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November 19, 1999

Mrs. Blanca S. Bayó Director, Division of Records and Reporting Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Re: Docket No. 981834-TP and 990321-TP

Dear Ms. Bayó:

Enclosed are an original and 15 copies of BellSouth Telecommunications, Inc.'s Rebuttal Testimony of Jerry D. Hendrix and W. Keith Milner. Please file these documents in the captioned matter.

A copy of this letter is enclosed. Please mark it to indicate that the original was filed and return the copy to me. Copies have been served to the parties shown on the attached Certificate of Service.

Sincerely,

J. Hullip Carder J. Phillip Carver (1)

Enclosures

APP

FAG

OPC PAL

WAW

OTH

cc: All parties of record M. M. Criser, III N. B. White R. D. Lackey

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CERTIFICATE OF SERVICE Docket No. 981834-TP and 990321-TP

I HEREBY CERTIFY that a true and correct copy of the foregoing was served via

U. S. Mail this 19th day of November, 1999 to the following:

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- 1

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J. Hullip Carver (A)

ORIGINAL

	BELLSOUTH TELECOMMUNICATIONS, INC.
	REBUTTAL TESTIMONY OF W. KEITH MILNER
	BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION
	DOCKET NOS. 981834-TP and 990321-TP
	NOVEMBER 19, 1999
Q.	PLEASE STATE YOUR NAME, ADDRESS, AND POSITION WITH
	BELLSOUTH TELECOMMUNICATIONS, INC.
Α.	My name is W. Keith Milner. My business address is 675 West Peachtree
	Street, Atlanta, Georgia 30375. I am Senior Director - Interconnection
	Services for BellSouth Telecommunications, Inc. ("BellSouth"). I have
	served in my present role since February 1996 and have been involved
	with the management of certain issues related to local interconnection,
	resale, and unbundling.
Q.	ARE YOU THE SAME W. KEITH MILNER WHO FILED DIRECT
	TESTIMONY IN THIS PROCEEDING?
Α.	Yes.
Q.	WHAT IS THE PURPOSE OF YOUR REBUTTAL TESTIMONY?
Α.	I will respond to portions of the testimony of the following witnesses in
	A. Q. Q.

DOCUMENT NUMBER-DATE 14359 NOV 19雷

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Sect

1		connection with issues 3-4, 9-12, 16, and 20:
2		
3	•	John W. Ries, GTE Florida Incorporated, "GTE"
4	•	Julia O. Strow, Intermedia Communications, Inc., "Intermedia"
5	•	Andrew Levy, MGC Communications, Inc., "MGC"
6	•	Michael Moscaritolo, Covad Communications Company, "Covad"
7	•	Robert Williams, Rhythms Links Inc., "Rhythms"
8	•	Ron Martinez, WorldCom Technologies, Inc., "WorldCom"
9	•	Melissa L. Closz, Sprint
10	•	Michael R. Hunsucker, Sprint
11	•	James C. Falvey, e.spire Communications, Inc., "e.spire"
12	•	Joseph Gillan, Florida Competitive Carriers Association, "FCCA"
13	•	David Nilson, Supra Telecommunications and Information Systems,
14		"Supra"
15		
16	ISSU	E 3: To what areas does the term "premises" apply, as it pertains to
17	physi	cal collocation and as it is used in the Act, the FCC's Orders, and FCC
18	Rules	s?
19		
20	Q.	MR. MARTINEZ (PAGE 7) STATES THAT A BROAD DEFINITION OF
21		"PREMISES" HAS BEEN REINFORCED BY THE FCC'S RECENT
22		ADVANCED SERVICES ORDER AND THAT IN PARAGRAPHS 39 AND
23		45 OF THE ORDER, THE FCC SPECIFICALLY AUTHORIZED
24		COLLOCATION IN ANY AVAILABLE SPACE INSIDE OR OUTSIDE OF
25		THE CENTRAL OFFICE. DO YOU AGREE WITH MR. MARTINEZ'

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INTERPRETATION?

2

A. No. Nothing in either paragraph 39 or 45 specifically addresses
authorizing collocation in any available space inside or outside of the
central office. The entire text of Paragraph 39 states:

6 "We [FCC] now adopt our tentative conclusion that incumbent LECs 7 must provide specific collocation arrangements, consistent with the 8 rules we [FCC] outline below, at reasonable rates, terms, and 9 conditions as are set by state commissions in conformity with the 10 Act and our [FCC] rules. We [FCC] agree with those commenters 11 that argue requiring such alternative collocation arrangements will 12 foster deployment of advanced services by facilitating entry into the 13 market by competing carriers. By requiring incumbent LECs to 14 provide these alternative collocation arrangements, we [FCC] seek 15 to optimize the space available at incumbent LEC premises. 16 thereby allowing more competitive LECs to collocate equipment 17 and provide service. Moreover, we [FCC] noted in the Advanced 18 Services Order and NPRM, and the record reflects, that more cost-19 effective collocation solutions may encourage the deployment of 20 advanced services to less densely populated areas by reducing the 21 cost of collocation for competitive LECs".

22

23 The entire text of Paragraph 45 states:

24 "In the Advanced Services Order and NPRM, we [FCC] also asked
25 whether, if an incumbent LEC offers a particular collocation

1 arrangement, such an arrangement should be presumed to be 2 technically feasible at other LEC premises. We [FCC] recognize 3 that different incumbent LECs make different collocation 4 arrangements available on a region by region, state by state, and 5 even central office by central office basis. Based on the record, we 6 [FCC] now conclude that the deployment by any incumbent LEC of 7 a collocation arrangement gives rise to a rebuttable presumption in 8 favor of a competitive LEC seeking collocation in any incumbent 9 LEC premises that such an arrangement is technically feasible. 10 Such a presumption of technical feasibility, we [FCC] find, will 11 encourage all LECs to explore a wide variety of collocation 12 arrangements and to make such arrangements available in a 13 reasonable and timely fashion. We [FCC] believe this "best 14 practices" approach will promote competition. Thus, for example, a 15 competitive LEC seeking collocation from an incumbent LEC in 16 New York may, pursuant to this rule, request a collocation 17 arrangement that is made available to competitors by a different 18 incumbent LEC in Texas, and the burden rests with the New York 19 incumbent LEC to prove that the Texas arrangement is not 20 technically feasible. The incumbent LEC refusing to provide such a 21 collocation arrangement, or an equally cost-effective arrangement, 22 may only do so if it rebuts the presumption before the state 23 commission that the particular premises in guestion cannot support the arrangement because of either technical reasons or lack of 24 25 space".

- The term "premises" has been clearly defined by the FCC in its rules. The
 definition has been restated in this rebuttal testimony on this page at lines
 19-25.
- 5

G. MR. MARTINEZ (PAGES 7-8) AND MR. HUNSUCKER (PAGE 8) STATE
THAT STRUCTURES HOUSING ADMINISTRATIVE OFFICE
PERSONNEL SHOULD BE AVAILABLE FOR COLLOCATION WHEN
SPACE IS LEGITIMATELY EXHAUSTED IN A PARTICULAR LEC
PREMISES OR IF THERE IS VACANT SPACE AVAILABLE IN THESE
STRUCTURES PER THE FCC'S DEFINITION OF "PREMISES". DO
YOU AGREE?

