STATE OF MISSOURI 1 2 PUBLIC SERVICE COMMISSION 3 4 5 TRANSCRIPT OF PROCEEDINGS 6 7 Prehearing Conference 8 December 7, 2004 Jefferson City, Missouri 9 Volume 1 10 11 12 In the Matter of the Application ) of ALLTEL Communications, Inc., ) for Approval of its Successor ) Cellular/PCS Interconnection ) Case No. TK-2005-0114 13 14 Agreement and Accompanying ) Amendment with Southwestern Bell ) Telephone, L.P. d/b/a SBC Missouri ) 15 Under 47 U.S.C. Section 252 ) 16 17 KENNARD L. JONES, Presiding, 18 REGULATORY LAW JUDGE. 19 20 21 22 REPORTED BY: 23 KELLENE K. FEDDERSEN, CSR, RPR, CCR MIDWEST LITIGATION SERVICES 24 25

1 **APPEARANCES:** 2 LEO J. BUB, Senior Counsel SBC Missouri 3 One SBC Center, Room 3520 St. Louis, MO 63101 4 (314)235-4300 5 FOR: Southwestern Bell Telephone, LP d/b/a SBC Missouri. 6 LARRY W. DORITY, Attorney at Law Fischer & Dority 7 101 Madison, Suite 400 Jefferson City, MO 65101 8 (573) 636-6758 9 FOR: ALLTEL Communications, Inc. 10 CRAIG JOHNSON, Attorney at Law Andereck, Evans, Milne, Peace & Johnson 700 East Capitol 11 P.O. Box 1438 12 Jefferson City, MO 65102 (573) 634-3422 13 FOR: MITG. 14 MARC D. POSTON, Senior Counsel 15 P.O. Box 360 200 Madison Street 16 Jefferson City, MO 65102 (573)751-3234 17 FOR: Staff of the Missouri Public 18 Service Commission. 19 20 21 22 23 24 25

PROCEEDINGS 1 2 JUDGE JONES: This is the prehearing 3 conference for Case No. TK-2005-0114, in the matter of the 4 application of ALLTEL Communications, Inc. for approval of 5 its successor Cellular/PCS interconnection and 6 accompanying amendment with Southwestern Bell Telephone, 7 L.P., doing business as Southwestern Bell Missouri, under 8 47 U.S.C. Section 252. 9 At this time we'll take entries of appearance, beginning with the Staff of the Commission. 10 11 MR. POSTON: Marc Poston appearing for the 12 Staff of the Missouri Public Service Commission. 13 JUDGE JONES: Mr. Dority? 14 MR. DORITY: Thank you, Judge. Appearing on behalf of ALLTEL Communications, Inc., Larry W. Dority, 15 Fischer & Dority, PC. Our address is 101 Madison, 16 Suite 400, Jefferson City, Missouri 65101. 17 JUDGE JONES: And Mr. Johnson? 18 19 MR. JOHNSON: Thank you, your Honor. Craig 20 Johnson, Andereck, Evans, Milne, Peace & Johnson, 700 East 21 Capitol, Box 1438, Jefferson City, Missouri 65102, here 22 for the six individual telephone companies intervening, 23 and the group name is MITG. 24 JUDGE JONES: And Mr. Bub? 25 MR. BUB: Thank you, your Honor. Leo Bub

for SBC Missouri. Our address is One SBC Center, 1 St. Louis, Missouri 63101. 2 3 JUDGE JONES: Okay. Mr. Bub, we can hear 4 you okay. Can you hear everyone else here okay? 5 MR. BUB: I can. Thank you. 6 JUDGE JONES: Well, as you all know, this 7 prehearing conference is primarily an opportunity to get 8 you-all together to discuss whatever differences you may 9 have. Refresh my memory. Didn't this issue come up before with the Public Service Commission with the 10 intervenors, Mr. Johnson? Didn't you represent MITG and 11 12 they intervened and the cases went away? 13 MR. JOHNSON: There have been several 14 situations in the past where we have either attempted to intervene or were allowed to intervene. I think it's 15 accurate to say that none of those interventions that 16 17 we've made into an agreement has resulted in a hearing 18 yet. JUDGE JONES: And Mr. Bub, were you 19 20 involved in any of those cases? 21 MR. BUB: A few of them, and my 22 recollection is that after the intervention, the parties 23 that actually had the dispute, which were different 24 parties than the parties in the agreement, is usually an 25 outsider, an MITG company objecting to other's agreement,

1 usually the -- I believe the Sprint example comes to my 2 mind closest. In that situation, the intervening MITG 3 parties worked some language with Sprint itself to resolve 4 that, so that the objections to the agreement I think were 5 withdrawn. That's my recollection of how most of those 6 cases have been.

7 JUDGE JONES: Is there any reason, speaking all of you, why this wouldn't work out the same way? 8 9 MR. DORITY: Judge, if I might? 10 JUDGE JONES: Mr. Dority. MR. DORITY: Thank you. We have been 11 actively engaged in discussions with Mr. Johnson and his 12 13 clients to attempt to resolve the issues that they have 14 raised as it relates to the subject interconnection agreement that's before the Commission. And we're very 15 16 mindful of the severe time constraints under which the 17 Commission has to operate in these proceedings, the 90 18 days.

And I think in your order granting intervention and setting this prehearing conference you reflect that the Commission -- I believe it's February 1, 2004 is the date upon which the Commission has to reach a decision in this matter, and you've instructed the parties to file a proposed procedural schedule by this Friday, December 10th, if I remember correctly.

