1		BELLSOUTH TELECOMMUNICATIONS, INC.
2		REBUTTAL TESTIMONY OF HILDA GEER
3		BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION
4		DOCKET NOs. 930330-TP & 960658-TP
5		SEPTEMBER 17, 1996
6		
7		
8	Q.	PLEASE STATE YOUR NAME, ADDRESS AND POSITION WITH
9		BELLSOUTH TELECOMMUNICATIONS, INC. ("BELLSOUTH" OR
10		"THE COMPANY").
11		
12	A.	My name is Hilda Geer. I am employed by BellSouth as Director -
13		Consumer Market Management-South Florida. My business address is
14		600 N.W. 79th Avenue, Miami, Florida.
15		
16	Q.	DID YOU FILE DIRECT TESTIMONY IN THIS DOCKET?
17		
18	A.	Yes, I did.
19		
20	Q.	WHAT IS THE PURPOSE OF YOUR TESTIMONY IN THIS DOCKET?
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22	A.	The purpose of my testimony is to rebut portions of direct testimony
23		filed in this case by Sandra Seay on behalf of the Florida Interexchange
24		Carriers Association, MCI Telecommunications Corporation, and AT&T
25		Communications of the Southern States, Inc., hereinafter referred to

1		as "petitioners", in their joint complaints filed May 24, 1996 and June
2		11, 1996.
3		
4	Q.	IN HER TESTIMONY, DOES MS. SEAY GIVE AN ACCURATE
5		INTERPRETATION OF THE COMPANY'S PRACTICES ?
6		
7	A.	No. As stated in my direct testimony, the Company's practices offer a
8		balanced communication to inform Florida consumers of the
9		alternatives available to them for intraLATA toll services. The
10		information is presented in a fair, just and nondiscriminatory manner.
11		Service representatives fairly and effectively communicate the
12		availability of a number of intraLATA service providers, including
13		BellSouth, to customers.
14		
15	Q.	MS. SEAY'S TESTIMONY ON PAGE 5, LINES 1 THROUGH LINE 9,
16		ALLEGES THAT "BELLSOUTH PLANS TO USE EACH ENCOUNTER
17		WITH CUSTOMERS AS AN OPPORTUNITY TO MARKET ITS
18		INTRALATA SERVICES." DOES THIS STATEMENT ACCURATELY
19		REFLECT BELLSOUTH'S PLANNED PRACTICES ?
20		
21	A.	This allegation is simply incorrect. The Company's current and planned
22		practices do not call for intraLATA toll services to be discussed on each
23		and every encounter with a customer. The Company only initiates
24		discussion of intraLATA toll services on related contacts such as new
25		connects and requests for additional lines. The Company does not

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attempt to sell toll services on such contacts as repair, ordering 1 additional custom calling features or other calls of a general nature. 2 3 unless the customer initiates the discussion. Although the Company does not proactively discuss its intraLATA services on such call types today, it should not be prohibited from doing so in the future as 5 competition evolves. 6 7 PAGE 11 OF MS. SEAY'S TESTIMONY SUGGESTS 8 Q. MODIFICATIONS TO BELLSOUTH'S EXISTING SCRIPTS RELATED 9 TO INTRALATA TOLL SERVICES. SPECIFICALLY, THE 10 ADVERSARIES SUGGEST THE FOLLOWING: "MR. / MS. 11 CUSTOMER, DUE TO RECENT CHANGES IN THE COMPETITIVE 12 AREA/ENVIRONMENT, YOU NOW NEED TO CHOOSE A CARRIER 13 TO CARRY LONG DISTANCE CALLS YOU MAKE OUTSIDE OF THE 14 BASIC LOCAL CALLING AREA." MS. SEAY THEN ASSERTS THAT 15 "THIS IS AN ACCURATE, CLEAR DESCRIPTION OF THE CHOICE 16 BEFORE THE CUSTOMER.* DO YOU AGREE? IF NOT, WHY 17 NOT? 18 19 No. I do not agree. The proposed modifications by Ms. Seay either 20 A.. inadvertently or intentionally blur the jurisdictional boundary between 21 intra and interLATA services. Ms. Seay's suggested text leads the 22 consumer into believing he/she has only one choice for all calls outside