13

14 Α. No. Such an interpretation goes far beyond an ILEC's duty to provide 15 collocation in its premises. As I stated in my direct testimony, the 16 Telecommunications Act of 1996 ("Act") does not provide a definition for 17 the term "premises", nor is the term discussed in the legislative history. In 18 the FCC's Order 96-325, the FCC defined the term "premises" as follows: 19 "We [FCC] therefore interpret the term 'premises' broadly to include 20 LEC central offices, serving wire centers and tandem offices, as 21 well as all buildings or similar structures owned or leased by the 22 incumbent LEC that house LEC network facilities. We [FCC] also treat as incumbent LEC premises any structures that house LEC 23 24 network facilities on public rights-of-way, such as vaults containing 25 loop concentrators or similar structures". [Paragraph 573]

I believe that if the FCC intended to broaden its definition, it could have
done so in its recent Order. It did not. Instead, the FCC permits "the new
entrant to construct or otherwise procure such an adjacent structure,
subject only to reasonable safety and maintenance requirements" (FCC
Order 99-48 at Paragraph 44) and only in legitimate space exhaust
situations.

8

1

9 These statements by Messrs. Martinez and Hunsucker are not about 10 legitimate space exhaustion. Instead, it is a demand by ALECs for access 11 to structures on ILEC property that do not house ILEC network facilities 12 and thus do not meet the FCC's definition of "premises". Furthermore, 13 "adjacent CEVs and similar structures" referenced by the FCC in 47 CFR 14 §51.323(k)(5) are ALEC structures built adjacent to the BellSouth 15 premises. These structures will not be owned by or controlled by 16 BellSouth, will not house BellSouth facilities, and therefore can not be 17 BellSouth premises. To summarize, CEVs and similar structures are 18 located on BellSouth's property but are not BellSouth's "premises" 19 because the adjacent CEVs and similar structures are not <u>BellSouth's</u> and 20 the equipment housed within the adjacent CEV or similar structure is not part of BellSouth's network facilities. 21 22

23 Q. HAVE OTHER PARTIES SOUGHT TO FURTHER BROADEN THE FCC's
24 DEFINITION OF THE TERM "PREMISES"?

25

1	Α.	Yes. Some parties have suggested that buildings housing BellSouth's
2		administrative or other support personnel that are on parcels of land
3		adjacent to or near BellSouth's central offices should likewise be
4		considered "premises" under the FCC's definition. Since these buildings
5		do not house network facilities (that is, switches or transmission
6		equipment, for example), they are not subject to requirements for
7		collocation.
8		
9	Q.	MR. MARTINEZ (PAGE 8) APPARENTLY AGREES WITH THE TEXAS
10		COMMISSION'S DEFINITION OF PREMISES IN THAT "TO THE
11		EXTENT SPACE IN AN ELIGIBLE STRUCTURE IS 'LEGITIMATELY
12		EXHAUSTED' AND THE SWBT PROPERTY ALSO HAS WITHIN CLOSE
13		PROXIMITY AN 'ADMINISTRATIVE OFFICE' WHERE NETWORK
14		FACILITIES COULD BE HOUSED, THAT SPACE SHOULD BE LOOKED
15		AT AS A POSSIBLE ADJACENT ON-SITE COLLOCATION LOCATION".
16		[EMPHASIS ADDED] DO YOU AGREE?
17		
18	Α.	Absolutely not. To the extent that the Texas Commission expanded the
19		definition of "premises", it set up a conflict with the FCC's definition of
20		"premises". It is the FCC's definition that is important in these
21		proceedings because BellSouth must provide collocation according to that
22		definition. The FCC defined "premises" as those buildings or similar
23		structures that house ILEC network facilities, not buildings or structures
24		that could house ILEC network facilities.
25		

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1	Q.	ON PAGE 6 OF HIS TESTIMONY, MR. LEVY STATES THAT THE TERM
2		"PREMISES" NOT ONLY APPLIES TO ANY SPACE IN A CENTRAL
3		OFFICE THAT IS UNUSED BUT ALSO INCLUDES THE ILEC'S
4		PROPERTY OUTSIDE OF THE CENTRAL OFFICE BUILDING, BUT
5		WITHIN THE PROPERTY LINE. DO YOU AGREE?
6		
7	Α.	No. I disagree with Mr. Levy's definition of the term "premises". The
8		FCC's definition of the term "premises" in no way specifies space outside
9		of the central office building or similar building or structure. To conform
10		with the FCC's use of the term "premises", the space outside of the central
11		office must have some form of structure which houses ILEC network
12		facilities. Empty property is not, by definition, appropriately classified as
13		"premises".
14		
15	Q.	ON PAGES 6-7 OF HIS TESTIMONY, MR. LEVY STATES THAT
16		UTILIZING ANY SPACE WITHIN THE PROPERTY LINE IS VALUABLE
17		BECAUSE IT IS CLOSE TO THE CENTRAL OFFICE BUILDING "SO
18		THAT THE ALEC CAN REACH THE ILEC MAIN DISTRIBUTION FRAME
19		('MDF') VIA A COPPER CONNECTION THROUGH A MANHOLE."
20		DOES BELLSOUTH HAVE ANY OBLIGATIONS TO PROVIDE FOR
21		SUCH NON-FIBER OPTIC FACILITIES?
22		
23	Α.	The rules regarding an ILEC's collocation obligation under the Act
24		established by the FCC in the First Report and Order clearly state that the
25		ILEC has no obligation to accommodate copper entrance facilities unless
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1		and until such interconnection is first approved by the state commission.
2		47 CFR §51.323(d)(3) is as follows:
3		"When an incumbent LEC provides physical collocation, virtual
4		collocation, or both, the incumbent LEC shall permit interconnection
5		of copper or coaxial cable if such interconnection is first approved
6		by the state commission."
7		
8		This rule was not altered by the FCC's decision in its Advanced Services
9		Order and NPRM.
10		
11	ISSU	E 4: What obligations, if any, does an ILEC have to interconnect with
12	ALEC	physical collocation equipment "off-premises"?
13		
14	Q.	DO YOU AGREE WITH THE COMMENTS OF SEVERAL WITNESSES
15		THAT THE ACT AND THE FCC'S RULES REQUIRE AN ILEC TO
16		INTERCONNECT WITH ALEC FACILITIES REGARDLESS OF WHERE
17		THE ALEC FACILITIES ARE LOCATED, SUBJECT ONLY TO
18		REASONABLE SAFETY AND MAINTENANCE REQUIREMENTS?
19		HUNSUCKER, P. 9-10; LEVY, P. 7; WILLIAMS, P. 10; FALVEY, P. 6.
20		
21	A .	No. BellSouth has an obligation to interconnect at any technically feasible
22		point within the BellSouth network for the purposes of the transmitting and
23		routing of telephone exchange traffic and exchange access traffic.
24		BellSouth complies with this obligation pursuant to negotiated and
25		arbitrated interconnection agreements. The issue in this docket is where

does the adjacent collocation obligation lie and if the entrance facility rule
 for collocation applies. The answer is that the adjacent collocation
 obligation lies within the confines of the legitimately exhausted BellSouth
 premise property. Further, 47 CFR §51.323(d)(3) absolutely applies to
 adjacent collocation.