1 As I indicate, we are actively negotiating with Mr. Johnson and his clients, and I believe we have 2 3 every reason to think that we will be able to resolve this 4 matter within the next several days. Having said that, 5 I'm wondering if we could be relieved of the obligation of 6 filing a proposed procedural schedule by this Friday, but 7 recognizing that if we're not able to reach an agreement with Mr. Johnson, then we would be coming back to your 8 9 Honor and indicating the status, and at that point I think it would be incumbent on the parties to have a proposed 10 schedule to present to the Commission for its 11 12 consideration.

13 Having said that -- and Mr. Poston was kind 14 enough to provide us with copies of the hearing room schedule for the months of December and January. In all 15 likelihood, we would be forced to have what I will call a 16 17 live hearing with no prefiled testimony perhaps sometime the week of January 10th as a possibility. Having gone 18 through such a hearing, I'm certainly not a proponent of 19 20 that.

And the other option -- and I have not even discussed this with my clients or with Mr. Bub -- would be to simply pull the application and then refile it at a later time, but I don't know if that's an option that we would want to consider at this point.

But we are mindful of the time constraints under which the Commission is operating in this matter. We've been diligent in trying to resolve the issues that Mr. Johnson has brought to the table. And again, I'll let Mr. Johnson speak, but I think we're getting very close, and hopefully we'll resolve this matter by the end of this week.

8 JUDGE JONES: Okay. Thank you, Mr. Dority. 9 Mr. Johnson, does he reflect how you feel about the matter 10 also?

11 MR. JOHNSON: Yes, your Honor, he accurately conveyed what's transpired so far. I have a 12 13 little bit of a reservation about extending the deadline 14 to file the procedural schedule in this case, but I'm not saying I'm totally opposed to it. I'd like to keep the 15 16 good wishes of the people I'm negotiating with intact. 17 But I -- I have every reason to believe 18 that we can resolve this so that an actual hearing won't be necessary. I would think we could do that in the next 19 several days. I'm just not sure it's wise to leave today 20 21 without a backup schedule in place. 22 JUDGE JONES: I see. Well, the next 23 several days will be the rest of this week. If you-all aren't able to reach an agreement by Friday, then file a 24

25 proposed procedural schedule the first half of next week.

What I'll do is issue a notice, probably be an Order 1 reflecting that changed date. Mr. Johnson, is that fine 2 3 with you? 4 MR. JOHNSON: Yes, your Honor. 5 JUDGE JONES: It may force you-all to talk 6 about things over the weekend, which I don't particularly 7 want to do. But if you can't reach an agreement, then it's obvious we're going to hearing and we have to hurry 8 9 up and do that. So Marc, is that fine with you? 10 MR. POSTON: That's fine. JUDGE JONES: Mr. Bub? 11 12 MR. BUB: That's fine, your Honor. Thank 13 you. 14 JUDGE JONES: Do you-all need me here for anything? 15 16 MR. DORITY: Other than, your Honor, to 17 perhaps give us some guidance as to what you may have been thinking regarding a hearing should we have to proceed to 18 a hearing, if there's any particular --19 20 JUDGE JONES: You mean as far as live 21 testimony is concerned and whether or not --22 MR. DORITY: Yes. 23 JUDGE JONES: I think that may be the best 24 course. Quite frankly, I like live testimony. I don't 25 know why that doesn't happen all the time.

Well, I have mixed feelings, because this 1 is a -- seems to be a fairly technical issue, and of 2 3 course prefiled testimony would be helpful in that regard 4 rather than live testimony, but the time constraint I 5 think outweighs the complexity of the issue so that live 6 testimony is almost necessary. So you might file 7 prehearing briefs. That might help, just to frame the issues correctly, and then move right into a hearing. I 8 9 don't know how long a hearing would take. I don't suspect 10 any more than two days. MR. DORITY: I wouldn't think so. 11 12 JUDGE JONES: One day? You-all might contemplate the number of witnesses that will need to be 13 14 called. Something along that line might need to be filed prior to -- well, of course if it's filed, it will have to 15 be filed prior to the hearing. And then because prefiled 16 briefs would be filed, post-hearing briefs wouldn't need 17 to be filed. We'll just have closing arguments. 18 Is that pretty much what you-all need to 19 know about how the procedure might go for a hearing? 20 21 MR. DORITY: I believe so, Judge. And 22 again, looking at the calendar, if you would have your 23 normal ten-day effective date from the time of issuance of the Commission's Order, I would guess then that we're 24

25 probably looking sometime the week of the 10th of January

1 or at the latest Wednesday, the 19th, possibly.

2 We will endeavor to notify you, Judge, 3 hopefully this week, that we're able to resolve this 4 matter and we won't have to worry about it. 5 JUDGE JONES: What I'll do, then, is I'll 6 issue an Order setting out what would be the procedural 7 schedule if we have to go to hearing, and I'll also issue an Order, in the event that you-all aren't able to reach 8 9 an agreement, to have filed a procedural schedule by Wednesday of next week. Is that timely enough, 10 Mr. Johnson? 11 12 MR. JOHNSON: Yes, your Honor, that's plenty of time. Thank you. 13 JUDGE JONES: Mr. Bub, do you have any 14 feelings or are you fine with what's been discussed? 15 16 MR. BUB: We're fine with that. Thank you, 17 your Honor. JUDGE JONES: Okay. Well, with that, then 18 I will -- we can go off the record and I'll leave you-all 19 20 here to talk about the case. 21 WHEREUPON, the recorded portion of the 22 prehearing conference was concluded. 23 24 25