RECEIVED

THE PUBLIC UTILITIES COMMISSION

APR 0 3 2002

OF THE STATE OF SOUTH DAKOTA

SOUTH DAKOTA PUBLIC UTILITIES COMMISSION

IN THE MATTER OF DETERMINING PRICES FOR UNBUNDLED NETWORK ELEMENTS (UNES) IN QWEST CORPORATION'S STATEMENT OF GENERALLY AVAILABLE TERMS (SGAT)

TC01-098

Transcript of Proceedings
March 28, 2002



BEFORE THE PUBLIC UTILITIES COMMISSION,
JIM BURG, CHAIRMAN
PAM NELSON, COMMISSIONER
ROBERT SAHR, COMMISSIONER

COMMISSION STAFF

Rolayne Ailts Wiest
John Smith
Karen Cremer
Greg Rislov
Harlan Best
Keith Senger
Dave Jacobson
Michele Farris
Heather Forney
Mary Giddings
Sue Cichos
Debra Elofson

APPEARANCES

Timothy L. Thomas, Black Hills Fibercom David A. Gerdes, Midcontinent John L. Munn, Qwest

Reported By Cheri McComsey Wittler, RPR

PRECISION REPORTING L I M I T E D

| 1 | APPEARANCES BY TELEPHONE Mary Lohnes, Midcontinent |
|----|---|
| 2 | Janet Browne, AT&T Jeff Carmon, Qwest |
| 3 | Mary Hobson, Qwest |
| 4 | Larry Toll, Qwest Tom Welk, Qwest |
| 5 | Steven Weigler, AT&T |
| 6 | TRANSCRIPT OF PROCEEDINGS, held in the |
| 7 | above-entitled matter, at the South Dakota State |
| 8 | Capitol, Room 412, 500 East Capitol Avenue, Pierre, |
| 9 | South Dakota, on the 28th day of March 2002, commencing |
| 10 | at 1:30 p.m. |
| 11 | |
| 12 | |
| 13 | |
| 14 | |
| 15 | |
| 16 | |
| 17 | |
| 18 | |
| 19 | |
| 20 | |
| 21 | |
| 22 | |
| 23 | |
| 24 | |
| 25 | |

1 3

2

4

5 6

7

8

9 10

11

12

13 14

15

16

17

18

19

20 21

22

23

24

25

CHAIRMAN BURG: TC01-098, In The Matter Of Determining Prices For Unbundled Network Elements In Qwest Corporation's Statement Of Generally Available Terms. Today how shall the Commission proceed?

Do we want the company to go first?

MS. AILTS WIEST: This is

Rolayne Wiest, and what I was looking for is just any suggestions from any of the parties involved as to any type of procedural schedule, how soon you would like it, how much time is needed.

Qwest, do you have any comments?

MS. HOBSON: Thank you. This is Mary Hobson on behalf of Qwest. What has happened here is it's been almost a year now since this case was filed in July, and the cost studies upon which the case is based are now getting a little bit out of date.

So we've had some very, very preliminary discussions this morning with the staff, but we're suggesting that we might want to put in some new cost studies to have the most updated take on some of these issues. And that's going to probably take the company a couple of months.

So we're looking at roughly the June time

frame to update the cost studies. If it's something we can do in the meantime, Qwest is prepared to go ahead. But we would like to point out that there has been no testimony filed at this point, and we really don't have a procedural schedule. So we probably need to first get a take on whether the staff wants to wait for new cost studies and go forward from there to build a procedural schedule.

MS. AILTS WIEST: Okay. Thank you.

AT&T?

MR. WEIGLER: No comment.

MS. AILTS WIEST: Staff?

MS. CREMER: Thank you. This is
Karen Cremer from staff. Staff is looking at
conducting one round of discovery. We are then
anticipating by the time we get that back, then
holding a technical conference with Qwest on this
matter. There would then be a second round of
discovery.

And then I originally was thinking of a hearing in the August, September time frame. Then when I talked to Mary this morning she had mentioned new cost studies. I think we can probably get -- well, I'm not sure now if that

first round of discovery will be able to go out 1 because it would be based on old information. 2 MS. AILTS WIEST: So does staff have 3 any objection to waiting until June for Qwest to 4 5 update their current cost studies? Or maybe you don't have an opinion at this time. 6 7 MS. CREMER: That would be fine. Just have them do this again and see what they want 8 9 to do for a procedural schedule. That's fine. 10 MS. AILTS WIEST: Based on those 11 comments, I would suggest the Commission defer this 12 at this point and not issue any procedural 13 schedule. 14 CHAIRMAN BURG: Okay. Any other 15 comment on that recommendation? Okay. We will defer TC01-098. 16 17 So what would be the process to make sure that 18 they do move ahead with this new cost study? Just 19 an agreement with Qwest? 20 Are you going to initiate the new cost studies 21 immediately? 22 MS. HOBSON: Yes. Uh-huh. We are 23 prepared to file the new cost studies in June, and 24 I can confirm that with a letter to staff or 25 however you advise me to proceed.

