1 BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION 2 COMMISSION 3 MCLEOD USA TELECOMMUNICATIONS ) SERVICES, INC., ) Petitioner, ) DOCKET NO. UT-053024 4 5 ) Volume I VS. QWEST CORPORATION, ) Pages 1 - 24 CORPORATION, , Respondent. ) 6 7 8 A prehearing conference in the above matter 9 was held on April 27, 2005, at 2:15 p.m., at 1300 South 10 Evergreen Park Drive Southwest, Olympia, Washington, 11 before Administrative Law Judge DENNIS MOSS. 12 13 The parties were present as follows: 14 MCLEOD USA TELECOMMUNICATIONS SERVICES, INC., by GREGORY J. KOPTA, Attorney at Law, Davis, Wright, 15 Tremaine, 1501 Fourth Avenue, Suite 2600, Seattle, Washington 98101; telephone, (206) 628-7692. 16 QWEST CORPORATION, by LISA A. ANDERL, Senior Attorney, 1600 Seventh Avenue, Suite 3206, Seattle, 17 Washington 98191; telephone, (206) 345-1574. 18 19 20 21 22 23 24 Kathryn T. Wilson, CCR 25 Court Reporter

1	PROCEEDINGS
2	JUDGE MOSS: Good afternoon. We are convened
3	in the matter styled McLeodUSA, petition for
4	enforcement of interconnection agreement request,
5	Docket No. UT-053024. This is, I believe, our first
6	prehearing conference. Let me ask you to give your
7	full appearance for the record today, and we will start
8	with McLeod since it's McLeod's petition.
9	MR. KOPTA: Seems fair. Gregory J. Kopta of
10	the law firm Davis Wright Tremaine, LLP, on behalf of
11	McLeodUSA Telecommunications Services, Inc. My address
12	is 2600 Century Square, 1501 Fourth Avenue, Seattle,
13	Washington, 98101-1688; telephone, (206) 628-7692; fax,
14	(206) 628-7699; e-mail, gregkopta@dwt.com.
15	JUDGE MOSS: Let me ask, is that a new phone
16	number for you, because our records show a different
17	one. Is this your direct line?
18	MR. KOPTA: This is my direct line. What
19	number do we have?
20	JUDGE MOSS: Last five digits is 23150.
21	MR. KOPTA: That's the main number for the
22	law firm.
23	JUDGE MOSS: We'll get that straightened out.
24	Go ahead, Ms. Anderl.
25	MS. ANDERL: Thank you, Your Honor. Lisa

1	Anderl representing Qwest Corporation, 1600 Seventh
2	Avenue, Room 3206, Seattle Washington, 98191. My
3	e-mail is lisa.anderl@qwest.com. My phone is (206)
4	345-1574, and my fax is (206) 343-4040.
5	JUDGE MOSS: I'll just note for the record
6	there is no one present for the Commission's regulatory
7	staff, and no other parties appear to be present.
8	We have a couple of things to take up today.
9	One, we had rescheduled this proceeding, among other
10	things, so we could take up the pending motion to
11	dismiss. We will hear any argument we may have on
12	that, and then we will see about setting up a
13	procedural schedule. That's the only business I have
14	marked down for today.
15	So I have read your motion, Ms. Anderl, and I
16	have read McLeod's response to that and feel rather
17	thoroughly familiar with both, so I'm going to turn to
18	you first and ask if you have any rejoinder to the
19	point made in McLeod's response concerning the
20	voluntary cessation exception to the mutinous doctrine.
21	MS. ANDERL: Thank you, Your Honor. I
22	struggled with this and continue to struggle with this
23	in terms of kind of honing in on whether I want to
24	argue to you that this is moot or argue to you that
25	this is not yet ripe. So really, when the details

cause you trouble, retreat to the next level of
 generality.

3 JUDGE MOSS: There is another old saying, but 4 I won't...

MS. ANDERL: Perhaps we can hear that later. 5 6 And really talk to you about is this a justiciable controversy, whether we want to call it moot or ripe. 7 8 I think it has elements of both, and I don't think it 9 does present a justiciable controversy. McLeod's 10 petition at this point ought to be interpreted as one 11 for declaratory ruling, but because of the way the 12 issues are presented, without a live controversy 13 between the parties, it's really an improper request 14 for an advisory ruling, and we don't think the 15 Commission should rule on it.