6

7 The trend in the telecommunications industry is for cables and equipment 8 to be <u>reduced</u> in size, not <u>increased</u> in size. For example, yesterday's 9 3,600 pair copper cable required its own four inch conduit. The capacity 10 provided by that copper cable could now easily be provided by a fiber 11 optic cable, which is a little more than one-half inch in diameter, an eight-12 fold reduction. Accommodation of ALECs' requests to use BellSouth's 13 entrance facilities to bring new copper cables into BellSouth's central 14 offices would accelerate the exhaust of entrance facilities at its central 15 offices at an unacceptable rate, as compared to current technologies such 16 as fiber optic cable.

17

Q. ON PAGE 9 OF HIS TESTIMONY, MR. WILLIAMS SAYS THAT ILECS
SHOULD ALLOW COMPETITORS TO EITHER CONSTRUCT OR
OBTAIN ADJACENT COLLOCATION IN ANY ADJACENT STRUCTURE
AT AN ILEC PREMISES INCLUDING ALL EXISTING STRUCTURES AT
THE ILEC PREMISES THAT HOUSE NETWORK FACILITIES. DO YOU
AGREE?

24

25 A. I agree, but only where space is exhausted inside the central office

building and only in those existing structures that meet the FCC's
 definition of "premises".

3

Q. MR. WILLIAMS (PAGE 9) SAYS THAT IN ORDER TO COLLOCATE AT
THE ILECS' PREMISES, COMPETITORS SHOULD ALSO BE ALLOWED
TO COLLOCATE IN REMOTE TERMINALS, WHICH ARE OWNED OR
LEASED BY THE ILEC HOUSING NETWORK FACILITIES, AND WOULD
BE AT AN EXTREME COMPETITIVE DISADVANTAGE IF PROHIBITED
FROM UTILIZING THESE FACILITIES. DO YOU AGREE?

10

11 Α. As a general rule, remote terminals lack sufficient space for physical 12 collocation. There may be occasions where collocation in remote 13 terminals is found to be technically feasible. However, a technically 14 feasible method for an ALEC to gain access to unbundled network 15 elements at a BellSouth remote terminal is for the ALEC to install its own 16 equipment inside its own structure alongside BellSouth's structure. 17 BellSouth would then extend a tie-cable between its structure and the 18 ALEC's structure thus providing access but preserving network reliability. 19 20 ON PAGE 7 OF HIS TESTIMONY, MR. LEVY STATES THAT Q.

21 **"INTERCONNECTION IS TECHNICALLY FEASIBLE AND THEREFORE,**

- 22 SHOULD BE MANDATORY. ALL THAT IS REQUIRED FOR SUCH AN
- 23 INTERCONNECTION IS CONDUIT SPACE IN AN ILEC MANHOLE
- 24 NEAR THE CENTRAL OFFICE BUILDING WHERE COPPER FROM THE
- 25 ILEC CAN BE SPLICED TO COPPER FROM THE ALEC". DO YOU

AGREE WITH MR. LEVY'S COMMENTS?

2

3 Α. No. First, Mr. Levy's comment that "interconnection is technically feasible" 4 is extremely vague and not very definitive, therefore his claim cannot be 5 supported as stated. Second, as I discussed previously in this testimony. 6 the issue of interconnection of non-fiber optic cable facilities was 7 addressed in the FCC's Second Report and Order. In the Matter of 8 Expanded Interconnection with Local Telephone Company Facilities in CC 9 Docket 91-141, Transport Phase I, released September 2, 1993. 10 Paragraph 69 of that Report and Order states: "LECs are not required to 11 provide expanded interconnection for switched transport for non-fiber optic 12 cable facilities (e.g., coaxial cable). In the Special Access Order, we [that 13 is, the FCC] concluded that given the potential adverse effects of 14 interconnection on the availability of conduit or riser space, 15 interconnection should be permitted only upon Common Carrier Bureau approval of a showing that such interconnection would serve the public 16 17 interest in a particular case. We adopt this approach for switched 18 transport expanded interconnection." 19 20 BellSouth believes that, consistent with the FCC's Rules in CC Dockets 21 96-98 and 91-141, it is not required to accommodate requests for non-22 fiber optic facilities placed in BellSouth's entrance facilities. . * 23 24 MR. NILSON STATES (PAGE 7) THAT "THE ILEC SHOULD BE Q. REQUIRED TO PROVIDE ANYTHING THAT IS A TECHNICALLY 25

1		FEASIBLE INTERCONNECTION OR USE OF FACILITIES WITHIN THE
2		CO OFF PREMISES". PLEASE RESPOND.
3		
4	A .	I'm not sure what Mr. Nilson means as he doesn't indicate how this should
5		be done. Also, I don't understand what is meant by his phrase "within the
6		CO off premises".
7		
8	Q.	ON PAGE 3 OF MS. STROW'S TESTIMONY, REFERENCE IS MADE TO
9		"THE FCC ADOPTED RULE 51.323(k)(1) REQUIRING THE ILECS TO
10		PROVIDE "OFF-PREMISES" OR "ADJACENT COLLOCATION" WHERE
11		SPACE IS LEGITIMATELY EXHAUSTED IN A PARTICULAR ILEC
12		CENTRAL OFFICE AND WHERE IT IS TECHNICALLY FEASIBLE".
13		PLEASE COMMENT.
14		
15	Α.	First, FCC 51.323(k)(1) addresses shared collocation cages, not adjacent
16		collocation. I believe Ms. Strow meant to refer to FCC 51.323(k)(3) which
17		addresses adjacent space collocation. Second, Ms. Strow's statement
18		seems to imply that "off-premises" is synonymous with "adjacent
19		collocation", but provides no definition of either. I do not believe "off
20		premises" and "adjacent collocation" to be synonymous terms. BellSouth
21		provides "adjacent collocation" by allowing collocators to construct or
22		otherwise procure CEVs and similar structures on BellSouth's property in
23		cases where space for physical collocation is legitimately exhausted.
24		believe "off-premises" physical collocation is a reference to space a
25		collocator may rent or own that is in close proximity to a BellSouth central

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office, thus the difference in the two terms.

2

3 **ISSUE 9:** What is the appropriate demarcation point between ILEC and 4 ALEC facilities when the ALEC's equipment is connected directly to the 5 ILEC's network without an intermediate point of interconnection? 6 7 Q. THE ALECS' WITNESSES GENERALLY AGREE THAT THEY SHOULD 8 HAVE THE OPTION TO PROVISION AN ALTERNATE DEMARCATION 9 POINT EITHER INSIDE OR OUTSIDE THEIR COLLOCATION SPACE 10 AS APPROPRIATE. CLOSZ, P. 17; LEVY, P. 14-15; WILLIAMS, P. 13-11 14; NILSON, P. 10. WHAT IS YOUR REACTION? 12 13 Α. As noted in my direct testimony, there obviously is a need for a clearly 14 understood demarcation point between two carriers' networks with each 15 party responsible for maintenance and operation of all equipment/facilities 16 on its side of the demarcation point. Further, I do not agree that the 17 demarcation point may be within a collocation space because ordinarily 18 BellSouth does not have access to the ALEC's equipment within its 19 collocation arrangement. 20 21 Contrary to the statement of Mr. Nilson at page 10, BellSouth does not 22 have a demarcation between its switching and transmission equipment. Demarcation is a point of separation between two carriers' networks. 23 24 25 ON PAGE 14 OF HIS TESTIMONY, MR. WILLIAMS STATES THAT Q.

