BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

In the Matter of: The Joint Application of Qwest Communications International, Inc. and CenturyTel, Inc. For Approval of Indirect Transfer of Control of Qwest Corporation, Qwest)	Docket No.: 10-049-16
Communications Company, LLC, and Qwest LD Corporation.)	VOLUME II OF III

TRANSCRIPT OF HEARING PROCEEDINGS

TAKEN AT: Public Service Commission

160 East 300 South Salt Lake City, Utah

DATE: October 27, 2010

TIME: 9:04 a.m.

REPORTED BY: Kelly L. Wilburn, CSR, RPR

```
1
                            APPEARANCES
 2
     Commissioners:
 3
     Ted Boyer (Chairman)
     Ric Campbell
     Ron Allen
 4
 5
                                -000-
 6
     For Qwest:
 7
     ALEX M. DUARTE, ESQ. (alex.duarte@gwest.com)
     QWEST CORPORATE COUNSEL
         310 SW Park Avenue, 11th Floor
 8
         Portland, Oregon 97205
 9
         (503) 242-5623
         (503) 242-8589 (fax)
10
     For CenturyLink:
11
     KEVIN K. ZARLING, ESQ.
12
     (Kevin.K.Zarling@CenturyLink.com)
     CENTURYLINK SENIOR COUNSEL
13
         TXAUST0301-302
         400 West 15th Street, Suite 315
         Austin, Texas 78701 (512) 867-1075
14
15
         (512) 472-8362 (fax)
16
     For Integra:
17
     GREGORY MERZ, ESQ. (gregory.merz@gpmlaw.com)
     GRAY PLANT MOOTY
18
         500 IDS Center
         80 South Eighth Street
19
         Minneapolis, Minnesota 55402
         (612) 632-3000
20
         (612) 632-4257 (fax)
     For Level 3:
21
     ROGELIO E. PEÑA, ESQ. (rpena@boulderattys.com)
22
     PEÑA & ASSOCIATES, LLC
         4845 Pearl East Circle, Suite 101
23
         Boulder, Colorado 80301
24
         (303) 415-0409
          (303) 827-2454 (fax)
25
                                -000-
                                                             352
```

```
1
                      APPEARANCES, CONTINUED
 2
     For the Division of Public Utilities:
    PATRICIA E. SCHMID, ESQ.
 3
    UTAH ATTORNEY GENERAL'S OFFICE
 4
         160 East 300 South. Fifth Floor
         Salt Lake City, Utah 84111
 5
         (801) 366-0380
         (801) 366-0352 (fax)
 6
     For the DoD/FEA:
 7
     TERRANCE A. SPANN, ESQ. (Terrance.spann@us.army.mil)
 8
     DEPARTMENT OF THE ARMY
     US ARMY LEGAL SERVICES AGENCY
         901 North Stuart Street, Suite 700
 9
         Arlington, Virginia 22203-1837
10
     For the Utah Rural Telecom Association:
11
     STEPHEN F. MECHAM. ESQ. (sfmecham@cnmlaw.com)
12
     CALLISTER, NEBEKER & McCULLOUGH
         10 East South Temple, Suite 900
13
         Salt Lake City, Utah 84133
         (801) 530-7300
         (801) 364-9127 (fax)
14
15
     For the Utah Office of Consumer Services:
16
     THOM D. ROBERTS, ESQ.
    OFFICE OF THE ATTORNEY GENERAL
17
         160 East 300 South, Fifth Floor
         Post Office Box 140857
         Salt Lake City, Utah 84114-0857
18
         (801) 366-0353 (801) 366-0352 (fax)
19
20
                               -000-
21
22
23
24
25
                                                            353
```

1	WITNESSES	
2	For the Joint CLECs, Continued	
3	DOUGLAS DENNEY	<u>Page</u>
4	Direct by Mr. Merz Cross by Mr. Duarte Redirect by Mr. Merz	366 374
5	Redirect by Mr. Merz	437
6	-000-	
7	For Level 3 Communications	
8	RICHARD THAYER	
9	Direct by Mr. Peña	443
10	Cross by Mr. Zarling	447
11	-000-	
12	<u>For the DoD/FEA</u>	
13	<u>CHARLES KING</u>	
14	Direct by Mr. Spann Cross By Mr. Zarling	462 473
15	-000-	
16	For the Office of Consumer Services	
17	ERIC ORTON	
18	Direct by Mr. Roberts	477
19	-000-	
20	For SLCAP	
21	SONYA MARTINEZ	
22	Examination by Mr. Roberts	481
23	-000-	
24		
25		
		354

		•	
1		<u>EXHIBITS</u>	
2	<u>No.</u>	<u>Description</u>	<u>Page</u>
3	DoD/FEA 1 to 4	Charles King Direct Testimony with attached exhibits	464
4 5	DoD/FEA-5	Charles King Surrebuttal Testimony with attached exhibit	464
6	(Unknown)	Sonya Martinez Direct Testimony	483
7		-000-	
8 9	(The were	previous exhibits and related testing prefiled and are part of the PSC real and filed at the Commission.)	mony cord
10		-000-	
11		EXHIBITS, CONTINUED	
12	<u>No.</u>	<u>Description</u>	<u>Page</u>
13	DoD/FEA-6	Settlement Agreement and Stipulation	476
14 15		-000-	
16			
~			355
17 18 19 20 21 22 23 24 25			355

OCTOBER 27, 2010

9:04 A.M.

<u>PROCEEDINGS</u>

CHAIRMAN BOYER: Good morning, here we go again. We're back on the record in Docket No. 10-049-16.

And I think we are at that point where we're gonna hear from Witness Denney; is that correct,

Mr. Merz?

MR. MERZ: That is correct, your Honor. The Joint CLECs would call Douglas Denney.

MR. ZARLING: Mr. Chairman, before we call Mr. Denney, the -- certainly the Joint Applicants, and I think we -- and we've had discussions with the staff, I think we'd like to ask for some clarification on the issue of how we're gonna proceed today and the, basically the procedures for addressing the settlement agreements.

There's still some confusion on our part, in some respects I think based on the oral argument that we had telephonically and the ruling from Judge Arredondo. So we'd like to, I think, better understand what is gonna take place, what your expectations are with regard to hearing of testimony -- to live testimony today.

And then the filing of testimony, as we

understand it on the 28th, the 2nd, and your expectations for the hearing on the 4th.

CHAIRMAN BOYER: Okay. Well, I'll repeat again what our intentions are. We set the November 4th hearing as a tentative date in case oral argument was needed on the written testimony that's going to be filed regarding the HSR documents and the DPU settlement, because parties complained they hadn't had an oppor -- weren't involved in negotiations and hadn't had an opportunity to review those.

But what we would like to do today is go through the witness list, including the signatories to the Office's settlement, the Division's, and also Salt Lake CAP if they're going to be here. And I understand they will be here or are here.

So that's kind of our intention. The November 4th hearing in the morning is tentative if we need it. We may or may not need it. And when I say "need it," we'll determine whether we need it or not. You can certainly request it, and we'll decide whether we need it or not.

MR. ZARLING: Understood. A concern that the Joint Applicants have, and I think the Division may share as well, is that by putting on the witnesses today -- which it was not our understanding that

during the course of these two days of hearings the witnesses would address the settlement agreements.

And frankly, we were scrupulous yesterday in trying not to really ask questions about the position of our witnesses, say for example in redirect, on the settlement agreement.

But that by hearing from Division's witness and perhaps from Mr. Fenn on behalf of the Joint Applicants regarding the settlement agreement, in effect there may be an opportunity for the opponents of the settlement agreement to have, for lack of a better description, two bites at the apple when we have the oral argument on the 4th.

And I say "two bites at the apple" -CHAIRMAN BOYER: If we have an argument on
the 4th.

MR. ZARLING: Okay.

CHAIRMAN BOYER: We're -- and just to let you know, we are really backed up here at the Commission. I mean, we have this case, we have a case next week, we have another case pending. We have another rate case that's going to be filed posthaste, and then a second rate case for a different utility.

And we have to write orders in all these cases. And everybody wants it done before the end of

the year. And it's just, I mean, it's almost an impossible task. With our staff levels, which are the same as we've had since 1994, we're doing two to three times, four times as much work as we did in the past.

And so we're trying to streamline things as much as we can, while certainly giving deference to due process and giving people an opportunity to plead their cases. That's why we've been sitting here for the last couple of days on this.

MR. ZARLING: Then I --

CHAIRMAN BOYER: I'm having difficulty understanding why it would be improper for, for example, the Division and the Office to explain to us why they think these settlements are in the public interest.

MR. ZARLING: And I'll let Ms. Schmid address that. But I think there -- it's just there's a little deviation from I think what the parties originally believed was going to occur.

And the Joint Applicants don't have any objection to what you've proposed. I think we would just like one further bit of clarification. That the testimony to be filed on the 28th, as we previously understood it, was going to be testimony from the opponents of the settlement agreement. And Joint

1 CLECs basically addressing their concerns about the 2 HSR documents. 3 And then the Joint Applicants and the Division would have the opportunity on November 2nd to 4 5 file responsive testimony. So I just want -- I would 6 appreciate clarification that that is also your 7 expectation. That there is not anticipated to be, for 8 example, two rounds of testimony by both parties. 9 CHAIRMAN BOYER: That there is not going to 10 be two rounds of testimony? 11 MR. ZARLING: That is to say that there 12 isn't -- testimony is not expected to be filed by both 13 parties on the 28th and then again on sort of cross. 14 CHAIRMAN BOYER: No, that was not our 15 intention. Okay? That is not our intention. 16 MR. DUARTE: And your Honor, just one 17 clarification question. And will the Commission then 18 decide at some point, presumably on November 3rd, 19 whether oral argument is necessary so we can be able 20 to --21 CHAIRMAN BOYER: That's our intention. 22 MR. ZARLING: And that would -- if oral 23 argument were to be telephonic, would you envision 24 that? 25 CHAIRMAN BOYER: I suppose we could. We 360

1 could accommodate folks on that, if we find it 2 necessary. Frankly I don't think it's going to be 3 necessary. 4 MR. ZARLING: Okay. All right. Well, I 5 appreciate your indulgence, thank you. We were --6 just wanted to be very clear. 7 CHAIRMAN BOYER: Let me talk to my colleagues 8 here. We'll take a five minutes recess and see if 9 they have a different view, I guess. 10 MS. SCHMID: And before you do, perhaps, I'd like clarification on whether or not the testimony 11 12 that would be filed today and then on the 2nd would 13 deal only with the Hart-Scott-Rodino Act issue, or if 14 it would be broader, involving the Division's 15 settlement process. I think if --16 CHAIRMAN BOYER: Well, we're -- Ms. Schmid, 17 we're not talking about the settlement process. We're 18 trying to give the Joint CLECs, who were not parties 19 to these negotiated settlements, an opportunity to 20 review the settlement agreement and to file testimony 21 if they thought it necessary. They don't have to file 22 testimony. 23 MS. SCHMID: Okay. 24 CHAIRMAN BOYER: But if they think it

necessary they could file testimony tomorrow, I think,

1 it's on the 28th. And then, in the interest of due 2 process, we'd let the other side respond to those 3 filings two days later. And then we'll decide whether or not we want 4 5 to hear oral argument on those issues that are raised 6 or not. That's what we're thinking at this point. 7 But let's take a five-minute recess and we'll give you 8 more guidance here in a moment. 9 MS. SCHMID: Thank you. 10 (A recess was taken from 9:11 to 9:18 a.m.) 11 CHAIRMAN BOYER: Okay, back on the record. 12 After having spoken with my colleagues I've 13 reconsidered, although I still think the approach I 14 elucidated was the more efficient. Here's what we're 15 going to do: 16 With respect to the DPU stipulation, we'll 17 hear the DPU testimony and all other parties' 18 testimony on November 4th. We will hold that hearing. 19 Today we'll finish with the witnesses Denney, Thayer, King, Orton, and Salt Lake CAP. And try to wrap that 20 21 up today. And I think we're clear on the filing of 22 23 these -- this additional testimony, the written testimony. The Joint CLECs and the other parties 24

opposing the stipulation and those who have concerns

```
1
    with the HSR documents file by the 28th, and then two
 2
    days hence responses by the other parties.
 3
              Is that satisfactory?
              MS. SCHMID:
                         Yes.
 4
 5
              CHAIRMAN BOYER: Mr. Roberts, is that gonna
 6
    be okay for the Office?
 7
              MR. ROBERTS: Yes, it is. It's my
 8
    understanding that I do not know -- I no longer have a
 9
    set time, but I just will be appearing in rotation
10
    this morning.
             CHAIRMAN BOYER: Someone volunteered your
11
12
    schedule flexibility, Mr. Roberts. And so that's --
13
              MR. ROBERTS: No, that's fine.
14
              CHAIRMAN BOYER: Unless you have a specific,
15
    you know, problem that we can accommodate, we'll just
16
    do that. We'll just go through the witnesses as
    listed on the prehearing conference report.
17
18
              MR. ROBERTS: That'll be fine by me.
19
              CHAIRMAN BOYER: Okay, thank you.
20
              MR. DUARTE: So your Honor, so there will not
21
    be an oral argument then on November 4th, it's gonna
    actually be live witnesses? Or -- I thought it was
22
23
    gonna just be an oral argument regarding the testimony
24
    that will have been filed.
25
              CHAIRMAN BOYER: Well, what we heard here was
                                                         363
```

that the parties didn't want two bites at the apple and so on. So yes, I assumed that the parties wanted to present live testimony on the 4th.

