion that the FCC did not truly intend to eliminate access to digital cross-connect systems and UCCRE when it modified its unbundling rules after the TRO 4 is inaccurate. First, if there were any merit to the argument that the FCC's unbundling 5 6 rules should not be implemented as they are written but should instead be implemented as 7 a party believes they were intended, the rules would be completely malleable and 8 uncertain. I am not a lawyer, but I do not believe that is how agency rules and 9 regulations are implemented. Second, there is no basis for Mr. Denney's conclusion that 10 the FCC did not intend to eliminate access to digital cross-connect systems in its post-11 TRO rules. If that were the case, the FCC would have corrected its alleged oversight 12 through an errata or some other corrective measure. That it has not done so confirms that 13 it deliberately eliminated UCCRE from its unbundling rules.

14

# Q. DOES THE REQUIREMENT IN RULE 51.305(A)(2)(IV) FOR ILECS TO PROVIDE INTERCONNECTION AT "CENTRAL OFFICE CROSS-CONNECT POINTS" IMPLICITLY IMPOSE A REQUIREMENT TO PROVIDE ACCESS TO CROSS-CONNECT SYSTEMS, AS MR. DENNEY SUGGEST (PAGES 117118)?

A. No. If the FCC had intended to continue requiring ILECs to provide access to UCCRE, it
 would not have deleted the rule requiring that access in reliance on a different rule that
 does not mention access to cross-connect systems. It is simply illogical to assume, as Mr.
 Denney does, that FCC chose to move from a clear requirement in a former rule to a
 vague, inferential requirement based on a rule that does not even address UCCRE.

25

# Q. SHOULD QWEST HAVE THE RIGHT TO STOP OFFERING A SERVICE LIKE UCCRE THAT THE FCC HAS ELIMINATED FROM ITS UNBUNDLING RULES AND THAT CLECS DO NOT ORDER?

- 4 Yes. If the FCC determines that there is no longer a competitive need for ILECs to offer A. 5 a product or a service, ILECs have no legal obligation to continue offering the product or 6 service in new ICAs. Under Mr. Denney's argument and Eschelon's proposal for Sections 7 9.9 and 9.9.1, Qwest would be denied the benefits from these changes in the law for 8 indefinite periods of time because old ICAs do not include the new legal requirements. 9 The result would be that Qwest would be forced to enter into new ICAs that reflect old 10 law and competitive conditions that no longer exist. That approach is not consistent with 11 sound public policy and law, as it would fail to give effect to the FCC's determinations of 12 what the current law should be based on competitive conditions.
- 13

#### 14 Q. PLEASE SUMMARIZE YOUR RECOMMENDATION FOR ISSUE 9-53.

A. The Commission should reject Eschelon's attempt to impose unnecessary administrative
and notice requirements for a product that Qwest has no legal obligation to offer and for
which CLECs, including Eschelon, have shown no demand. In addition, there is no
reasonable basis for requiring Qwest to maintain external and internal documentation,
pricing and ordering information for a service that has never been ordered. The

- 20 Commission should reject Eschelon's proposed Sections 9.9 and 9.9.1 and exclude
- 21 UCCRE from the ICA.
- 22

## VIII. ISSUES 9-54 AND 9-54(A) INCLUSION OF ALL COMPONENTS IN ICA FOR NON-STANDARD UNE COMBINATIONS AND RECURRING RATES FOR NEW COMBINATIONS

#### 26 Q. ARE THESE ISSUES STILL IN DISPUTE BETWEEN THE PARTIES?

1	A.	No. The parties continued their discussions relating to these issues after filing the
2		disputed issues matrix and have reached agreement on both Issue 9-54 and Issue 9-54(a).
3		Accordingly, these issues are no longer in dispute, and there is no need for the
4		Commission to take any action with respect to them.
5		
6		IX. ISSUE 9-55 - COMBINATIONS OF LOOPS AND TRANSPORT
7	Q.	PLEASE PROVIDE AN OVERVIEW OF THE DISPUTES ENCOMPASSED BY
8		ISSUE 9-55.
9	A.	While Issue 9-55 (also identified in the testimony of Mr. Starkey as Subject Matter No.
10		24) encompasses multiple provisions of the ICA, there are a small number of
11		fundamental differences in the parties' positions that account for the parties' conflicting
12		ICA language for these provisions. Generally, Qwest's proposed Section 9.23.4 describes
13		the terms and conditions for Enhanced Extended Loops ("EELs"), Commingled EEL
14		circuits and High Capacity EELs. The Qwest EEL product offering consists of a
15		combination of an Unbundled Loop and Unbundled Dedicated Interoffice Transport
16		("UDIT"). However, in response to Eschelon's proposal, Qwest agreed to remove the
17		terms and conditions associated with commingling ( <i>i.e.</i> , the combining of a UNE and
18		non-UNE network circuit) from Section 9.23 and to create a new ICA Section 24
19		dedicated to commingling. This change in structure has challenged both parties to make
20		sure the necessary terms and conditions are described in each section and to make sure
21		that inappropriate duplication does not occur.
22		
23	Q.	PLEASE DESCRIBE THE SPECIFIC DISPUTE RELATING TO ISSUE 9-55.
24	A.	The dispute covered by Issue 9-55 arises from Eschelon's attempt to define a "Loop
25		Transport Combination" as a generic "umbrella" EEL and then sweep unique products

1	and commingled circuits with unique terms and conditions under this umbrella.
2	Specifically, the products are: EELs, Commingled EEL circuits (which is an
3	arrangement where either an EEL transport or EEL loop circuit is connected to a private
4	line circuit), and High Capacity EELs.9 The problem with Eschelon's proposal is that
5	Qwest does not have a "Loop Transport Combination" generic EEL offering. Through its
6	proposed language, Eschelon is attempting to either create a product offering that does
7	not exist, or eliminate the distinctions between the product offerings and commingled
8	arrangement identified above. In either case, Qwest opposes this attempt on Eschelon's
9	part to create a new Qwest product and, accordingly, objects to inserting the term "Loop-
10	Transport Combinations" in the ICA provisions. Qwest further opposes Eschelon's
11	attempts to add confusion regarding the unique terms and conditions relating to EELs,
12	Commingled EEL circuits, and High Capacity EELs.
13	

## 14 Q. DO YOU HAVE ANY COMMENTS REGARDING MR. STARKEY'S STATED 15 BUSINESS REASON FOR WANTING TO INCLUDED "LOOP-TRANSPORT 16 COMBINATIONS" IN THE ICA?

A. Yes. Mr. Starkey at page 169 states his position that if a combination is created between
a UNE circuit and a private line circuit, then the UNE circuit terms and conditions should
be included in the ICA so that the Washington Commission retains jurisdiction over the
UNE circuit. Mr. Starkey suggests this is Eschelon's only objective in proposing this
language. Specifically, at page 171, he states ". . .that only the UNE components of the
Loop-Transport Combinations are subject to the ICA . . . ."

23

<sup>&</sup>lt;sup>9</sup> Eschelon proposed ICA at 9.23.4.

#### 1 Q. WHAT IS QWEST'S RESPONSE TO THIS CONCERN AND OBJECTIVE OF 2 **ESCHELON'S?** 3 Setting aside Qwest's concerns that the Eschelon language goes way beyond, and is not A. 4 consistent with the Eschelon stated objectives, Qwest is in conceptual agreement with 5 Eschelon -- the ICA should govern the rates, terms and conditions of the UNE circuit in a 6 commingled arrangement and the appropriate tariff or price list should cover the rates. 7 terms and conditions of the private line circuit in the commingled arrangement. 8 However, as I stated above, the Eschelon language is not consistent with (and clearly 9 goes beyond) this clear and simple objective. Eschelon attempts to modify, change and 10 add ambiguities to numerous ICA provisions toward the supposed end of achieving this 11 objection. If this is the actual objective of Eschelon, then Qwest would propose the 12 following ICA language to address Eschelon's concerns and to settle Issue 9-55: 13 When a UNE circuit is commingled with a non-UNE circuit, the 14 rates, terms and conditions of the ICA will apply to the UNE 15 circuit (including Commission jurisdiction) and the non-UNE circuit will be governed by the rates, terms and conditions of the 16 17 appropriate Tariff.<sup>10</sup> 18 Qwest would agree to insert this language both in section 9.23 and in the Eschelon 19 proposed Section 24 Commingling section of the ICA. This is a clear and 20 straightforward manner for addressing Eschelon's expressed concerns without creating 21 undue confusion in Section 9.23 of the ICA. In fact, Qwest has already made such a 22 commitment at section 24.1.2.1. Nonetheless, Owest would agree to state it again to 23 assure Eschelon that this is not a problem that needs extensive and confusing edits to the 24 ICA.

<sup>&</sup>lt;sup>10</sup> "Tariff" as used in the ICA is a defined term that refers to Qwest interstate Tariffs and state tariffs, price lists and price schedules.

1	Q.	YOU STATE THAT THE ESCHELON LANGUAGE GOES BEYOND
2		ESCHELON'S STATED OBJECTIVE. CAN YOU PROVIDE AN EXAMPLE OF
3		WHERE THIS OCCURS?
4	A.	Yes. Eschelon's very first ICA section encompassed by this issue starts the confusion:
5 6		9.23.4 <b>Loop-Transport Combinations</b> : Enhanced Extended Links (EELs), Commingled EELs, and High Capacity EELs.
7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22		Loop-Transport Combination –For purposes of this Agreement, "Loop-Transport Combination" is a Loop in combination, or Commingled, with a Dedicated Transport facility or service (with or without multiplexing capabilities), together with any facilities, equipment, or functions necessary to combine those facilities. At least as of the Effective Date of this Agreement "Loop-Transport Combination" is not the name of a particular Qwest product. "Loop-Transport Combination" includes Enhanced Extended Links ("EELs"), Commingled EELs, and High Capacity EELs. If no component of the Loop-transport Combination is a UNE, however, the Loop-Transport Combination is not addressed in this Agreement. The UNE components of any Loop-Transport Combinations are governed by this Agreement.
23		Eschelon's language providing that "[i]f no component of the Loop-transport
24		Combination is a UNE, however, the Loop-Transport Combination is not addressed in
25		this Agreement" may be clear as it relates to a combination that is all non-UNEs (e.g., is
26		completely a private line), but it implies that if <b>any</b> portion is a UNE, then the whole
27		combination is governed by the ICA. This is contrary to the direct testimony of Mr.
28		Starkey at page 171 where he states "that only the UNE components of the Loop-
29		Transport Combinations are subject to the ICA "
30		
31	Q.	WHAT CONCERNS DOES QWEST HAVE ABOUT HAVING THE ENTIRE
32		COMMINGLED ARRANGEMENT (NOT JUST THE UNE CIRCUIT)

### GOVERNED BY THE ICA UNDER ESCHELON'S LOOP-TRANSPORT UMBRELLA TERM?

3 The net result is that Eschelon is seeking to have Qwest's special access and private line A. 4 circuit's terms and conditions be governed by the ICA. This is improper because special 5 access and private line services are provided pursuant to tariffs, not pursuant to Section 6 251 of the Act, and, accordingly, terms and conditions for these services are found in the 7 governing tariffs, not in ICAs. Moreover, in combination with the Eschelon demands 8 that commingled arrangements be put in place with a single LSR and be billed in CRIS is 9 a direct attempt by Eschelon to have this Commission (via an ICA arbitration) force 10 Qwest to change its special access and private line service order process and billing 11 arrangements. By eliminating the commingling restriction, the FCC modified the rules to 12 permit CLECs to commingle UNEs and combinations of UNEs with services (e.g. 13 switched, special access and private line services offered pursuant to tariff) that a 14 requesting carrier has obtained at wholesale from an ILEC pursuant to any method other 15 than unbundling under section 251(c)(3) of the Act. Wholesale services such as switched 16 and special access services have always been separate and distinct products from those 17 UNE products provided to CLECs under the terms and conditions of their ICA. Each of 18 these products, whether it is tariffed or UNE, has its own established ordering, 19 provisioning, and billing systems and methods. Eliminating the commingling restriction 20 did not change that; and nor where in the TRO or TRRO does the FCC require ILECs to 21 modify the rate, terms and conditions of their special access and private lines services, 22 beyond removing any commingling with UNE restrictions. The FCC only required the 23 ILECs to perform the necessary functions to effectuate such commingling upon request. 24 Qwest has established provisioning processes and methods for all commingled 25 arrangements to meet that requirement and has provided for billing of the UNE rates to

the UNE circuit and the appropriate special access and/or private line tariff rates to the
 tariffed circuit.