1		BELLSOUTH ESSENTIALLY REFUSES TO ALLOW COMPETITORS TO
2		DESIGNATE THE POINT OF INTERCONNECTION BETWEEN THEIR
3		COLLOCATION ARRANGEMENTS AND BELLSOUTH'S NETWORK. IS
4		HE CORRECT?
5		
6	Α.	No. BellSouth allows interconnection at any technically feasible point. The
7		question is not "where" the point of interconnection should be but "how" or
8		what device should be used for interconnection.
9		
10	Q.	MR. WILLIAMS (PAGE 14) INDICATES "BELLSOUTH INSISTS THAT
11		RHYTHMS MUST WIRE FROM ITS COLLOCATION SPACE TO THE
12		CDF. BELLSOUTH CLAIMS THE CDF IS NOT AN 'INTERMEDIATE
13		FRAME,' THOUGH IT IS A FRAME LOCATED BETWEEN THE
14		COLLOCATION ARRANGEMENT AND THE MDF". PLEASE
15		COMMENT.
16		
17	Α.	First of all, the CDF is not an 'intermediate frame'. It is tied directly into
18		BellSouth's network. A demarcation point must exist to define where each
19		carrier's network ends. BellSouth asked for a legally binding agreement
20		between BellSouth and Rhythms in order to move forward with
21		provisioning collocation space. At this time, it is not clear to me whether
22		Rhythms wants a Point of Termination (POT) bay or not and whether or
23		not Rhythms wants the demarcation point to be a POT bay. In any event,
24		some demarcation point must be established. BellSouth proposes a CDF
25		as a demarcation point.

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1		
2	Q.	MS. CLOSZ (PAGES 16-17) SUGGESTS THAT THE APPROPRIATE
3		DEMARCATION POINT BETWEEN ILEC AND ALEC FACILITIES
4		WITHOUT AN INTERMEDIATE POINT OF INTERCONNECTION IS THE
5		ALEC COLLOCATION SITE AND THAT THIS WOULD SERVE AS THE
6		POINT WHERE ALEC AND ILEC FACILITIES MEET AND WHERE
7		MAINTENANCE AND PROVISIONING RESPONSIBILITIES ARE SPLIT
8		WITH EACH PARTY ASSUMING APPROPRIATE RESPONSIBILITY.
9		DO YOU AGREE?
10		
11	A.	No. First, the ALEC collocation site is not "the" appropriate demarcation
12		point, but "one" appropriate demarcation point. Second, Ms. Closz fails to
13		indicate specifically where such a demarcation would be made, or upon
14		what device the demarcation point would reside.
15		
16	Q.	ON PAGE 17 OF MS. CLOSZ'S TESTIMONY, SHE STATES THAT THE
17		ALEC SHOULD HAVE THE OPTION TO UTILIZE AN INTERMEDIATE
18		POINT OF INTERCONNECTION, SUCH AS A POT BAY. DO YOU
19		AGREE?
20		
21	Α.	BellSouth allows interconnection of its network to ALECs' networks at any
22		technically feasible point. At the ALEC's option, a POT bay or frame may
23		be placed in the collocation space, but this POT bay will not serve as the
24		demarcation point. The FCC's Rules (Paragraph 42) state, "Incumbent
25		LECs may not require competitors to use an intermediate interconnection

.

1		arrangement in lieu of direct connection to the incumbent's network if
2		technically feasible, because such intermediate points of interconnection
3		simply increase collocation costs without a concomitant benefit to
4		incumbents".
5		
6	ISSL	IE 10: What are reasonable parameters for reserving space for future
7	LEC	and ALEC use?
8		
9	Q.	MR. HUNSUCKER (PAGES 13-14) REFERENCES FCC RULE 51.323
10		(f)(5) FOR GUIDELINES TO BE USED IN REGARDS TO RESERVATION
11		OF SPACE FOR FUTURE PHYSICAL COLLOCATION USE. DO YOU
12		AGREE WITH MR. HUNSUCKER'S INTERPRETATION OF THE FCC'S
13		RULES?
14		
15	Α.	No, I disagree with Mr. Hunsucker because the FCC's Rule he cites refers
16		to virtual collocation, not physical collocation. FCC Rule 51.323(f)(5) is as
17		follows:
18		"An incumbent LEC shall relinquish any space held for future use
19		before denying a request for virtual collocation on the grounds of
20		space limitations, unless the incumbent LEC proves to the state
21		commission that virtual collocation at that point is not technically
22		feasible."
23		
24	Q.	EXPLAIN THE DIFFERENCE BETWEEN VIRTUAL COLLOCATION AND
25		PHYSICAL COLLOCATION.

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1 2 Α. In a physical collocation arrangement, a collocator leases space at an 3 ILEC's premises for its equipment. The collocator has physical access to 4 this space to install, maintain, and repair its equipment. In a virtual 5 collocation arrangement, the collocator, however, does not have physical 6 access to the ILEC's premises. Instead, the equipment is under the 7 physical control of the ILEC, and the ILEC is responsible for installing, 8 maintaining, and repairing the collocator's equipment. 9 10 Q. ON PAGES 14-17 OF HIS TESTIMONY, MR. HUNSUCKER, ON 11 BEHALF OF SPRINT, RECOMMENDS THAT BOTH ILECS AND ALECS SHOULD BE ABLE TO RESERVE FLOOR SPACE FOR UP TO 12 12 MONTHS. OTHER WITNESSES STATE THAT SPACE RESERVATION 13 14 PARAMETERS SHOULD RANGE ANYWHERE FROM NO RIGHT TO 15 RESERVE SPACE FOR EITHER THE ILEC OR ALECS TO THE RIGHT 16 TO RESERVE SPACE UP TO THREE YEARS. MARTINEZ, P. 14: 17 STROW, P. 10; LEVY, P. 15. PLEASE COMMENT. 18

A. As I stated in my direct testimony, the FCC, in its First Report and Order,
ruled that "restrictions on warehousing of space by interconnectors are
appropriate. Because collocation space on incumbent LEC premises may
be limited, inefficient use of space by one competitive entrant could
deprive another entrant of the opportunity to collocate facilities or expand
existing space." CC 96-325, at Paragraph 586. The FCC also provides
that "Incumbent LECs may not ... reserve space for future use on terms

more favorable than those that apply to other telecommunications carriers
 seeking to hold collocation space for their own future use." CC 96-325, at
 Paragraph 604.

4

5 BellSouth applies to ALECs the same standards it applies to itself 6 regarding the reservation of space. ALECs may reserve space for a two-7 year forecast. Forecasts longer than two years become increasingly less 8 reliable. If it is apparent the space will not be utilized and BellSouth has a 9 need for the space for itself or for another interconnector following the 10 expiration of the two-year period, the ALEC must forfeit the use of that 11 space. Likewise, BellSouth will forfeit any of its reserved space that will 12 not be used within the two-year window if needed by an ALEC.

