STATE OF MISSOURI PUBLIC SERVICE COMMISSION JEFFERSON CITY April 12, 2002

CASE NO: TO-2002-416

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Enclosed find a certified copy of an ORDER in the above-numbered case(s).

Sincerely,

Dale Hardy Roberts

Hole Horely Roberts

Secretary/Chief Regulatory Law Judge

OF THE STATE OF MISSOURI

In re: The Master Interconnection and Resale Agreement Between Sprint Missouri, Inc., d/b/a Sprint and Preferred Carrier Services, Inc.

Case No. TO-2002-416

ORDER APPROVING INTERCONNECTION AGREEMENT

This order approves the proposed master interconnection and resale agreement between the parties.

On March 8, 2002, Sprint Missouri, Inc., d/b/a Sprint, filed an application with the Missouri Public Service Commission for approval of a master interconnection and resale agreement with Preferred Carrier Services, Inc. The Agreement was filed under Section 252(e)(1) of the Telecommunications Act of 1996.¹ The Agreement would permit Preferred to resell local telecommunications services.

Sprint was granted a certificate of service authority to provide basic local exchange and local exchange telecommunications services in the order issued in case number TA-88-87.

Although Preferred is a party to the Agreement, it did not join in the application. On March 13, 2002, the Commission issued an order making Preferred a party in this case



¹ See 47 U.S.C. Section 251, et seg.

and directing any party wishing to request a hearing to do so no later than April 2, 2002. No requests for hearing were filed.

The *Deffenderfer* case held that the requirement for a hearing is met when the opportunity for hearing has been provided and no proper party has requested the opportunity to present evidence.² Since no one has requested a hearing, the Commission may grant the relief requested based on the application.

The Staff of the Commission filed a memorandum and recommendation on April 5, 2002, recommending that the Agreement be approved. Staff noted that both parties are certificated carriers.

Discussion

The Commission, under the provisions of Section 252(e) of the Act, has authority to approve an interconnection or resale agreement negotiated between an incumbent local exchange company and a new provider of basic local exchange service. The Commission may reject an interconnection or resale agreement only if the agreement is discriminatory or is inconsistent with the public interest, convenience and necessity.

The Staff memorandum recommends that the Agreement be approved, and notes that the Agreement meets the limited requirements of the Act in that it is not discriminatory toward nonparties, and is not against the public interest. Staff recommends that the Commission direct the parties to submit any further modifications or amendments to the Commission for approval.

² State ex rel. Rex Deffenderfer Enterprises, Inc. v. Public Service Commission, 776 S.W.2d 494, 496 (Mo. App. 1989).

Findings of Fact

The Missouri Public Service Commission, having considered all of the competent and substantial evidence upon the whole record, makes the following findings of fact.

The Commission has considered the application, the supporting documentation, and Staff's recommendation. Based upon that review, the Commission concludes that the Agreement meets the requirements of the Act in that it does not unduly discriminate against a nonparty carrier, and implementation of the Agreement is not inconsistent with the public interest, convenience, and necessity. The Commission finds that approval of the Agreement should be conditioned upon the parties submitting any modifications or amendments to the Commission for approval under the procedure set out below.

Modification Procedure

The Commission has a duty to review all resale and interconnection agreements, whether arrived at through negotiation or arbitration, as mandated by the Act.³ In order for the Commission's role of review and approval to be effective, the Commission must also review and approve or recognize modifications to these agreements. The Commission has a further duty to make a copy of every resale and interconnection agreement available for public inspection.⁴ This duty is in keeping with the Commission's practice under its own rules of requiring telecommunications companies to keep their rate schedules on file with the Commission under Commission Rule 4 CSR 240-30.010.

The parties to each resale or interconnection agreement must maintain a complete and current copy of the agreement, together with all modifications, in the Commission's offices. Any proposed modification must be submitted for Commission approval or

³ 47 U.S.C. Section 252.

⁴ 47 U.S.C. Section 252(h).

recognition, whether the modification arises through negotiation, arbitration, or by means of alternative dispute resolution procedures.

Modifications to an agreement must be submitted to the Staff for review. If approved or recognized, the modified pages will be substituted in the agreement, which should contain the number of the page being replaced in the lower right-hand corner. Staff will date-stamp the pages when they are inserted into the agreement. The official record of the original agreement and all the modifications made will be maintained by the Telecommunications Staff in the Commission's tariff room.

The Commission does not intend to conduct a full proceeding each time the parties agree to a modification. When a proposed modification is identical to a provision that has been approved by the Commission in another agreement, the Commission will take notice of the modification once Staff has verified that the provision is an approved provision and prepared a recommendation. When a proposed modification is not contained in another approved agreement, Staff will review the modification and its effects, and prepare a recommendation advising the Commission whether the modification should be approved. The Commission may approve the modification based on the Staff recommendation. If the Commission chooses not to approve the modification, the Commission will establish a case, give notice to interested parties and permit responses. The Commission may conduct a hearing if it is deemed necessary.

Conclusions of Law

The Missouri Public Service Commission has arrived at the following conclusions of law.

The Commission, under the provisions of Section 252(e)(1) of the federal Telecommunications Act of 1996, 47 U.S.C. 252(e)(1), is required to review negotiated

resale agreements. It may reject a negotiated agreement only upon a finding that its implementation would be discriminatory to a nonparty or inconsistent with the public interest, convenience, and necessity under Section 252(e)(2)(A).

Based upon its review of the Agreement between Sprint and Preferred and its findings of fact, the Commission concludes that the Agreement is neither discriminatory nor inconsistent with the public interest and should be approved.

IT IS THEREFORE ORDERED:

- 1. That the interconnection agreement between Sprint Missouri, Inc., d/b/a Sprint, and Preferred Carrier Services, Inc. filed on March 8, 2002, is approved.
- 2. That any changes or modifications to this Agreement must be filed with the Commission under the procedure outlined in this order.
 - 3. That this order will become effective on April 22, 2002.
 - 4. That this case may be closed on April 23, 2002.

BY THE COMMISSION

Hole Hold Roberts

Dale Hardy Roberts Secretary/Chief Law Judge

(SEAL)

Bill Hopkins, Senior Law Judge, by delegation of authority under Section 386.240, RSMo 2000, as currently supplemented.

Dated at Jefferson City, Missouri, on this 12th day of April, 2002.

FYI: To Be Issued By Delegation

ALJ/Secretary: Hopkins/15040

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TO-2002-416

Simmons, Chair

Murray, Commissioner

Lumpe, Commissioner

Gaw, Commissioner

Forbis, Commissioner

STATE OF MISSOURI

OFFICE OF THE PUBLIC SERVICE COMMISSION

I have compared the preceding copy with the original on file in this office and I do hereby certify the same to be a true copy therefrom and the whole thereof.

WITNESS my hand and seal of the Public Service Commission, at Jefferson City,

Missouri, this 12th day of April 2002.

Dale Hardy Roberts

Secretary/Chief Regulatory Law Judge

- Hard Roberts