3

# Q. ON PAGE 169, MR. STARKEY ACCUSES QWEST, VIA THE ICA, OF ATTEMPTING TO HAVE THE UNE PORTIONS OF A COMMINGLED ARRANGEMENT BE COVERED BY ACCESS TARIFFS. DO YOU AGREE WITH THIS ACCUSATION?

- 8 A. No. Qwest has not made any attempt to have access to UNEs be dictated via its Access
- 9 tariffs. Moreover, Mr. Starkey does not provide any support for his accusation. In fact,
- 10 in agreed ICA language Qwest commits as follows:
- 24.1.2.1 The UNE component(s) of any Commingled arrangement 11 is governed by the applicable terms of this Agreement. The other 12 13 component(s) of any Commingled arrangement is governed by the 14 terms of the alternative service arrangement pursuant to which that component is offered (e.g., Qwest's applicable Tariffs, price lists, 15 catalogs, or commercial agreements). Performance measurements 16 17 and/or remedies under this Agreement apply only to the UNE 18 component(s) of any Commingled arrangement. Qwest is not 19 relieved from those measurements and remedies by virtue of the 20 fact that the UNE is part of a Commingled arrangement.
- 21 Qwest has been clear that when two circuits are commingled, each circuit retains the
- 22 appropriate terms and conditions. Mr. Starkey's unsupported accusations are clearly at
- 23 odds with the Qwest approved ICA language. As I stated above, it is Eschelon's
- 24 proposed melding of EELs, Commingled EEL circuits and High Capacity EELs into a
- 25 single umbrella product that creates the confusion regarding this issue.
- 26

### Q. MR. STARKEY QUOTES FCC REFERENCES TO "LOOP TRANSPORT COMBINATIONS" IN HIS TESTIMONY AS SUPPORT FOR THE ESCHELON

1		LANGUAGE. <sup>11</sup> WHAT IS YOUR RESPONSE TO THESE FCC REFERENCES?
2	A.	Both references, to paragraph 575 and 576 of the TRO, discuss "UNE combinations,"
3		which means a combination that is made up of a UNE loop and UNE Transport. Neither
4		of these cites discusses combinations between UNEs and Non-UNEs. I fail to see the
5		leap that Mr. Starkey makes that because the FCC discusses "UNE Combinations" that
6		Eschelon is free to attempt to thrust a new loop transport definition upon Qwest that
7		covers UNE and UNE with private line combinations.
8		Mr. Starkey's next two FCC references, to paragraphs 584 and 593 of the TRO, actually
9		support the Qwest language. Paragraph 584 notes that combinations of UNE and private
10		line combinations are clearly identified as "commingled" loop transport combinations,
11		and paragraph 593 further defines such arrangements as a "commingled EEL."
12		Commingled EEL is the Qwest name for UNE and private line loop-transport
13		combinations. His final cite at paragraph 594 again modifies loop transport combinations
14		with the "commingled" descriptor.
15		In summary, none of the FCC references identified by Mr. Starkey supports Eschelon's
16		proposal for use of a confusing umbrella definition of "loop transport combination" that
17		attempts to cover UNE and UNE with private line combinations.
18		
19	Q.	AT PAGE 175, MR. STARKEY CLAIMS THE USE OF LOOP TRANSPORT
20		COMBINATION IS "EFFICIENT" BECAUSE YOU DON'T HAVE TO LIST ALL
21		THREE TERMS MULTIPLE TIMES. DO YOU AGREE?
22	A.	No. The three EELs identified by Mr. Starkey (i.e., EELs, Commingled EEL circuits and
23		High Capacity EELs) have different terms and conditions that apply to each arrangement

<sup>&</sup>lt;sup>11</sup> See Starkey Direct Testimony at 173-74.

and, accordingly, should be listed and addressed separately. There is nothing "efficient"
 about to trying to discuss three distinct service arrangements as if they are a single
 product.

4

# 5 Q. IN SUMMARY, WHY SHOULD THE COMMISSION ADOPT QWEST'S 6 PROPOSAL AND REJECT ESCHELON'S USE OF THE TERM "LOOP7 TRANSPORT COMBINATIONS?"

A. The FCC uses the term "loop-transport combination" to generally describe varieties of
EELs, not to establish an unbundled product separate from EELs. By contrast, Eschelon
uses "loop-transport combination" as a defined term that applies equally to EEL, high
capacity EEL circuits and commingled EELs. Although "loop-transport combination" is
not a Qwest product, Eschelon improperly proposes to assign product attributes to it. *See, e.g.*, §§ 9.23.4.4.3.1 (intervals); 9.23.4.5.1.1. (Billing); 9.23.4.6.6. (BANS).

Qwest has developed and implemented separate and distinct systems, procedures and
 provisioning intervals for EELs, UNEs and tariffed private line services and is under no
 legal requirement to implement costly modifications to provide Eschelon's proposed
 "loop-transport combination" umbrella product.

18 If Eschelon's true concern is that UNEs be governed under the ICA and Commission
19 jurisdiction while non-UNE (e.g. private line) circuits are governed under the tariff, the
20 Qwest proposed ICA language addresses that concern. Qwest recommends the
21 Commission adopt the Qwest proposed language and that it reject the Eschelon Loop22 Transport Combination language.

23

#### 1 X. ISSUES 9-56 AND 9-56A – SERVICE ELIGIBILITY CRITERIA AUDITS

# Q. MR. DENNEY EXPLAINS AT PAGE 131 OF HIS DIRECT TESTIMONY THAT ESCHELON'S PROPOSAL RELATING TO SERVICE ELIGIBILITY AUDITS IS PREMISED ON THE ASSUMPTION THAT THE FCC PERMITS ILECS TO CONDUCT THESE AUDITS ONLY UPON A SHOWING OF CAUSE? IS MR. DENNEY CORRECT IN ASSERTING THAT AN ILEC MUST STATE THE REASON OR CAUSE BEFORE CONDUCTING AN AUDIT?

8 No. This issue involves a straightforward interpretation and application of the FCC's A. 9 rulings in the TRO relating to the rights of ILECs to conduct audits to determine if 10 CLECs are complying with the service eligibility requirements that apply to high capacity 11 EELs. Mr. Denney relies on a partial, incomplete quote and an inaccurate description of 12 the FCC's rulings in an attempt to support his assertion that "Qwest is required by the 13 FCC to have cause before conducting an audit regarding CLEC compliance with service 14 eligibility requirements." An accurate reading of the TRO shows that the FCC did not 15 impose a "cause" requirement for ILEC audits.

16

## PLEASE DESCRIBE THE AUDIT RIGHTS THAT THE FCC GRANTED ILECS IN THE *TRO* FOR DETERMINING CLEC COMPLIANCE WITH THE SERVICE ELIGIBILITY CRITERIA.

A. Contrary to Mr. Denney's assertion, the FCC did not condition ILEC audit rights on a
demonstration of cause or its reason to believe that a CLEC is violating the service
eligibility criteria. Instead, as described in paragraph 626 of the *TRO*, an ILEC is
permitted to "obtain and pay for an independent auditor to audit, on an annual basis,
compliance with the qualifying service eligibility criteria." The auditor must issue an
opinion regarding the requesting carrier's compliance with the criteria. If the auditor

1		determines that the CLEC is not in compliance, the CLEC must make true-up payments,
2		convert non-complying circuits to the appropriate service, and may have to pay the costs
3		of the independent auditor. If the auditor concludes that the CLEC is complying with the
4		criteria, the ILEC must reimburse the CLEC for the costs associated with the audit.
5		Nowhere in this description of ILEC audit rights does the FCC refer to or impose a
6		demonstration of reason or cause requirement.
7		
8	Q.	SINCE THE FCC DID NOT IMPOSE A REASON OR CAUSE REQUIREMENT
9		FOR SERVICE ELIGIBILITY AUDITS, IS THE AUDIT PROCESS SUBJECT
10		TO POTENTIAL ABUSE BY THE ILECS, AS MR. DENNEY CLAIMS?
11	A.	No. While the FCC did not impose a reason or cause requirement, it did take steps to
12		ensure that ILECs would not abuse the audit process. Specifically, as I describe above,
13		the FCC established that if an auditor concludes that the CLEC is complying with the
14		service eligibility criteria, the ILEC must reimburse the CLEC for the costs associated
15		with the audit. This reimbursement obligation gives ILECs a strong incentive not to
16		conduct abusive audits. Indeed, the FCC stated in paragraph 628 of the TRO that the
17		intent of this reimbursement requirement for ILECs is to "eliminate the potential for
18		abusive or unfounded audits." In addition, the TRO establishes that ILECs are permitted
19		to conduct audits only "on an annual basis," which further prevents ILECs from
20		conducting abusive audits. It is through this reimbursement scheme and the annual limit
21		on audits, not through a "cause" requirement, that the FCC eliminated the potential for
22		abusive audits.

23

## 24 Q. HOW DOES MR. DENNEY INACCURATELY QUOTE THE *TRO* IN 25 CLAIMING THAT THE FCC IMPOSED A REASON OR CAUSE

#### 1 **REQUIREMENT FOR SERVICE ELIGIBILITY AUDITS?**

2 A. Mr. Denney relies on a partial quote of paragraph 621 of the TRO where the FCC quotes 3 a prior order in which it said that audits "will not be routine practice" and will be 4 undertaken only when the ILEC has a concern about compliance with the service 5 eligibility criteria. The first problem with Mr. Denney's presentation of this quote is that 6 the statement is from an FCC order - the Supplemental Order Clarification - that was 7 superseded by the TRO's pronouncements relating to service eligibility requirements and 8 ILEC audit rights. It is curious that Mr. Denney does not quote or describe in any detail 9 the FCC's rulings in the TRO relating to audit rights, since those rulings are the FCC's 10 latest and last word on the subject. The second problem with Mr. Denney's reliance on 11 this quote is that he fails to discuss the footnote – footnote 1898 from the TRO – that 12 follows the paragraph from which the quote is taken. In that paragraph, the FCC 13 summarizes the audit rights it established in the Supplemental Order Clarification. 14 Conspicuously absent from that summary is any mention of a "with cause" requirement. 15 In summary, Mr. Denney's attempt to take a single sentence (out of an entire section 16 describing audit rights) out of context is not persuasive. The FCC has consonantly been 17 specific regarding audit rights, if there was any requirement of a "with cause" standard, it 18 would be specifically identified.