13

14 Q. MS. STROW (PAGES 10-11) SUGGESTS THAT THE ILECS SHOULD 15 BE REQUIRED TO HAVE ENOUGH SPACE FOR AT LEAST TWO 16 COLLOCATORS IN A SPECIFIC CENTRAL OFFICE AND THAT WHEN 17 SPACE FALLS BELOW THE AMOUNT NECESSARY FOR TWO 18 COLLOCATORS, THE ILEC SHOULD FIRST BE REQUIRED TO GIVE 19 UP THE SPACE IT HAS RESERVED FOR GROWTH IF AN ALEC 20 REQUESTS THE SPACE. FURTHER, THE ILEC SHOULD THEN BEGIN 21 TO CREATE PLANS FOR EXPANSION OF THE CENTRAL OFFICE. DO 22 YOU AGREE? . •

23

A. Absolutely not. First, there is no basis for such a requirement. Any such
 requirement would put BellSouth at a distinct disadvantage to ALECs if the

1		ALECs reserve space without the possibility of being required to relinquish
-		
2		reserved space, but BellSouth must surrender its reserved space.
3		Second, BellSouth is not obligated to construct additional space or lease
4		space. According to the FCC "We [FCC] further conclude that LECs
5		should not be required to lease or construct additional space to provide
6		physical collocation to interconnectors when existing space has been
7		exhausted" (FCC 96-325, ¶ 585).
8		
9	Q.	MR. MARTINEZ (PAGE 14) INDICATES THAT IF ANY MODIFICATIONS
10		OR ADDITIONS ARE PLANNED FOR A CENTRAL OFFICE TO MAKE
11		ADDITIONAL SPACE AVAILABLE (OR IF OBSOLETE EQUIPMENT IS
12		SCHEDULED FOR REMOVAL), ANY SPACE DESIGNATED BY THE
13		ILEC FOR "FUTURE USE" THAT EXTENDS BEYOND THE EXPECTED
14		BUILDING RELIEF DATE SHOULD BE RELEASED FOR USE BY THE
15		ALECS WHO HAVE A CURRENT NEED FOR THE SPACE. DO YOU
16		AGREE?
17		
18	Α.	No, for the same reasons as I stated earlier. The FCC's Rules require
19		BellSouth to allow ALECs to reserve space on the same basis as
20		BellSouth does for itself. BellSouth complies with this requirement.
21		
22	Q.	MR. FALVEY, ON PAGE 10 OF HIS TESTIMONY, STATES " THE
23		UNDERUTILIZATION OF EQUIPMENT COULD HAVE THE
24		ANTICOMPETITIVE EFFECT OF MINIMIZING OR ELIMINATING
25		AVAILABLE SPACE FOR COLLOCATION BY ALECS. THE

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1		COMMISSION SHOULD FOCUS ON "RESERVED SPACE," BECAUSE
2		ILECS CAN PROHIBIT COLLOCATION ENTIRELY BY RESERVING ALL
3		THE SPACE NOT ALREADY OCCUPIED BY ITS OWN EQUIPMENT".
4		DO YOU AGREE?
5		
6	Α.	Definitely not. First, BellSouth already has strong financial incentives to
7		contain its costs by making the best utilization of available equipment and
8		capital resources. Second, BellSouth offers ALECs space reservation on
9		equal terms to those that it applies to itself.
10		
11	Q.	FURTHER ON PAGE 10, MR. FALVEY STATES THAT "ANY SPACE
12		RESERVED FOR FUTURE USE BY AN ILEC MUST BE IDENTIFIED BY
13		THE ILEC FOR A PARTICULAR FUTURE USE. THE ILEC MUST
14		IDENTIFY THE NATURE OF THAT INTENDED USE, THE EXPECTED
15		DATE OF THAT USE, AND MEASURES THAT THE ILEC IS TAKING TO
16		MAKE ADDITIONAL SPACE AVAILABLE FOR PHYSICAL
17		COLLOCATION". DO YOU AGREE?
18		
19	Α.	No. Mr. Falvey is mixing two different issues. I would agree that the ILEC
20		must identify the nature and expected date of the intended future use, but
21		as to measures the ILEC is taking to make additional space available, I
22		would disagree. As I mentioned earlier in my testimony, BellSouth is not
23		required to construct or lease space for collocators.
24		· · ·
25	Q.	ON PAGE 11 OF HIS TESTIMONY, MR. NILSON STATES THAT

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"HISTORICALLY, AN ILEC'S SPACE RESERVATION WAS BASED ON
 GROWTH FORECASTING IN A MONOPOLY ENVIRONMENT. ILECS
 MUST NOW TAKE INTO CONSIDERATION A DECREASE IN DEMAND
 DUE TO LOCAL COMPETITION. THEREFORE, I BELIEVE THE
 PARAMETERS SHOULD APPLY EQUALLY TO BOTH ILECS AND
 ALECS". PLEASE COMMENT.

7

8 Α. I agree. BellSouth considers forecasted space for collocation in its plans 9 for central office additions or expansions. BellSouth provides for 10 collocation space based on forecasts derived from the following sources: 11 space currently allocated for collocation, the amount of space requested in 12 either current applications or by collocators on a waiting list for that central 13 office, and the amount of collocation space in central offices in the 14 surrounding area. BellSouth encourages ALECs to provide forecasts 15 periodically for a planning horizon of two years such that BellSouth can 16 take ALEC forecasts into account as one factor when planning for central 17 office additions, expansions, or replacements. Should this Commission 18 issue any requirements regarding forecasting demand for central office 19 additions or expansions, it should encourage ALECs to provide forecasts 20 periodically for a planning horizon of two years to be used as a factor for 21 planning purposes. BellSouth is not privy to the business plans of its 22 competitors, and without such forecasts can only estimate their future 23 collocation needs.

24

25 Q. ON PAGE 12 OF HIS TESTIMONY, MR. MOSCARITOLO STATES THAT

1 UNDER BELLSOUTH'S COLLOCATION AGREEMENT, AN ALEC MUST 2 PLACE OPERATIONAL EQUIPMENT WITHIN ITS COLLOCATION 3 SPACE AND CONNECT WITH BELLSOUTH'S NETWORK WITHIN 180 4 DAYS OF DELIVERY OF THE SPACE. HE FURTHER INDICATES 5 THAT EVEN THOUGH BELLSOUTH DOESN'T LABEL THIS PROVISION 6 AS A SPACE RESERVATION POLICY. THE PROVISION EFFECTIVELY 7 PREVENTS AN ALEC FROM RESERVING SPACE FOR FUTURE 8 GROWTH FOR A PERIOD OF OVER SIX MONTHS. PLEASE 9 COMMENT.

10

A. The "provision" that Mr. Moscaritolo referenced is meant to prevent
warehousing of space. The requirement is that the ALEC must begin to
use its space within 180 days. As I stated earlier, BellSouth allows ALECs
to reserve space for future expansion on the same terms as it applies for
itself. As I mentioned earlier in this testimony, the FCC observed that
"restrictions on warehousing of space by interconnectors are appropriate."
CC 96-325, at Paragraph 586.

18

19 **ISSUE 11: Can generic parameters be established for the use of**

20 administrative space by an ILEC, when the ILEC maintains that there is

21 insufficient space for physical collocation? If so, what are they?