MR. DUARTE: Well, your Honor, maybe there was a misunderstanding. I mean, we are fine with doing that today, and then have oral argument on the 4th regarding anything that's submitted afterwards. We just didn't want two bites at the apple.

But, you know, we believed that, based on what your Honors were saying ten minutes ago, that we would have the witnesses here testify about the settlements, and then, and then have the testimony filed, you know, about that, and then have an oral argument, that that would be appropriate.

CHAIRMAN BOYER: Well, then that puts the Joint CLECs and Level 3 at a disadvantage, I think, in terms of their preparation for cross examination and so on. So I think we ought to have the DPU testimony, both for and again, on the 4th. And then, you know, legal arguments as appropriate.

MR. MERZ: And Mr. Chair, I'm sure this goes without saying, but I just want to make sure we're absolutely clear that on the 4th the witnesses will be available for cross examination.

CHAIRMAN BOYER: Exactly. Exactly. I don't

1	think this is as efficient as what I announced
2	earlier, but this is the way we'll do it. In an
3	attempt to be even more fair than we've been to this
4	point.
5	MR. MERZ: And to be clear, we were prepared
6	to do what I understood you to be telling us yesterday
7	we were gonna do.
8	CHAIRMAN BOYER: I understand. I understand.
9	So are we okay with that now? Does everyone
10	understand what we're doing?
11	MS. SCHMID: Yes.
12	CHAIRMAN BOYER: Okay. Let's proceed then
13	with the next witness, Mr. Merz.
14	MR. DUARTE: Your Honor, before we get to
15	Mr. Denney, we do have one other housekeeping matter.
16	CHAIRMAN BOYER: Yes.
17	MR. DUARTE: And that is we wanted to
18	announce that the Joint Applicants and the Department
19	of Defense have reached a settlement. And we have a
20	signed settlement that was executed this morning and
21	that we will be filing with the Commission today. And
22	we wanted to pass out a copy of that settlement as
23	well.
24	CHAIRMAN BOYER: Okay, that would be great.
25	Have the other parties had an opportunity to look at

```
1
     it?
 2
              MR. DUARTE: No, we just signed it this
 3
    morning.
              CHAIRMAN BOYER: And so Mr. Spann, would it
 4
 5
    be your intention to put on testimony through Mr. King
 6
     regarding the stipulation?
 7
              MR. SPANN: That's correct, your Honor.
 8
              CHAIRMAN BOYER: Okay. Very well, thank you.
     Let's pass that out, and then we'll have Mr. Merz call
 9
10
     his first witness. His last witness.
11
                            (Pause.)
12
              CHAIRMAN BOYER: Mr. Merz, we're ready.
              MR. MERZ: The Joint CLECs would call Douglas
13
14
     Denney to the stand.
15
              CHAIRMAN BOYER: Morning, Mr. Denney.
16
              (Mr. Denney was sworn.)
17
              CHAIRMAN BOYER: Thank you, please be seated.
18
                         DOUGLAS DENNEY,
19
          called as a witness, having been duly sworn,
20
            was examined and testified as follows:
21
                       DIRECT EXAMINATION
22
    BY MR. MERZ:
23
        Q.
              Morning, sir.
24
        Α.
              Good morning.
25
        Q.
              By whom are you employed?
                                                          366
```

1 A. Integra Telecom.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

- Q. And you have filed on behalf of Integra
 Telecom in this action direct testimony that has been
 marked and admitted as Integra Exhibit 1, which
 includes an exhibit, Integra Exhibit 1.1; is that
 correct?
 - A. Yes, that's correct.
- Q. And you've also filed surrebuttal testimony in this action on behalf of Integra, which has been marked and admitted as Integra 1SR; is that correct?
 - A. That's correct.
- Q. And there are no confidential or highly-confidential portions of either part of that testimony?
- A. That's true.
 - Q. Is the information contained in your direct and surrebuttal testimony true and accurate, to the best of your knowledge?
- 19 A. Yes, it is.
- Q. Do you have a summary of your testimony that you are prepared to give today?
 - A. Yes, I do.
- Q. Would you please provide that?
- A. My name is Douglas Denney, and I work for Integra Telecom. And I'm our director of costs and

policies. And my testimony focuses on three areas which I'm directly involved with on behalf of my company. And it also -- it supports the testimony of Mr. Gates and Dr. Ankum.

And one of those areas is kind of just the history of ICA negotiations. The difficulty of, you know, of entering into negotiations. The long and detailed process that's contained in negotiations. I'm involved directly in the negotiations that take place between Integra and any other ILEC in terms of interconnection agreements, including Qwest.

And this is really trying -- the purpose of this testimony is to try to support those conditions about having some stability with the current ICAs that are in place so that when the companies, you know, if the merger's approved that there's -- while they're going through this integration process we're not in the midst of having to arbitrate all new ICAs.

Or uproot contracts that have been -- in many cases have been in place for years. And that's kind of the purpose of that portion of the testimony. And Mr. Gates talks in detail about, you know, about that condition.

The second part of my testimony verifies some of the documents you heard discussion about yesterday

that are in Ms. Johnson's testimony that are related to the UNE provision -- the Minnesota case, which is the UNE Provisioning and Marketing Practices Docket.

And the purpose of putting all these documents in there is to support these conditions that require compliance with specific laws. And the Commission doesn't need to find that the Joint Applicants are in violation of these laws, but that -- but the purpose of these documents is to show that there are issues surrounding these.

And it's common practice for putting conditions that relate to, you know, say, Here is a law that we expect you to follow that's, you know, as you go forward. And that's what a lot of these conditions are. Just to say, Here is what the law is and this is what we expect you to follow going forward.

And it's just kind of put on notice. And it's a common practice when there's -- when carriers have raised issues that these types of conditions get put into -- in merger agreements.

And then the third part of my testimony deals with wholesale service quality. And wholesale service quality, you know, obviously is crucial to Integra and other CLECs like Integra who rely, in part at least,

on the ILEC network in order to do business. We buy, you know, predominantly we buy the last mile facilities. Kind of the connections to the customer premise from the ILECs.

And so, you know, while these companies -you heard about kind of integration efforts. And
potentially, you know, integrating OSS. And the kind
of pressures to achieve synergy. And our just concern
is that all of those things shouldn't come at the cost
of wholesale service quality.

And I -- and you heard all through testimony and, you know, through this -- through the -- yesterday that the Joint Applicants appear to agree. You've heard them say how important wholesale service quality is. And how they plan on not, you know, there shouldn't be any impact on wholesale service quality.

And so kind of the question that came up to the Joint CLECs was really how can we, how can we kind of effectuate this commitment? How can we make sure that, if there are declines in wholesale service quality, that they will be remedied quickly, they will be addressed quickly, and be resolved quickly?

And this is where we came up with a kind of a plan that was called the additional performance assurance plan. And the reason the current -- the

QPAP or the Qwest performance assurance plan that's in place today doesn't, doesn't quite -- doesn't cover you there is because that's a plan that compares really your wholesale performance to your retail performance.

And so it's really a nondiscrimination test is what the plan that's in place today is. And what we're looking at is trying to compare pre-merger performance with post-merger performance. So it's a different, it's a different comparison.

So under the QPAP you could have a decline in both retail and wholesale service quality and you would never make a payment under the plan that's in place today, the QPAP. But the additional PAP, the thing is, if you decline from your pre-merger performance, you know, then there would be remedy payments to try to get that resolved as quickly as possible. And this is why we came up with this alternative plan.

So yesterday Mr. Williams raised a concern that random fluctuations in data could come -- could cause payments in the APAP, you know, just through normal random fluctuations. And in my mind this is a non-issue, for some reasons that I'm not gonna get into.

But what I am gonna try to do is make this issue go away. And I'm gonna do that by offering up some language -- an additional part to Condition No. 4 that we proposed to try and make this a non-issue. Because the CLECs' goal isn't to try to collect money from the, you know, from the Joint Applicants in terms of plan.

Our CLEC goal is really just to -- we hope that they never make a payment. We just want to assure wholesale service quality doesn't decline as a result of the merger, and want the incentives in place.

And so this would be a, like a subpart to Condition 4 regarding the APAP. And what we would say is that APAP remedy payments to a CLEC for a specific PID in some measure will not occur until the remedy payments exceed the remedy credit.

And for each CLEC and each PID, product, and disaggregation in the APAP, a remedy credit will be calculated as described in this paragraph. The remedy credit is calculated as follows for each PID, product, and disaggregation:

For each month one year prior to the merger filing date monthly performance will be compared to the average wholesale performance provided by Qwest to

each CLEC for one year prior to the merger filing date.

If monthly performance, as described in the preceding sentence, would result in a remedy payment calculated using the methodology in the APAP to determine remedy payments, then the calculated amount will be a remedy credit for the PID, product, and disaggregation.

So what this really gets to is if under, under Mr. Williams', you know, concern that just performance in the past would have caused payments under the APAP, well, payments won't start until you go beyond -- I mean, you go beyond that level.

So let's just make sure that we're really capturing a deterioration in wholesale service quality, you know, before there would be any remedy payments under the plan.

But at the same time there'll be calculations and the information will be going forward so the Joint Applicants will see that they're facing a risk of potential payments coming forward. And they will be still incented to try and correct any problems as quickly as possible. To minimize, you know, to make sure that wholesale service quality is maintained.

And so we hope that this can kind of close

```
1
    out this issue, because you've heard them, you know,
 2
    make guarantees and -- or, I mean, not guarantees.
 3
    That's too strong of a word. But make -- you've heard
 4
     them talk about the importance of wholesale service
 5
    quality and how it's gonna stay after the, you know,
 6
     after the merger.
 7
              And so I think we've got a plan that's in
 8
    place that should be acceptable to do that. And that
 9
    concludes my summary.
              MR. MERZ: Thank you, Mr. Denney.
10
11
              The witness is now available for questioning.
12
              CHAIRMAN BOYER: Thank you, Mr. Denney.
13
              Let's begin with Mr. Roberts. Have you any
14
    cross examination of this witness?
15
              MR. ROBERTS: No, your Honor.
16
              CHAIRMAN BOYER: Ms. Schmid?
17
              MS. SCHMID: No questions.
18
              CHAIRMAN BOYER: Mr. Spann?
19
              MR. SPANN:
                          No, sir.
20
              CHAIRMAN BOYER: Mr. Duarte?
21
              MR. DUARTE: Yes, your Honor, thank you.
22
                        CROSS EXAMINATION
23
    BY MR. DUARTE:
              Good morning, Mr. Denney.
24
        0.
25
        Α.
              Good morning.
                                                          374
```

Q. It's a little late to bring up new language here on the fly to try to remedy the issues with your PAP, wouldn't you agree?

A. Well, there's so many things that I disagree with the statement you made, so. I mean, I don't think we made up language on the fly. I think we're trying to address a concern that you raised at the last minute yesterday during the hearing.

And third, if the parties would actually enter into discussions with us in Utah, I mean, we probably could have had this discussion much earlier time frame. If you hadn't cut us out of negotiations that took place in the state.

- Q. Well now, let's be fair now. The parties have discussed settlement negotiations quite a bit, the negotiations quite a bit over the last few months, haven't they?
- A. I'm aware of negotiations that took place in, took place in Oregon. And there's been -- that's about the most active state that's going on. There's been a few other states where some proposals have been, have been involved and the companies have contacted.

But it is -- as I'm aware, we were not invited to the negotiations here in the State of Utah.

And when you are working on, you know, kind of your settlement here that did not involve, you know, the Joint CLECs, and it didn't involve Integra.

- Q. And we'll certainly talk about those things on November 4th. But you agree with me then, since we're talking about settlements here, that the parties met for two days in Portland, high-level executives between the parties, to discuss all of these conditions from a global standpoint, correct?
- A. Yep, that's correct. And nothing's been resolved at this point in time.
- Q. And there's been five settlement conferences in Oregon, correct?
- A. I haven't counted the conferences in Oregon, but there's been, there's been numerous conferences there. And, I mean, the problem there too is we have a hard time getting the Joint Applicants to respond directly to our proposals.
- Q. Sir, you will agree with me that it took 37 days in Oregon to even submit a red line to our red line proposals?
- A. No. I disa -- you didn't red line any of our proposals.
- Q. Sir, have you been involved in the Oregon settlement discussions?

- A. Yes. The document we got back from you in Oregon, if you want to talk about that, was just x's through our 31 conditions.
 - Q. Okay. And didn't --

- A. That's not a red line. That's not a negotiation.
- Q. Well, I won't get into the settlement discussions. But you'll agree with me that you were supposed to get a proposal to us prior to like the third settlement agreement conference, and we did not receive it for 37 days. Do you agree with me?
- A. I don't agree with -- you've had our proposal from early on in the time period. So I don't agree that -- and I don't know what time -- what 37-day time frame you're talking about. But you've had our proposal long before -- you know, pretty early in this process, in all of the states, what the proposal is.
- Q. From September 1st to October 8th you don't agree that the CLECs were -- had promised a red line to our red lines in 7 days, and it took 37 days to get that back?
- A. I'm not, I'm not knowledgeable of those time frames.
 - Q. We'll move on.
- A. I don't -- I'm not even gonna acknowledge

- that you made red lines to our initial proposals. I know you didn't do that. You may have responded to some staff proposals, but not to ours.
 - Q. Mr. Denney, we'll move on then to the issues here in Utah. Sir, to start our discussion here, you agree with me that in Utah Qwest has 46 interconnection agreements with CLECs that have the Qwest performance assurance plan, or PAP, as part of their agreement?
 - A. Well, I agree that that's what Mr. Williams said in his testimony.
 - Q. Well, you don't have any reason to dispute that it's 46 ICAs with the PAP here in Utah?
 - A. I did not go through the ICAs here, so. I mean, so I agree that's what's in Mr. Williams' testimony.
 - Q. And you reviewed the interrogatory responses from the Joint Applicants. The 160 -- or the 91 data requests that were sent by Integra in this case?
 - A. Yes.