16 The cases Mr. Kopta cites are all interesting and on point for the facts that were presented in those 17 18 cases, and most of those cases were cases where the action that had been ceased was inherently harmful in 19 and of itself, and the perpetrator, as it were, did 20 21 have an opportunity to recommence that action, and if 22 the lawfulness of the act wasn't adjudicated at that 23 point, even though it ceased, there was a potential for future harm that the courts would not have an 24 opportunity to step in and address in a timely manner. 25

1	Here, the matter that brought the controversy
2	to a head was Qwest's demand for a deposit. That
3	demand for a deposit from McLeod, although claimed by
4	McLeod to be unlawful, is not in and of itself harmful
5	to McLeod, does not in and of itself present an
6	opportunity, as in these other cases, for Qwest to act
7	in a manner violative of the anti-trust act or to
8	discharge pollutants into a river where if we do that,
9	there is really no going back to correct it.
10	It simply means if we demand a deposit again
11	in the future, there is a triggering event, and McLeod,
12	as they did the last time, has an opportunity to come
13	to this commission and say, We think this is improper
14	and here's why, and there is time under the
15	Commission's procedural rules to do that, and there is
16	no harm during the time that the matter is adjudicated.
17	Furthermore, I don't believe that even a
18	ruling on Qwest's action in demanding a deposit on the
19	prior occasion would tend to resolve the matter on a
20	going-forward basis as to whether Qwest could demand a
21	deposit in the future, because I think that's going to
22	be a fact-intensive question of whether there were
23	facts and circumstances around McLeod's credit rating,
24	around Qwest's need for security, around whether McLeod
25	is or was in arrears.

1	That all could change. The circumstances
2	that existed in March when Qwest made the deposit
3	request won't exist again in exactly the same identical
4	way with the passage of time, later this month or in
5	May, if Qwest asks for another deposit. Even if the
6	Commission says Qwest didn't have a right to demand the
7	deposit in March, I don't think that necessarily
8	decides it once and for all, so we get no economies
9	from ruling now as opposed to waiting to see if the
10	matter ever becomes an issue again.
11	JUDGE MOSS: If we ruled in McLeod's favor,
12	McLeod's argument is essentially that the only
13	condition under which Qwest can demand a security
14	deposit under the interconnection agreement is if there
15	is a pattern of nonpayment or underpayment or whatnot,
16	if I'm understanding McLeod's position correctly. So
17	if that's the only circumstance, then I wonder how
18	fact-intensive the inquiry would be.
19	MS. ANDERL: Well, I don't think it's that
20	simple. One of the things that we contend is that
21	there is an ability under the interconnection agreement
22	to demand a security deposit if McLeod's payment
23	history for amounts owing not under the interconnection
24	agreement but under other relationships we have, say
25	tariff charges or other contract charges, if arrearages

or defaults of those payments allow us to collect a 1 2 deposit, and I think we would want to have an 3 opportunity to present evidence to you that would give 4 you contacts in terms of how to interpret the interconnection agreement about what types of risks 5 Qwest faces with McLeod, what type of risks Qwest has 6 7 faced with other CLEC's in the past in order to give 8 you a framework and context to understand why we 9 believe that's what the interconnection agreement 10 allows, why we believe the interpretation of that 11 McLeod puts on the interconnection agreement is too 12 narrow and doesn't give a supplier such as Qwest 13 adequate security if it is interpreted in the way that 14 McLeod argues.

15 So I think that it is more than just looking 16 at the language in the agreement. I think it's looking at the language in the agreement set in the appropriate 17 18 context of the financial relationship between not only Qwest and McLeod but Qwest and other carriers as well. 19 20 JUDGE MOSS: So you are making that argument 21 under the Berg precedent concerning the circumstances 22 surrounding making of the contract as opposed to 23 claiming that the contract is in some way unclear? 24 MS. ANDERL: Because this is not a contract that's necessarily going to be interpreted under state 25

law -- it's a contract under the Telecom Act -- I'm not 1 2 sure if Berg applies or not --3 JUDGE MOSS: I think this contract is 4 governed by Washington law by its terms. 5 MS. ANDERL: To the extent that that's consistent with federal law then, you have to read it 6 in the light of Berg, but I think you also have to -- I 7 8 don't think that the language clearly lends itself to 9 McLeod's arguments either. 10 I don't think it's clear on the face of the 11 agreement because of the -- in the section that allows 12 us to ask for a deposit, there are a number of 13 provisions that talk about payments, quote/unquote, 14 "under this agreement," and the one section that says 15 we are allowed to ask for a deposit if McLeod is in 16 arrears does not use that same language "under this agreement, " quote/unquote. 17 18 So I think actually the fairly clear language of the contract doesn't limit us to having an arrearage 19 20 under the ICA. There could be arrearages under other

