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September 28, 1995

## VIA FEDERAL EXPRESS

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

Re: Docket No. 950985-TP

Dear Mrs. Bayo:

Enclosed for filing, in accordance with the Order Establishing Procedure in the above-referenced docket, please find an original and fifteen (15) copies of the Prehearing Statement of Teleport Communications Group Inc. ("TCG") and the Rebuttal Testimony of Paul Kouroupas. Also enclosed is a disk copy of the filings formatted for Word Perfect 5.2, entitled "prestmt.tcg" and "rebtst.tcg", respectively.

Please date stamp the extra copy of this transmittal letter and return it in the enclosed self-addressed, stamped envelope.

Thank you for your assistance with this filing.

Very truly yours,

Jodie Donovan-May

cc: Attached Service List via next-day express mail Kenneth A. Hoffman, Esq.

Preheaving Statement DOCUMENT HUMBER-DATE

09710 SEP 29 8

09711 SEP 29 8

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FPSC-RECORDS/REPORTING

### CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished by next day express mail, this 28th day of September 1995 to the following:

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# BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

Resolution of Petition(s) to establish nondiscriminatory rates, terms, and conditions for interconnection involving local exchange companies and alternative local exchange companies pursuant to Section 364.162,	) ) ) ) )	Docket No. 950985-TP
Florida Statutes	)	

# PREHEARING STATEMENT OF TELEPORT COMMUNICATIONS GROUP INC.

Pursuant to Rule 25-22.038(3), Florida Administrative Code, and Order No. PSC-95-1084-PCO-TP ("Order Establishing Procedure"), Teleport Communications Group Inc., on behalf of its affiliates, TCG America, Inc. and TCG South Florida (collectively "TCG" or "Teleport"), by and through its undersigned counsel, hereby submits its Prehearing Statement to the Florida Public Service Commission ("Commission") in the above captioned docket.

### A. WITNESSES

TCG will sponsor Paul Kouroupas as its witness in this proceeding. Mr. Kouroupas will present direct and rebuttal testimony on behalf of TCG and will address the issues initially identified by TCG and confirmed by the Commission at the Issues Identification conference of September 22, 1995.

TCG also reserves the right to call additional rebuttal witnesses and witnesses to respond to Commission inquiries not

On September 26, 1995, the Commission preliminarily approved TCG America, Inc's notification of intention to provide alternative local exchange telecommunications service within Florida. At the same time, it also approved TCG America's request to assign its ALEC certificate to TCG South Florida. The Commission took this action to implement the proper sequence of certification and assignment between the TCG entities.

\*\*NOCHMENT NUMBER-DATE\*\*

addressed in direct and rebuttal testimony.

### B. EXHIBITS

Witness	Document Indicator	Title of Exhibit
Paul Kouroupas	PK1	August 7, 1995 letter from Mr. Kouroupas to Mr. Scheye re: Interconnection Negotiations
	PK2	August 24, 1995 letter from Ms. Montano to Ms. Detlefs re: Directory Listings
	PK3	August 31, 1995 letter from Ms. Montano to Mr. Scheye re: IXC Connectivity
	PK4	August 31, 1995 letter from Ms. Montano to Mr. Scheye re: 976/Audiotext Calls
	PK5	August 31, 1995 letter from Ms. Montano to Mr. Scheye re: Meet Point Arrangements
	PK6	The Economics of Interconnection by Gerald W. Brock, April 1995

## C. BASIC POSITION

As a certificated alternative local exchange carrier ("ALEC") in Florida, TCG requires technically and operationally feasible and economically viable interconnection arrangements with BellSouth in order to ensure seamless integration of the companies' networks. Consistent with statutory mandate, TCG and BellSouth Telecommunications Inc. ("BellSouth" or "Southern Bell") have attempted to negotiate these arrangements in good

faith, but have not reached a formal agreement an any such arrangements.

Accordingly, TCG requests that the Commission implement a reciprocal compensation arrangement for the exchange of local traffic between BellSouth and TCG based on a bill and keep mechanism, thereby allowing each carrier to fund its own interconnection costs. TCG recommends this arrangement be implemented for a start up period of not less than nine months during which carriers will measure traffic to detect any imbalance. At the end of the start up period, TCG and BellSouth can continue to operate pursuant to bill and keep. If, however, they believe traffic to be sufficiently out of balance such that a cash-specific mutual compensation arrangement would be more cost effective than a bill and keep mechanism, taking into account billing and measurement costs, they will continue operations under a cost-based, flat rate structured arrangement. In addition, both carriers will reimburse each other to reflect any traffic imbalances that occurred during the nine month period, thereby ensuring that no carrier is harmed by the arrangement.