- Q. Okay. And you saw that we responded that it was 46 ICAs?
- A. Right. I saw that in Mr. Williams' testimony, too.
 - Q. All right. We'll move on. Now Mr. Denney,

1 you're very experienced when it comes to PAPs, aren't 2 you? 3 Α. Yes. 4 0. And you would agree with me that any 5 performance assurance plan for an incumbent telephone 6 company is a pretty complex endeavor? 7 I wouldn't, I wouldn't agree with that in an Α. 8 unqualified statement. I think setting up the initial 9 plans was, you know, was a fairly complex endeavor. 10 But we have -- now we have those plans in place. We 11 have measures, we have data. 12 So using that information, you know, to look 13 at how performance has changed over time, I don't 14 think that is very complex at all. 15 And if you go to a different standard of what 0. 16 you're measuring, that would be a pretty complex 17 matter, wouldn't it? 18 No, I don't think it's very complex at all to 19 measure pre-merger performance with post-merger performance. We have -- all of that data is there. 20 21 It's been, you know, it's sitting out there. It's --22 Qwest has it, and a lot of the CLECs have that data.

379

Well Mr. Denney, you and I can at least agree

And so to compare pre-and-post-merger performance is a

fairly simple, fairly simple task.

23

24

25

Q.

1 that there's a lot of statistical analysis that is
2 needed in order to really understand a PAP?

A. There, there's statistical analysis that goes into setting up the statistical test. I disagree there's statistical analysis needed to understand the PAP. I think the PAPs are pretty basic.

It's really about can we measure, can we measure whether there's, you know, if you're talking about the QPAP, is their performance on retail and wholesale, or performance compared to a benchmark, how do those compare. That's fairly simple.

The statistics may be complicated, but the statistics are pretty well worked out over, you know, over time. And that's not really the big part of our dispute. And so comparison of performance isn't that difficult.

- Q. And sir, and in fact in your previous life as an employee with AT&T back in the Section 271 days in the early part of this decade, you were personally involved in the effort to come up with what is known as the Qwest PAP in the Qwest ILEC region; is that correct?
- A. No, that's actually incorrect. I didn't get involved in the performance plans until, until I worked for Eschelon Telecom. And starting kind of

with the three-year review that took place in Colorado.

- Q. Okay. But then you're familiar, though, with the process that did take place with the Section 271 PAP development between, what, 1999 and 2003; would you agree with me on that?
- A. I mean, I wasn't involved in that process, so I -- so what I know about it's either what I've read through Commission orders or, you know, reports that maybe were available at one time or another. People's discussions. Discussions with people that were involved in it.
- Q. And based on what you know and what you've read, you'll agree with me that there was a 13-state collaborative process that dealt with the PID negotiations, OSS testing, and the PAP development, correct?
 - A. That's correct.
- Q. And this Commission was part of that 13-state process?
 - A. I believe that's correct.
- Q. And you'd agree that Arizona had its own separate process?
 - A. I believe that's correct.
 - Q. And you agree with me that, based on

the FCC?

- A. Right. I don't know the exact time frame, but I, I think it took place over a number of years. And it dealt, I mean, it dealt not just with the QPAPs, is my understanding, but with, you know, with making sure, you know, testing of systems was a big part of that as well.
- Q. And based on your involvement, and research, and reading of things that happened in the past, you would agree with me that, based on the 13-state collaborative plus Arizona's own process, that there were easily more than a hundred people from various State Commissions, staffs, auditors, CLEC representatives, and Qwest representatives who worked on this process for those four years; is that correct?
- A. Well, I don't know how many people there were, but that wouldn't surprise me.
- Q. Okay. And based on that many people that you're not surprised worked on this, and four years of development, you'd agree with me that there was at least -- there were tens of thousands of people hours

involved in the development of the PAP process?

- A. I mean, I can't, I can't agree with that. I have no basis to know that. But I'm sure there was a lot of effort put into that. And what we're trying to do here with our proposal is really leverage that effort that's already been done.
 - Q. And --

- A. We're not trying to create something that's completely new. But we're trying to use that effort that's been done and say, Now let's use this for something that's just slightly different. Which is comparing pre-merger performance with post-merger performance.
- Q. And you agree with me, sir, that various state utility commissions, including this Commission, reviewed the PIDs and the PAP. And after Qwest voluntarily agreed to the PAP, this Commission recommended to the FCC that it grant Qwest's Section 271 application; is that correct?
- A. Well, I think that the Commission's decision to grant 271 application was much broader than Qwest agreeing to the, to the PAPs.
- Q. That was not my question, sir. Let me ask my question again. After the various commissions, including this Commission, reviewed the PIDs and the

- PAP, and after Qwest voluntarily agreed to the PAP -so we're talking point in time -- this Commission
 recommend to the FCC that it grant Qwest's Section 271
 application?
 - A. Right, that's correct. And I just wanted to make clear that there were many other aspects to that --
 - Q. Sure.

5

6

7

8

9

15

16

- A. -- to that order that took place.
- Q. Okay. And even after Qwest was granted
 Section 271 relief, you talked about an effort -- a
 post-271 effort. And that was called the Long-Term
 Proposed, Proposed Administration, the LTPA; is that
 correct?
 - A. Well, it was called the LTPA, but you're -- I don't think you've got the --
- 17 Q. I may have gotten it wrong.
- 18 A. -- the words right. I think it was Long-Term
 19 PID Administrator, or.
- Q. Right, PID administrator.
- 21 A. Right.
- Q. Right. Okay. And that was to provide a forum to deal with PID refinements and changes; is that correct?
- A. Yeah, you know, that, I mean, that process

was kind of, I mean, I got involved starting around the three-year review in Colorado, so I'm not real familiar with that process. I wasn't, I wasn't involved in that process.

- Q. Okay. And this Colorado three-year review, that meant three years after the granting of 271 relief for Qwest; is that correct?
 - A. That's correct.

- Q. And that process took approximately 18 months or so?
- A. You know, I'm not sure that I was involved in that process. I don't recall the, you know, how long that took. We went through, I mean, there was a mediator that was involved in that. And we went through a number of kind of proposed changes that people had to the, to the PIDs.

And we worked through that for, you know, I mean, it was quite a while working through issues and exchanging of data. And we were able to come to kind of an agreed-upon resolution of what to do. What to do next there.

Q. Okay. Well, whether it took 18 months, or 16 months, or 12 months, you were involved. And it was a fairly substantial process in which different negotiations, and refinements, and analysis was

conducted, correct?

- A. Right, that's correct. There weren't hundreds of people or 10,000 hours involved in that. There was maybe a handful of, a handful of people that were working that.
- Q. Sir, the standard that the QPAP measures is whether Qwest is providing services to CLECs in a nondiscriminatory or parity manner; is that correct?
 - A. I generally agree with that, yes.
- Q. And that standard is based on requirements in the Telecom Act that Qwest treat its wholesale customers in a nondiscriminatory and/or parity manner, correct.
- A. Well, I think it says that they have to provide service that is at least as good as what Qwest provides to itself.
- Q. And that would be a nondiscriminatory or parity manner?
- A. Right. I mean, I think the standard really is at least as good as. Which is -- which I'd say is a little bit different from just a nondiscriminatory.
- Q. Okay. And you would agree with me that performance deterioration or performance degradation is not a standard in the Telecom Act?
 - A. Right. We're -- right. And I -- we're --

here we're talking about a merger case and looking at, looking at whether there's kind of harm as a result of a merger. So the standard -- that's why the standard's different from what we used when we did 271 approval.

- Q. And you'll agree with me, sir, that you're not aware of any case in which the FCC or a state utility commission has ever ordered a PAP that was based on a standard such as performance degradation or performance deterioration as a result of a merger; is that correct?
- A. I don't think I would go that far. I think in the Embarq-CenturyLink or CenturyTel merger the, I mean, the FCC put in a plan that was basically to compare pre-merger and post-merger performance for a number of measures, so.

There weren't remedy payments associated with that plan, but there was definitely a plan and measurement put in place which does similar to what, what we've asked to do here. And that's in Mr. Gates' testimony.

- Q. And you're claiming that it's similar to what is happening here? Is that your testimony?
- A. There's some similarities. They took a number of -- I mean, the measures weren't as developed

for, you know, for CenturyLink and Embarq's. They took a number of measures. They took a one-year average prior to, and they compared it with kind of a three-months average afterwards. And they looked to see whether there was deterioration in performance.

They used a tighter standard than what we -we proposed kind of using a standard out of the QPAP.

I think they used a single standard deviation in their
standard to determine whether there's a deterioration.

And I believe there were, you know, things the Company
had to do, you know, in terms of reporting or
explaining if there was a deterioration.

But this is in Mr. Gates' testimony. He's probably more familiar with that than I am.

- Q. And you agree with me, sir, that you're not aware of any state commission that has ever ordered a PAP based on a standard other than -- a standard such as performance degradation or performance deterioration as a result of a merger; is that correct?
- A. Right. As I'm aware -- and I'm mostly aware in the Qwest states and, I mean, California, Nevada, where my company does business. I'm not aware that this decision has come before, you know, come before the states, really, until this case here.

So the states haven't rejected this idea or, you know, or approved a plan yet.

- Q. Okay. So then you would agree with me, then, that if this Commission were to entertain your APAP proposal, and thereafter order it in this proceeding, it would be the first state utility commission that you're aware of that has ordered a PAP that was based on the concept of performance degradation or performance deterioration as a result of a merger?
- A. Well, I mean, you're -- so you're assuming Utah orders before anybody else --
 - Q. Yes.

- A. -- and no other state approves it?
- Q. Yes, I am.
- 15 A. That would be true.
 - Q. And you would agree with me that this Commission, if it adopted your APAP concept, would be the first state utility commission to ever order a PAP that was based on a standard other than parity or nondiscrimination?
 - A. I mean, from what I'm aware of, which is really -- which is the territory out here in the West, I mean, that's, that's probably true. I'm not aware of any other plans at this point in time.
 - I do know as a result of the Verizon-Frontier

- merger dockets which I was involved in, you know, the commissions in Oregon and the -- in Washington opened up cases to look at kind of establishing some wholesale service quality standards, which didn't exist.
 - So they're -- so wholesale service quality is certainly an issue that's dealt with as a part of merger proceedings.
 - Q. And you are aware that Utah has its own specific service quality standards and requirements in Utah?
 - A. Right. The Wholesale Service Quality Rules you're referring to?
 - Q. Yes.

- A. Right. They're kind of -- I would call them more "guidelines," I think is the word that's used in the, you know, in the rules.
- Q. And sir, you'll agree with me that you are not aware of any case in which the FCC or a state utility commission has ever forced on an ILEC a PAP with self-effectuating penalties that the ILEC did not otherwise voluntarily agree to as a result of a merger?
- A. Well, I mean, your question confuses me regarding "forced," because, I mean, I think usually

what happens is that the commissions would offer up conditions. And the Joint Applicants have an option to accept them or basically not go ahead with the merger.

So I don't know how -- I don't -- I disagree with that word being "forced" upon. I mean, I did talk about the FCC had a plan that was -- it was agreed to by the parties.

- Q. And that's a key point. It was agreed to by the parties there, correct?
- A. Right. And I think if they hadn't agreed to that, they wouldn't have been able to go ahead with their merger.
- Q. Well, we can speculate what the FCC would have done if they hadn't. But the point I'm making is -- that I want you to make and confirm for me is that those parties actually agreed to that -- those self-effectuating penalties as part of that process?
- A. As far I'm aware of, every merger proceeding, when there's conditions involved, parties either agree to them or they don't merge.
- Q. Okay. So let's get back to my point then. You are not aware of anytime where the Commission has forced a party, without their consent, to adopt a PAP with self-effectuating penalties; is that correct?

- A. I don't know how that could happen, because you just wouldn't -- if you didn't like a condition you wouldn't go ahead with the merger.
- Q. And then so you would agree with me, then, that if this Commission were to entertain your APAP concept and force self-effectuating penalties without the Joint CLECs' consent -- I mean the Joint Applicants' consent, it would be the first state commission to do so?
- A. No, I, I mean, there's -- no, I don't agree with, I don't agree with that -- with the way you're posing that question.
 - Q. All right.

- A. I think I've made it clear.
- Q. Let's move on then. Now, in preparing for your APAP concept you worked very hard on that plan, didn't you?
- A. I mean, I -- yeah. I work hard on everything I do, so I'm not sure what "very hard" means.
- Q. Okay. Well, you tried to be very precise in putting together that plan, correct?
- A. I tried to put something specific together that could be analyzed, criticized, hopefully talked about. We could try to come to some resolution to find a way to assure wholesale service quality. I

thought if I put something specific on the table, that would facilitate the process.

- Q. And you did a lot of research and analysis for it; is that correct?
- A. I don't know that I did -- I don't know what you mean "research and analysis." I didn't, I didn't run any numbers, if that's what you're talking, because I don't really know what post-merger performance is.
- I -- what I looked at was seeing how -- the question we really asked ourselves is, What can we put in place to try to assure that performance doesn't deteriorate after the merger?