of the customers basic local calling area. The result of the suggested

language is to mislead the customer into thinking they have only one

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choice for both inter and intraLATA services. The Commission should recognize this tactic for what it is and should dismiss the petitioner's suggestion. The Commission should note that BellSouth's current disclosure statements make no attempt to mislead the consumer by blurring the jurisdictional boundaries of inter and intraLATA toll services. As previously stated, the Company's disclosure statements facilitate a balanced exchange of communication that educates and informs the consuming public of the alternatives available.

Q. ON PAGES 15 AND 16 OF HER TESTIMONY, MS. SEAY ASSERTS
THAT THE COMPANY ENCOURAGES THE SERVICE
REPRESENTATIVES TO "PERSUADE THE CUSTOMER TO
CHANGE HIS MIND" AND SELECT BELLSOUTH AS HIS
INTRALATA PROVIDER. WOULD YOU PLEASE COMMENT ON
THIS INTERPRETATION OF THE COMPANY'S PRACTICES?

17 A.

Yes. Again, Ms. Seay's interpretation misses the mark. The intent of the script is to prevent the representative from making disparaging remarks in an attempt to "compare" BellSouth to its competitors. This is accomplished when the script prompts the service representative to engage in a "positive" exchange of dialogue, something Ms. Seay fails to point out. When discussion is initiated by the customer, the script guides the service representative through an exchange of communication that simply reminds the customer that BellSouth remains a full service provider. In no way do these disclosure

statements encourage the Company's personnel to attempt to influence a customer's initial selection of a carrier or reject a customer's decision. Such behavior would leave the customer with the impression that the Company is insensitive to their needs and difficult to do business with, an impression that no company wants to make in a competitive environment.

Q.

MS. SEAY STATES ON PAGE 15 OF HER TESTIMONY THAT THE PURPOSE OF THE COMPANY IS TO ATTEMPT TO POSITION ITSELF AS A "CONSULTANT" TO THE CUSTOMER, IS TO "CONVINCE THE CUSTOMER TO USE BELLSOUTH'S INTRALATA SERVICE." IS THIS THE INTENT? IF NOT, WOULD YOU PLEASE COMMENT?

15 A.

No, it is not the intent. BellSouth directs its representatives to act as "consultants" in order to meet the needs of consumers. Consultants are sensitive to the needs of their clients or customers. This mindset and work ethic of "being sensitive to the customers needs" is exactly what the Company is attempting to instill in its employees with the guiding principles. When consumers call BellSouth and initiate discussion relative to intraLATA toll services, the representative, in his or her consulting role, answers questions, provides information and attempts to educate the consumer during a balanced exchange of communication on the myriad of alternatives available. Only through

1		this type of behavior can BellSouth and its employees portray the
2		image of a consumer focused entity that is easy to do business with.
3		
4	Q.	ON PAGE 18, LINES 4 THROUGH 15, MS. SEAY COMMENTS ON
5		BELLSOUTH'S BUSINESS OFFICE PRACTICES AS THEY RELATE
6		TO CUSTOMER REQUESTS FOR A CHANGE IN CARRIER AND
7		THE RESULTING PRESUBSCRIPTION (PIC) CHANGE
8		CHARGES. ARE MS. SEAY'S COMMENTS ACCURATE?
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10	A.	With one exception, they are not. It is true, as stated on lines 7 through
11		9, that many customers are accustomed to calling their local telephone
12		company to make a change in their interLATA carrier. Although not
13		expressed herein, it is therefore also true that these same customers
14		are accustomed to having BellSouth provide them with their new
15		carrier's 800 number and requesting that they call their new carrier
16		directly to accomplish the transaction. The benefits of this transaction
17		are numerous and have been explained in my prefiled direct testimony.
18		In addition, for the years that this process has been in effect for
19		interLATA PIC changes, I am not aware of any problems or any
20		complaints lodged by the carriers or end user customers. I can only
21		assume that the process has worked well for interLATA PIC changes
22		and will work equally well for intraLATA changes.
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24		Ms. Seay's allegations on lines 4 through 7 that this procedure is an