CHAIRMAN BURG: Okay. That's what I prefer, that you do submit the letter saying approximately when you'll have those cost studies completed. MS. HOBSON: Thank you, Mr. Chairman.

THE PUBLIC UTILITIES COMMISSION 1 OF THE STATE OF SOUTH DAKOTA 2 3 IN THE MATTER OF THE APPLICATION 4 OF LEVEL 3 COMMUNICATIONS, LLC 5 FOR APPROVAL TO EXPAND ITS TC02-018 CERTIFICATE OF AUTHORITY TO PROVIDE 6 FACILITIES-BASED LOCAL EXCHANGE SERVICES IN THE SERVICE TERRITORY OF BERESFORD MUNICIPAL TELEPHONE CO. 7 8 9 Transcript of Proceedings March 28, 2002 10 _______ 11 BEFORE THE PUBLIC UTILITIES COMMISSION, 12 JIM BURG, CHAIRMAN PAM NELSON, COMMISSIONER 13 ROBERT SAHR, COMMISSIONER 14 COMMISSION STAFF Rolayne Ailts Wiest 15 John Smith Karen Cremer Greg Rislov 16 Harlan Best 17 Keith Senger Dave Jacobson Michele Farris 18 Heather Forney 19 Mary Giddings Sue Cichos Debra Elofson 20 21 **APPEARANCES** Timothy L. Thomas, Black Hills Fibercom 22 David A. Gerdes, Midcontinent John L. Munn, Owest 23 24 Reported By Cheri McComsey Wittler, RPR 25

| 1 | APPEARANCES BY TELEPHONE Mary Lohnes, Midcontinent |
|----|--|
| 2 | Janet Browne, AT&T |
| 3 | Jeff Carmon, Qwest Mary Hobson, Qwest |
| 4 | Larry Toll, Qwest Tom Welk, Qwest Steven Weigler, AT&T |
| 5 | Tom Frieberg, City of Beresford |
| 6 | |
| 7 | TRANSCRIPT OF PROCEEDINGS, held in the |
| 8 | above-entitled matter, at the South Dakota State |
| 9 | Capitol, Room 412, 500 East Capitol Avenue, Pierre, |
| 10 | South Dakota, on the 28th day of March 2002, commencing |
| 11 | at 1:30 p.m. |
| 12 | |
| 13 | |
| 14 | |
| 15 | |
| 16 | |
| 17 | |
| 18 | |
| 19 | |
| 20 | |
| 21 | |
| 22 | |
| 23 | |
| 24 | |
| 25 | |

| 1 | CHAIRMAN BURG: TC02-018, In The |
|----|--|
| 2 | Matter Of The Application Of Level 3 |
| 3 | Communications, LLC For Approval To Expand Its |
| 4 | Certificate Of Authority To Provide |
| 5 | Facilities-Based Local Exchange Service In The |
| 6 | Service Territory Of Beresford Municipal Telephone |
| 7 | Company. Today shall the Commission grant |
| 8 | intervention to Beresford Municipal Telephone. |
| 9 | Anybody from Beresford any comment on it |
| 10 | from Beresford? |
| 11 | MR. FRIEBERG: This is Tom Frieberg, |
| 12 | Commissioner. I believe under the Rules that we're |
| 13 | entitled as a local service provider to |
| 14 | intervention. I don't believe Level 3 had any |
| 15 | objection to it. |
| 16 | The only additional request is we be included |
| 17 | in any discovery and data requests filed in this |
| 18 | matter. |
| 19 | MR. GERDES: Mr. Chairman, members |
| 20 | of the Commission, my name is Dave Gerdes. I |
| 21 | represent Level 3. We have no objection to the |
| 22 | intervention. |
| 23 | CHAIRMAN BURG: Any other comments? |
| 24 | (No audible response) |
| 25 | CHAIRMAN BURG: I will move we grant |
| | 1 |

| 1 | intervention to Beresford Municipal Telephone |
|----|---|
| 2 | Company in TC02-018. |
| 3 | COMMISSIONER SAHR: I'll second. |
| 4 | COMMISSIONER NELSON: I'd concur. |
| 5 | |
| 6 | |
| 7 | |
| 8 | |
| 9 | |
| 10 | |
| 11 | |
| 12 | |
| 13 | |
| 14 | |
| 15 | |
| 16 | |
| 17 | |
| 18 | |
| 19 | |
| 20 | |
| 21 | |
| 22 | |
| 23 | |
| 24 | |
| 25 | |

