

319 South Coteau Street P.O. Box 280 Pierre, SD 57501

Phone: 605-224-5825 Fax: 605-224-7102 www.riterlaw.com

April 16, 2010

Patricia Van Gerpen, Executive Director South Dakota Public Utilities Commission 500 East Capitol Avenue Pierre, South Dakota 57501

Re: Docket TC10-014

Response by Midstate Telecom, Inc., RC Communications, Inc., SSTelecom, and SDTA to Qwest's Motion to Adopt Price Regulation of Switched Access Services for CLECs, to Suspend Deadline for Reply Testimony and Define Further Proceedings

Dear Patty:

Attached for filing please find the Response by Midstate Telecom, Inc., Communications, Inc., SSTelecom, and SDTA to Qwest's Motion to Adopt Price Regulation of Switched Access services for CLEC's, to Suspend Deadline for Reply Testimony and Define Further Proceedings.

Very truly,

RITER, ROGERS, WATTIER & NORTHRUP, LLP

BY: Darla Pollman Logers

Darla Pollman Rogers

DPR/dk Enclosure

Cc: Service List

Robert C. Riter, Jr. Margo D. Northrup Jerry L. Wattier Lindsey Riter-Rapp Darla Pollman Rogers Robert D. Hofer, Of Counsel

## **BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF SOUTH DAKOTA**

)

)

)

IN THE MATTER OF THE INVESTIGATION OF PRICING REGULATION FOR SWITCHED ACCESS SERVICES PROVIDED BY COMPETITIVE LOCAL EXCHANGE CARRIERS

DOCKET NO. TC10-014

# RESPONSE BY MIDSTATE TELECOM, INC., RC COMMUNICATIONS, INC., SSTELECOM, and SDTA TO QWEST'S MOTION TO ADOPT PRICE REGULATION OF SWITCHED ACCESS SERVICES FOR CLECS, TO SUSPEND DEADLINE FOR REPLY TESTIMONY AND DEFINE FURTHER PROCEEDINGS

Midstate Telecom, Inc., RC Communications, Inc., SSTELECOM, Inc., and South Dakota Telecommunications Association (collectively referred to as Parties) by and through their counsel of record, hereby respond to and join in the motion filed by Qwest on April 12, 2010, that requests that this Commission enter an Order in the above referenced docket to (1) find that pricing regulation is appropriate for switched access services provided by competitive local exchange companies (CLECs); (2) suspend the April 29, 2010, deadline to file reply testimony in this docket; and (3) define a further proceeding for the parties to address this Commission and advocate their respective positions as to what rule or rules should be adopted, based upon price regulation, for establishing switched access rates for CLECs.

#### 1) <u>The Commission Appropriately Limited the Scope of This Docket</u>

As pointed out by Qwest in its Motion and by Northern Valley Communications (NVC) in its joinder of Qwest's Motion, the Commission established the parameters of TC10-014 when it opened the docket. In the Order

1

Opening Docket (January 27, 2010), the purpose of this proceeding is clearly

articulated:

ORDERED, that a docket to investigate whether pricing regulation is appropriate for switched access services provided by competitive local exchange companies is hereby opened.

In the follow-up scheduling Order, there is nothing that expands that scope:

The issue at the hearing is to consider whether pricing regulation is appropriate for switched access services provided by competitive local exchange companies. . . As a result of this hearing, the Commission shall determine whether pricing regulation is appropriate for switched access services provided by competitive local exchange carriers.

Verizon notes in its response to Qwest's Motion that "Qwest's Motion is predicated on a fundamental misunderstanding of the nature of this proceeding," and that "Qwest fails to offer any justification for seeking to revise, and <u>drastically narrow</u> the scope of the relevant issues at this stage of the process." (emphasis added). Parties would point out, however, that it is the Commission, not the parties, that define the scope of the docket. In this docket, it is difficult to imagine how the Commission could have articulated the scope and purpose of the docket more clearly, i.e., to determine whether pricing regulation is appropriate for determining switched access rates for CLECs.

It is equally clear that the purpose of the current docket has been achieved. All of the parties, including Verizon, concur that pricing regulation is appropriate for CLEC switched access rates.<sup>1</sup> Since there is no dispute to be determined at a

<sup>&</sup>lt;sup>1</sup> "Verizon agrees with Qwest that the opening testimony submitted by the parties reflects substantial agreement hat pricing regulation is appropriate for CLEC switched access services." Verizon Response, Page 3, footnote 3.

hearing, it would be appropriate for this Commission to enter an Order that pricing regulation for CLECs is appropriate, to suspend further testimony, and to close this docket.

## 2. A Rulemaking Docket is Appropriate

Instead of continuing to litigate a legal question upon which the parties agree, Parties assert that resources would be better utilized by focusing on a rulemaking docket to develop and implement rules for switched access rates for CLECs, based upon pricing regulation. In fact, such a docket may already exist. Currently pending before this Commission is a Rulemaking docket that could be utilized to further identify the form or method of pricing regulation for CLECs. On December 14, 2005, the Commission filed an Order opening a rulemaking docket to consider revisions and/or additions to the Commission's switched access rules (RM05-002). The scope of that docket was redefined on May 27, 2009, by the filing of Draft Rules that were specific to CLEC switched access rates. Parties submit that this pending docket may be the appropriate forum for the Commission to develop rules for switched access rates for CLECs.