22

Q. MR. HUNSUCKER (PAGE 17-18) STATES THAT ILECS SHOULD BE
 REQUIRED TO VACATE ADMINISTRATIVE SPACE PRIOR TO
 DENYING A COLLOCATION REQUEST. DO YOU AGREE?

2 Α. No, I do not. First, as I described on page 32 of my direct testimony, 3 administrative space, while not directly supporting the equipment in the 4 central office, is nonetheless a critical indirect factor in providing human 5 and logistical support for the provision of service. One excellent example 6 of the use of administrative space in a central office building is space that 7 is used for training. Typically, the training is computer-based and is 8 directly related to and supports the operation of the equipment activity in 9 the building. The training is intensive and self-paced. A quiet area is a 10 necessity for this intensive training. This training is necessary to maintain 11 a proficient work force able to master ever-changing technology. A central 12 office is not quiet. Telephones ring for multiple lines, while printers and 13 fax machines run. There is a loud background level noise of fans, air 14 conditioning, and alarms of sundry volume, duration and pitch. In addition, 15 other work teams call to each other while running cable, installing racking, 16 and cleaning up debris. Loudspeakers signal requests for test assistance 17 and wiring information for customer service needs. This can be very 18 distracting. Sending the technician out of the building for training does not 19 allow him/her to be available in case of service emergency to help fix a 20 critical problem. Further, some training modules require the trainee to 21 observe the actual equipment, thus necessitating trips from the training 22 room to the equipment itself. Requiring relocation of such training space would greatly reduce the efficiency of the training process and could 23 24 potentially impact the quality of service provided from the office. 25

1

1		Second, as I stated on page 33 of my direct testimony, generic
2		parameters for administrative space usage can not be established
3		because there are different space, equipment, building code, manpower,
4		and other requirements unique to each central office.
5		
6	Q.	IF THE COMMISSION WERE TO ADOPT A POLICY WHICH WOULD
7		REQUIRE BELLSOUTH TO RELOCATE ADMINISTRATIVE OR OTHER
8		SPACE TO ANOTHER PREMISES IN ORDER TO ACCOMMODATE A
9		COLLOCATION REQUEST, WHO SHOULD BEAR THE COSTS OF
10		IMPLEMENTING SUCH RELOCATIONS?
11		
12	Α.	All associated costs of such relocations should be borne by the ALEC or
13		ALECs whose collocation requests triggered the relocations. I am pleased
14		that Mr. Hunsucker implicitly agrees with this position with his brief
15		discussion of a methodology for cost calculation that assumes some
16		responsibility by ALECs for cost causation. I am neither a cost expert nor
17		an attorney, but it is my opinion that a separate proceeding might be
18		required to develop a suitable costing methodology if the Commission
19		decides that relocations are to be required in some cases.
20		
21	Q.	ON PAGE 11 OF MS. STROW'S TESTIMONY, SHE SUGGESTS THAT
22		THE COMMISSION SHOULD REQUIRE ILECS TO MAINTAIN ON FILE,
23		FOR FIVE YEARS, ALL APPLICATIONS FOR PHYSICAL
24		COLLOCATION AND WHEN SPACE BECOMES AVAILABLE
25		INCLUDING ADMINISTRATIVE SPACE, THE ILEC SHOULD

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IMMEDIATELY PROVIDE WRITTEN NOTIFICATION TO THE ALECS
 WHO HAD ORIGINALLY REQUESTED SPACE AND WERE DENIED.
 HOW DO YOU RESPOND?

4

5 Α. First, I do not see a purpose to be served by establishing arbitrary 6 timeframes for the retention of applications. BellSouth is committed to 7 impartially and efficiently administering a process to serve ALECs on a 8 "first come / first served" basis in each office in which they desire to 9 collocate. For example, once an office has been expanded sufficiently to 10 permit the collocation of existing applicants, it is pointless to retain 11 applications or other documents relating to the applications. The building 12 expansion may take place within months in one office but several years in 13 another. Therefore, paper file retention should be determined based on 14 the circumstances of each office. BellSouth commits to keeping 15 applications and associated documents for as long as they are needed.

16

17 Second, BellSouth believes it is meeting the concerns raised about 18 notification of ALECs when space becomes available. BellSouth 19 maintains on its Interconnection Services website a notification document indicating all central offices that are without collocation space. BellSouth 20 21 will update this document within ten (10) business days of the date of the first Denial of Application that causes space to become exhausted. At 22 BellSouth's Interconnection Services website, ALECs may subscribe to an 23 automatic e-mail notification process, which will include, among other 24 notices, a notice that the space exhaust list has been updated. BellSouth 25

1		will also post a document in its Interconnection Services website that	
2		contains a general notice indicating where space has become available in	
3		a central office previously on the space exhaust list. Given this process,	
4		the formal rules proposed for adoption by Ms. Strow are unnecessary.	
5			
6	ISSUE 12: What types of equipment are the ILECs obligated to allow in a		
7	physical collocation arrangement?		
8			
9	Q.	WHAT IS YOUR REACTION TO THE TESTIMONY OF INTERVENOR'S	
10		WITNESSES CONCERNING THE TYPES OF EQUIPMENT WHICH	
11		ILEC'S MUST ALLOW IN A PHYSICAL COLLOCATION	
12		ARRANGEMENT? HUNSUCKER, P. 19-20; STROW, P. 13; MARTINEZ,	
13		P. 16; MOSCARITOLO, P. 13; CLOSZ, P. 18; FALVEY, P. 11; NILSON,	
14		P. 11-12; RIES, P. 15.	
15			
16	Α.	I am pleased that most of the witnesses cited the FCC's March 31, 1999	
17		Order that specifies what equipment is permitted. In summary, BellSouth	
18		believes the Order is clear on the following points:	
19		-Equipment that is used only for telecommunications purposes may	
20		be collocated.	
21		-Equipment that may be used for both telecommunications	
22		purposes and enhanced switching provider (ESP) purposes and is	
23		indeed used for telecommunications purposes may be collocated.	
24		-Equipment that is used solely for ESP purposes may not be	
25		collocated.	

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1		,
2	Q.	MR. LEVY (PAGE 17) STATES THAT THE ALEC SHOULD BE
3		PERMITTED TO INSTALL ANY EQUIPMENT THAT MEETS NEBS
4		LEVEL 1 COMPLIANCE, REGARDLESS OF ITS FUNCTIONALITY. DO
5		YOU AGREE?
6		
7	Α.	No. Mr. Levy's statement contradicts his own explanation of what the
8		FCC rules require. Given that the FCC's Order in paragraph 30 does not
9		require collocation of equipment used solely to provide enhanced
10		services, BellSouth believes this creates an exception to the NEBS level 1
11		compliance. Accordingly, BellSouth believes it already is and has been in
12		compliance with the FCC's requirements.
13		
14	Q.	MR. LEVY STATES, ON PAGE 17 OF HIS TESTIMONY, THAT
15		BELLSOUTH REQUIRES ALECS TO SUBMIT AN APPLICATION, FEE
16		INCLUDED, FOR APPROVAL PRIOR TO INSTALLING EQUIPMENT
17		AND THAT "THIS POLICY IS GROSSLY UNFAIR AND ANTI-
18		COMPETITIVE." PLEASE COMMENT.
19		
20	A.	First, I note that Mr. Levy offers no evidence to support his assertion of
21		unfaimess or anti-competitiveness. Second, I believe Mr. Levy has not
22		fully thought through what the application process is designed to
23		accomplish, namely the fair treatment of all ALECs desiring to collocate.
24		The application fee is an accepted method of demonstrating a serious
25		intention and establishes for the record exactly when the ALEC informed

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the ILEC of its decision to collocate in a particular office. Such a process
 permits the policy of "first come/first served" to be fairly administered in
 situations of limited collocation space.