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impediment to the customer's exercise of his right to change carriers,

that it is not a customer friendly approach, and that it is anticompetitive, are simply untrue. As I stated earlier, the benefits of this process are numerous and have been explained in my prefiled direct testimony. To maintain a list of 800 numbers, provide the customer with his new carrier's 800 number, and ask that he contact that new carrier directly to set up a new account, can hardly be categorized as impeding his ability to make a change, anticompetitive or as an unfriendly customer approach. To the contrary, this approach allows the customer to deal directly with his newly chosen carrier to set up an account and determine which of that carrier's full range of services best meets his needs. Absent this procedure, and if the customer fails to eventually contact the carrier, the carrier must contact the customer to set up the new account. This may involve one of those infamous "dinner time" calls in order to catch the customer, not a customer friendly approach at all.

Ms. Seay's statement on lines 9 and 10 that "BellSouth does this routinely and charges MCI, AT&T, Worldcom and other carriers a fee to do so" is totally inaccurate. Any and all PIC changes accomplished through BellSouth's business offices are charged to the end user customer of record associated with the line being changed. It is only when the carrier is making the PIC change request on behalf of the customer through the Customer Account Record Exchange (CARE) system that the carrier has the option of paying the PIC change charge in lieu of the customer. This is yet another reason why it is important

for the customer to deal directly with his new carrier. Carrier promotions may indicate that the carrier will pay all costs associated with changing to them. However, if the customer inadvertently calls BellSouth to request the change and BellSouth is forced to implement the change through it's business office, the customer, as opposed to the carrier, will be billed the PIC change charge. This will most definitely confuse and inconvenience the customer.

Q.

THE PETITIONERS ALLEGE THAT BELLSOUTH ENJOYS A
"GATEWAY" STATUS, MEANING ALL CUSTOMERS "MUST COME
THROUGH BELLSOUTH" IN ORDER TO BE MADE AWARE OF
THEIR INTRALATA SERVICES. THEY FURTHER ALLEGE THAT
THIS UNFAIRLY ADVANTAGES BELLSOUTH. HOW DO YOU
RESPOND TO THESE ALLEGATIONS?

For a number of reasons the petitioners allegations are without merit.

First of all, as described in my prefiled direct testimony, the BellSouth's "on-line documentation" system provides the guiding principles for the disclosure of competitive alternative information to the customer.

Applications of these directives through use of the illustrative prompts and suggested phrases ensures the presentation of competitive information in a fair, just and nondiscriminatory manner. In addition, the joint complainants are not infant entrants into the telecommunications industry. These are multi-billion dollar telecommunications providers with enormous advertising resources

who now also benefit from being allowed into the local exchange and 1 intraLATA toll service arenas (i.e...full service providers). Today, they 2 spend millions of dollars nationally advertising their products and 3 4 services through every media medium available. They reach millions of readers, television viewers and radio listeners each day with their 5 campaigns. Their assertion that they should be given what I call an 6 "infant preference" is unfounded. BellSouth strives to be responsive to 7 consumers who call its business offices, and it should continue to do so, particularly given its carrier of last resort obligations. 10 WOULD YOU PLEASE SUMMARIZE YOUR TESTIMONY? Q. 11 12 Yes. The petitioners allege that BellSouth's current business office A. 13 practices are anti-competitive. It is my testimony that BellSouth's 14 practices and procedures are just and reasonable, offering a balanced 15 presentation of the alternatives available to Florida consumers. I have 16 demonstrated that BellSouth's procedures are not anti-competitive and 17 do not inhibit the development of intraLATA competition. 18 19 DOES THIS CONCLUDE YOUR TESTIMONY? 20 Q. 21 Yes. 22 A. 23

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