And so we took, I mean, the analysis was really how do the current QPAPs work, and is there things that we -- and how do the current PIDs work. And can we use that information, you know, in a way to compare pre-merger and post-merger performance.

So I'm not sure what you mean by "research and analysis," but, you know.

- Q. Okay. I'm not trying to make this difficult. I'm just -- I'd like you to just confirm that you -- let's just say you chose and put together your measures very carefully, didn't you?
 - A. Yes.

7

8 9

10 11

12 13

14

15 16

17

18

19

21

20

22

23 24

25

- 0. And you established the standards for the plan very carefully? I mean, when you looked at the standards that you wanted to do, you were deliberate about that process?
- I was deliberate. And I, I mean, I used the Α. same process that was used in the QPAP. So I didn't try to, I didn't try to create something new, or correct problems that I thought already existed in the OPAP.

I used kind of what has been there and what parties have been using for, you know, for a number of years in the QPAP. That kind of process to measure whether there was a change in service quality. Or a difference, I should say, in service quality.

- Okay. And when you put together your 18-page 0. proposal you chose your words, and definitions, and terms -- and conditions very carefully, didn't you?
- Α. Yes, I chose them carefully. And al -- but a lot of them I took as much as possible, just the words and kind of the methodology, right out of the QPAP. I was trying to minimize the creation of, you know, something new. And trying to use what we already had in place and just apply it in a slightly different manner.
 - And you wanted to make sure that this plan Q.

would measure what you testified to as performance deterioration or performance degradation as a result of the merger, didn't you?

- A. That's correct.
- Q. And now, throughout your testimony you seemed to interchangeably use the terms "performance deterioration" and "performance degradation." But we can agree here that both terms mean roughly the same thing; is that correct?
 - A. That's correct.
- Q. Okay. So I can refer to either term and we'll know what we're talking about?
- A. Yes.

- Q. But you never defined the terms "performance deterioration" or "performance degradation" in your APAP plan, did you?
- A. No, I think they are defined by the statistical test that would apply to pre-merger and post-merger performance. And I think it's determined when there's a significant deterior -- I mean, "deterioration" just means "decline."

But the test in the APAP is when there's a statistically-significant deterioration, then a remedy payment would kick in. And I think those are very clearly defined.

- Q. In fact, sir, you've never even used the terms "performance deterioration" or "performance degradation" in the APAP? I mean, I did a search and I couldn't find them.
 - A. Oh, that's quite possible.

- Q. Okay. But when you went about drafting the APAP you were careful with it and wanted to make sure that you got it right for the right public policies, correct?
- A. Right. I wanted to put a proposal forward that would incent wholesale service quality post-merger. Make sure that the Company had the incentives to respond to deteriorations in wholesale service quality in a timely manner.

And using data that was already available and already out there to compare what was pre-and-post-merger wholesale service quality.

- Q. Okay. And in that process when you put together the APAP concept you wanted to measure two things: You wanted to measure whether there was performance degradation or performance deterioration after the merger, and two, that such performance degradation was a result of the merger; is that correct?
 - A. Well, I didn't, I didn't attempt to

measure -- to directly measure whether it was a result of the merger. But I did include provisions in the QPAP that are -- like the *force majeure*-type provisions that are in some of the QPAPs that would -- which would basically say if the Company can come forward and say, Look, this was a result because of really bad weather, that they wouldn't have to make a, you know, a payment in that regard.

Or if this is a result of a work stoppage. So that they would kind of have that opportunity to come forward and show why, why performance degradation was not, you know, was not a result of the, of the merger. But I didn't, I didn't specifically -- I'm using the data that exists today.

So I didn't specifically measure, you know, to say this is directly a result of the merger. But we've had a -- over a period of time we've seen -- I mean, Qwest's performance has slightly improved over a period of time.

And if it suddenly declined after the merger I would certainly, I would certainly -- that would be the first place I would look, is the -- and I would expect that it would be a result of the merger.

Q. So in essence you're trying to shift the burden, then, that if there's any kind of service

degradation, whether it's related to the merger or not, Qwest and -- or the post-merger company would have to come back and prove that it wasn't the result of the merger; is that correct?

A. And that's an important point. I think clearly, clearly we think the burden should be on the Joint Applicants regarding the wholesale service quality. The burden -- because of their merger the burden shouldn't be shifted to -- somehow to CLECs to have to come in and demonstrate, you know, demonstrate this.

The CLECs didn't ask for the merger, the Joint Applicants did. And so I think it's appropriate that the burden be on the Joint Applicants.

- Q. Well, sir, you would agree with me that there could be performance degradation post-merger and it may not be a result of the merger itself; is that correct?
- A. Right. I think I just talked about a few of those. If some, you know, if something was weather related or you had a work stoppage. And we tried to account for those things by putting into the plan, you know, methods for the, for the Company to come in and say this wasn't a result of the merger.

We also put another provision in the plan

that's kind of called a "root-cause analysis" so you can say, Look, this PID's just not working as it was intended for this. And they can come to the, you know, kind of come to the Commission and say, We want to investigate this particular measure. It's not working as intended.

And the Commission would have the authority to change that or even eliminate that measure.

- Q. So based on what you're telling us, then, you're telling us there is no component in the APAP that measures, either from a quantitative standpoint or a qualitative standpoint, whether any performance degradation is a result of the merger?
- A. The -- right. It measures what -- it measures changes in performance pre-merger and post-merger. That's what we can see with the data that's out there.
- Q. Now sir, you would agree with me ultimately that if there is not performance degradation at all post-merger there should not be any penalties, correct?
 - A. Correct. I agree.
 - Q. And it wouldn't be --
- A. With regard --

Q. I'm sorry.

A. Sorry. Just to clarify. With regard to the, I mean, the additional performance assurance plan. I mean, the QPAP is a different, different standard by which if you -- you know, which measures the -- kind of your parity. Which I think is the word you used before.

And so there could be payments in that regard if you don't meet those standards.

- Q. I understand. Because it wouldn't be fair to penalize the merged company if there was no performance degradation at all post-merger, correct?
 - A. Right.

- Q. And in order to impose penalties in the PAP you would need not only performance degradation, but also that such performance degradation was actually a result of the merger?
- A. I mean, I think the presumption, the presumption should be that -- and this is what we talked about as the burden of proof, is the presumption should be if there's a deterioration in whole -- a significant deterioration in wholesale service quality post-merger, the presumption should be that it's a result of the merger. And it should be -- the burden should be on the Company to demonstrate that that's not the case.

Q. Sir, and ultimately if your APAP did result in penalties when there was no performance degradation, you agree with me that the APAP would not have served its essential purpose; is that correct?

A. Well, that's not, I mean, that's not necessarily correct. The goal of the APAP isn't the result you mentioned there. But the goal is to incent performance to make sure that, to make sure that you, I mean, you have that incentive to perform pre-merger and post-merger.

And to get a little into some of the statistics, every time you do a statistical test there's two types of errors that occur. There's Type 1 errors, which is kind of a false positive, and there's Type 2 errors, which is, I guess that's the false negative.

And what Mr. Duarte is talking about is

Type 1 error, which is the case where you find there's
a degradation when it didn't exist. And that's a
possibility when you do statistical measures.

But he's -- what he's not mentioning, there's another type of errors where performance did deteriorate, but because you put in these stringent statistical tests you didn't count it as a deterioration because it didn't, it doesn't pass over

that threshold. And that's a Type 2 error.

And any type of statistical analysis you do is a balance between Type 1 and Type 2 errors. And they always exist in any type of statistical analysis. And you can make the Type 1 error smaller, but by default then you make the Type 2 error bigger. And if you make the Type 2 error very small, then by default you make the Type 1 error bigger.

And what's why in statistics they usually use like that 95 percent threshold. That it's statistically significant, you know, to a 95 percent degree. So, I mean, just focussing on one side of the equation I think is a mistake.

- Q. Mr. Denney, you're giving much too cred -- much too much credit about what -- Type 1 and Type 2 errors in my statistical analysis here.
- My -- I don't think you understood my question, so I'm gonna just read it real slowly so that you can understand it, because it's very clear you didn't.

Ultimately, if your APAP did result in penalties when there was no performance degradation at all, you agree with me that the APAP would not have served its essential purpose?

A. No, I, I don't, I don't agree with that. And

that's not -- I mean, first, that's not the goal of the APAP isn't to cause penalties when there's not a -- when there's not performance degradation. But you could have a case where, you know, if the plan over-penalized, that doesn't mean the incentives aren't still for them to perform -- you know, to try to meet wholesale performance.

They may even be stronger to -- for the incumbent to try to even, you know, improve performance post-merger. But that's not the goal of the plan. I just disagree with the, you know, that if you made a payment sometimes when it wasn't necessary, that the plan wouldn't work. Because I think you could still -- it can still work.

That's just the -- that's not what we're trying to do with the plan.

- Q. When you make a payment that you didn't have to, it doesn't mean the plan didn't work; is that what you said?
- A. What I -- in response to your question was, Does that mean that you don't have the incentives to perform wholesale service quality?

And if you made a payment in some instances when there wasn't a deterioration but you also made payments when there was a deterioration, then I don't

agree that you don't have an incentive to provide wholesale service quality.

You just -- that's a Type 1 error. That's why I got in the discussion of Type 1 errors. And Type 1 errors is some -- is kind of this false positive. You measured an error -- you measured a performance degradation when one didn't exist.

- Q. Well, let me ask you the flip side of the coin, then. So you're saying that the APAP would have served its essential purpose if the Joint Applicants would pay penalties despite the fact that there was no performance degradation, which is what you're trying to avoid to begin with; is that correct?
 - A. Well, you lost me on the question, but --
- 15 Q. Okay, I apologize.

- A. It's like you started with something, and I didn't --
 - Q. Okay. I'll --
- 19 A. -- I didn't say it to start with, but.
 - Q. The flip side of the coin, then, is that you're saying that it's okay for there to be penalties, even if there was no performance degradation?
 - A. No, I'm not, I'm not saying that. And that's why, I mean, that's why we put this plan on the table

as we did. And why we even offered this additional language to try to get at the, you know, the big concern you had.

The goal -- that's not the goal of the plan. The goal of the plan is to try to incent performance. But that's why I got into this discussion about Type 1 and Type 2 errors. Anytime you do a statistical test there are some instances where you err -- you make an error and you say there was a payment when it wasn't really justified.

There are also a lot of instances where there was a deterioration of performance and you never made a payment. And you can look in my -- in my direct testimony I had some kind of examples of some cases of how these PIDs would measure.

And you can see how much performance of -for some of these would have to deteriorate before a
payment would kick in. So you could have like a
50 percent deterioration in performance and maybe
never make a payment because the statistical test is
so stringent.

And that's why that's a Type 2 error. And any statistical test is a balance between those two things.

Q. Let's move on to the period of the APAP here.

The period of time that you use as the base period to determine if performance has degraded or deteriorated after the merger is the 12-month period prior to the announcement of the merger, right?

So in other words you're looking at -- you're comparing post-merger performance with the time period of May 2009 to April 1010; is that correct?

A. That's correct. And, I mean, we -- I chose that period as just a kind of a period that the -- no party would have any -- you know, it's kind of before anything took place. And no party would have any incentive to say, Oh, prior to the merger we can just put out really crummy performance, and then we'll be fine after the merger. And, you know, you can game the system.

So it's trying to set a time period which was in the, in the past, prior to the merger announcement date. So that you couldn't try to game, you know, the system prior -- you know, pre -- so your pre-merger performance is already set at that time.

Q. Since I don't think I'm gonna be able to have you agree that Qwest's performance during that time period was good, you'll at least agree that the penalties that Qwest paid during that time period were less than 20 percent of what they -- of what we paid

five years earlier, correct?

- A. I, I mean, I didn't look at those numbers, so. But I think Qwest's pay -- Qwest's performance or the payments that they've made under the QPAP have declined over time. And I think that's because the QPAP has been very effective at incenting, you know, incenting performance.
- Q. Well, you read Mr. Williams' direct testimony, did you not?
 - A. Yes, I did.
- Q. And you saw that he said that the payments were in about the \$50,000 range, and it was less than 20 percent of what it was in 2004; is that correct?
- A. I don't recall that specific number, but that doesn't surprise me.
 - Q. Okay. Did you verify that?
- A. No.
- Q. Okay. Now, you compare a single month's performance post-merger with the 12-month average from May 2009 to April 2010, correct?
 - A. That's correct.
 - Q. And now Mr. Denney, again, I'm no statistician. And you gave me a lot more credit about Type 1 and Type 2, which I didn't follow. But even if -- even I know that comparing a sample of 1 month

to a sample of 12 months average can lead to disparate or inconsistent results, can't it?

A. That's not necessarily the case. I think they're -- I mean, part of the reason I did that comparison is the QPAP has something already similar in it. Where it compares, I believe it might be a six-month prior average to kind of a current, to a current month.

And the FCC had done something similar, where it compared -- for the Embarq-CenturyLink, where it compared a 12-month prior with a kind of a 3-month post. So I don't agree that it necessarily results in disparate remarks. One -- I mean, the problem if you just compared month to month, I think, then you much greater run that risk.

So I was trying to get what's your overall average performance. Which should account for, you know, if you had months that were really good or months that were really bad, you'd capture on average what was your performance in that year prior. And that's what we were trying to compare it with.