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#### 20 Q. MR. DENNEY ALSO IMPLIES (PAGE 131) THAT QWEST HAS NOT AGREED

TO REIMBURSE ESCHELON FOR THE COSTS OF AN AUDIT IF AN

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#### AUDITOR DETERMINES THAT ESCHELON IS COMPLYING WITH THE

#### 23 SERVICE ELIGIBILITY CRITERIA? IS THAT ASSERTION ACCURATE?

A. No. Mr. Denney has overlooked or ignored an agreed provision in the ICA under which
 Qwest commits very clearly that it will reimburse Eschelon for the costs of an audit that

1		results in a finding that Eschelon is complying with the service eligibility criteria.
2		Section 9.23.4.3.1.3.5 could not be any clearer:
3 4 5 6 7 8		To the extent the independent auditor's report finds that [Eschelon] complied in material respects with the Service Eligibility Criteria, Qwest must reimburse [Eschelon] for [Eschelon's] costs associated with the audit, including staff time and other appropriate costs for responding to the audit ( <i>e.g.</i> , collecting data in response to auditor's inquiries, meeting for interviews, etc.).
9		As this language shows, the reimbursement scheme the FCC adopted as protection
10		against abusive audits is in the ICA. There is therefore no practical need and no legal
11		basis for Eschelon's "cause" proposal.
12		
13	Q.	HOW SHOULD THE COMMISSION RESOLVE THIS ISSUE?
14	A.	The Commission should reject Eschelon's proposed addition to 9.23.4.3.1.1, and thereby
15		allow Qwest to retain the limited audit rights granted by the FCC in the TRO. Further,
16		for the same reasons I describe above, the Commission should reject Eschelon's demand
17		that Qwest provide information about specific circuits that may not be in compliance with
18		the service eligibility requirements as a pre-condition to an audit. There is no cause
19		requirement for audits and certainly no mention anywhere by the FCC of a requirement to
20		identify specific circuits as a pre-condition to an audit.
21		
22 23	OR	XI. ISSUES 9-58 (ALL A,B,C,D,E) - DERING, BILLING, AND CIRCUIT ID FOR COMMINGLED ARRANGEMENTS
24	Q.	PLEASE PROVIDE A SUMMARY OF THIS ISSUE.
25	A.	Issue 9-58 and the related sub-issues (a,b,c,d,e) (identified in Eschelon's testimony as
26		Subject Matter No. 26) involve process-related disputes between the parties. When a
27		CLEC orders either an EEL loop or EEL transport commingled with a private line

1 transport circuit or a channel termination circuit (a Commingled EEL), it is necessary to 2 order, provision and bill each circuit out of the appropriate Owest service order systems 3 and to follow the established processes Qwest has for these products. For example, when 4 a CLEC orders an EEL Loop commingled with a private line transport circuit, the design 5 of Qwest's systems and processes requires that the CLEC order the EEL loop by submitting a local service request ("LSR"). Qwest bills the CLEC for this network 6 7 element through its "CRIS" system. By contrast, the design of Qwest's systems and 8 processes requires that the CLEC order the private line transport circuit by submitting an 9 access service request ("ASR"), and Qwest bills the CLEC for this circuit through a 10 different billing system referred to as the "IABS system." Each circuit is separate and is 11 assigned its own circuit identification number ("circuit ID"). Moreover, the EEL loop is 12 provided pursuant to terms and conditions that are specific to that facility, and the private 13 line transport circuit is provided based on specifically defined terms and conditions set 14 forth in tariffs.

15 This dispute arises because of Eschelon's demands that Qwest modify its systems and 16 processes so that commingled EELs are provisioned and processed as though they are a single, unified UNE element instead of a combination of two very distinct circuits with 17 18 distinct characteristics and provisioning requirements. Eschelon's proposals in this regard 19 would require very significant changes to Qwest's systems and processes at a very 20 substantial cost. In addition to the fact that Qwest has no obligation to make such 21 changes, Eschelon apparently is not proposing to compensate Qwest for the costs they 22 would impose.

Issue-58 is also connected with Issue 9-55, which arises from Eschelon's attempt to
define a "Loop Transport Combination" as a generic "umbrella" EEL and then sweep

1		unique products and commingled circuits with unique terms and conditions under this
2		umbrella. Specifically, they are: EELs, Commingled EEL circuits (which is an
3		arrangement where either an EEL transport or EEL Loop circuit is connected to a private
4		line circuit) and High Capacity EELs. The net result is that Eschelon is requesting that
5		the Qwest special access and private lien circuits in a commingled arrangement be
6		governed by the ICA.
7		
8	Q.	WHAT CONCERNS DOES QWEST HAVE ABOUT HAVING THE ENTIRE
9		COMMINGLED ARRANGEMENT (NOT JUST THE UNE CIRCUIT)
10		GOVERNED BY THE ICA UNDER ESCHELON'S LOOP-TRANSPORT
11		UMBRELLA TERM?
12	A.	As I discuss above, Qwest is concerned that Eschelon is seeking to have Qwest's special
13		access and private line circuit's terms and conditions be governed by the ICA. This is
14		improper because these are tariffed services that Qwest does not provide pursuant to
15		Section 251 of the Act, and, therefore, ICA terms and conditions do not apply to them.
16		Moreover, the combination of Eschelon's demands that commingled arrangements be put
17		in place with a single LSR and be billed in CRIS is a direct attempt to have this
18		Commission (via an ICA arbitration) force Qwest to change its special access and private
19		line service order process and billing arrangements. <sup>12</sup>
20		By aliminating the commingling restriction, the ECC modified the rules to normit CLECs
		By eliminating the commingling restriction, the FCC modified the rules to permit CLECs
21		to commingle UNEs and combinations of UNEs with services (e.g. switched, special
22		access and private line services offered pursuant to tariff) that a requesting carrier has
23		obtained at wholesale from an ILEC pursuant to any method other than unbundling under

<sup>&</sup>lt;sup>12</sup> See Denney Direct Testimony at 133.

1 section 251(c)(3) of the Act. Wholesale services such as switched and special access 2 services have always been separate and distinct products from those UNE products 3 provided to CLECs under the terms and conditions of their ICA. Each of these products, 4 whether the product is tariffed or a UNE, has its own established ordering, provisioning, 5 and billing systems and methods. Eliminating the commingling restriction did not 6 change this. Nowhere in the TRO or TRRO does the FCC require ILECs to modify the 7 rate, terms and conditions of their special access and private lines services, beyond 8 removing any commingling with UNE restrictions. The FCC only required the ILECs to 9 perform the necessary functions to effectuate such commingling upon request. Qwest has 10 established provisioning processes and methods for all commingled arrangements to meet 11 that requirement. Qwest's processes and methods provide for billing of the UNE rates to 12 the UNE circuit and the appropriate special access and/or private line tariff rates to the tariffed circuit. 13

14

# Q. MR. DENNEY PAINTS A PICTURE ON PAGE 144 TO 145 THAT HAVING TO ORDER COMMINGLED EELS IN THE MANNER PROPOSED BY QWEST IS SO ONEROUS AND INEFFICIENT THAT THE ONLY ALTERNATIVE IS TO EXIT THE MARKET OR PURCHASE SPECIAL ACCESS TARIFFS. DO YOU HAVE ANY COMMENTS?

A. Yes. Mr. Denney, in several instances (page 144) in his testimony, refers to Commingled
EELs as a product. A Commingled EEL is a commingled arrangement, consisting of an
EEL transport or EEL Loop circuit connected to a Private Line transport or Private Line
channel termination circuit. Both the UNE and the Private Line circuits are ordered and
billed separately, and there are numerous possible variations that do no lend to a

Commingled EEL being defined as a "product" offering as Eschelon is demanding Qwest
 create and develop.

3 Moreover, numerous UNE, access and private line network arrangements require 4 multiple orders to be placed and multiple circuit IDs to be managed. Even Eschelon acknowledges with their language at Section 9.23.4.5.4 that multiplexed facilities require 5 at least two service orders and multiple circuits IDs. The typical arrangement of 28 DS1s 6 7 multiplexed on to a DS3 facility will have up to 29 different circuit IDs. This is true in 8 the UNE EEL, special access and private line arena. Eschelon has not suggested that 9 Qwest commingle two separate facilities of different bandwidth/capacity into one order, 10 one bill, and one circuit ID. I fail to understand how having a Commingled EEL 11 arrangement when the private line circuit and the EEL circuit are the same bandwidth 12 capacity provisioned with two service orders and managing two circuit IDs is so beyond 13 the capability of Eschelon that they will potentially exit the Washington marketplace.

14

#### 15 Q. DOES THIS MEAN THAT NOT ONLY ARE THE TWO SERVICE ORDERS

16

#### AND TWO CIRCUIT IDS UNDER DISPUTE AS A SUB-SECTION OF EELS,

#### 17 BUT ALSO AS A SUB-SECTION OF SAME BANDWIDTH EELS?

A. Yes. When available, a CLEC will select the all UNE EEL option, so Eschelon's
 dramatic statements about potentially exiting the Washington marketplace because of

dramatic statements about potentiarly exiting the wasnington marketplace because of

- having to manage one additional circuit ID and one additional service order per EEL
  revolve around a very narrow application -- that of a single bandwidth Commingled EEL
- 22 when the all UNE loop and transport EEL is not available. It is not realistic that this

narrow circumstance could have the broad market implications that Mr. Denney suggests.

23 24

1	Q.	WHEN WOULD YOU TYPICALLY SEE A SINGLE BANDWIDTH
2		COMMINGLED EEL UTILIZED BY A CLEC?
3	A.	Generally, a CLEC's first choice will be to use UNE transport and UNE loops (when
4		available) to make a UNE EEL. In the event one or the other is not available, then a
5		CLEC will use a special access or private line circuit with a UNE circuit in a commingled
6		arrangement, i.e., a Commingled EEL. Qwest agrees with Mr. Denney, that a typical
7		need for a same bandwidth Commingled EEL is when the transport is between non-
8		impaired wire centers, but a UNE loop is still available. <sup>13</sup>
9		
10	Q.	WHAT IS THE SPECIFIC DISPUTE ENCOMPASSED BY ISSUE 9-58?
11	A.	Issue 9-58 involves Eschelon's attempt to require Qwest to overhaul its systems and
12		processes to make them capable of handling a single LSR service order request whenever
13		Eschelon orders any so-called "Loop-Transport Combination" umbrella term to cover
14		both UNE EELs and Commingled EELs (which could be a commingled arrangement
15		between a UNE circuit and a special access circuit). <sup>14</sup> See Echelon's proposed language
16		for sections 9.23.4.5.1, 9.23.4.5.1.1 and 9.23.4.5.4.
17		
18	Q.	DOES THIS CREATE A PROCESS AND INSTALLATION CONCERN FOR
19		QWEST?
20	A.	Yes, in particular, this concern arises when the request is for a Commingled EEL. For
21		example, when a CLEC orders an EEL Loop commingled with a special access transport
22		circuit, the design of Qwest's systems and processes requires that the CLEC order the
23		EEL loop by submitting a LSR. Qwest bills the CLEC for this network element through
22		circuit, the design of Qwest's systems and processes requires that the CLEC order the

<sup>&</sup>lt;sup>13</sup> See Denney Direct Testimony at 144.

<sup>&</sup>lt;sup>14</sup> See Denney Direct Testimony at 133.