4

It is also possible that Mr. Levy may be confusing this issue with the
forecast issue discussed elsewhere. There is no fee associated with
BellSouth's receiving an ALEC's forecast of future collocation needs.
Further, as stated elsewhere, BellSouth does not believe applications
alone form an adequate basis for producing a forecast of central office
growth.

11

Q. MS. STROW (PAGE 13) AND MR. HUNSUCKER (PAGE 20) BOTH
SUGGEST THAT THE ILECS SHOULD HAVE THE BURDEN OF PROOF
TO ESTABLISH THAT PARTICULAR EQUIPMENT WILL NOT BE USED
FOR INTERCONNECTION OR ACCESS TO UNBUNDLED NETWORK
ELEMENTS. PLEASE DISCUSS.

17

18 Α. It should be the responsibility of the ALEC to demonstrate that any 19 equipment it proposes to collocate in ILEC spaces is in compliance with 20 the FCC's rules. It is my view that it would be an unreasonable burden 21 upon ILECs to prove the contrary case. ILECs could be faced with 22 employing extensive technical resources to evaluate equipment not used 23 for telecommunications purposes. Sufficient avenues of appeal exist for 24 ALECs should they view an ILEC decision to deny placement of a 25 particular piece of equipment as unreasonable.

<u>ISSUE 16</u>: For what reasons, if any, should the provisioning interval be
extended without the need for an agreement by the applicant ALEC or filing
by the ILEC of a request for an extension of time?

5

6 Q. MR. MARTINEZ, ON PAGE 18 OF HIS TESTIMONY, STATES THAT AN 7 AUTOMATIC EXTENSION FOR THE TIME REQUIRED TO OBTAIN A 8 BUILDING PERMIT COULD ENCOURAGE AN ILEC TO BE LESS DILIGENT IN MANAGING THE PERMITTING PROCESS. SEVERAL 9 OTHER WITNESSES SUGGEST THAT THERE ARE NO SITUATIONS 10 11 THAT SHOULD PROVIDE THE ILEC WITH AN OPPORTUNITY TO 12 UNILATERALLY EXTEND COLLOCATION PROVISIONING INTERVALS. 13 CLOSZ, P. 26; WILLIAMS, P. 5; NILSON, P. 16; PLEASE COMMENT.

14

15 Α. BellSouth is committed to meet the interim intervals established by this 16 Commission in its order in Docket 990321-TP (that is, 90 business days 17 for physical collocation and 60 days for virtual collocation). The 18 Commission recognized in that same order that extensions of these 19 intervals could become necessary and established a process in which the 20 ILEC could file a Motion for Extension of Time with the Commission and to 21 which the ALEC could respond. Several mitigating factors that are outside 22 BellSouth's control, such as the permitting interval, local building code interpretation, and unique construction requirements, affect the 23 24 provisioning interval and are properly excluded from BellSouth's 25 provisioning interval.

1 2 BellSouth does not, itself, obtain building permits. Instead, BellSouth's 3 contractors or sub-contractors who perform the work obtain any required 4 building permits. BellSouth's contracts require that the contractors obtain 5 building permits as required by the local codes applicable at the site where 6 the work is to be performed. The standard language in Article 27 of 7 BellSouth's master contract reads as follows: 8 9 "ARTICLE 27 – COMPLIANCE WITH LAWS 10 11 27.1 Contractor shall comply with the provisions of all applicable 12 federal, state, county, and local laws, ordinances, regulations, and 13 codes including, but not limited to Contractor's obligations, as an 14 employer with regards to the health, safety and payment of its 15 employees, and identification and procurement of required permits, 16 certificates, approvals, and inspections in Contractor's performance 17 of this agreement." 18 19 Given the requirements of the permitting process as described in detail on pages 36-43 of my direct testimony, it is entirely appropriate that the 20 21 permitting interval(s) be excluded from the provisioning interval 22 calculations. 23 24 MR. MOSCARITOLO, ON PAGE 14-15 OF HIS TESTIMONY, ALLEGES Q. 25 THAT BELLSOUTH HAS FILED UNNECESSARY BUILDING PERMITS

IN ORDER TO IMPROPERLY DELAY THE TURNOVER OF SEVERAL
 OF COVAD'S COLLOCATION SPACES IN FLORIDA. HOW DO YOU
 RESPOND?

4

5 Α. First, the examples cited by Mr. Moscaritolo underscore the need to 6 exclude permitting time from the provisioning interval. It is a routine 7 occurrence for a building inspector to require the correction of any 8 perceived non-compliance with building codes any where on the premises, 9 even when the non-compliance item is unrelated to the work requested by 10 the building permit. For example, in a recent case involving work on the 11 second floor of a building in Florida, the inspector required updates of 12 material dealing with the flood plain as a condition of approving the 13 requested building permit.

14

15 Second, it is ludicrous to suggest that BellSouth would endanger its 16 reputation in local communities by filing spurious building permits with city 17 or county officials. All BellSouth is contending in arguing for an automatic 18 extension of time in connection with the building permit process is that 19 local government officials have legitimate concerns which they handle with 20 the resources available to them, and that, therefore, BellSouth is faced 21 with a situation which is beyond its control. As I discussed earlier, 22 BellSouth's contractors, not BellSouth itself, actually obtain the permits. 23 BellSouth's contractors have no reason to request needless permits or to 24 be other than diligent in seeking their speedy approval.

25

Q. MR. NILSON IMPLIES ON PAGE 16 OF HIS TESTIMONY THAT ONLY
 ACTS OF GOD WOULD WARRANT AN EXTENSION OF TIME FOR THE
 PROVISIONING OF COLLOCATION SPACE. DO YOU AGREE?

- 5 Α. No. I am startled that Mr. Nilson would proffer such a restrictive proposal 6 that obviously flies in the face of basic common sense. As I stated in my 7 direct testimony, there are a number of valid reasons for an extension of 8 collocation provisioning intervals. Included among these are power plant 9 additions or upgrades; major mechanical additions or upgrades; major 10 upgrades for ADA compliance; and environmental hazard or hazardous 11 materials abatement. None of these constitute acts of God, but they are 12 certainly significant events related to activities within a central office.
- 13

4

14 Q. MR. NILSON, ON PAGE 16 OF HIS TESTIMONY, AND MR. MARTINEZ, 15 ON PAGE 18 IF HIS TESTIMONY, BOTH STATE THAT THE COMMISSION SHOULD BECOME INVOLVED IN HEARING REQUESTS 16 17 FOR EXTENSIONS OF COLLOCATION PROVISIONING INTERVALS. 18 MR. LEVY. ON PAGE 20 OF HIS TESTIMONY. SUGGESTS THAT 19 ILECS BE REQUIRED TO WRITE ALECS A LETTER REQUESTING 20 PERMISSION TO MISS A STANDARD INTERVAL. MR. MOSCARITOLO, 21 **ON PAGE 14 OF HIS TESTIMONY, SUGGESTS A NUMBER OF** 22 BURDENS OF PROOF THAT AN ILEC WOULD HAVE TO SATISFY IN THE EVENT THAT AN ALEC DID NOT AGREE WITH AN ILEC 23 24 REQUESTED EXTENSION OF THE STANDARD PROVISIONING 25 INTERVAL IN THE CASE OF A PARTICULAR OFFICE. WHAT IS YOUR

RESPONSE?