Q. Let's talk about that, Mr. Denney. Can you go to page 16 of your surrebuttal testimony? Lines 1 through 2, please? Now, you say that:

"Comparing monthly performance to an

1 average performance over multiple months 2 is common in Qwest's performance 3 assurance plans." Is that what you said? 4 5 Α. Yes. 6 And you drop down to a footnote in --Q. 7 Footnote 41 on that page, and you say: "See, for 8 example, Exhibit K of the Qwest Utah SGAT." Which is, 9 of course, the Utah PAP; is that correct? 10 Well, the Utah SGAT isn't the Utah PAP. But 11 I did -- but I'm referencing the Utah PAP. 12 Q. Right. Well, Exhibit K -- I'm sorry. 13 Α. Right. 14 Okay. So we took -- you're referencing the 0. 15 Utah PAP, correct? 16 Correct. Α. 17 But in fact the Utah PAP doesn't have the 0. 18 provision that you're talking about, does it? 19 Α. I thought that it, I thought that it did. 20 That I went through and, through and checked that. Isn't it true that this is a holdover from 21 0. your testimony in Minnesota? 22 23 I mean, I did, I did look at that case in Minnesota as well. But I thought I went through and 24 25 verified that the Utah PAP did that. But quite a few

- of the Qwest PAPs do that in the -- in its territories. And I didn't bring the Utah, Utah PAP with me, but.
 - Q. And how many are "quite a few"?
 - A. Well, I know, I know at least Minnesota does.

 I believe that, you know, Colorado did. I think
 that -- I think others may have done that at some
 period of time as well. Used that six-months average.
 - Q. And you'll agree with me that it is only Minnesota and Colorado that do that?
- A. Well, I wouldn't -- I'd have to look at each, each PAP to determine that.
 - Q. So you don't know?
 - A. Right.

5

6

7

8

9

10

13

14

15

16

17

18

19

20

21

22

23

24

25

- Q. So the only ones you do know are Colorado and Minnesota, but you said that these things are common; is that correct?
- A. Right.
 - Q. And you cited the Utah one, but you didn't even check the Utah one to see if that was in that plan?
 - A. Right. My intent was to -- that I went through and checked that. But if I -- you know, and I don't have the Utah PAP here in front of me. But it is a provision that's used in some of the PAPs. And

- as I explained, was used in the FCC, you know, with the CenturyLink-Embarq merger.
 - Q. Well, you don't say that in your testimony here.
 - A. No. I said it right now, just a minute ago.
 - Q. Okay. So, but I just want to confirm that you did not look at the Utah PAP when you prepared this testimony to make this statement?
 - A. Well, I, I don't have the Utah PAP in front of me, so I -- so first I'd have to go through and confirm. But I did go through the Utah PAP when I prepared this testimony.
 - Q. And --

- A. Is it possible that I missed this reference? That's possible. But I'd have to look at the Utah PAP to confirm that. But I did go through that PAP preparing this testimony.
- Q. You'd agree with me that there can be wild fluctuations in one month compared to a 12-month period, correct?
 - A. What type of fluctuations?
- Q. Well, there could be, you know, unusual fluctuations in one month compared to when you look at something spread over a 12-month period.
- A. I mean, I agree, a single month's performance

can be different than a 12-month average.

- Q. Well, let's cut to the chase then. Some months can be higher and some months can be lower?
 - A. Right.

- Q. Okay. And that's why statisticians like to use a larger sample than a smaller sample to get a more accurate result, correct?
- A. I mean, that's one benefit of a larger sample. That's correct.
- Q. So, for example, let's say that because of snowy weather in Northern Utah in January, January is a really bad month. And thus the APAP results for that month are really bad. Now, suppose that after January things settled for the rest of the year.

You'd agree with me that the average for the whole year would be more indicative of Qwest's performance than the results in that one bad month of January?

- A. And that, I mean, that's the reason we put in the *force majeure* provisions -- that don't exist in every state PAP -- is to say, Here there is a reas -- here is a reason, like bad weather, that we shouldn't have to make that payment this month. That's why we put that into the plan.
 - Q. Well, and it doesn't have to be something

severe like bad weather. I mean, let's put it this way. Suppose you play golf, and your average is 90. And you only golfed ten times in the whole year, and then half your scores were 85 and half were 95.

You agree with me that it wouldn't be fair to penalize you for the five rounds where you shot 95, but not get credit for the five rounds where you shot 85: correct?

A. Well, I don't necessarily agree with that, and I think that's why we do statistical tests. But that is one of the complaints you've made that we've tried to address with this additional language saying, Let's create this kind credit, a buffer zone, to account for that very problem you're raising.

Because this shouldn't be the fight we're having about this. We're -- the Company's been promising wholesale service quality, and we're trying to find a way to kind of put something in place that puts some meat around those assurances.

And so we're willing to -- we've been willing to talk about these plans in discussions. And we've tried to put something forward that resolves that concern of yours.

Q. Sir, let's get to the penalties under the APAP, please. You agree with me that if there is

performance deterioration or performance degradation as a result of the merger, Qwest would have to pay penalties to CLECs like Integra, correct?

A. If there's statistically-significant differences in post-merger performance to pre-merger performance under the APAP as written here, Qwest would pay penalties to -- kind of a remedy payment to the CLECs.

Now, with the new proposal that I put forth, that may not be the case. Because you have a kind of a, what I call the "remedy credit" kind of built in there before you would make a payment.

Q. And you just said "significant," but significant is not defined in the APAP, is it?

A. Well, I mean, it is in a sense, because that's what -- when you do a statistical test that's what the statistical test is trying to capture is a significant change in the -- or a significant difference in the things that you're comparing.

And so the term "significant" may not be used in the, you know, in the APAP, but I'm using it in the, basically the statistical sense, saying we're doing a test to see whether performance has significantly changed pre- and post-merger.

Q. So it's defined, in a sense; is that what

you're saying? In a sense?

- A. No, it's defined in there as the -- it's defined as a statistical -- form of a statistical test. Significant in a statistical -- in statistics means, it basically means a statistical test to determine whether you're, you know, kind of beyond a threshold that would require a remedy.
- Q. And indeed, these penalties can be very substantial, can't they?
- A. The greater the deterioration in performance, the greater the payments can be. And the longer that it takes to fix performance, the payments escalate kind of over time when, when you don't fix performance.
- Q. Let's go to page 11 of your APAP proposal, Exhibit 1.1. And specifically Section 13.9. I see that you took out 13.8; is that correct?
 - A. That's correct.
- Q. Okay. And according to Section 13.9, the penalties can exceed \$3 million in only one month; is that correct?
- A. Right. And this -- I took this section out of the, out of the QPAP. And, you know, I can't figure out how you can get to that 3 million. But this is one of those things where I actually debated

whether to delete that provision entirely.

Then I thought the Company would come in and complain there were no caps on payments, so I just left in the payment caps that existed in the current QPAP.

- Q. And under this provision, sir, that would be up to \$3 million in one month -- or could exceed \$3 million in one month to only one CLEC, like Integra; is that correct?
- A. That is, that is correct. But I can't figure out how you can get to that level like in a single month under this.
- Q. And the concept of the APAP is that these penalties are essentially liquidated damages. Such that a CLEC does not have to prove any harm to it as a result of service degradation as a result of the merger; is that correct?
- A. No, I don't think I agree with that. I think the purpose is really to set up a, you know, kind of set up a way that incents performance that it does make a remedy payment to the CLEC. I don't know if I would say it's liquidated -- go so far as to say it's liquidated damages.
- Q. But sir, doesn't your APAP talk about liquidated damages all over the plan?

1 Α. For example? 2 If you want me to go look through it Q. Okay. 3 we'll -- it'll take me a minute here, but. I wish I 4 had my computer where I could do a global search. 5 (Pause.) 6 Q. (By Mr. Duarte) Thirteen dot four, the 7 implementation of these enforcement terms -- actually, 8 I'll have you read it instead. Thirteen dot four on 9 page 10? Right. That's the -- that's one provision I 10 Α. 11 was looking at here. 12 Q. So these -- well, how about 13 -- why don't 13 you just read it for the record so the record is 14 clear? 15 Α. All right. Well, it says: 16 "The implementation of these 17 enforcement terms, and specifically 18 Qwest's payment of any 'liquidated damages' hereunder, will not be 19 20 considered as an admission against 21 interest or an admission of liability in 22 any legal, regulatory, or other 23 proceeding relating to the whole or in 24 part of the same performance." 25 And --417 Q. And 13 -- I'm sorry, I didn't mean to interrupt you.

A. And then 13.4.1 just talks about kind of what you can use with this evidence. I mean, what you can use with the evidence kind of out of the QPAP.

But, I mean, the way I've read these provisions is that, is that if you went to court to try to obtain kind of liquidated damages for a, you know, for this, that these payments aren't -- if I say this correctly -- that this can't really be considered as evidence of, you know, in a court case of whether there was harm or something -- you know, direct harm to the CLEC. That's the way I kind of read these provisions in here.

- Q. So you didn't quite understand what was meant by "liquidated damages"?
- A. No, I think I know the term. It's using liquidated damages in quotes, which I take to mean it doesn't mean exactly liquidated damages. It's saying -- kind of saying, Well, you know, for lack of a better term, liquidated damages.

But I don't think -- I mean, in my mind -- and I'm not an attorney, as you know. I mean, liquidated damages, to me, would be more of a -- more of something to say, Here is like the direct harm that

I, you know, I incurred as a result of these, you
 know, as a result of bad performance. And here,
 here's kind of the amount of that.

And the PAP doesn't try to get at direct harm to a CLEC. I mean, I think the PAP -- both the QPAP and the APAP I suspect would be greatly under -- you know, underestimate the direct harm that comes from poor wholesale service quality.

- Q. And based on how you prepared this testimony -- this plan, why don't you read the first sentence of 13.5?
 - A. "By incorporating these liquidated damage terms into the APAP, Qwest and CLEC, by accepting this APAP, agree that proof of damages from any nonconforming performance measurement would be difficult to ascertain and, therefore, liquidated damages are a reasonable approximation of any contractual damages that may result from nonconforming performance measurement."
- Q. And sir, according to Section 13.9 of the APAP proposal, only when the payments exceed \$3 million in one month to one CLEC can Qwest come to this Commission to ask that its liability that month

be kept to \$3 million; is that correct?

A. Well, I mean, I don't agree with that, because there are provisions in the PAP that allow Qwest to come, to come to the Commission well before you got to that. Because they're the provision -- the force majeure positi -- provisions that we've talked about previously, which are in -- let's see what section those were in.

That's in Section 13.3. And then the provision about the root cause, which is in Section 16.1.1, a request for root cause analysis. You -- there's nothing that says you have to wait till it gets to \$3 million to do those, to do those sections.

And if that's the concern with the plan we can write that in specifically that you don't need to wait till it gets to the, to the 3 million to do that.

- Q. So we can do that now, then, you're saying?
- A. Right.
- Q. We can change it? Okay. And earlier you said that you couldn't see how that could ever happen, \$3 million to one CLEC. So really this provision is meaningless, because you're saying it'll never get to that point where one CLEC has the -- where one CLEC is owed \$3 million for one month, and therefore Qwest has

- the opportunity to come to the Commission to get
 relief; is that correct?
 - A. Well, I agree that you're not gonna get to 3 million for a single CLEC.
 - Q. Okay.

- A. I mean, that's not gonna happen. And that was kind of the debate -- that's why I thought about taking it out of there, you know, in the beginning. But then I was afraid you would complain that there was no cap in there and that I remove, somehow, the cap from the CPAP. And we'd be having a different -- from the QPAP and we'd be having a different discussion today.
- Q. And if this paragraph was ever invoked you would agree with me that the obligation to pay the amount in excess of \$3 million in one month to one CLEC is not suspended while Qwest is making that request to the Commission, correct?
 - A. That's correct.
- Q. And now, I think we agreed that there were -or at least you didn't dispute that there were 46
 CLECs in Utah that have the QPAP in their
 interconnection agreement?
- A. I agree that I -- that was in Mr. Williams' testimony.

1 0. And you would expect that a similar number of 2 CLECs would opt into the APAP in their interconnection 3 agreements if this Commission were to impose this. correct? 4 5 Α. Yes. 6 Q. And any APAP penalties would be in addition 7 to the penalties of the QPAP; is that correct? Α. 8 That is correct. 9 So a CLEC would recover twice? Q. 10 No, that's incorrect. It's -- the plans are, the plans are completely different. They're measuring 11 12 different, different things. 13 Q. But a CLEC would recover both the -- any 14 payment under the APAP and would also recover under 15 the QPAP, correct? 16 Α. Right. The QPAP and APAP are different, are 17 different plans, applying different standards and 18 different tests. 19 Q. I understand. 20 Α. They both, they both are intended to exist. Right. So if a CLEC -- if I'm a CLEC and I 21 0. 22 decide to adopt both the QPAP and the APAP, I get the 23 penalties that I would be entitled to under the statistical analysis under both plans, correct? 24

Right. You have your 271 protection against

25

Α.

nondiscrimination in the QPAP. You have your kind of additional PAP protection for the merger of not decreasing wholesale performance, you know, post-merger. They're two different --

- Q. So ultimately when Qwest sends me a check they're gonna send me a check for both the APAP and the QPAP is what I'm trying to get at.
- A. Yeah, but I'm -- the reason I disagree with that is because it -- you could -- you may be -- if your retail and wholesale service quality both decline you may never make a -- you may not make a payment under the QPAP but you still could make a payment under the APAP.

So I don't agree you're getting a check for both, both things. You don't always even make payments under the, you know, under the QPAP. So you don't -- that's not necessarily the case. The plans are, the plans are separate. And they measure two different things. And they both would exist. I agree with that.

- Q. Okay. And so it's very possible, in fact likely, that for the same month a CLEC would get different payments under both plans, correct?
- A. Well, I hope it's not that likely, because the Company's been talking about how wholesale service

quality isn't going to deteriorate post-merger.