THE PUBLIC UTILITIES COMMISSION 1 2 OF THE STATE OF SOUTH DAKOTA 3 IN THE MATTER OF THE FILING 4 FOR APPROVAL OF AN AMENDMENT 5 TO AN INTERCONNECTION AGREEMENT TC02-022 BETWEEN QWEST CORPORATION AND 6 MIDCONTINENT COMMUNICATIONS, INC. 7 8 Transcript of Proceedings March 28, 2002 9 10 BEFORE THE PUBLIC UTILITIES COMMISSION, 11 JIM BURG, CHAIRMAN PAM NELSON, COMMISSIONER ROBERT SAHR, COMMISSIONER 12 13 COMMISSION STAFF Rolayne Ailts Wiest John Smith 14 Karen Cremer 15 Greg Rislov Harlan Best 16 Keith Senger Dave Jacobson 17 Michele Farris Heather Forney 18 Mary Giddings Sue Cichos 19 Debra Elofson 20 APPEARANCES Timothy L. Thomas, Black Hills Fibercom 21 David A. Gerdes, Midcontinent John L. Munn, Qwest 22 23 Reported By Cheri McComsey Wittler, RPR 24 25

| 1 | APPEARANCES BY TELEPHONE Mary Lohnes, Midcontinent |
|----|---|
| 2 | Janet Browne, AT&T Jeff Carmon, Qwest |
| 3 | Mary Hobson, Qwest Larry Toll, Qwest |
| 4 | Tom Welk, Qwest Steven Weigler, AT&T |
| 5 | Tom Frieberg, City of Beresford |
| 6 | |
| 7 | TRANSCRIPT OF PROCEEDINGS, held in the |
| 8 | above-entitled matter, at the South Dakota State |
| 9 | Capitol, Room 412, 500 East Capitol Avenue, Pierre, |
| 10 | South Dakota, on the 28th day of March 2002, commencing |
| 11 | at 1:30 p.m. |
| 12 | |
| 13 | |
| 14 | |
| 15 | |
| 16 | |
| 17 | |
| 18 | |
| 19 | |
| 20 | |
| 21 | |
| 22 | |
| 23 | |
| 24 | |
| 25 | |

| 1 | CHAIRMAN BURG: TC02-022, In The |
|----|---|
| 2 | Matter Of The Filing For Approval Of An Amendment |
| 3 | To An Interconnection Agreement Between Qwest |
| 4 | Corporation And Midcontinent Communications, |
| 5 | Incorporated. Today shall the Commission approve |
| 6 | the amendment to the Interconnection Agreement? |
| 7 | Mary, do you have any comments on this? |
| 8 | MS. HOBSON: No comment. Thank you. |
| 9 | CHAIRMAN BURG: Karen, go ahead. |
| 10 | MS. CREMER: I was just going to say |
| 11 | I grabbed Kelly's file. I don't see anything in |
| 12 | there one way or the other as to I'm assuming if |
| 13 | you put it on, it's ready to go. |
| 14 | I don't know if you want to wait. I think |
| 15 | you're well within the time frame. Don't you have |
| 16 | 90 days? |
| 17 | MS. AILTS WIEST: Go ahead. It's |
| 18 | not a new company. It's Midcontinent. |
| 19 | MS. CREMER: Okay. |
| 20 | COMMISSIONER SAHR: I'll move we |
| 21 | approve the amendment to the Interconnection |
| 22 | Agreement in TC02-022. |
| 23 | COMMISSIONER NELSON: Second. |
| 24 | CHAIRMAN BURG: I'll concur. It has |
| 25 | been granted. |
| | |

| 1 | STATE OF SOUTH DAKOTA) |
|----|---|
| 2 | :SS CERTIFICATE |
| 3 | COUNTY OF HUGHES) |
| 4 | |
| 5 | I, CHERI MCCOMSEY WITTLER, a Registered |
| 6 | Professional Reporter and Notary Public in and for the |
| 7 | State of South Dakota: |
| 8 | DO HEREBY CERTIFY that as the duly-appointed |
| 9 | shorthand reporter, I took in shorthand the proceedings |
| 10 | had in the above-entitled matter on the 28th day of |
| 11 | March 2002, and that the attached is a true and |
| 12 | correct transcription of the proceedings so taken. |
| 13 | Dated at Pierre, South Dakota this 3rd day |
| 14 | of March 2002. |
| 15 | |
| 16 | |
| 17 | Chei M. Will |
| 18 | Cheri McComsey Wittler, Notary Public and |
| 19 | Registered Professional Reporter |
| 20 | |
| 21 | |
| 22 | |
| 23 | |
| 24 | |

25