1 its "CRIS" system. By contrast, the design of Qwest's systems and processes requires 2 that the CLEC order the special access transport circuit by submitting an ASR, and Owest 3 bills the CLEC for this circuit through a different billing system referred to as the "IABS 4 system." 5 WHAT IS YOUR RESPONSE TO MR. DENNEY'S STATEMENT THAT 6 Q. 7 **ESCHELON'S PROPOSALS (THAT THE COMMINGLED EEL BE** 8 **IMPLEMENTED ON A SINGLE LSR) ARE "SIMPLE"?** 9 A. Despite Mr. Denney's representation on page 134 that Eschelon's proposals are "simple," 10 the simplistic idea of using the remarks section of the LSR to convey that this is a UNE 11 circuit commingled with a private line circuit is not reasonable or feasible with the current Qwest provisioning systems.<sup>15</sup> The remarks section can be utilized to convey 12 13 information at the time of ordering or repair. However, once the initial activity has been 14 completed, Qwest's systems do not retain, much less read, the remarks section of the 15 original LSR. This is even more critical as I discuss later in this section the related 16 Eschelon request for a single circuit ID. 17 CAN YOU PROVIDE AN EXAMPLE OF A SYSTEM THAT CANNOT READ 18 Q. 19 **THE REMARKS SECTION?** 20 A. Yes. UNEs are subject to specific performance indicator measurements ("PIDs") and 21 potential payments. Special access and private line arrangements are not subject to the 22 same performance indicator measurements and potential payments. If Qwest were 23 required to create a hybrid product (such as would result if all of Eschelon's proposals in 24 9-58 A,B,C,D,E were adopted by the Commission) that was a mix of both the UNE

<sup>&</sup>lt;sup>15</sup> See Denney Direct Testimony at 149.

1		circuit and private line facilities, it would be inappropriate to subject Qwest to UNE-
2		specific PIDs and potential payments on this hybrid product.
3		If a single LSR and single circuit ID (as Eschelon proposes in 58 A) were utilized, how
4		would the Qwest systems magically know what part of the hybrid circuit had an
5		installation and/or repair issue to know if specific performance indicator measurements
6		and potential payments would apply? In addition, our systems used to track these
7		measurements do not read and filter results by the remarks section of the LSR. While
8		Qwest believes the complete Eschelon proposal in Issue 9-58 A,B,C,D,E should be
9		rejected, at a minimum, the Commission would need to exclude such hybrid products
10		from the Washington UNE-specific performance indicator measurements.
11		
12	Q.	DOES QWEST COMMIT IN THE ICA THAT THE UNE CIRCUIT
13		COMMINGLED WITH A PRIVATE LINE CIRCUIT (COMMINGLED EEL)
14		WILL BE PROPERLY MEASURED BY PIDS, AND IF APPROPRIATE, THAT
15		PAP PAYMENTS WILL BE MADE IF THERE IS A PERFORMANCE ISSUE
16		WITH UNE?
17 18 19 20 21 22 23 24 25 26 27	A.	<ul> <li>Yes. Qwest has made that commitment in the ICA at 24.1.2.1:</li> <li>24.1.2.1 The UNE component(s) of any Commingled arrangement is governed by the applicable terms of this Agreement. The other component(s) of any Commingled arrangement is governed by the terms of the alternative service arrangement pursuant to which that component is offered (e.g., Qwest's applicable Tariffs, price lists, catalogs, or commercial agreements). Performance measurements and/or remedies under this Agreement apply only to the UNE component(s) of any Commingled arrangement. Qwest is not relieved from those measurements and remedies by virtue of the fact that the UNE is part of a Commingled arrangement.</li> </ul>

1		The Qwest process for Commingled EELs allows the correct performance measurements
2		to still occur for the UNE circuit.
3		
4	Q.	HAS ESCHELON OFFERED TO REIMBURSE QWEST FOR ANY
5		ADDITIONAL COSTS THAT ITS PROPOSAL WOULD CAUSE QWEST TO
6		INCUR?
7	A.	No. I am not aware that Eschelon has made any offer to reimburse Qwest for the unique
8		service ordering process costs its single LSR demand would create.
9		
10	Q.	ARE OTHER CLECS USING QWEST'S EXISTING SYSTEMS AND
11		PROCESSES TO ORDER COMMINGLED EELS?
12	A.	Yes. Despite Mr. Denney's statements on pages 144 to 145, other CLECs are finding the
13		Qwest Commingled EEL to be a useful product and Qwest is successfully provisioning
14		other CLEC's requests for commingled EELs based on the process outlined by Qwest in
15		its proposed Section 9.23.4.5. Qwest is not aware of a single CLEC who has claimed that
16		the Commingled EEL ordering process is so "difficult" that they are ordering private line
17		services as an alternative. As mentioned in my direct testimony, Qwest believes its
18		necessary requirement for two separate orders and two separate circuit IDs is consistent
19		with at least one other ILEC's ordering process for commingled arrangements.
20		
21	Q.	DOES QWEST BELIEVE THIS ARBITRATION IS THE CORRECT FORUM
22		FOR DISCUSSING DETAILED OPERATIONAL SUPPORT SYSTEMS (OSS)
23		RELATED CHANGES SUCH AS ESCHELON'S SINGLE LSR REQUEST?
24	A.	No. Qwest has developed and implemented OSS related procedures and intervals for
25		UNE EELs, and UNEs commingled with special access circuits and is under no legal

1	requirement to modify these systems to support Eschelon's proposed "Loop-Transport
2	Combination" single umbrella OSS process concept. Mr. Denney is incorrect when he
3	attempts to claim on page 146 that Eschelon is not asking Qwest to modify systems and
4	incur costs. Such modifications as Eschelon proposes in Issue 9-58 would require Qwest
5	to incur significant OSS related costs that it is entitled to recover under the Act.
6	Further, the Change Management Process ("CMP") was approved as part of Section 271
7	proceedings by both this Commission and the FCC for the purpose of providing a vehicle
8	to address the types of changes in OSS related processes and systems changes that impact
9	UNEs. From a CLEC's perspective, the purpose of CMP is to provide CLECs with a
10	meaningful opportunity to modify OSS related systems, processes and procedures. CMP
11	also allows CLECs collectively to prioritize what changes should be made to OSS related
12	systems. This stands in contrast to Eschelon's attempt here to circumvent the CMP
13	process and have this arbitration redefine OSS related service order changes without the
14	prioritization input from other CLECs. In summary, even if the changes to the LSR
15	ordering process that Eschelon is proposing were appropriate – which they are not – the
16	CMP is the proper forum for raising any concerns with UNEs. For more detail regarding
17	CMP, please see the testimony of Qwest witness Renee Albersheim.
18	

19

20

#### Q. ARE THERE OTHER STAKE HOLDERS, BESIDES CLECS, THAT WOULD BE IMPACTED BY THE CHANGES ESCHELON DEMANDS?

A. Yes. Interexchange Carriers ("IXCs") use ASRs and IABs billing in addition to CLECs.
Any changes made to these process and systems impact these large users. In addition,
ordering and billing requirements for IABS and CRIS are governed by the Ordering and
Billing Forum ("OBF") (a national forum) and are set on a national basis. While there
may be some options concerning how to implement these national standards, it is an

1		extensive and lengthy process to review and implement any significant changes to them
2		because so many carriers are affected by the changes. Clearly, Qwest cannot change its
3		ordering and billing practices simply because one CLEC wants it to.
4		
5	Q.	HAS A CMP REVIEW BEGUN FOR COMMINGLED EELS?
6	A.	Yes. Commingling is a requirement that resulted from the TRO and TRRO proceedings
7		that required ILECs to provide commingled arrangements between UNEs and special
8		access and private lines. Therefore, CMP is the appropriate forum for potential TRRO
9		generated systems changes. Initially, numerous CLECs, including Eschelon, agreed that
10		TRRO legal issues were not settled, the change request intended to complete TRRO
11		related work has been deferred pending completion of the TRRO wire center dockets in
12		Qwest's states. However, since then Qwest has reactivated the TRO/TRRO related CR
13		and discussions are under way as to how best to review the various systems and process
14		changes that occurred as a result of these FCC orders. For more detail regarding CMP
15		and TRRO related changes, please see the testimony of Qwest witness Renee Albersheim.
16		
17	Q.	WHAT DOES QWEST RECOMMEND THE COMMISSION ORDER WITH
18		<b>RESPECT TO ISSUE 9-58?</b>
19	A.	The Commission should reject Eschelon's attempt to force Qwest to modify its systems
20		and processes for special access and private line to accommodate Eschelon's proposed
21		and improper "Loop-Transport Combination" umbrella term. Under Eschelon's proposal,
22		Qwest would be required to (1) create an entirely new and unique hybrid service, and (2)
23		permit Eschelon to submit one LSR to order this hybrid service. Qwest's existing
24		ordering, provisioning, and billing processes already provide the ability to commingle
25		tariffed special access and UNE services when properly requested via their respective

1		ordering processes. Qwest's commingling processes are no different than those
2		implemented by other ILECs.
3		To the extent Eschelon has any concerns, the Commission should indicate that Eschelon
4		can properly address their OSS related concerns for UNEs in the appropriate TRO/TRRO
5		related CMP proceeding.
6		Moreover, UNEs are subject to specific performance indicator measurements and
7		potential payments. It would be inappropriate to apply these measurement and payment
8		provisions to the "Loop-Transport combination" since these combinations contain a non-
9		UNE private line circuit that is not subject to these provisions.
10		In summary, the Commission should allow this section to remain as proposed by Qwest
11		and consistent with the current Qwest methods and procedures for processing not only
12		EEL services commingled with tariffed services, but also all commingling requests.
13		
14	Q.	WHAT IS THE SPECIFIC DISPUTE IN ISSUE 9-58(a)?
15	A.	Issue 9-58(a) involves Eschelon's attempt to require Qwest to change its processes by
16		assigning a single circuit ID to Eschelon's proposed "Loop-Transport Combination"
17		umbrella of offerings and as a result for Commingled EELs.
18		
19	Q.	IS IT NECESSARY FOR QWEST TO HAVE SEPARATE CIRCUIT IDS FOR
20		THE DIFFERENT CIRCUITS THAT COMPRISE A COMMINGLED EEL?
21	A.	Yes. Eschelon's demand that Qwest use a single circuit ID for commingled EELs instead
22		of separate identification numbers for the UNE and non-UNE (special access and/or
23		private line) circuits is improper for several reasons. Many of the factors I have
24		described above apply with equal force to Eschelon's single circuit ID request. First,

1		circuit IDs often include product-specific information that Qwest relies upon for proper
2		processing, monitoring of performance indicator measurements and billing of products.
3		Using a circuit ID assigned to a UNE for a tariffed service may result in mis-
4		identification of the service and lead to billing and other errors. Second, there is no legal
5		requirement for Qwest to change its systems for this purpose; indeed, Qwest uses
6		separate circuit ID numbers for other CLECs, so adoption of that approach for Eschelon
7		will not result in unequal treatment. Third, CMP is the correct forum to address such
8		OSS-related process changes. Fourth, it would be very costly for Qwest to modify its
9		operation systems to meet Eschelon's demand for use of the same circuit ID number after
10		a conversion. As far as I am aware, Eschelon is not proposing to compensate Qwest for
11		the costs to implement this very substantial change.
12		
13	Q.	WHY IS CMP, NOT THIS ARBITRATION, THE CORRECT FORUM FOR
14		ESCHELON TO SEEK THE USE OF A SINGLE CIRCUIT ID FOR
15		COMMINGLED ARRANGEMENTS?
16	A.	Eschelon's demand for a single circuit ID involves processes that affect all CLECs, not
17		just Eschelon. This demand should therefore be addressed through the CMP, not through
18		an arbitration involving a single CLEC.
19		
20	Q.	YOU MENTIONED THE CIRCUIT ID CONTAINS INFORMATION ABOUT
21		THE SPECIFIC CIRCUIT. COULD YOU PLEASE PROVIDE EXAMPLES OF
22		THE TYPE OF INFORMATION?
23	A.	Yes. In his testimony, Mr. Denney makes reference to how simple is Eschelon proposals
24		that Qwest use some note in the remarks section to identify that a circuit ID is in error
25		and does not correctly identify the circuit. I have discussed above how the remarks