- Q. If it's invoked, Mr. Denney. If it's invoked, Mr. Denney, you agree with me that the CLEC would recover penalties under both the APAP and the QPAP?
- A. Right. And I agree, I agree that they're two separate plans that measure two different things. And they could both result in, in a payment based on a different methodology. A different measurement.
- Q. Mr. Denney, you didn't do any statistical analysis of what the Company would pay in penalties under your APAP proposal if, in the 12 months after the merger closed, Qwest's performance was exactly the same as it was from May 2009 to April 2010, did you?
 - A. I did not.

- Q. You didn't do that for Utah and you didn't do it for Minnesota, correct?
 - A. That's correct.
 - Q. And you didn't do it for any state?
 - A. That's correct.
- Q. So you prepared this APAP with significant potential penalties, but without trying to even determine what the impact would be if the merged Company's performance in the 12 months post-merger was exactly the same as Qwest's performance from May 2009

to April 2010?

A. I mean -- and this is what I talked about in my opening statement, is that I didn't do that analysis. It should be a non-issue. And I think we've offered up language to try to make that a non-issue to say, Here's what we would do, here's what we would do to try to remedy that concern.

Because I don't think that's a legitimate concern to get out of having to provide quality wholesale performance post-merger.

- Q. But sir, you would agree with me that if Qwest's performance -- or I should say the merged company, CenturyLink's performance in the 12 months after the merger closes is exactly the same as Qwest's performance from May 2009 to April 2010, there has been no service -- or I'm sorry, performance degradation or performance deterioration, correct?
- A. If performance is the same post-merger, right?
 - Q. Yes, sir.
- A. Yes, I agree, that's not a deterioration in performance.
- Q. Okay. And you would agree with me that under your APAP proposal, and in any state, even if the Company's service performance indeed stayed exactly

the same in the first 12 months of the plan as it was from May 2009 to April 2010, the combined company could still have to pay penalties, correct?

A. I mean, that, that's the claim you've made. And I, I haven't seen, I haven't seen the details of that, so I don't, I don't agree with that at this time.

And, because we don't think that's a concern, we put language to -- we've offered up language to go around that and say, Let's not, let's not even argue about that point because that's silly.

We're trying to get at a way to measure pre-merger and post-merger performance that will incent the Company to perform. And so we've written -- tried to offer up some language to get around that concern that you've raised.

- Q. Mr. Denney, you can't show the Commissioners here that if service performance stays exactly the same 12 months after the merger as Qwest's performance in April 2009 -- I'm sorry, May 2009 to April 2010, that there will not be penalties. You can't show -- you can't prove that to the Commissioners, can you?
- A. Right. I think you asked me if I did that analysis already, and I said I had not done that analysis.

- 1 0. And you have access to all the data to do 2 that analysis, don't you? 3 No, I don't. I only have access to my own Α. 4 Company's data. I can't run individual CLECs' --5 0. Okay. -- information. 6 Α. 7 Q. But you can be able to do that for your 8 company. You didn't do that analysis? 9 Α. I did not, no. Now Mr. Denney, you were here yesterday 10 0. 11 afternoon when Mr. Williams was on the witness stand, 12 weren't you? 13 Α. Yes. 14 And you heard him testify in his oral 0. 15 surrebuttal testimony that he did a statistical 16 analysis of precisely that. A comparison that assumed 17 the exact same performance levels for the first 12 18 months after the merger closed with the period from May 2009 to April 2010. Do you recall that? 19 20 Α. You mean the analysis that got stricken by 21 the -- from the Commission? 22
 - Q. Well, the document got stricken but you heard his oral testimony, did you not?
 - A. I heard his claims, yes.

23

24

25

Q. Okay. And you heard him say that assuming

- the exact same performance, Qwest would have to pay almost \$390,000, or more than 7 times what it paid in QPAP penalties during that same time period; is that correct?
 - A. I heard that's what he said.
 - Q. Okay. And if that's true, you would agree that that would be in addition to the approximately \$50,000 that Qwest did pay under the Utah QPAP last year?
- 10 A. I don't know what you mean by "addition."
 11 They're two separate, two separate plans.
- Q. Right.

5

6

7

8

9

15

- A. So it's not one -- they're two separate payments.
 - Q. Well, sure.
- 16 A. Two separate plans.
- Q. Sure. If the performance -- last year Qwest paid about \$50,000, based on the analysis from the 12 months that we're talking about. If the exact same performance happened next year, wouldn't, under the QPAP, the amounts be the same?
 - A. What -- you lost me on that question.
- Q. Okay. You know, that was a bad question.
- 24 And I'm almost done here, so.
- 25 If it is true -- what Mr. Williams said --

- that for the 12-month period that we're talking about
 Qwest paid approximately \$50,000 in QPAP penalties,
 and if you assume that Qwest has exactly the same
 performance in the first 12 months after the merger
 closes, you would expect that the QPAP penalties would
 - A. That's correct. The --

be the same approximately \$50,000, correct?

Q. So --

6

7

8

9

10

11

12

17

20

21

22

23

- A. -- the parity measure -- the plan that measures parity, you know, would produce about the same -- would produce the same. If the performance was the same, CLECs were the same.
- Q. We're assuming exactly the same, month by month --
- 15 A. Right.
- 16 Q. -- CLEC by CLEC, exactly.
 - A. You know it doesn't happen that way, right?
- Q. Okay. I think I can agree with you on that one.
 - So, so if there was both payments under the Q -- the APAP and the QPAP, those would both be paid by Qwest, right? The 50,000 plus the 390 that he testified about?
- A. Right. They're two completely separate
 plans. One -- they measure two different things. The

1 standards are two different, two different things. 2 MR. DUARTE: Your Honors, I have no further 3 questions. CHAIRMAN BOYER: Thank you, Mr. Duarte. 4 5 Mr. Peña, are you gonna have cross 6 examination of this witness? 7 MR. PEÑA: No questions. 8 CHAIRMAN BOYER: Commissioner Allen? 9 COMMISSIONER ALLEN: Quick question. Thank 10 you, Mr. Chairman. Mr. Denney, I'm just kind of curious. 11 In 12 your experience have you dealt with other mergers in 13 your career? Have you had to deal with post-merger 14 quality degradation in the companies that you've 15 actually worked with? 16 THE WITNESS: I -- the most that I've done 17 that with is just the most recent Verizon-Frontier 18 merger. And that has been, has been kind of a 19 concern. And we've -- we tried to address that 20 concern, though, prior to the merger, but we didn't 21 have all these performance measures in place. 22 And then post-merger we have had, you know, 23 some issues that we've tried to work with, you know, 24 work out with the Company. I think we may have had to 25 go to the FCC a couple times for that. And so kind of

what we were looking for here is trying to have a more proactive mechanism in place that would resolve these issues.

COMMISSIONER ALLEN: So there were performance assurance plans in place, and they failed to --

THE WITNESS: Right. Well, the -- and that was the problem kind of in the Verizon-Frontier, there weren't really those plans and measurements like fully in, fully in place. So we didn't have the same types of plans that exist for Qwest.

Those companies didn't -- they're not, you know, RBOCs, so they didn't, you know -- regional telephone companies, so they didn't fall under that section of the Act that would require them going through that 271 approval process.

So they didn't get all the detailed plans that got put into place for Qwest, so you didn't have the data kind of to start with when you were going through those. So it made some of these -- it adds another element to the debate, because now you're not even agreeing on the set of data that you're kind of looking at when you're trying to resolve some of these issues.

COMMISSIONER ALLEN: So in your experience is

it -- well, I realize that these performance assurance plans have certain provisions of when commissions can be contacted, those types of things.

But in your experience would it be overly-challenging or a burden to approach a Commission and say that the existing QPAP, for instance, is not working well, or that -- do you feel that there would be restrictions on access to perhaps a new docket if you felt that there were severe experiences after a merger -- post-merger degradation?

THE WITNESS: Right. I mean, I think that is, I mean, that is something that the CLECs could, you know, could do. But those types of endeavors tend to be, you know, tend to be incred -- big -- tend to grow into incredible expense.

And they tend to shift the burden on behalf -- on the CLEC to, as a result of the merger, kind of to show performance degradation, you know. Rather than kind of putting the burden on the merged company, which has made kind of this commitment to, you know, to their value of wholesale service quality.

And I know cases that we've gotten into over, you know, over ICA provisions or other things that cost us tens of thousands of dollars. And then they get appealed, they go on and kind of on.

So resolution on matters -- I'm thinking of a docket that we opened maybe three years ago in Arizona regarding an ICA -- a complaint of an ICA provision.

That it's still not really resolved because of the -- because kind of the process that it takes to go through there.

And that was kind of, that was the idea I think initially behind the QPAP. And that was, you

And that was kind of, that was the idea I think initially behind the QPAP. And that was, you know, kind of having these automatic enforcement mechanisms in place so that you wouldn't have to drag the Commission in for these -- for every little thing.

But it has provisions in there that say -for any -- either party to come in and say,
Commission, this isn't working as we intended. Look,
we're making these payments where we clearly shouldn't
be making them. Commission, put a stop to those
payments.

Those provisions are written into both the QPAP, you know, and the APAP. But the difference kind of is who has the burden to do that.

COMMISSIONER ALLEN: Okay, thank you.

CHAIRMAN BOYER: Mr. Denney, you heard described yesterday some of the challenges of integrating merged companies: Operating systems that might be different, personnel reassignments, trying to

capitalize or monetize synergies, and all sorts of things.

Wouldn't it be normal in a merger situation to expect some sort of confusion, or slippage, or disruption during that period of time?

THE WITNESS: Right. And, I mean, I guess it's, it's normal to expect that. I mean, I think that that's the CLECs' -- that's what they're -- we're kind of worried about is how can we minimize that impact on our, on our business.

Because what you hear, I mean, what you hear from the Joint Applicants is kind of, Nothing's going to change. Nothing's going to change. And then they testify of all those things you just mentioned about everything is gonna change, and all the kind of benefits.

And the Joint CLECs I think and Integra just want to say, Let's try to set up some, you know, a series of conditions that kind of protect that wholesale business, which is dependent on, you know, directly on your network, to the extent, you know, to the extent that we can.

CHAIRMAN BOYER: Well, I understand your desire -- the Joint CLECs' desire to have some form of metrics to measure the, you know, post-and-pre-

performance level and that sort of thing.

I'm just asking, wouldn't it be typical in a merger situation to experience these sorts of things in the shorter term? Wouldn't it be more appropriate to measure performance on a longer term?

THE WITNESS: And, well, you know, I'm not sure that I agree that those things have to happen in the short term. I think you can, you know, if you do kind of manage your integration plans appropriate and you take, you take kind of the steps necessary, you can eliminate some of those problems.

Like OSS, you know, that's why I think we proposed kind of third-party testing on the OSS systems. Let's get all those kinks worked out before it actually gets put into production.

And so, you know, I think adequate training of employees. Making sure that you're, you know, when you do integrate workforce that are maybe serving out in the, you know, call centers, or provisioning loops, or other types of services, that they're adequately trained before they go in there. That they understand the new systems that they're using when they do these beforehand.

I think you can get rid of a lot of those problems. And that's what I -- a lot of the

conditions are to try to incent that -- kind of incent that behavior to not to have those problems show up, you know, and impact CLECs, which impacts their customers in Utah. And all customers in Utah, really.

CHAIRMAN BOYER: So in your view is any change a significant change? Based on your statistical analysis and the way you've designed the APAP?

THE WITNESS: Not any, no.

CHAIRMAN BOYER: What are the -- what kind of bands do you have around the performance levels?

THE WITNESS: It's really -- the statistical test we use is the same one kind of in the QPAP. And so it measures -- it's intended to try to get at kind of a 95 percent confidence around that the change was a significant difference.

And now we try to add in, you know, try to add in kind of some new protections in -- on top of that to say you won't even make, you know, payments until you hit this certain, this certain level. Kind of to raise -- to the concern that, you know, that the Company had raised.

Because we're not -- the CLECs don't want any money from this. We just want, we want wholesale service quality to maintain post-merger. And we want

the incentives in place not to, not to kind of obtain your synergy at the expense of wholesale service quality.
And that's what I hear the Joint Applicants

And that's what I hear the Joint Applicants saying is their intent. And so we're trying to find some mechanism in place that we can achieve that end.

CHAIRMAN BOYER: Okay, thank you.

Any redirect, Mr. Merz?

MR. MERZ: Just very briefly.

REDIRECT EXAMINATION

BY MR. MERZ:

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

- Q. Mr. Duarte asked you some questions about forcing the APAP on the Joint Applicants. Is it the Joint CLECs' position that the Commission should force the APAP on the Joint Applicants?
- A. No. I think that our position is that this ought to be a condition to the merger.
- Q. You also had some discussion about this cap that is at Section 3.9. And you said that you can't figure out how you can get to that \$3 million. Would you just explain a little bit more about why you believe that?
- A. Well, you can look at the -- I mean, one of the things you can look at is the volumes that a carrier has. And kind of what the payments would be

for, kind of for a miss in those volumes.

And the -- when these caps and things were put into place it was when they were expecting -- and UDP kind of still existed. So they were expecting, you know, the CLEC competition to take place over kind of the whole market. Including retail and -- I mean residential and business market.

And really what's happened, in part as a result of the FCC's orders on the availability of the Unbundled Network Element-Platform product, I mean, the -- you can't really -- most CLECs don't serve the residential market. They can't do that under the current -- new current pricing, so they're focused in the business market.