2

8

1

A. This Commission's decision in Dockets 981834-TP/990321-TP Order No.
PSC-99-1744-PAA-TP established specific procedures that an ILEC must
follow if it believes it will be unable to meet the applicable time frames and
the parties are unable to agree to an extension. The requirement reads, in
part, as follows:

9 If the ILEC believes it will be unable to meet the applicable 10 time frame and the parties are unable to agree to an 11 extension, the ILEC shall seek an extension of time from the 12 Commission within 45 calendar days of receipt of the firm 13 order. The request shall be styled as a Motion for Extension 14 of Time, instead of a waiver of this guideline. The ILEC shall 15 explain, in detail, the reasons necessitating the extension 16 and shall serve the applicant carrier with its request. The 17 applicant carrier shall have an opportunity to respond to the 18 ILEC's request for an extension of time. The Commission will rule upon the request as a procedural matter at an 19 20 Agenda Conference.

21

BellSouth believes this process is reasonable and adequately addresses the ALECs concerns on this issue.

24

25 BellSouth, for its part, notifies affected ALECs as soon as BellSouth

1 becomes aware that a delay may be imminent, whether the cause be an 2 act of God or for some of the other many legitimate possible causes 3 discussed herein. Further, BellSouth explains the reasons for any needed 4 delay to any affected ALECs. 5 6 Q. MS. CLOSZ OF SPRINT STATES ON PAGE 25 OF HER TESTIMONY 7 THAT "SPRINT BELIEVES THAT AN OPEN DIALOGUE REGARDING 8 COLLOCATION PROVISIONING SCENARIOS WILL IN MOST CASES LEAD TO MUTUAL AGREEMENT BETWEEN THE PARTIES 9 10 REGARDING THE APPROPRIATE PROVISIONING INTERVAL." WHAT 11 IS YOUR RESPONSE? 12 13 Α. I believe Ms. Closz is absolutely on target. For example, BellSouth has 14 accompanied or offered to accompany ALEC personnel to visit with city 15 officials in Jacksonville. Florida, and Ft. Lauderdale. Florida, so that the 16 ALEC could hear first hand the issues involved in a particular permit. In 17 other cases. BellSouth has provided ALECs with building permit numbers 18 so that the ALECs could verify for themselves the status of particular 19 projects. 20 21 Q. MR. LEVY SUGGESTS ON PAGE 20 OF HIS TESTIMONY THAT THE 22 NOTICE OF AN INTERVAL DELAY DOES NOT COME "UP FRONT" IN THE APPLICATION PROCESS BUT LATER DURING THE 23 PROVISIOING INTERVAL. WHAT IS YOUR RESPONSE? 24

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1	Α.	BellSouth informs ALECs of any delays or potential delays as soon as it	
2		becomes aware of them. BellSouth cannot know in advance when or from	
3		where some delay might occur during the provisioning process, thus it	
4		cannot inform ALECs of delays "up front."	
5			
6	ISSUE 20: What process, if any, should be established for forecasting		
7	collo	cation demand for CO additions or expansions?	
8			
9	Q.	MR. HUNSUCKER STATES ON PAGES 29-30 OF HIS TESTIMONY	
10		THAT SINCE THE FCC'S RULES REQUIRE THAT ILECS "TAKE INTO	
11		ACCOUNT PROJECTED DEMAND FOR COLLOCATION OF	
12		EQUIPMENT", HE PROPOSES THAT ALECS SHOULD BE REQUIRED	
13		TO PROVIDE AN ANNUAL FORECAST (FOR A THREE YEAR PERIOD)	
14		OF SPACE REQUIREMENTS BY PREMISES. ADDITIONALLY, THE	
15		ILEC WOULD BE REQUIRED TO MAKE A REASONABLE ESTIMATE	
16		OF ADDITIONAL ALEC SPACE REQUIREMENTS FOR THOSE ALECS	
17		NOT CURRENTLY COVERED BY A CONTRACT. PLEASE COMMENT.	
18			
19	Α.	Each central office has its own set of growth dynamics driven by	
20		numerous obvious factors, such as the location of the central office (rural,	
21		suburban, or urban), the market served (residential, office, industrial, etc.),	
22		and the historic growth rate (stable, expanding, declining). BellSouth	
23		stands ready, in the case of any particular central office, to discuss the	
24		reasonableness of the forecasts it adopts. BellSouth's planners are	
25		charged with the responsibility of doing the detailed work necessary to	

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establish a reasonable forecast. BellSouth allows itself no more favorable
 terms regarding forecast horizons than it does for collocators. In general,
 BellSouth employs a two-year forecast window for itself.

As to the suggestion by Mr. Hunsucker that the ILEC should make a 5 6 reasonable estimate of additional ALEC space requirements for those 7 ALECs not currently covered by a contract, BellSouth plans for collocation 8 space based on forecasts derived from the following sources: space 9 currently allocated for collocation, the amount of space requested in either 10 current applications or collocators on a waiting list for that central office. 11 and the amount of collocation space in central offices in the surrounding 12 area. BellSouth encourages ALECs to provide forecasts periodically for a 13 planning horizon of two years such that BellSouth can take ALEC 14 forecasts into account as one factor when planning for central office 15 additions, expansions, or replacements. Should this Commission issue 16 any requirements regarding forecasting demand for central office additions 17 or expansions, it should encourage ALECs to provide forecasts 18 periodically for a planning horizon of two years to be used as a factor for 19 planning purposes. BellSouth is not privy to the business plans of its 20 competitors, and can only estimate their future collocation needs. Any 21 requirements that are issued should be clear that an ILEC is only required 22 to consider the forecasts that are received, and that the receipt of any forecast(s) does not constitute a guarantee that the ILEC will construct or 23 24 lease space for collocation by any particular ALEC.

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1	Q.	MR. LEVY PROPOSES ON PAGE 22 OF HIS TESTIMONY THAT THE
2		ILECS USE THE APPLICATIONS FILED BY ALECS AS THE BASIS FOR
3		FORECASTS OF FUTURE SPACE NEEDS. WHAT DO YOU REACT TO
4		THIS SUGGESTION?
5		
6	Α.	It is reasonable to believe that the ILECs cited by Mr. Levy may have used
7		the applications as part of the basis for their forecasts in the initial stages
8		of collocation; however, applications by themselves do not provide
9		adequate information for forecasting future needs. BellSouth believes that
10		specific forecasts by individual ALECs on a periodic, ongoing basis
11		provide the best foundation for BellSouth or any ILEC to develop
12		integrated forecasts for particular central offices.
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14	Q.	DOES THIS CONCLUDE YOUR REBUTTAL TESTIMONY?
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16	A.	Yes.
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