1	section is not retained in the Qwest systems. In addition, given the mixed or hybrid
2	nature of what Eschelon is proposing, how would downstream systems be able to identify
3	and manage the facility properly if the circuit ID they are using is incorrect?
4	By way of illustration, set forth below is the Circuit ID of an unbundled DS-1 loop and a
5	Private Line DS-1 channel termination (the closest equivalent to a DS1 unbundled loop)
6	Service, along with an indicator of what each character means:
7	DS-1 Private Line Service: 15/HCGS/147426/NW
8 9 10	DS-1 Unbundled Loop: 3/HCFU/105228/NW The first two characters or in this case numbers (15 and 3) are the prefix and they indicate the LATA and the type of circuit. For this instance:
11 12	15 denotes Private Line in LATA 628 in MN 3 denotes Unbundled DS-1 Loop in LATA 628 in MN
13 14	The next four characters are the service code and service modifiers and in this case:
15 16 17 18	HCGS denotes the DS-1 Service Technical Characteristics (HC) and it is an interstate service (GS) HCFU denotes the DS-1 Service Technical characteristics (HC) and it is intrastate service (FU)
19 20 21 22 23	The next set of 6 numerical characters are the serial number of the circuit. It is necessary to issue a new Serial Number to ensure that no duplication occurs. This serial number is generated automatically. The last two Characters represent the region where the circuit exists and in this case it is North West.
24	When a circuit ID does not actually reflect the service being provided, it can cause
25	provisioning, billing and documentation of service quality concerns. To have a single
26	circuit ID for commingled EELs would require Qwest to develop and implement a new
27	circuit identification for what is essentially a hybrid product within Qwest's pre-order,
28	order, provisioning, circuit inventory and tracking systems, repair and associated billing
29	systems. Again, circuit IDs are developed using a national Telcordia standard. Qwest

cannot just decide to "make up" a new way of using the circuit IDs without it potentially
having a national impact. Major changes also would be required for all of Qwest's
associated technical publications that support these systems. This would be an extremely
time-consuming and expensive undertaking. Further, given the service performance
measurements issues discussed above, it may not be possible to identify and apply
appropriate PID and PAP measurements to the product.

7

### 8 Q. PLEASE RESPOND TO MR. DENNEY'S STATEMENT REGARDING HOW A 9 COMMINGLED EEL OFTEN REPLACES AN EXISTING FACILITY.<sup>16</sup>

A. Commingled EELs can be put in place in generally two ways -- through a completely
new installation or through a conversion. In a conversion situation, the same network
facilities are commonly used to convert from an all UNE EEL (or all private line service)
to a Commingled EEL arrangement. However, to state that this is only a name and price
change that effectively could be carried out on the back of an envelope, as Mr. Denney
suggests, fails to recognize the fact that each of the circuits in the commingled
arrangement have different rates, terms and conditions of service.

One analogy is basic residential telephone service (the 1FR) as compared to the to the flat business line (1FB). It is true that the same facilities can be used (or even converted) from one to the other and there is a corresponding name and price change. However, the differences in terms and conditions can be very different. For a residential line new connect, Qwest may have a Provider of Last Resort (POLR) obligation to build, while the business line may not. The business line telephone number may be advertised in the business section of the directory, a residential line can not. A business line may be

<sup>&</sup>lt;sup>16</sup> See Denny Direct Testimony at 142-43.

1		serving a 9-1-1 center and eligible for TSP, and therefore have priority restoration in an
2		emergency, while the residential line may not.
3		The fact that the same network facilities are utilized is not a reason to put in place a
4		process that does not insure that the correct terms and conditions of service are followed
5		for each circuit in a commingled arrangement.
6		
7	Q.	HOW SHOULD THE COMMISSION RESOLVE ISSUE 9-58(A)?
8	A.	For the reasons I describe above and in my direct testimony, the Commission should
9		adopt Qwest's proposed language for Section 9.23.4.5.4 and reject Eschelon's language
10		that would require the use of a single circuit ID for commingled EELs and all so-called
11		"Loop-Transport Combinations."
12		
13	Q.	PLEASE DESCRIBE THE DISPUTE RELATING TO ISSUE 9-58(B).
14	A.	This issue arises because of Eschelon's demand that for each so-called "Loop-Transport
15		Combination," Qwest should use a single billing account number ("BAN") – or issue a
16		single bill – for the different circuits that are commingled. Eschelon presents this
17		demand in its proposed language for Section 9.23.4.6.6. Because Qwest opposes this
18		improper demand, it recommends the Eschelon's proposed Section 9.23.4.6.6 should be
19		excluded from the ICA.
20		
21	Q.	WHY IS ESCHELON'S DEMAND FOR USE OF A SINGLE BILLING
22		ACCOUNT NUMBER IMPROPER?
23	A.	Eschelon's demand that Qwest use a single BAN for the elements comprising a
24		commingled EEL or for Eschelon's proposed "Loop-Transport Combination" fails to
25		recognize that BANs contain essential product-specific information that affects the proper

1		billing for products. This information affects, for example, whether a product is billed at
2		a UNE-based rate or at a tariffed rate. Without separate BANs for the distinct products
3		that comprise commingled arrangements, billing errors would be inevitable.
4		In addition, BANs are a national billing standard governed by the OBF (a national
5		ordering and billing forum). These national standards ensure that all IXC and CLEC
6		customers can expect standardized ordering and billing requirements regardless of which
7		state or ILEC they are ordering service from.
8		
9	Q.	WOULD IT BE COSTLY FOR QWEST TO MODIFY ITS SYSTEMS AND
10		PROCESSES TO PERMIT THE USE OF A SINGLE BILLING ACCOUNT
11		NUMBERS FOR A COMMINGLED ARRANGEMENT?
12	А.	Yes. Eschelon's demand for a single BAN would impose very substantial costs on Qwest
13		because of the systems changes that would be required. Qwest has no legal obligation to
14		make those changes, and, moreover, Eschelon apparently is not offering to compensate
15		Qwest for the costs of performing them. Qwest has developed and implemented systems,
16		procedures and intervals for EELs, UNEs and tariffed services and is under no legal
17		requirement to modify these systems to provide Eschelon's proposed "Loop-Transport
18		Combination" product. Moreover, this attempt to force Qwest to move special access
19		and/or private line billing from IABs to CRIS is asking this Commission to reach in to the
20		special access terms and conditions via the ICA. This is improper and in reality it
21		potentially becomes a form of rate ratcheting that Qwest is explicitly not required to do
22		for CLECs per the TRO.
23		
24	Q.	HAS ESCHELON PROPOSED ANY ALTERNATIVE LANGUAGE FOR ITS

25 PROPOSED SECTION 9.23.4.6.6 RELATING TO A SINGLE BILLING

#### 1 ACCOUNT NUMBER?

- 2 A. Yes. Issue 9-58 (c) involves Eschelon's alternative proposal for Section 9.23.4.6.6, which
- 3 Eschelon apparently advocates if the Commission rejects its improper request for single
- 4 BANs with commingled arrangements. Eschelon's alternative proposal is as follows:
- 5 9.23.4.6.6 For each Point-to-Point Commingled EEL (see 6 Section 9.23.4.5.4), so long as Qwest does not provide all 7 8 9 chargeable rate elements for such EEL on the same Billing Account Number (BAN), Qwest will identify and relate the components of the Commingled EEL on the bills and the 10 Customer Service Records. Unless the Parties agree in writing 11 upon a different method(s), Qwest will relate the components 12 of the Commingled EEL by taking at least the following steps: 13 9.23.4.6.6.1 Qwest will provide, on each Connectivity 14 Bill each month, the circuit identification ("circuit ID") 15 for the non-UNE component of the Commingled EEL in the sub-account for the related UNE component of that 16 17 **Commingled EEL;**
- 189.23.4.6.6.2 Qwest will assign a separate account type to19Commingled EELs so that Commingled EELs appear20on an account separate from other services (such as21special access/private line);
- 229.23.4.6.6.3 Each month, Qwest will provide the23summary BAN and sub-account number for the UNE24component of the Commingled EEL in a field (e.g., the25Reference Billing Account Number, or RBAN, field) of26the bill for the non-UNE component; and
  - 9.23.4.6.6.4 For each Commingled EEL, Qwest will provide on all associated Customer Service Records the circuit ID for the UNE component; the RBAN for the non-UNE component; and the circuit ID for the non-UNE component.

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#### 33 Q. IS ESCHELON'S ALTERNATIVE OR BACK-UP VERSION OF SECTION

#### **9.23.4.6.6 APPROPRIATE?**

- A. No. Eschelon's back-up version of Section 9.23.4.6.6 suffers from most of the same
- 36 flaws that characterize its original version. Most significantly, this version, like the

original version, would require major changes to Qwest's systems and processes. Even a
casual review of the extensive list above reveals the inaccuracy of Mr. Denney's
statements that Eschelon is not asking Qwest to modify systems or incur costs to meet
their various proposals.<sup>17</sup> I am not exactly sure who Mr. Denney thinks will work for free
to modify the Qwest systems and/or to do extensive manual labor on the Eschelon bills
each month to perform the tasks listed above.

7 As I stated in my direct testimony, under Eschelon's back-up version of Section

9.23.4.6.6, Qwest would be required, at a minimum to: (1) modify its systems and
processes to include on bills for the UNE circuit of commingled EELs the circuit ID of

10 the non-UNE component; (2) create an entirely separate account type within its billing

11 systems for commingled EELs; (3) modify its systems and processes to include on bills

12 for the non-UNE circuit of commingled EELs "the summary BAN and sub-account

13 number for the UNE component;" and (4) modify its systems and processes to include on

14 all customer service records for commingled EELs "the circuit ID for the UNE circuit;

15 the RBAN for the non-UNE component; and the circuit ID for the non-UNE circuit."

16 These major changes to Qwest's billing systems and processes, which Qwest would be 17 implementing solely in response to Eschelon's request, would impose upon Qwest very 18 substantial costs. Qwest has no legal obligation to modify its systems and processes in 19 this way, and, moreover, Eschelon has no legitimate business justification for these far-20 reaching modifications.

21

## Q. WHY IS CMP, NOT THIS ARBITRATION, THE CORRECT FORUM FOR ESCHELON TO ADDRESS BILLING CONCERNS FOR UNES IN A

<sup>&</sup>lt;sup>17</sup> See Denney Direct Testimony at 146.

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1		COMMINGLED ARRANGEMENT?
2	A.	At the risk of being repetitive, all of Issue 58 (a,b,c,d,e) to the extent they impact access
3		to UNEs, not just the billing proposals, effect all CLECs, not just Eschelon, and therefore
4		should be addressed through the CMP, not through an arbitration involving a single
5		CLEC. Unless that single CLEC, in this case Eschelon, is willing in to make special
6		arrangements with Qwest to pay for the systems and ongoing manual personnel work that
7		is going to be necessary to meet their demands.
8		
9	Q.	WHAT DOES QWEST RECOMMEND WITH RESPECT TO BOTH ISSUE 9-
10		58(B) AND (C)?
11	A.	For the reasons I describe above and in my direct testimony, the Commission should
12		reject both of Eschelon's BAN proposals and not include in the ICA any of the language
13		Eschelon proposes for Section 9.23.4.6.6 and its sub-parts. In particular, the Commission
14		should reject Eschelon's improper attempt to have the terms and conditions of Qwest
15		special access and private line tariffs governed by the ICA.
16		
17	Q.	PLEASE DESCRIBE THE DISPUTE ENCOMPASSED BY ISSUE 9-58(D).
18	A.	Issue 9-58 (d) relates directly to Eschelon's demands described above involving single
19		LSRs, single circuit IDs, and single BANs for commingled EELs. In its proposed
20		Sections 9.1.1.1.1 and 9.1.1.1.1.2, Eschelon sets forth these same proposals for what it
21		refers to as "Other Arrangements." By "other arrangements," Eschelon is apparently
22		referring to commingled arrangements other than commingled EELs.
23		
24	Q.	WHAT IS ESCHELON SPECIFICALLY PROPOSING FOR THESE "OTHER
25		ARRANGEMENTS"?