That's a lot smaller -- those are a lot smaller line counts. It's a much smaller segment of the whole market in Utah than what existed when they put these caps in place, which was looking at a large carrier serving across a large market.

Also like, I mean, I think Integra may be the largest, the largest CLEC in, you know, in Utah. I mean -- and we don't have the volumes that would gener -- could generate that type of a monthly payment.

And you can look over the whole history of

the, history of the QPAP as well and look at it's never -- that's never been -- we've never hit up against those volumes -- those numbers.

- Q. Have the Joint Applicants ever proposed a different cap that should be included in the APAP?
 - A. No, they haven't.

- Q. Have they proposed any language to address any of the concerns that they've expressed?
- A. No. They've just proposed to delete the provisions regarding wholesale service quality assurance.
- Q. At the beginning of your testimony today in your summary you discussed some additional language that was being proposed. Can you just explain the, again, the reason why you were proposing that additional language?
- A. Well, I, I mean, I -- the reason is in -- from the concerns that were raised by, you know, by Mr. Williams yesterday. You know, and that I think I, you know, I heard Mr. Williams raise it in one other point as well.

And it was really just to try to eliminate that concern. Because there's another part of Mr. Williams' testimony where he kind of implied that the CLECs are just trying now to get more money from

the incumbents, and that's not the case at all.

The CLECs -- so we're trying to create a plan. We're trying to get the Company to reply to a plan that will assure wholesale service quality preand post, post-merger. And so it was kind of in a -- to try to move the ball forward in that manner and address a -- what they raised as a big -- what I heard was a big concern of theirs.

- Q. And maybe if you can just explain very briefly how you believe that language does respond to that concern.
- A. Well, it, I mean, what the language does is if you -- if there was the case where you go back and look in the past and -- you heard the discussion about using the -- applying the past data to the APAP there would be, there would payments. I think is what Mr. Williams was arguing. So just the normal random fluctuations would result in payments.

What this language does is it's, Let's calculate exactly what those are. And if Mr. Williams' number is accurate you would use, you know, you would use those numbers. Let's calculate what those numbers are and let's set up -- we'll call that a credit now.

So basically if -- when we measure

```
1
    performance going forward, if you make a payment for,
 2
     for a specific PID you're not gonna, you're not gonna
 3
     actually make that payment until it exceeds that
    credit.
 4
 5
              So you've kind of got -- we've built in the
 6
    payments that may result as a -- from these random
 7
    fluctuations as a credit to future payments. So that
 8
    you wouldn't enter into that situation that they were
 9
     raising that past performance could be identical and
10
     still result in payments.
11
              It basically eliminates that from, you know,
12
    from a -- as a concern in my mind.
13
        Q.
              And again, the Joint Applicants never
14
    proposed any language themselves to address that
15
     issue?
16
              Right, that's correct.
        Α.
17
              MR. MERZ: I don't have anything further,
18
    thank you.
19
              CHAIRMAN BOYER: Okay.
                                      Thank you,
20
    Mr. Denney, you are excused.
21
              We'll take --
22
              MR. DUARTE: Your Honor, I do have one
23
    redirect question.
24
              CHAIRMAN BOYER: Oh, you do?
25
              MR. DUARTE: I do.
                                                          441
```

1	MR. MERZ: Well
2	MR. DUARTE: I mean recross, right.
3	CHAIRMAN BOYER: Recross?
4	MR. MERZ: Your Honor, I move
5	CHAIRMAN BOYER: I think we're done with this
6	witness.
7	MR. DUARTE: Okay, that's fine.
8	CHAIRMAN BOYER: You're excused, Mr. Denney.
9	We'll take a 10-or-15-minute recess, and then
10	we'll hear from Level 3's witness. If that will be
11	fine, Mr. Peña? Okay, thank you.
12	(A recess was taken from 10:42 to 10:56 a.m.)
13	CHAIRMAN BOYER: Back on the record.
14	Mr. Peña?
15	MR. PEÑA: Yes, your Honor. I'd like to
16	call oh, Level 3 would like to call Richard Thayer.
17	CHAIRMAN BOYER: Mr. Thayer, and I'm sure
18	we'll have him spell his name for the record.
19	(Mr. Thayer was sworn.)
20	CHAIRMAN BOYER: Thank you, please be seated.
21	***
22	***
23	<u>RICHARD THAYER</u> ,
24	called as a witness, having been duly sworn,
25	was examined and testified as follows:
	442

1 DIRECT EXAMINATION BY MR. PEÑA: 2 3 0. Can you spell your name for the record? Α. 4 My name is Richard Thayer, T-h-a-y-e-r. 5 0. And how are you employed, and what is your 6 position? 7 I am employed by Level 3 Communications. Α. 8 I am senior counsel in the Law Department, responsible 9 for interconnection matters and dispute resolution 10 related to those matters. Now Mr. Thayer, you've prefiled testimony in 11 0. 12 this proceeding and it's already been admitted into the record. Specifically, direct testimony that's 13 14 been admitted as Exhibit 1. Attachment A to that 15 direct testimony that's been admitted as Level 3 16 Exhibit 1.1. And also surrebuttal testimony that's 17 been admitted as 1SR. Do you have that with you? 18 Α. Yes. I do. 19 0. Does your testimony contain any confidential 20 information? 21 Α. No, it doesn't. 22 Was your testimony prepared by you or under Q. 23 your control? 24 Α. Yes, it was. 25 Now, if I asked you the questions appearing Q.

1 in that testimony here today would your answers be the 2 same? 3 Α. Yes, they would. 0. 4 Do you have any changes to that testimony? 5 Α. No, I don't. 6 Q. Are those responses true and correct, to the 7 best of your knowledge? 8 Α. Yes, they are. MR. PEÑA: Your Honor I would offer -- well 9 10 actually. 11 0. (By Mr. Peña) Mr. Thayer, do you have a 12 summary? 13 Α. Yes, I do. 14 Good morning. 15 CHAIRMAN BOYER: Good morning. 16 THE WITNESS: Hi, I'm here on behalf of 17 Level 3. And in my testimony I have outlined a number 18 of conditions that Level 3 is urging the Commission to 19 adopt in order that CenturyLink can purchase Qwest 20 without any doubt or confusion as to Qwest's and 21 CenturyLink's obligations in respect to competitive 22 telecommunications providers. 23 There's a theme that runs throughout my testimony, and the conditions, and that is what we --24

444

that we want Qwest and CenturyLink to affirm their

obligations to comply with the law.

Now, why is that important? The Joint Applicants have argued that such affirmations are unnecessary and redundant. But history has shown that without such clarity on specific topics, the conduct of Qwest has been to take action based upon their own aggressive interpretation of what the law requires of them.

And when the CLECs object, forcing them into the unpalatable choice of having to either incur the cost and time of litigation or just accept Qwest's actions. It is the divide-and-conquer strategy, grounded in the superior resources that Qwest has at its disposal.

Now is the time to forego this brinkmanship and level the playing field to the benefit of everyone. Especially the Commission, which will be saved the unnecessary expenditure of resources on disputes that could be prevented if only clear conditions were imposed.

What are those conditions? Along with the CLECs' joint -- the Joint CLECs' conditions, Level 3, as the Joint CLECs believe, requests that the extension of the ICAs be to three to four years in portability for ICAs.

We'd like adherence to the law in the treatment of VNXX/ISP-bound traffic. Protection against the use of the rural exemption for access rate arbitrage. Requiring all contracts between affiliates of the Applicants for telecommunications service and network interconnection to be made public.

Prohibition of the combined entity from using billing disputes with one entity to threaten disconnection of services or refusal to provision orders across the combined entity. Prohibition of the combined entity from continuing or expanding improper 8YY homing switched access arbitrage.

Requiring Qwest from stopping the unlawful practice of denying claims that are greater than 90 days from the date of the invoice. And finally, requiring Qwest to abide by strict interpretation of its tariffs.

If, as Qwest has claimed in past proceedings, these conditions are merely affirmation of what the law requires of them, then what truly can be the harm? The question has to be asked also, why, when other states are seeking conditions that are more protective of their citizens and provide greater certainty for the competitive telecommunications industry, why would Utah not seek to protect its citizens and marketplace

```
1
     similarly? Concluded my summary.
              MR. PEÑA: Mr. Thayer is available for cross
 2
 3
    examination.
              CHAIRMAN BOYER: Okay.
 4
                                      Thank you,
 5
    Mr. Thayer.
 6
              Ms. Schmid, have you any cross examination of
 7
     this witness?
              MS. SCHMID:
 8
                           No.
 9
              CHAIRMAN BOYER: Mr. Spann?
10
              MR. SPANN:
                          No, sir.
              CHAIRMAN BOYER: Mr. Zarling?
11
              MR. ZARLING: Yes.
12
13
                        CROSS EXAMINATION
14
    BY MR. ZARLING:
15
        0.
              Good morning, Mr. Thayer. How are you?
16
        Α.
              Fine, thank you, Mr. Zarling.
17
              Now, you said in your summary that you are
        0.
18
     senior corporate counsel. And you have -- you're
19
    primarily responsible for negotiating and finalizing
20
     interconnection agreements for Level 3, correct? That
21
    was part of your summary, and that's in your
22
    testimony?
23
              Right. And along with resolving disputes
        Α.
24
     regarding those agreements.
25
              Okay. So you're, would you say very familiar
        Q.
                                                          447
```

with regulatory decisions that affect the positions that you're advocating for in your testimony here?

A. Pretty much.

- Q. Okay. And you're, you are an attorney, but you are testifying here as a witness, correct? You're not appearing as a lawyer?
 - A. Correct.
- Q. Okay. Would you turn to page, I believe it's 8 of your testimony? And I'm sorry, that's your direct testimony.
 - A. Okay. I'm there.
- Q. And really beginning at the bottom of page 8, and it wraps over to the -- page 9, line 1. Do you see where you say that one of the, it's one of the requested conditions, I think, by Level 3, is ensure the -- and I'll paraphrase this or shorten it, and you can correct me or expand if you feel the need to.

But ensure that the combined entity does not force its competitors to litigate issues that have been finally resolved by the United States Court of Appeals for the District of Columbia Circuit in its review of the Core ISP Order. Is that -- and that's your testimony. You agree with that statement?

- A. Correct.
- Q. Okay. And so when you say "finally resolved

by the United States Courts of Appeal" there, are you -- is that a legal conclusion that you're trying to provide to this Commission?

- A. It's my view of what the Court held. I don't know if it's a legal conclusion. It's what my regulatory people that have analyzed that decision have provided to me.
- Q. Okay. And since you say "finally resolved," will you agree with me that prior to this decision there was some dispute about what was required for the compensation of VNXX/ISP-bound traffic?
- A. I'll agree that there was confusion as to the underlying underpinnings in what's termed the "ISP Remand Order." And that lead to disputes.
- Q. So you won't agree that prior to that decision there was no -- that the matter was uncertain?
- A. It was, I think it was uncertain in the minds of some, yes.
- Q. Yeah. Well, and in fact what there was is there's disagreement among parties within the industry, such as between Level 3 and Qwest?
- A. Well, I would say that, you know, there was disagreement as to between Qwest and Level 3. There's not been disagreement between Level 3 and AT&T,

Verizon, and Embarq when Embarq was independent.

Q. Well, in fact, in the case of Embarq there was an agreement that the parties reached, but it involved a number of concessions on both sides when you're talking about the compensation for VNXX traffic.

Would you agree with me that that agreement involved, for example, concessions or compromises by Level 3 regarding where points of interconnection would be?

- A. The agreement was comprehensive as to that. I don't necessarily agree that for the VNXX issue there was any compromises.
- Q. You think Level -- so you think Embarq's agreement to pay compensation on VNXX/ISP-bound traffic came with no compromises or quid pro quo on the part of Level 3?
 - A. I don't know what they were thinking.
- Q. Okay. But I think -- and I'm sorry to repeat myself here again. But the -- you would agree that even after, even after this 2008 decision by the FCC, and then ultimately by the DC Circuit, there's still debate, there's disagreement about what the proper compensation should be for VNXX/ISP-bound traffic?
 - A. I know that there are parties that are --

believe there's still debate, yes.

- Q. Okay. I mean, and one argument is that the -- this, as you refer to it, this "Core ISP Order" only established a new legal basis for the FCC's original ISP Remand Order from 2001?
- A. Yeah. I think that the holding in the DC Circuit has much broader implications of that, since they reaffirmed that ISP-bound traffic cannot fall under what's termed "251(g.)" Which was really the sort of retention mechanism for interstate and intrastate traditional access travel.
- Q. And in fact, the FCC said that ISP-bound traffic is 251(b)(5) traffic?
 - A. Correct.
- Q. And the FCC said that it has authority to establish the inter-carrier compensation scheme for ISP-bound traffic under Section 2 -- excuse me, Section 201 of the Telecom Act, correct?
- A. Correct.
 - Q. And so the real question then is whether or not the FCC has established a compensation scheme for VNXX/ISP-bound traffic?
 - A. I don't think that's the question.
- Q. Well, would you agree with me there's a disagreement about whether the FCC has -- the parties

2 3

1

disagree about whether the FCC has established that compensation scheme -- a compensation scheme for VNXX/ISP-bound traffic?

4 5

the case.

7

6

8 9

10

11 12

13

15

14

16

17 18

19 20

21

22

23 24

25

I agree that there are parties that are trying to fashion arguments as to why that could be I think that the reality is the, the A -the FCC has, in its affirmation to the DC Court, assumed complete jurisdiction for the traffic.