22 but again --

21

JUDGE MOSS: I understand your position.
MS. ANDERL: -- I do think a ruling like
that would be an advisory opinion to McLeod where there

relationships that would allow us to ask for deposit,

is no particular controversy in place now. 1 2 JUDGE MOSS: Let's hear from Mr. Kopta. 3 MR. KOPTA: Thank you, Your Honor. First of all, I don't have anything to add to our original 4 pleading. I would just obviously like to respond to 5 6 Ms. Anderl, so I will focus on my comments accordingly. I'm not sure if I agree; in fact, I'm sure I 7 8 don't agree that the actions in these other cases were 9 inherently harmful in a way that is not the case here. 10 First of all, while the federal cases had to do with 11 environmental issues, the state case had to do with 12 deceptive advertising, which was harmful to the public 13 at large, so I do think there are circumstances outside 14 of the environmental context of which this particular 15 doctrine would and should apply. 16 One of the things that we've pointed out is that it's certainly not good for McLeod's ability to 17 18 generate business to get customers if there is a cloud placed over them of having to come up with 16 million 19 20 dollars in deposits, which certainly tells customers, 21 if not directly than indirectly, that McLeod is somehow 22 not a trustworthy company, that it's not paying its own 23 bills and somehow not the type of company that one should do business with. 24

25

We are talking often about business

customers, sophisticated customers who are going to be
 very well aware of those kind of circumstances and will
 very likely be reticent in terms of signing on with
 McLeod if there are continued threats of a deposit,
 especially if they come seriatim and then are
 withdrawn.

7 Customers don't really know all the 8 circumstances. All they know is, Yeah, back, in April, 9 Qwest demanded a deposit. In May, they demanded a 10 deposit, and this company is maybe not one I want to do 11 business with. In that sense, there is harm by Qwest 12 continuing to hold this sort of Damocles over us in 13 terms of demand for a deposit.

14 Qwest has not changed its position. In fact, 15 it has expressly said it maintains the same position 16 that it could demand a deposit even under identical 17 circumstances. So tomorrow, Qwest could send a letter 18 asking for a deposit, even though circumstances have 19 not appreciably changed since they filed their first 20 letter back in March. So we really are dealing with a 21 circumstance here where there is inherent harm. There 22 is harm if this type of demand can continue to be made 23 under the circumstances that was made in the first 24 instance.

25

As far as being a fact-intensive question

about whether Owest can demand a deposit, we obviously 1 2 are straying into the merits, but as you stated 3 correctly, it is McLeod's intention that the ICA is the 4 only payment under ICA that govern whether Qwest can demand a deposit. We think that the language agreement 5 6 is clear and unambiguous and is not made in a factual 7 context to determine it, but even if that were not the 8 case, that's what we've alleged in the petition, and 9 that is, in our view, a purely legal issue in terms of 10 interpreting the contract language.

11 The other issue that Ms. Anderl ignores is 12 whether Qwest is obligated to follow the dispute 13 resolution of the interconnection agreement if it were 14 to demand a deposit and McLeod were to dispute that 15 demand. Again, Qwest has not backed off of its 16 position that it need not go through that, and I think 17 that is also problematic and also something that can be 18 addressed on the merits of this particular petition 19 based on the legal argument as opposed to delving into 20 facts and trying to come up with situations in which it 21 may or may not be applicable.

Again, I think the agreement is clear that any and all disputes that arise out of the interconnection agreement go through dispute resolution if there is a dispute, so that is an issue that the

Commission can make a determination on right now 1 2 without speculating on what future facts might be or 3 even considering what the facts might be so --4 Ms. Anderl is biting her tongue, I can tell. So we do think it's simple at this point of 5 6 looking at the language of the agreement on both of 7 those issues, and certainly from a practical 8 standpoint, we don't want to have to do the same thing 9 we just did here. The Commission has a rule about 10 expedited resolution of disputes under interconnection 11 agreements, and had we followed that time line, we 12 would have been pretty far down the road in terms of 13 Qwest already having to declare default and taking 14 whatever actions they believe are necessary in 15 preparation for taking whatever actions they believe 16 are appropriate, which again, I will give Qwest the benefit of the doubt and say there are other things 17 18 other than shutting off our service, but that obviously is of deep concern to us, and Qwest's ability to do 19 20 something like that without this commission's authority 21 when we are talking about hundreds if not thousands of 22 customers that were affected is something that I do 23 think the Commission should have a say in right now while we are still all here and still dealing with 24 everybody's legal interpretations that we have had 25

1 since the petition was filed.