1	A.	Even though these "other arrangements" do not exist, and may never exist, Eschelon is
2		nevertheless proposing specific requirements for these non-existent and undefined "other
3		arrangements":
4 5 6		9.1.1.1.1 Commingled EELs are addressed in Section 9.23. For any other Commingled arrangement, the following terms apply, in addition to the general terms described in Section 24:
7 8 9 10 11 12 13 14 15 16 17 18 19 20 21		9.1.1.1.2 When a UNE or UNE Combination is connected or attached with a non-UNE wholesale service, unless it is not Technically Feasible or the Parties agree otherwise, CLEC may order the arrangement on a single service request; if a circuit ID is required, there will be a single circuit ID; and all chargeable rate elements for the Commingled service will appear on the same BAN. If ordering on a single service request, using a single identifier, and including all chargeable rate elements on the same BAN is not Technically Feasible, Qwest will identify and relate the elements of the arrangement on the bill and include in the Customer Service Record for each component a cross reference to the other component, with its billing number, unless the Parties agree otherwise.
22 23	Q.	IS ESCHELON'S PROPOSAL APPROPRIATE?
24	×۰ A.	No. As I described in my direct testimony, there is no basis for Eschelon's attempt to
25		impose upon Qwest the duty to specific processes for unknown and undefined
26		commingled arrangements.
27		
28	Q.	MR. DENNEY STATES THAT THIS IS SUBJECT TO THE PARTIES
29		AGREEING UPON TECHNICAL FEASIBILITY. <sup>18</sup> DOES THIS CAVEAT
30		PROVIDE REASSURANCE TO QWEST?
31	A.	No. When Qwest and Eschelon cannot agree on what is technically feasible within its
32		systems for defined commingled arrangements, I have little confidence that the parties

<sup>&</sup>lt;sup>18</sup> See Denney Direct Testimony at 155.

1		will agree in the future for other arrangements. In addition, there is a huge difference
2		between "technically feasible" and financially prudent. With this type of broad language,
3		Eschelon could attempt to prove some process was technically feasible for a product for
4		which there is little or no demand, with little regard (if any) of the actual cost to Qwest of
5		actually putting the process in place. This is particularly troublesome for potentially low
6		volume "other arrangements."
7		
8	Q.	HOW SHOULD THE COMMISSION RESOLVE ISSUE 9-58(D)?
9	A.	The Commission should reject Eschelon's billing proposals for non-existent "other
10		arrangements" and exclude Eschelon's proposed Sections 9.1.1.11 and 9.1.1.1.1.2 from
11		the ICA.
12		
13	Q.	PLEASE DESCRIBE THE DISPUTE ENCOMPASSED BY ISSUE 9-58(E).
13 14	<b>Q.</b> A.	<b>PLEASE DESCRIBE THE DISPUTE ENCOMPASSED BY ISSUE 9-58(E).</b> This dispute is a continuation of Eschelon's attempt to eliminate the basic differences
14		This dispute is a continuation of Eschelon's attempt to eliminate the basic differences
14 15		This dispute is a continuation of Eschelon's attempt to eliminate the basic differences between the UNE and non-UNE circuits (e.g., special access and/or private line) of
14 15 16		This dispute is a continuation of Eschelon's attempt to eliminate the basic differences between the UNE and non-UNE circuits (e.g., special access and/or private line) of commingled EEL arrangements and to impose upon Qwest ordering, billing, and
14 15 16 17		This dispute is a continuation of Eschelon's attempt to eliminate the basic differences between the UNE and non-UNE circuits (e.g., special access and/or private line) of commingled EEL arrangements and to impose upon Qwest ordering, billing, and provisioning processes that ignore those differences. The dispute also is a continuation of
14 15 16 17 18		This dispute is a continuation of Eschelon's attempt to eliminate the basic differences between the UNE and non-UNE circuits (e.g., special access and/or private line) of commingled EEL arrangements and to impose upon Qwest ordering, billing, and provisioning processes that ignore those differences. The dispute also is a continuation of Eschelon's demand for Qwest to make major, costly changes to its systems and processes
14 15 16 17 18 19		This dispute is a continuation of Eschelon's attempt to eliminate the basic differences between the UNE and non-UNE circuits (e.g., special access and/or private line) of commingled EEL arrangements and to impose upon Qwest ordering, billing, and provisioning processes that ignore those differences. The dispute also is a continuation of Eschelon's demand for Qwest to make major, costly changes to its systems and processes without compensation. In this particular case, Eschelon is seeking to eliminate the
14 15 16 17 18 19 20		This dispute is a continuation of Eschelon's attempt to eliminate the basic differences between the UNE and non-UNE circuits (e.g., special access and/or private line) of commingled EEL arrangements and to impose upon Qwest ordering, billing, and provisioning processes that ignore those differences. The dispute also is a continuation of Eschelon's demand for Qwest to make major, costly changes to its systems and processes without compensation. In this particular case, Eschelon is seeking to eliminate the separate and distinct provisioning intervals that apply to the UNE and non-UNE circuits
14 15 16 17 18 19 20 21		This dispute is a continuation of Eschelon's attempt to eliminate the basic differences between the UNE and non-UNE circuits (e.g., special access and/or private line) of commingled EEL arrangements and to impose upon Qwest ordering, billing, and provisioning processes that ignore those differences. The dispute also is a continuation of Eschelon's demand for Qwest to make major, costly changes to its systems and processes without compensation. In this particular case, Eschelon is seeking to eliminate the separate and distinct provisioning intervals that apply to the UNE and non-UNE circuits (e.g., special access and/or private line) of the commingled EELs. "Provisioning
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> </ol>		This dispute is a continuation of Eschelon's attempt to eliminate the basic differences between the UNE and non-UNE circuits (e.g., special access and/or private line) of commingled EEL arrangements and to impose upon Qwest ordering, billing, and provisioning processes that ignore those differences. The dispute also is a continuation of Eschelon's demand for Qwest to make major, costly changes to its systems and processes without compensation. In this particular case, Eschelon is seeking to eliminate the separate and distinct provisioning intervals that apply to the UNE and non-UNE circuits (e.g., special access and/or private line) of the commingled EELs. "Provisioning intervals" refer to the period of time between Qwest's receipt of an order from a CLEC

25 Q. WHAT IS QWEST'S PROPOSAL FOR ISSUE 9-58(E)?

A.	Qwest's proposal preserves the necessary distinctions between the UNE and non-UNE
	circuits of commingled EELs and properly recognizes that different and separate
	provisioning intervals are required for each component. Qwest's proposal is as follows:
	24.3.2 The service interval for Commingled EELs will be as follows. For the UNE component of the EEL see Exhibit C. For the tariffed component of the EEL see the applicable Tariff.
Q.	DOES QWEST HAVE A LEGITIMATE NEED TO USE DIFFERENT AND
	SEPARATE PROVISIONING INTERVALS FOR THE UNE AND NON-UNE
	CIRCUIT OF COMMINGLED EELS?
A.	Yes. For engineering and legal reasons, it is essential for Qwest to use and preserve the
	different provisioning intervals that apply to the UNE and non-UNE circuits (e.g., special
	access and/or private line) of commingled EELs. First, the service orders for each circuit
	must be complete before they are submitted and Qwest can begin the installation process.
	When the UNE is processed first, the UNE circuit ID becomes essentially the CFA for
	the special access private line circuit. For these reasons, it is essential from an
	installation and engineering perspective to have separate provisioning intervals for the
	UNE and non-UNE circuits.
	From a legal perspective, the terms and conditions for the non-UNE circuits of
	commingled EELs are typically set forth in interstate and intrastate tariffs that include
	provisioning intervals. As the Commission is well aware, tariffs are binding and Qwest
	does not have discretion to deviate from them. Because Eschelon's proposal for the use
	of single provisioning intervals for commingled EELs could force Qwest to deviate from
	tariffed provisions, the proposal is legally improper.
	Q.

# Q. BEGINNING AT PAGE 156, MR. DENNEY STATES THAT "ESCHELON AGREES TO A LENGTHENED INTERVAL". DO YOU BELIEVE THIS IS CORRECT?

4 A. My understanding of Eschelon's testimony is they are stating they will "agree" to the 5 longest interval, which in the example provided by Mr. Denney is the special access 6 and/or private line circuit installation interval and some how that translates into "agreeing 7 to a lengthened interval". The private line tariff and special access installation intervals 8 are not subject to modification in this arbitration and/or in the ICA. This is no "agreeing" 9 -- the interval is as stated per Qwest Service Interval Guide for tariffed services. All 10 Eschelon is apparently acknowledging is that Eschelon is required to follow the interval 11 for special access and private line tariffs when installing these circuits.

12

## Q. MR. DENNEY DISCUSSES AN INSTALLATION INTERVAL EXAMPLE (PAGE 14 158) THAT INCLUDES THE FIRM ORDER COMMITMENT (FOC) INTERVAL. 15 DO YOU HAVE ANY COMMENTS ON HIS EXAMPLE?

16 A. Yes. For the example he provided, the FOC would be 48 hours not the 72 hours he 17 suggests. He states that the requirement to have the FOC from one circuit to complete 18 the order for the second circuit, results in a potential installation delay of the FOC 19 interval, which I clarified above is 48 hours. Mr. Denney goes on to say that this time 20 period for total service delivery time frame "thus diminishes the usefulness of the 21 commingled arrangement". Given the dollar savings associated with commingled 22 arrangements that Mr. Denney outlined in his testimony at page 147 (between \$156.02 to 23 \$59.03 per month over the life of the circuit) it is hard to believe that a 48 hour delay 24 "diminishes the usefulness of the commingled arrangement" and makes it as "inferior" to 25 the extent implied by Mr. Denney.

1	Q.	WHY SHOULD THE COMMISSION ADOPT THE QWEST LANGUAGE?
2	A.	Qwest's language for Section 24.3.2 properly recognizes and maintains the necessary
3		distinctions between the provisioning intervals for the UNE and the non-UNE circuit of
4		commingled EELs. Accordingly, the Commission should adopt Qwest's proposal and
5		reject each of Eschelon's proposals described above that would impose single
6		provisioning intervals.
7		
8 9		XII. ISSUE 9-59 - ESCHELON ALTERNATE COMMINGLED EEL REPAIR LANGUAGE
10	Q.	PLEASE PROVIDE AN OVERVIEW OF THE DISPUTE ENCOMPASSED BY
11		ISSUE 9-59.
12	A.	This dispute also involves commingled EELs. If the Commission rejects Eschelon's
13		demand relating to a single circuit ID for commingled EELs, as it should, Eschelon is
14		proposing alternative language in connection with Issue 9-59 that, as I describe in my
15		direct testimony, would require Qwest to make significant modifications to the systems
16		and processes it uses for carrying out repairs associated with the individual circuits that
17		are included in commingled EELs.
18		
19	Q.	WHAT IS ESCHELON SEEKING THROUGH THIS PROPOSAL?
20	A.	Eschelon is seeking that in the event of a "trouble" associated with a commingled EEL
21		arrangement, it be permitted to submit just a single trouble report instead of a report for
22		each circuit that comprises the commingled EEL.
23		
24	Q.	DOES MR. DENNEY ACCURATELY DESCRIBE QWEST'S PROPOSAL
25		RELATING TO THIS ISSUE IN HIS DIRECT TESTIMONY?