TCG proposes a capacity-based, flat-rated port arrangement, should the Commission not implement bill and keep or should the carriers choose not to continue to operate under bill and keep after the start up period. Such an arrangement will fairly compensate each carrier for the costs they incur to terminate the other's traffic.

TCG has also described in detail the technical arrangements it seeks with BellSouth and requests that the Commission direct BellSouth to implement these arrangements with TCG and to continue the cooperative practices and procedures necessary to carry them out.

# D. STATEMENT OF ALL QUESTIONS OF FACT, LAW AND POLICY

<u>Issue 1</u>: What is (are) the appropriate interconnection rate structure, interconnection rate(s), or other arrangements for the exchange of local and toll traffic between Teleport and Southern Bell?

Bill and keep is an appropriate mechanism for a specified period, of at least nine months, during which TCG is in the start up phase of its operations. Then, if the carriers so require, they should exchange both local and toll traffic at a cost-based, flat rate, charged per DS1 port.

Southern Bell should tariff its interconnection rate and other technical interconnection arrangements.

Issue 3: What are the appropriate technical and financial billing arrangements which should govern interconnection between TCG and BellSouth for the delivery of calls originated and/or terminated from carriers not directly connected to TCG's network?

To facilitate delivery from/to carriers not directly connected to TCG, BellSouth should establish a meet point trunking and billing arrangement with TCG which apportions access revenues derived from third party carriers in accordance with Ordering and Billing Forum (OBF) guidelines.

Issue 4: What are the appropriate technical and financial
 requirements for the exchange of intraLATA 800 traffic

which originates from a TCG customer and terminates to an 800 number served by BellSouth?

To facilitate the delivery of intraLATA 800 traffic to BellSouth, BellSouth should compensate TCG for the origination of 800 traffic pursuant to TCG's originating switched access charges. If TCG elects to provide 800 services, it will reciprocate this arrangement.

Issue 5(a): What are the appropriate technical arrangements for the interconnection of TCG's network to BellSouth's 911 provisioning network such that TCG's customers are ensured the same level of 911 service as they would receive as a customer of BellSouth?

emergency answering position directory number, as provided by BellSouth, and route the call to BellSouth at the appropriate tandem or end office. When a municipality converts to E911 service, TCG will connect Feature Group D trunks to the appropriate E911 primary and secondary tandems, and forward 911 calls to the appropriate tandem, with ANI. BellSouth should provide the appropriate homing arrangements.

<u>Issue 5(b)</u>: What procedures should be in place for the timely exchange and updating of TCG customer information for inclusion in appropriate E911 databases?

TCG will provide daily updates to the E911 database.

BellSouth will work cooperatively with TCG to define record

layouts, media requirements and other procedures. To the extent
that BellSouth is compensated by the municipalities to maintain
the E911 databases, BellSouth should share revenues associated
with TCG's customers.

<u>Issue 6</u>: What are the appropriate technical requirements for operator traffic flowing between TCG's operator services provider and BellSouth's operator services provider including busy line verification and emergency interrupt services?

TCG and BellSouth should provide each other with busy line verification and emergency interrupt services pursuant to tariffed rates.

<u>Issue 7</u>: Under what terms and conditions should BellSouth be required to list TCG's customers in its directory assistance database?

BellSouth should include TCG's customers in its directory assistance database at no charge in return for securing the value of TCG's customer list towards its universal listing of all users of the public switched network.

<u>Issue 8</u>: Under what terms and conditions should BellSouth be required to list TCG's customers in its universal white and yellow pages directories and to publish and distribute these directories to TCG's customers?

BellSouth should provide the following to TCG at no charge in return for securing the value of TCG's customer list:

- (1) print TCG's listings in its white and yellow pages;
- (2) distribute its directories to TCG's customers; (3) recycle TCG's customers' directories.
- Issue 9: What arrangements are necessary to ensure that TCG can bill and clear credit card, collect, third party calls an audiotext calls?

TCG and BellSouth should bill and clear intraLATA credit card, collect and third party calls (calls where the recording company is different from the billing company) through Centralized Message Distribution Service (CMDS) provided by

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BellSouth.

Issue 10: What arrangements are necessary to ensure the provision of CLASS/LASS services between TCG's and BellSouth's interconnected networks.

TCG and BellSouth should provide LEC-to-LEC Common Channel Signalling to one another, where available and including all signalling parameters, for all traffic in order to enable full interoperability of CLASS features and functions.

#### STIPULATED ISSUES E.

There have not been any issues stipulated at this time.

#### PENDING MOTIONS F.

TCG has no pending motions.

#### OTHER REQUIREMENTS G.

TCG is not aware at this time of any requirements set forth in the Order Establishing Procedure with which it cannot comply.

Respectfully submitted,

TELEPORT COMMUNICATIONS GROUP

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and

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Dated: September 29, 1995