3 chomping at the bit? 4 MS. ANDERL: Yes. In fact, Mr. Kopta knows me well. Three things; first to respond to this issue 5 6 of whether the Commission ought to adjudicate whether 7 the dispute resolution provision applies in all 8 instances, as I'm sure you are aware from having read 9 some of the preliminary pleadings in this matter, the 10 parties were originally embroiled in the disputes in 11 Federal District Court in both Colorado and Iowa, and I 12 believe my recollection serves me correctly, the matter 13 has now been transferred to the sole jurisdiction of 14 the Federal District Court in Colorado, and we believe 15 that --16 JUDGE MOSS: That's the dispute concerning

JUDGE MOSS: Ms. Anderl, are you indeed

17 matters outside the interconnection agreement you are 18 talking about.

19 MS. ANDERL: Yes and no. We believed 20 originally that it was a dispute that concerned matters 21 outside of the interconnection agreement, but we do 22 believe that McLeod has raised the interconnection 23 agreement issues in the Federal District Court action, 24 and so if need be, we can get into more detail about 25 that.

0013

I would agree that it is not crystal clear
that McLeod thinks they have raised the interconnection
agreement issues in the Federal District Court action,
but we believe that those issues are for the Federal
Court judge --

б JUDGE MOSS: You mean these very issues? 7 MS. ANDERL: Yes, the interpretation of the 8 interconnection agreement, and whether, in fact, McLeod 9 has even followed the dispute resolution provisions by 10 bringing the Federal Court action. I think that's an 11 issue that just could be a morass if 14 state 12 commissions were to decide as well as the Federal Court 13 judge.

14 I think that under the circumstances that are 15 presented here today with Qwest having withdrawn its 16 demand for a deposit, the predicate question of once Qwest demands a deposit and McLeod refuses, then do we 17 18 have to go to the dispute resolution provisions of the 19 ICA, but it's even more of an advisory opinion because 20 it's a secondary question that we really don't have the 21 predicates for.

JUDGE MOSS: And there is a related question of whether Qwest has the right to threaten or, in fact, cease service in the face of a default on a demand. MS. ANDERL: That's the question, but that

only comes into play if we demand a deposit and McLeod 1 2 refuses to pay. 3 JUDGE MOSS: But Qwest maintains the position 4 that it has the right under the interconnection agreement to cease providing service in that event? 5 б MS. ANDERL: I believe that the 7 interconnection agreement says that one of the things 8 that Qwest may do under the interconnection agreement 9 in the event of a default is to cease provisioning 10 service, yes. 11 JUDGE MOSS: If that were to happen, 12 Mr. Kopta, I assume I'm correct in believing we might 13 be facing another petition for emergency adjudication. 14 MR. KOPTA: Unquestionably. 15 MS. ANDERL: The other two things I wanted to 16 mention briefly were that as we mentioned in our pleading, McLeod did withdraw its request; although, I 17 18 understood they may be refiling something in Minnesota. I'm not sure if they've done that yet or not. 19 20 JUDGE MOSS: I understood from McLeod's 21 response that that was for reasons unrelated to the 22 merits, that it had to do with preserving the points or 23 refiling or something like that. MS. ANDERL: The Utah State Commission has 24

25 rules on Qwest's motion to dismiss and has granted it

1 as, in the Utah Commission's opinion, the matter
2 presented was moot at the time under circumstances that
3 are the same as presented here today. I brought a copy
4 of that order for you. I know Mr. Kopta already has
5 it, and it's short and sweet.

б

MR. KOPTA: Short anyway.

7 MS. ANDERL: And just to kind of go back and 8 talk about this issue of declaratory judgment and what presents a justiciable controversy, there are four 9 10 criteria that the Supreme Court last used, and I'll 11 just briefly tell you the first one is there has to be 12 an actual present and existing dispute or the mature 13 seeds of one. Since Qwest has withdrawn its deposit 14 request, I don't think there is an actual present and 15 existing dispute. I think we can debate whether there 16 are the mature seeds of one. I don't think so.