Parties would also point out that the comments and input in the first round of prefiled testimony in TC10-014 is not "wasted effort" on the part of the various intervenors. A rulemaking docket is a more appropriate forum for the Commission to review and evaluate the various proposals of the Intervenors, the Commission, and Staff.

3

requested herein.

Dated this  $\frac{16^{\frac{th}{t}}}{16}$  day of April, 2010.

Darla Pollman Rogers Margo D. Northrup RiterRogers Law Firm 319 S. Coteau – PO Box 280 Pierre, SD 57501-0280 Attorneys for Midstate Telecom, Inc. and RC Communications, Inc.

ML Meredith Moore Cutler & Donahoe LLP

Cutler & Donahoe LLP 100 Phillips Avenue, 9<sup>th</sup> Floor Sioux Falls, SD 57501-0160 Attorney for SSTELECOM, Inc.

Richard D. Coit PO Box 57 Pierre, SD 57501-0057 General Counsel for SDTA

### CERTIFICATE OF SERVICE

I hereby certify that an original Response By Midstate Telecom, Inc., RC

Communications, Inc., SSTELECOM, Inc., and SDTA To Qwest's Motion To Adopt Price Regulation of Switched Access Services for CLECs, To Suspend Deadline for Reply Testimony and Define Further Proceedings filed in Docket No. TC10-014, was served upon the PUC electronically, directed to the attention of:

> Ms. Patricia Van Gerpen, Executive Director South Dakota Public Utilities Commission 500 East Capitol Pierre, SD 57501

A copy was also sent by e-mail to each of the following individuals:

MS PATRICIA VAN GERPEN EXECUTIVE DIRECTOR SOUTH DAKOTA PUBLIC UTILITIES COMMISSION 500 EAST CAPITOL PIERRE SD 57501 patty.vangerpen@state.sd.us

MS KAREN E CREMER STAFF ATTORNEY SOUTH DAKOTA PUBLIC UTILITIES COMMISSION 500 EAST CAPITOL PIERRE SD 57501 karen.cremer@state.sd.us

MS TERRI LABRIE BAKER STAFF ANALYST SOUTH DAKOTA PUBLIC UTILITIES COMMISSION 500 EAST CAPITOL PIERRE SD 57501 terri.labriebaker@state.sd.us

MR RICHARD B SEVERY ASSISTANT GENERAL COUNSEL VERIZON 201 SPEAR STREET 9TH FLOOR SAN FRANCISCO CA 94105 richard.b.severy@verizonbusiness.com MR THOMAS F DIXON ASSISTANT GENERAL COUNSEL VERIZON 707 17TH STREET #4000 DENVER CO 80202 thomas.f.dixon@verizon.com

MR DAVID A GERDES ATTORNEY AT LAW MAY ADAM GERDES & THOMPSON LLP PO BOX 160 PIERRE SD 57501-0160 dag@magt.com

MR JAMES M CREMER ATTORNEY AT LAW BANTZ GOSCH & CREMER LLC PO BOX 970 ABERDEEN SD 57402-0970 jcremer@bantzlaw.com

MR WILLIAM M VAN CAMP ATTORNEY AT LAW OLINGER LOVALD MCCAHREN & REIMERS PC PO BOX 66 PIERRE SD 57501-0066 bvancamp@olingerlaw.net

MS MEREDITH A MOORE ATTORNEY AT LAW CUTLER & DONAHOE LLP 100 NORTH PHILLIPS AVENUE 9TH FLOOR SIOUX FALLS SD 57104-6725 MEREDITHM@CUTLERLAWFIRM.COM

MR THOMAS J WELK ATTORNEY AT LAW BOYCE GREENFIELD PASHBY & WELK LLP 101 N PHILLIPS AVE SUITE 600 SIOUX FALLS SD 57117-5015 tjwelk@bgpw.com MR CHRISTOPHER W MADSEN ATTORNEY AT LAW BOYCE GREENFIELD PASHBY & WELK LLP 101 N PHILLIPS AVE SUITE 600 SIOUX FALLS SD 57117-5015 cwmadsen@bgpw.com

MR GEORGE BAKER THOMSON JR CORPORATE COUNSEL QWEST CORPORATION 1801 CALIFORNIA ST SUITE 1000 DENVER CO 80202 george.thomson@qwest.com

MR JEFFREY D LARSON ATTORNEY AT LAW LARSON & NIPE PO BOX 277 WOONSOCKET SD 57385 jdlarson@santel.net

MR RICHARD D COIT EXECUTIVE DIRECTOR AND GENERAL COUNSEL SDTA PO BOX 57 PIERRE SD 57501 richcoit@sdtaonline.com

MR TALBOT WIECZOREK ATTORNEY AT LAW GUNDERSON PALMER NELSON & ASHMORE LLP PO BOX 8045 RAPID CITY SD 57709 tjw@gpnalaw.com

Dated this <u>16</u> day of April, 2010.

ula Poleman Rogers

Darla Pollman Rogers Margo D. Northrup