

Commissioners

SHEILA LUMPE Chair

HAROLD CRUMPTON

CONNIE MURRAY

M. DIANNE DRAINER Vice Chair

Missouri Public Service Commission

POST OFFICE BOX 360 JEFFERSON CITY, MISSOURI 65102 573-751-3234 573-751-1847 (Fax Number) 573-526-5695 (TT) http://www.ecodev.state.mo.us/psc/

September 4, 1997

CECIL I. WRIGHT Executive Secretary

SAM GOLDAMMER Director, Utility Operations

GORDON L. PERSINGER Director, Advisory & Public Affairs

VACANT
Director, Utility Services
DONNA M. KOLILIS
Director, Administration

DALE HARDY ROBERTS Chief Administrative Law Judge

> DANA K. JOYCE General Counsel

FILED

SEP 0 4 1997

MISSOURI PUBLIC SERVICE COMMISSION

Executive Secretary Missouri Public Service Commission P. O. Box 360 Jefferson City, MO 65102

RE: Case No. TO-98-23

Dear Mr. Wright:

Mr. Cecil I. Wright

Enclosed for filing in the above-captioned case are an original and fourteen (14) conformed copies of a STAFF'S SUGGESTIONS IN SUPPORT OF SOUTHWESTERN BELL TELEPHONE COMPANY'S MOTION TO DISMISS IN PART.

This filing has been mailed or hand-delivered this date to all counsel of record.

Thank you for your attention to this matter.

Larol Keith

Assistant General Counsel

(573) 751-8706

(573) 751-9285 (Fax)

CK/bsl Enclosures

cc:

Counsel of Record

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

FILED SEP **0 4** 1997

GTE Midwest, Inc. Agreements with)	PUBLIC SERVICE COMMISSION
Southwestern Bell Telephone Company and United Telephone Company of Missouri)	Case No. TO-98-23
d/b/a Sprint.)	

THE STAFF'S SUGGESTIONS IN OPPOSITION TO SOUTHWESTERN BELL'S MOTION TO DISMISS AND OPPOSITION TO APPLICATION TO INTERVENE

The Staff of the Missouri Public Service Commission opposes Southwestern Bell Telephone Company's (SWBT) Motion to Dismiss and Opposition to Application to Intervene. In support of its motion, the Staff states as follows:

- 1. On March 18, 1997, in Case No. TC-96-439, the Commission stated that the Federal Communications Commission (FCC) required certain carriers to submit their interconnection agreements for State Commission approval.¹ The Commission based its Order on the FCC's August 8, 1996 Interconnection Order,² paragraph 171, and 47 CFR Section 51.303 requiring that preexisting agreements between Class A carriers be filed for approval by June 30, 1997.
- 2. Pursuant to the Commission's Order, GTE Midwest Incorporated (GTE) provided copies of Agreements it has with SWBT and Sprint.
- On August 25, 1997, SWBT filed a Motion to Dismiss and Opposition to Application to Intervene. In its Motion, SWBT stated that on July 3, 1997 the United States Court of Appeals

¹ See MCI Telephone Corporation v. Southwestern Bell Telephone Company and GTE Midwest, Inc., Case No. TC-96-439, March 18, 1997.

² In the Matter of Implementation of the Local Competition Provisions in the Telecommunications Act of 1996, CC Docket No. 96-98 and Interconnection Between Local Exchange Carriers and Commercial Radio Mobile Service Providers, CC Docket No. 96-185, first Report and Order, rel. Aug. 8, 1996. (Interconnection Order).

'for the 8th Circuit had vacated FCC Rule 51.303 and the FCC's policy statements requiring that certain carriers file preexisting agreements with State Commissions for approval.³ SWBT also stated that if the Commission decided that preexisting agreements should be submitted for approval it opposed MCI's Application to Intervene because the Commission's regular practice for review of interconnection agreements is to grant participation without intervention.

4. The Staff agrees with SWBT that <u>lowa Utilities Board v. FCC</u> allows this Commission, not the FCC, to determine whether certain interconnection agreements must be filed for Commission approval. The Court of Appeals for the 8th Circuit specifically stated that, "section 2(b) forecloses the ability of the Commission [FCC] to determine which interconnection agreements must be submitted for state commission approval" This Commission has traditionally not required that telecommunications carriers file preexisting agreements for approval, however, the Staff believes that the Commission should require that these agreements be filed. As the traditionally monopolistic local telephone industry opens to competition, it will be beneficial to Missourians if preexisting interconnection agreements between incumbent companies are subject to the same regulatory scrutiny as new agreements between competitive companies and incumbents. Making such agreements open to public scrutiny and subject to Commission approval insures that secret monopoly-to-monopoly agreements are not, and can not become, a barrier to entry and operation.

³ See <u>Iowa Utilities Board v. FCC</u>, 1997 U.S. App. LEXIS 18, 183 (8th Cir., July 18, 1997).

⁴ 1997 U.S. App. LEXIS 18, 183 at *53-54 (8th Cir., July 18, 1997).

5. If the Commission determines that preexisting agreements should be submitted for its approval, the Staff agrees with SWBT that MCI should be granted participation without intervention, consistent with other interconnection reviews.

WHEREFORE, the Staff respectfully requests that the Commission deny SWBT's Motion to Dismiss and grant MCI participation without intervention.

Respectfully submitted,

Carol Keith

Assistant General Counsel Missouri Bar No. 45065

Attorney for the Staff of the Missouri Public Service Commission P. O. Box 360 Jefferson City, MO 65102 (573) 751-8706 573-751-9285 (Fax)

CERTIFICATE OF SERVICE

I hereby certify that copies of the foregoing have been mailed or hand-delivered to all counsel of record as shown on the attached service list this 4th day of September, 1997.

Service List Case No. TO-98-23 Revised: September 4, 1997

Michael F. Dandino The Office of the Public Counsel P. O. Box 7800 Jefferson City, MO 65102

James C. Stroo GTE Telephone Operations 1000 GTE Drive Wentzville, MO 63385

Leo J. Bub/Paul G. Lane Anthony K. Conroy/Diana J. Harter Southwestern Bell Telephone Co. 100 N. Tucker, Rm. 630 St. Louis, MO 63101-1976 Carl J. Lumley/Leland B. Curtis Attorneys at Law 130 S. Bemiston, Suite 200 Clayton, MO 63105

Stephen F. Morris MCI Telecommunications Corp. 7701 Brazos, Suite 600 Austin, Texas 78701

Linda K. Gardner United Telephone Co. of MO. 5454 W. 110th St. Overland Park, KS 66211