17 The second is it has to be between parties 18 having genuine and opposing interests -- I think that 19 criteria is probably met here -- that are direct and 20 substantial rather than potential, theoretical, 21 abstract, or academic. I think this case clearly fails 22 the third test because I think all of the disputes that 23 Mr. Kopta presents are potential, theoretical, 24 abstract, or academic because we don't have a current agreement other than in theory about what Qwest can do 25

1 under the interconnection agreement.

2 JUDGE MOSS: Doesn't Qwest, as Mr. Kopta put 3 it, hold the sword of Damocles? 4 MS. ANDERL: I would hardly consider it to be the sword of Damocles. As Mr. Kopta is well aware and 5 6 his actions by his clients have evidenced over the 7 years, they know how to get to this commission for 8 relief, and this commission can act quickly. 9 I do not think there are any circumstances 10 under which McLeod would be disconnected by Qwest under 11 the interconnection agreement in connection with the 12 deposit demand that would prevent some intervening 13 action by McLeod to the Commission to get the matter 14 adjudicated and/or Qwest's actions held in abeyance 15 pending adjudication. 16 When and if those circumstances arise, I would agree maybe we would be back here again, but I 17 think that we would be back here with then an actual 18 19 present and existing dispute, not a hypothetical and 20 theoretical one. 21 JUDGE MOSS: You mentioned a fourth criteria? 22 MS. ANDERL: A judicial determination of the 23 dispute will be final and conclusive. JUDGE MOSS: In the sense that once it works 24 25 its way through the U.S. Supreme Court.

MS. ANDERL: I'm not sure what that fourth 1 2 criteria means. 3 JUDGE MOSS: As I recall, it goes to the U.S. 4 District Court after it leaves here. Anything else, Mr. Kopta? 5 б MR. KOPTA: Yes, not surprisingly. I have to 7 say that McLeod vehemently disagrees with the characterization that we have raised these issues in 8 9 the Federal District Court; quite the contrary. Qwest 10 amended its complaint to make it more broad with the 11 intention, at least at the time that they did, of 12 sweeping in these issues under the interconnection 13 agreement, and McLeod has vigorously opposed that. 14 So without going into much detail, as 15 Ms. Anderl is going to facts not in evidence, as it 16 were, we do not think that that is at all the case. We 17 would not have filed in 14 different states if we had believed that somehow or another the District Court was 18

19 the proper venue for determining this dispute. We 20 don't. In our view, this commission is the proper 21 venue in the first instance. In fact, there are cases 22 we cited in our response that says exactly that, that 23 the Commission is supposed to look at these issues 24 first.

```
25
```

JUDGE MOSS: It's a question of primary

1 jurisdiction, isn't it?

2 MR. KOPTA: Correct, and this commission has 3 primary jurisdiction. That's our position. 4 I also disagree with Ms. Anderl's application of the Supreme Court's test. I think we do have an 5 6 actual dispute over interpretation of the 7 interconnection agreement. I think it's very clear 8 that McLeod has its position and Qwest has its 9 position, and those have not changed under the 10 circumstances.

11 And we believe that it is direct and 12 substantial. Again, as I've described earlier, we 13 shouldn't have to go through a fire drill to get to 14 this commission. If we want to get into a situation 15 where we leave things vague as they are right now and 16 simply have to rush around and get something filed with the Commission before they cut off our service, then 17 18 we've doing exactly what we've done up to now, and that's not the best use of our resources or the 19 20 Commission's resources, and if the Commission can lay 21 down some ground rules about saying, Yes, you have to 22 go through the dispute resolution arena; No, you can't 23 demand a deposit outside the ICA, and to the extent 24 necessary, No, you can't cut off service until you've gotten our approval, then I think that we are talking 25

about something that will at least slow down that 1 2 particular train so it can bring this to the Commission 3 in the context of having the time for the Commission to 4 consider all of these issues, not in the circumstance in which we are all rushing around and the Commission 5 6 has to make a snap judgment based on whatever we are able to pull together. 7 JUDGE MOSS: Ms. Anderl mentioned that the 8 9 Utah Commission has agreed to file Qwest's motion to 10 dismiss. Does this remain live in the other 13 11 jurisdictions? 12 MR. KOPTA: It does. 13 JUDGE MOSS: What's happening in those 14 jurisdictions in terms of process? 15 MR. KOPTA: My understanding is that Qwest 16 has or will file the same type of motion in all of 17 those cases. Those are being considered, but on a 18 longer track, by the other state commissions. I think there are some filings that are due this week and some 19 20 that aren't due for another week or two, but all of 21 these commissions will be considering this issue. 22 JUDGE MOSS: Any last words? 23 MS. ANDERL: If I may, this is not in 24 response to Mr. Kopta, but I had another authority here that I neglected to mention, and I don't have the 25

docket number with me, but I think Your Honor will
 remember it as the AT&T arbitration before you, as I
 recall.