1	A.	No. Mr. Denney inaccurately describes Qwest's proposal set forth in my direct testimony
2		at pages 70 to 78 in two important respects. First, he states at page 161 of his direct
3		testimony that Qwest's repair process for commingled EELs requires Eschelon to "isolate
4		the trouble in the special access circuit first" and therefore leaves Eschelon with no
5		choice but "to first submit an Assist Ticket (AT) on the special access portion of the EEL,
6		even though the trouble may be on the loop portion of the circuit." However, as I
7		describe in my direct testimony, under Qwest's current proposal, Eschelon has the option
8		of submitting a trouble ticket for the UNE circuit of a commingled EEL first. There is
9		therefore no merit to Mr. Denney's claim that Qwest is imposing unnecessary delay by
10		requiring the submission of an AT on the special access circuit first and potentially
11		prolonging the time that an Eschelon customer may be out of service.
12		Second, Mr. Denney incorrectly suggests at pages 162-63 of his direct testimony that
13		only Eschelon's proposal would permit Eschelon to submit more than one circuit ID on a
14		single trouble report. As I describe in my direct testimony, however, Qwest's newly
15		proposed language for Section 9.23.4.7.1 expressly provides that "[w]hen Eschelon
16		reports a trouble [it] may provide both circuit IDs associated with the Commingled
17		EEL in a single trouble report."
18		
19	Q.	IS THERE ANY BASIS FOR MR. DENNEY'S ASSERTION AT PAGE 162 THAT
20		QWEST'S PROPOSAL WOULD EFFECTIVELY FORCE ESCHELON TO OPEN
21		SIMULTANEOUSLY TWO TROUBLE TICKETS FOR BOTH COMPONENTS
22		OF A COMMINGLED EEL?
23	A.	No. If Eschelon believes, for example, that the trouble with a commingled EEL is
24		associated with the UNE circuit, it can identify the UNE as the circuit with the failure and
25		provide the circuit ID for the non-UNE special access circuit in the remarks section of the

1 trouble ticket. If Qwest then determines through the repair process that the failure is with 2 the UNE circuit, it will repair the UNE and Eschelon will not have any need to submit a 3 second repair ticket. If it turns out that the trouble is associated with the non-UNE 4 special access circuit, only then will it become necessary for Eschelon to submit a second 5 trouble ticket. In that event, under Qwest's proposal, a Qwest technician would contact 6 an Eschelon employee, and they would jointly agree upon which company would submit 7 the second trouble ticket. Because Qwest will already have the test results from the first 8 trouble ticket, it will be able to immediately begin the repair process for the second ticket 9 and thereby avoid delay.

10

# Q. WOULD IT BE APPROPRIATE TO ADOPT ICA LANGUAGE UNDER WHICH ESCHELON WOULD NEVER BE REQUIRED TO OPEN A SECOND REPAIR TICKET FOR COMMINGLED EELS?

14 No. In response to the concerns Eschelon expressed about the repair process for A. 15 commingled EELs, Qwest took the significant step of agreeing to modify its process to 16 eliminate, in most cases, the need for Eschelon to submit a second trouble ticket. 17 However, it is entirely unrealistic to assume that a second trouble ticket will never be 18 needed. For example, if Eschelon incorrectly identifies the trouble with a commingled 19 EEL as being associated with the non-UNE circuit of the arrangement, it is unavoidable 20 that a second trouble ticket will have to be submitted that correctly identifies the trouble 21 as being associated with the UNE circuit.

- 22
- 23 Q. WHY SHOULD THE COMMISSION ADOPT THE QWEST LANGUAGE?
- A. Qwest's language for Sections 9.23.4.7.1 and 9.23.4.7.1.2 properly and realistically
   recognizes when a second repair ticket may be necessary, yet it allows the end-to-end

1		repair process to begin with the issuing of a single repair ticket. Accordingly, the
2		Commission should adopt Qwest's proposal and reject Eschelon's proposals described
3		above that would inflexibly require the use of a single repair ticket in all situations
4		without regard for the ability of Qwest's systems to handle that requirement or for the
5		very substantial costs that Qwest would incur just to attempt to modify its systems to
6		meet this requirement.
7		
8		XIII. ISSUES 9-61,(A,B,C) LOOP-MUX COMBINATIONS
9	Q.	PLEASE PROVIDE A REMINDER OF THE NATURE OF THE DISPUTES
10		ENCOMPASSED BY THIS ISSUE.
11	A.	The disputes encompassed by Issue 9-61 and the related sub-issues involve "loop-mux
12		combinations," or "LMCs." LMC is comprised of an unbundled loop, as defined in
13		Section 9.2 the Agreement (referred to in this Section as an LMC Loop), combined with a

14 DS1 or DS3 multiplexed facility (with no interoffice transport) that a CLEC obtains from 15 a tariff.

16 Qwest is under no obligation to provide a stand-alone multiplexer as a UNE. A 17 multiplexer is electronic equipment that allows two or more signals to pass over a single 18 circuit. In the example of LMC, the multiplexed facility allows the traffic from several 19 individual loops go over a single, higher bandwidth facility obtained through a tariff. 20 Accordingly, a CLEC must order the multiplexed facility used for LMCs through the 21 applicable tariff. LMC, therefore, involves the connecting of a UNE Loop with a tariffed 22 facility and thus constitutes a commingled arrangement, since commingling is, per the 23 FCC's ruling in the TRO, a connection or attaching of a UNE and a wholesale non-UNE.

1		The first dispute between the parties (Issue 9-61) is the section of the ICA in which the
2		LMC offering should be placed. Qwest has properly included LMCs in Section 24
3		because it is a commingling offering. Eschelon has proposed moving it to the UNE
4		Combination section in 9.23. Issue 9-61(a) concerns Eschelon's demand that Qwest
5		provide the stand-alone multiplexing service as a UNE instead of as a tariffed facility.
6		Issue 9-61(b) involves a dispute concerning whether intervals for LMC should be in
7		Exhibit C; and Issue 9-61-(c) involves whether the rates for LMC multiplexing should be
8		included in Exhibit A.
9		
10	Q.	AT PAGE 177 OF HIS DIRECT TESTIMONY, MR. STARKEY STATES THAT
11		ESCHELON IS SEEKING TO ENSURE CONTINUED UNBUNDLED ACCESS
12		TO MULTIPLEXING. IF THE COMMISSION RESOLVES THIS ISSUE IN
13		QWEST'S FAVOR, WILL MULTIPLEXING STILL BE AVAILABLE TO
14		ESCHELON?
15	A.	Yes. As I describe in my direct testimony, Eschelon can obtain multiplexing through
16		Qwest's tariffed offering of this product and also can self-provision multiplexing in its
17		own collocation space. In addition, Eschelon will have unbundled access to multiplexing
18		when ordering Unbundled Dedicated Interoffice Transport (UDIT) in a UNE
19		combination. Thus, to the extent Mr. Starkey is attempting to create the impression that
20		Eschelon will not have access to multiplexing if Qwest's position is adopted, that
21		impression is inaccurate.
22		
23	Q.	MR. STARKEY ALSO STATES AT PAGE 178 THAT ESCHELON IS ONLY
24		SEEKING UNBUNDLED ACCESS TO MULTIPLEXERS AT TELRIC RATES
25		"WHEN COMBINED WITH UNES." IS ESCHELON ONLY SEEKING

## 1MULTIPLEXING FOR USE WITH UNES, OR IS IT ALSO SEEKING TO USE2MULTIPLEXING TO COMMINGLE UNES WITH TARIFFED SERVICES?

3 A. While Eschelon is seeking to use multiplexing in UNE combinations, it also is clearly 4 seeking to use multiplexing to commingle UNEs with tariffed services and, in the latter 5 circumstance, to have the multiplexing treated and priced as an individual Section 251 6 UNE service, not as a tariffed service. Although Mr. Starkey never quite reveals 7 Eschelon's real intent in this regard, Eschelon is assigning the "UNE" label to 8 multiplexing that is used to commingle a UNE loop with a tariffed private line service. 9 Under Mr. Starkey's and Eschelon's erroneous and less than revealing terminology, this 10 type of arrangement is a UNE combination because it includes a combination of a UNE 11 loop with multiplexing. However, the flaw in this analysis is that it assumes that multiplexing is a UNE, which it is not. 12

13 As I described in my direct testimony and as bears repeating here, stand-alone multiplexing is not a UNE that Qwest is required to provide on an unbundled basis. In 14 15 the decision of the FCC's Wireline Competition Bureau in the Verizon-Virginia 16 arbitration, paragraph 491, the Bureau rejected WorldCom's proposed language that 17 would have established multiplexing as an independent network element, stating that the 18 FCC has never ruled that multiplexing is such an element: "We thus reject WorldCom's 19 proposed contract language because it defines the 'Loop Concentrator/Multiplexer' as a 20 network element, which the Commission has never done."<sup>19</sup> Accordingly, the use of 21 multiplexing with a UNE loop is not, contrary to Mr. Starkey's representation, a 22 combination of two UNEs. Instead, it is a commingled arrangement involving a UNE 23 loop and a tariffed multiplexing service.

<sup>&</sup>lt;sup>19</sup> In the Matter of Petition of WorldCom, Inc., et al., for Preemption of the Jurisdiction of the Virginia State Corporation Commission Regarding Interconnection Disputes with Verizon-Virginia and for Arbitration, CC Docket Nos. 00-218, 249, 251, 17 FCC Rcd. 27,039 at ¶ 494 (FCC Wireline Competition Bureau July 17, 2002).

## Q. IF MULTIPLEXING IS NOT A UNE, WHY DID QWEST PREVIOUSLY MAKE MULTIPLEXING AVAILABLE UNDER ITS SGAT?

3 A. Multiplexing is a feature functionally of transport (e.g., UDIT) and, as such, was included 4 in the Qwest SGAT. Until the FCC issued the TRO in August 2003, commingling 5 arrangements were not available to CLECs. This created somewhat of a dilemma for 6 CLECs when they desired to connect UNE loops with the much larger UDIT transport 7 facilities terminated in their collation. The UDIT was then utilized to connect between 8 their collocation spaces in ILEC central offices. Without commingling, there was no 9 readily available mechanism for "handing off" UNE loops to the collocation space so the 10 UNE Loops could connect to these larger UDIT facilities. To address this situation, 11 Qwest voluntarily offered LMC, thereby allowing CLECs to connect or hand off their 12 loops to the larger transport facilities. As demonstrated by the FCC's Wireline 13 Competition Bureau's statement in the Verizon-Virginia arbitration, this offering was not 14 a UNE offering compelled by Section 251 but, instead, was a voluntary offering.

15

# 16Q.PLEASE EXPLAIN THE RELATIONSHIP BETWEEN THE FCC'S RULING IN17THE TRO THAT REQUIRED ILECS TO PROVIDE COMMINGLING AND THE18NEED FOR THE LMC ARRANGEMENT THAT QWEST HAD BEEN

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### OFFERING UNDER ITS SGAT.