4 JUDGE MOSS: Who was the other party? MS. ANDERL: AT&T's petition for arbitrated 5 agreement against Qwest, and that issue turned around 6 7 the definition of a tandem office switch, and AT&T, in 8 Qwest's view, was requesting the Commission not only to 9 select a definition of tandem switch but to interpret 10 that definition as well, and my recollection is that 11 Qwest's briefing paper to the Commission said, 12 basically, this is not ripe. There is no dispute yet, 13 and that AT&T's request, quote, "rests upon contingent 14 future events that may not occur as anticipated or 15 indeed may not occur at all." 16 So what AT&T there was saying, If you adopt Qwest's definition of a tandem switch, this is how 17 18 Qwest will interpret it and this is what they will do to us as a result, and we said, We don't know that. 19 20 That's ridiculous and silly. You shouldn't rule on 21 that yet. 22 JUDGE MOSS: You have to agree, that 23 situation was considerably more speculative.

24 MS. ANDERL: It was. Yes and no. We have no 25 idea whether we are going to demand a deposit from

McLeod again. No business decision along those lines 1 2 has been made. We don't know if the Federal Court is 3 going to step in and say, Yes, we do believe the issues 4 under the interconnection agreement are properly before us, and it doesn't make any sense to have 14 states 5 6 decide it even if they do have primary jurisdiction. 7 On appeal, it comes to the Federal District Court 8 anyway, so let's just cut out the middleman.

9 While I would agree that there was a past 10 dispute between the parties here, and at that point in 11 time, there was definitely a concrete dispute that 12 presented a justiciable controversy, I'm not sure that 13 in the present posture that we find ourselves that it 14 is any less speculative that there will be a dispute on 15 these particular provisions of the ICA than in the AT&T 16 arbitration.

JUDGE MOSS: Don't you read these cases on this voluntary cessation exception to the mootness doctrine to be directed at the policy go of providing repose to those who arguably have been acted illegally against?

## 22

MS. ANDERL: I agree.

JUDGE MOSS: Can we characterize McLeod as being in a state of repose in light of Qwest's letter, which clearly leaves open the "threat" of making this

1 sort of demand a second time?

2 MS. ANDERL: True, it may, but I don't think 3 it leaves them in any sort of -- what if Qwest had just 4 said to McLeod a month ago, We may be asking you for a deposit sometime down the road, so think about that. 5 6 Would the dispute that McLeod has raised in their petition has been sufficiently well-joined and defined 7 to bring before the Commission? I think not, and I 8 9 think that's really the equivalent of where we are. 10 JUDGE MOSS: I imagine McLeod might want 11 something in writing before they'd agree with that. 12 I'm not going to rule sitting here today. I 13 take it there is no argument. I'm not going to rule 14 here today because the Commission prefers really to 15 announce its decisions in writing, and I prefer to 16 think about this a little more because although the cases seem powerfully direct in one way to me, and 17 18 frankly, I'm inclined to deny the motion, I'm not sure 19 of that sitting here. I've heard very good argument 20 from both of you, and you are both remarkably versed in 21 all of this stuff. So I'm going to think about it 22 before I make a final decision, but I did want to let 23 you know how I'm inclined.

24 With that in mind, why don't we go ahead and 25 talk a little bit about what further process we might

follow if I do, in fact, rule that the motion is 1 2 denied, so let's turn to that. Do we want that on the 3 record? 4 MR. KOPTA: It might be better to go off the record initially. 5 б JUDGE MOSS: Let's go off the record and talk about what will be involved here. 7 (Discussion off the record.) 8 9 JUDGE MOSS: We've had some off-the-record 10 discussion concerning process and a potential 11 procedural schedule and have reached the point of 12 deciding that it will be best to await the Commission's 13 written order on the motion to dismiss, and at that 14 time, we will schedule a further prehearing conference 15 as necessary to pursue the question of process and 16 procedural schedule, assuming the motion to dismiss is 17 not granted, and we have no other business to conduct 18 today, so I would just like to thank the parties for 19 their appearance here and their very capable arguments. 20 MR. KOPTA: Thank you, Your Honor. 21 MS. ANDERL: Thank you. 22 (Prehearing concluded at 3:00 p.m.) 23 24 25