A. With ILECs being required to provide commingled arrangements after issuance of the
 *TRO*, CLECs no longer needed access to Qwest's LMC offering in order to hand off
 loops to the larger transport facilities terminated in their collocations. More importantly,
 CLECS can now terminate the Unbundled Loops directly on their special access transport
 facilities terminated in the Qwest central offices. By being able to purchase commingled
 arrangements – UNE loops commingled with special access or private line tariffed

1		service, for example – CLECs now have a legally mandated mechanism available to them
2		through which ILECs provide multiplexing in conjunction with higher bandwidth tariffed
3		services to connect UNE loops. Significantly, ILECs are not required and never have
4		been required to provide this multiplexing as a UNE on a stand-alone basis. Instead,
5		per the TRO, ILECs now provide multiplexing as a component of commingled
6		arrangements under which UNE loops are commingled with tariffed private line services.
7		The heart of the dispute raised by this issue is that Eschelon is attempting to break out the
8		multiplexing component of these commingled arrangements and to assign UNE attributes
9		to it, including UNE pricing and provisioning intervals. There is no legal basis for
10		assigning UNE attributes to LMC. On the contrary, the Virginia-Verizon arbitration
11		decision confirms that multiplexing stand alone from UDIT is not a UNE.
12		
13	Q.	HAS THE FCC SPOKEN CONCERNING WHETHER UNE RATES OR
14		TARIFFED RATES SHOULD APPLY TO MULTIPLEXING THAT ILECS
15		PROVIDE FOR USE WITH COMMINGLED ARRANGEMENTS?
16	A.	Yes. In describing its commingling ruling in paragraph 583 of the TRO, the FCC
17		explained that commingling allows a CLEC to attach a UNE to an "interstate access
18		service." Significantly, in providing an example of a tariffed "interstate access service"
19		to which a CLEC may attach a UNE, the FCC specifically referred to multiplexing:
20		"Instead, commingling allows a competitive LEC to connect or attach a UNE or UNE
21		combination with an interstate access service, such as high-capacity multiplexing or
22		transport services." In the very next sentence, the FCC emphasized that "commingling
23		will not enable a competitive LEC to obtain reduced or discounted prices on tariffed
24		special access services"
		•

25

### Q. WHAT IS THE SIGNIFICANCE OF THESE STATEMENTS AND RULING BY THE FCC?

3 This portion of the TRO directly refutes any claim by Eschelon claim that it is entitled to A. 4 multiplexing at UNE rates, terms, and conditions when it obtains multiplexing for use 5 with commingled arrangements. First, the FCC states very clearly that the multiplexing 6 used with commingling is "an interstate access service." This statement directly 7 contradicts Eschelon's claim that the multiplexing used with commingling is nothing 8 more than a feature or function of the UNE loop component of a commingled 9 arrangement. Instead, it is a separate "access service." Second, the FCC states 10 unambiguously that when a CLEC obtains an access service like multiplexing for use 11 with commingling, it is not entitled to "reduced or discounted prices on [the] tariffed 12 special access services." In other words, Eschelon is required to pay the full tariffed rate 13 for multiplexing used with commingling and is not entitled to a UNE rates or any other 14 discounted rate.

15 Clearly, the FCC's statements establish that the terms of the applicable tariffs govern 16 multiplexing, including the terms relating to provisioning intervals. Accordingly, the 17 multiplexing and non-UNE transport circuits of commingled arrangements are to be 18 provisioned based on the intervals in the tariffs, not based on intervals that apply to 19 UNEs.

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# Q. AT PAGE 189 OF HIS TESTIMONY, MR. STARKEY ASSERTS THAT MULTIPLEXING IS A "FEATURE, FUNCTION, OR CAPABILITY" OF UNBUNDLED LOOPS AND THAT CLECS ARE THEREFORE ENTITLED TO ACCESS TO MULTIPLEXING AS A UNE AND PURSUANT TO THE TYPES OF TERMS AND CONDITIONS THAT APPLY TO UNES. IS HE CORRECT?

1 A. No. From both a factual basis and a legal perspective, multiplexing is not a feature, 2 function, or capability of UNE loops. From a factual perspective, central office based 3 multiplexing is not required for a UNE loop facility to function. If the functioning of a 4 DS1 loop, for example, was dependent upon multiplexing, there might be a factual 5 argument that multiplexing is a feature or function of the loop. But since a DS1 loop 6 functions regardless whether there is multiplexing used with the loop, multiplexing 7 cannot reasonably be viewed as a "feature, function, or capability" of the loop. In 8 addition, the multiplexing function is provided through equipment that is physically 9 separate from and independent of UNE loops. That equipment is located in Qwest's 10 central offices.

From a legal perspective, the Virginia-Verizon decision confirms that stand-alone multiplexing is not a UNE. In addition, the UNEs that ILECs are required to provide at TELRIC rates are limited to those network elements for which the FCC has made factbased findings of competitive impairment pursuant to Section 251(d)(2)(B). The FCC has never made a finding that CLECs are competitively impaired without access standalone multiplexing at TELRIC rates and has never declared that multiplexing is a UNE.

In sum, Mr. Starkey's inaccurate claim that stand-alone central office multiplexing is a
feature or function of the loop necessary to the functioning of the loop is simply a thinly
veiled attempt to obtain multiplexing as a UNE at low TELRIC rates. There is neither a
factual or legal basis for this claim.

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## Q. IS MULTIPLEXING A FEATURE, FUNCTION, OR CAPABILITY OF UNE TRANSPORT?

1	A.	Yes. Qwest agrees that when multiplexing is provided with DS1 or DS3 transport that
2		meets the TRRO impairment criteria and hence is a UNE, the multiplexing will be
3		provided at TELRIC rates. Thus, if Eschelon requests a UNE combination comprised of
4		a UNE loop combined with UNE transport, Qwest will provide multiplexing at TELRIC
5		rates. In that circumstance, multiplexing is a feature or function of UNE transport and,
6		accordingly, UNE terms and conditions, including UNE TELRIC rates, apply. By
7		contrast, because multiplexing is not a feature or function of the UNE loop, multiplexing
8		used to commingle UNE loops with tariffed private line transport (as opposed to UNE
9		transport) is stand-alone multiplexing – in other words, it is not provided as a feature or
10		function of a UNE. As such, that stand-alone multiplexing is not governed by UNE rates
11		or other UNE terms and conditions.

12

#### 13 Q. AT PAGE 191 TO 192 OF HIS TESTIMONY, MR. STARKEY PROVIDES

### 14 QUOTES FROM THE FCC THAT HE CLAIMS ESTABLISH THAT

### 15 MULTIPLEXING IS A FEATURE OR FUNCTION OF THE UNBUNDLED

### 16 LOOP. DO THESE STATEMENTS FROM THE FCC SUPPORT THAT

### 17 CONCLUSION?

18 No. The statements from the FCC that Mr. Starkey cites involve an entirely different A. 19 type of multiplexing than is at issue here. Specifically, the FCC is referring in these 20 statements to multiplexing for loops that takes place between a customer's premises and a 21 main distribution frame ("MDF") in a central office. In this application, the FCC is being 22 clear that to the extent any type of multiplexing (such as digital loop carrier systems, 23 which are often viewed as a form of multiplexing) between the end user premises and the 24 MDF in the central office is required, the ILEC must "de-mux" the loop so it can be 25 handed off to the CLEC in the central office. By contrast, the multiplexing that is in

1 dispute between Qwest and Eschelon is transport multiplexing that takes place not 2 between a customer's premise and the MDF, but after a fully functional loop has been 3 provided to the CLEC 4 5 Q. PLEASE TIE YOUR DISCUSSION ABOVE ESTABLISHING THAT STAND-6 ALONE LOOP MULTIPLEXING IS NOT A UNE TO THE SPECIFIC ICA 7 PROVISIONS ENCOMPASSED BY THIS ISSUE. 8 The fact that stand-alone loop multiplexing is not a UNE dictates the proper outcome for A. 9 each of the disputed ICA provisions encompassed by this issue. First, the threshold 10 dispute in Issue 9-61 is where the LMC product offering should be placed in the ICA. 11 Qwest has properly placed it in Section 24, which is the commingling section that 12 Eschelon itself requested Qwest to include in the ICA. By contrast, Eschelon is 13 proposing to include LMCs in Section 9.23 of the ICA, which is within the ICA section 14 that governs UNE combinations. UNE combinations are combinations of elements that 15 qualify as UNEs that ILECs must provide under Section 251(c)(3) of the Act. Because 16 an LMC is a combination of a UNE and a tariffed multiplexing service, it is not a UNE 17 combination but, instead, is a commingled arrangement. Accordingly, LMCs should be 18 addressed in Section 24 of the ICA, not in Section 9. 19 Second, Eschelon's proposed language for ICA Section 9.23.9 and related sub-parts is 20 premised on the assumption that multiplexing is a stand-alone UNE. Based on that 21 assumption, Eschelon assigns UNE attributes, including UNE-based rates, to 22 multiplexing. For the reasons I describe above, Eschelon's premise is wrong.

- 23 Multiplexing is not a stand-alone UNE, and Eschelon's proposals based on the
- 24 assumption that it is are therefore flawed and should be rejected.

1		Third, since LMC is not a UNE combination and is a commingled service, the service
2		intervals for LMC are properly placed in the Qwest Service Interval Guide, not in Exhibit
3		C of the ICA. The Service Interval Guide sets forth the intervals for commingled
4		arrangements. By contrast, if Exhibit C is included in the ICA at all, it addresses service
5		intervals only for UNEs. Because LMC is a commingled arrangement and not a UNE or
6		UNE combination, it should not be included in Exhibit C. However, the UNE loop
7		portion of LMC does utilize the EEL loop, and as such is an unbundled loop and can be
8		treated as other unbundled loops for the perhaps of establishing a standard interval.
9		
10		XIV. ISSUE 24-92 – ENTRANCE FACILITY COMMINGLING
11	Q.	HAVE THE PARTIES RESOLVED ISSUE 9-52?
12	A.	Yes. The parties continued their discussions relating to this issue after filing their direct
13		testimony and have reached agreement. Accordingly, this issue is no longer in dispute,
14		and there is no need for the Commission to take any action with respect to it.
15		
16		XV. CONCLUSION
17	Q.	DO YOU HAVE ANY FINAL COMMENTS?
18	A.	Yes. Although there are substantive differences in the issues I have addressed in my
19		testimony, there are recurring themes in the manner in which Qwest and Eschelon have
20		addressed the issues through the language they have proposed for the ICA. Qwest has
21		proposed language that recognizes and incorporates the FCC's rulings in the TRO and
22		TRRO and that recognizes the need for uniform systems and processes in the service that
23		Qwest provides to all CLECs.

1	By contrast, Eschelon's proposals rely on sweeping general language that is intended to
2	impose the broadest possible unbundling, and in some cases, new obligations on Qwest
3	without regard for applicable law. Moreover, in several cases, Eschelon is proposing
4	language that is broad and vague and not susceptible to either meaningful analysis by the
5	Commission or precise and practical implementation by the parties. If the Eschelon
6	language is adopted this would likely result in disputes concerning implementation of the
7	ICA, which will unnecessarily require the Commission and the parties to devote limited
8	resources to resolving disputes that can be avoided through the use of the type of precise
9	ICA language the Qwest is proposing.
10	
10	For these reasons, the Commission should adopt Qwest's proposed ICA language for
11	each of the issues I have addressed.

12

### 13 Q. DOES THIS CONCLUDE YOUR TESTIMONY?

14 A. Yes.