To date, the ISP Remand Order is the only compensation mechanism that they have provided. And they could not retroactively provide any different type of compensation for VNXX traffic.

- Q. But there could be a question about the scope of the ISP Remand Order and exactly how much ISP-bound traffic or what types of ISP-bound traffic that particular compensation scheme applies to, could there not?
- I think the fact of the matter is that the traffic -- all ISP-bound traffic has to have some form of compensation scheme. And if the FCC -- well, rephrase that.

That in light of that, there can't be a void as to how that traffic is compensated. And the only guidance that exists is the ISP Remand Order.

Q. Well, but in fact some courts have found

there is a void, have they not? The First Circuit, in the Global Naps versus Verizon New England decision, found that there was a void. And I'm sure you're -- is that correct?

- A. It is correct to the extent that the -- for one, Global Naps is -- has a cert to the Supreme Court on that issue. And two, frankly, the First Circuit failed to recognize the 251(g) exclusion.
- Q. In fact, one of the things that the First Circuit relied on was an FCC amicus brief, correct? Where the FCC general counsel said the ISP Remand Order doesn't clearly address VNXX/ISP-bound traffic?
- A. Which predates the DC -- or the Court of Appeals.
- Q. Certainly. And that would go back to the question of whether or not the DC Circuit decision and the Core ISP Remand Order -- excuse me, you referred to it as the Core ISP Order, whether that did anything more than change the legal basis that supports the original ISP Remand Order?
 - A. Could you state that again?
- Q. Well, that was poorly worded. Would you agree with me then that one of the, one of the disagreements that parties have within the industry is whether or not the Core ISP Remand Order, which you

refer to in your testimony, does anything more than establish a new legal justification for the original 2001 ISP Remand Order?

- A. I, I wouldn't say it establishes a new legal justification. It establishes the only possible legal justification.
- Q. But it's a legal justification that differs from various ones the FCC had proffered before?
- A. Right. Which were found to be insufficient by the courts, and that's why we think it's finally been settled now that the DC Court has spoken.
- Q. Okay. And you're familiar with the testimony of Ms. Stewart in this case, correct?
 - A. Yes.

- Q. Okay. And she pointed out that this Commission has expedited the dispute resolution provisions. And Level 3 has not availed itself of those provisions, correct?
- A. Well, and -- as of this moment, yes --
 - Q. Okay.
- A. -- you're correct. But, you know, the problem with that is that -- and it goes back to my sort of summary saying "divide and conquer"? The resources that one has to expend in any given state, when you spread it over 14 states and having 14 cases,

unless you're in the business of litigating -- and Level 3 isn't -- it's a pretty difficult hurdle to get over. And so we try to at least marshal our resources.

As opposed to, you know, Qwest, that has significantly-greater resources and can pretty much defend or litigate as many cases as they want.

- Q. And, but if it's material, I mean if it matters material -- if it's significant enough, Level 3 is going to marshal its resources to pursue its perceived legitimate aims, is it not?
- A. We'll do it as we believe it's effective and can get, for want of a better phrase, the biggest bang for the buck.
- Q. And there were opportunities in Utah for Level 3 to bring this issue to this Commission, you know, prior to this merger proceeding, correct?
- A. I guess I -- there are opportunities but, you know, part of the problem was until the DC Circuit made it abundantly clear, those opportunities would have been possibly wasted. So we would, you know, wait until that clarity was done at this point in time.
 - Q. And --

A. We are pursuing other efforts in other states

so that we can get some decisions that, when we do come to Utah, would be persuasive.

- Q. Because in fact you -- Level 3 filed some litigation in Federal Court in Oregon just recently, did it not?
- A. Exactly. And that goes to sort of why -- how you can marshal resources. Clearly a Federal Court decision is going to be more persuasive than necessarily just another Commission's decision.
- Q. But Level 3, for example, has a change of law provision in its current Utah interconnection agreement with Qwest whereby it could have asserted, after the dates in your testimony, November 5th of 2008, that this issue had been finally resolved and the interconnection agreement should be changed?
- A. And we did have some of those discussions with Qwest and were told that they would resist those. Any amendment to the agreement that we would -- litigation would ensue. So again, it was a resource issue for Level 3.
- Q. And that's because you -- well, would you agree with me that's because Qwest has its own interpretation of what the Core ISP Remand Order accomplished and there's a dispute between the parties?

- Q. But you, have you raised this issue with CenturyLink after -- post Embarq-CenturyTel merger?
- A. CenturyLink claims it's -- well, CenturyLink, if you're talking about Embarq, we entered into an agreement with Embarq we're satisfied with.

As to CenturyTel, no we haven't, because CenturyTel always claims its rural exemption. And that's a hugely-expensive endeavor to go through to try to pierce that.

- Q. And so you're saying that it's your -- to the best of your knowledge, both AT&T as an ILEC and Verizon as an ILEC believe that reciprocal compensation should pay -- be paid for VNXX/ISP-bound traffic?
- A. As a matter of fact, in the current litigation there were arbitrations with Sprint in the Bell South territory. AT&T has conceded that, yes.
- Q. That -- on VNXX/ISP-bound traffic? Now, in the Bell South territory there are states that have ordered, if I'm correct, virtually statewide local expanded calling areas. Does that factor into the treatment of VNXX?
 - A. I just know that in the filings that I've

- seen that AT&T did in the Bell South states with Sprint, they have -- this is not an issue between the parties.
 - Q. And did you hear the testimony yesterday from Mr. Hunsucker about the fact that in the case of CenturyTel there's only 15 percent of its lines are in rural -- are in areas where they claim the rural exemption?
 - A. I think he was speaking as to Embarq, not CenturyTel.
 - Q. No, actually I think he was speaking of CenturyTel. But was that not your understanding?
- A. It -- from my own experience, anytime we've discussed opening up or trying to revise the CenturyTel agreements, the rural exemption is put completely forward as to why they won't do it.

 Specifically if we want to add local number
- portability? To date they refuse to do that in the agreements.
 - Q. Okay. Well, we're not talking about local number portability. We're talking about VNXX/ISP-bound traffic, right?
 - A. Right.

MR. ZARLING: Just one moment, Mr. Chairman.

I think I might be done.

Q. (By Mr. Zarling) Now Mr. Thayer, on page 2 of your testimony you introduce your -- or you preface your concerns about the transaction with the statement at line 10 that:

"For the combined entity's management, primarily from CenturyLink, its introduction to the ways of competition may run counter to past obligations or experiences of managing a rural ILEC."

Do you see that part of your testimony?

A. Yes.

- Q. Okay. And would it be fair to say that your primary concern is with, then, the wholesale operation of CenturyLink? Or the combined entity post-merger?
 - A. Correct.
- Q. Okay. And so did you hear the testimony yesterday of Mr. Hunsucker, and otherwise see the press releases that -- of the announcements of the Tier 2 management that's gonna govern -- or run the wholesale operations of the combined company?
 - A. Yes.
- Q. Okay. And do you draw any comfort from the fact that Mr. Cheek, who's from the Embarq side of the equation, is going to be the vice president -- senior

1 vice president of the wholesale operations? 2 I can't speak as to Mr. Cheek personally. 3 But I would say that, when Embarq was not a part of 4 CenturyLink/Tel we were very successful in negotiating 5 any disputes in the settlement stage and not having to 6 resort to any litigation. 7 Since the CenturyLink acquisition of Embarg, 8 if you will, that has not been our experience. 9 0. Has Level 3 filed any formal complaints, 10 since that acquisition, against the Company? 11 Α. No. We have a good number of disputes with 12 Embarq, though. MR. ZARLING: Okay. I think those are all 13 14 the questions I have. 15 CHAIRMAN BOYER: Mr. Merz? 16 MR. MERZ: I don't have any questions, thank 17 you. 18 CHAIRMAN BOYER: Commissioner Allen? 19 Commissioner Campbell? 20 I have just one question, or series of 21 The witnesses yesterday -- the Joint CLEC questions. 22 witnesses yesterday seemed to take the position that 23 all 30 of the desired conditions were absolutely 24 essential to preserving the status quo, shall we say, 25 post-merger.

1 This morning you've listed 8 or 10 of those. 2 Is it fair for me to assume that those are the most 3 important of the conditions for Level 3? 4 THE WITNESS: Let me get some clarity. opposed to the joint CLEC conditions? 5 6 CHAIRMAN BOYER: Yes. 7 THE WITNESS: I think what's fair to say is 8 that Level 3 is somewhat uniquely situated as -- and 9 has a different business plan than the Joint CLECs in 10 some regards. Level 3 is fundamentally a provider of 11 IP services, Internet services. And that's resulted 12 in concerns that are somewhat distinct. 13 So I wouldn't weight the importance as much 14 as -- I think our conditions that we're asking for are 15 really geared to the Internet-focused company. As 16 opposed to the Joint CLECs that have a different, more 17 of a -- they're focused on Internet but also they have 18 more of a traditional forum platform also. 19 CHAIRMAN BOYER: Right. These are tailored 20 to the needs of your particular company? 21 THE WITNESS: Well, not just my -- our 22 particular company. I think that any company, one, 23 that would get into the Internet space. And two, as the Joint CLECs are continuing to do. 24 25 And there are a number of conditions that we

```
1
     share that, you know, you heard yesterday Ms. Johnson
 2
     say how they also have been confronted with the policy
 3
    of Qwest to deny all disputes on any invoices that are
    older than 90 days.
 4
 5
              That is industry wide, if you will. Anybody
 6
     that encounters that is gonna be damaged by it.
 7
              CHAIRMAN BOYER: Okay, thank you.
 8
              Any redirect, Mr. Peña?
 9
              MR. PEÑA: No, not redirect.
10
              CHAIRMAN BOYER: Okay.
                                      Thank you,
11
    Mr. Thayer, you are excused.
              Shall we turn now to Mr. Spann and your
12
    witness, Mr. King?
13
14
              MR. SPANN: Thank you, Chairman Boyer.
15
              (Mr. King was sworn.)
16
              CHAIRMAN BOYER: Thank you, please be seated.
17
              Mr. Spann?
18
                          CHARLES KING,
19
          called as a witness, having been duly sworn,
20
            was examined and testified as follows:
21
                       DIRECT EXAMINATION
22
    BY MR. SPANN:
               Please state your name, spelling your last
23
        Q.
24
    name.
25
              My name is Charles W. King, K-i-n-g.
        Α.
                                                          462
```

- Q. And who are you employed by, and what is the address of your employer?
 - A. I'm employed by the consulting firm of Snavely, S-n-a-v-e-l-y, King, Majoros & O'Connor. And our address is 1111 14th Street Northwest, Washington, DC 20005.
 - Q. On whose behalf did you file testimony in this proceeding?
 - A. I filed testimony on behalf of the Department of Defense, and all Federal Executive Agencies.
- Q. And did you cause to be filed testimony in this case on behalf of DoD/FEA that's dated August 30, 2010 --
- 14 A. Yes, I did.
- Q. -- and marked as DoD/FEA Exhibits 1 through 4?
- 17 A. Yes.

3

4

5

6

7

8

9

10

18

19

20

21

22

23

24

- Q. And did you cause to be filed surrebuttal testimony on behalf of DoD/FEA in this case, marked as DoD/FEA Exhibit 5, with one attachment?
 - A. Yes, I did.
 - Q. And are there any changes or clarifications that you would like to make to either the direct testimony or the surrebuttal testimony?
- A. The only clarification is that the original

1 DoD/FEA Exhibit 4 was replaced with an attachment, a 2 revised DoD Exhibit 4, and that was attached to my 3 surrebuttal testimony. If you were to give the testimony and the 4 0. 5 surrebuttal testimony today that was prefiled, would 6 it be substantially the same? 7 Α. Yes, it would. 8 0. Is it true and accurate, to the best of your 9 knowledge? 10 Α. Yes, it is. 11 MR. SPANN: I offer into evidence at this 12 time DoD/FEA Exhibits 1 through 4, and Exhibit 5 with 13 one attachment. 14 CHAIRMAN BOYER: Thank you. Are there any 15 objections to the admission of the DoD testimony and 16 exhibits? 17 (The parties respond in the negative.) 18 CHAIRMAN BOYER: Very well, they are 19 admitted. 20 (Direct and Surrebuttal testimony and attached 21 exhibits of the DoD/FEA were admitted.) 22 (By Mr. Spann) Mr. King, are you aware that Q. 23 DoD/FEA entered into a settlement agreement with the Joint Applicants in this case? 24 25

Α.

Yes, I am.

- Q. Have you prepared a summary of your testimony, as well as a summary of the settlement agreement?
 - A. Yes, I have.

- Q. Please give it at this time.
- A. I'm not going to spend great deal of time on my original testimony because I think it is somewhat superceded by the settlement. I would like to go through the settlement in a little more detail because it has not been presented to the Commission.

But with regard to my original testimony and surrebuttal, I begin with introducing the FEA/DoD interest. And I make the statement that the Federal Government is the largest single consumer of telecommunications services in Utah. I think I can make that with some confidence.

But then I go on to point out, having said that, it's not a monolithic consumer. There is a perception somewhere and often we get questions that suggest that there is some sort of central purchasing agency in the Federal Government that handles all telecommunications acquisitions. And that simply isn't true.

There are some big acquisitions, yes. In Utah, yes. Covering usually military bases, large

Federal Government office buildings. And those are bought under contract. Acquired through competitive bidding. Rather formally done.

But there are hundreds, maybe thousands of individual purchases by small offices, small organizations. And a good example is the numerous armed forces recruitment offices which are in storefronts.

And each of these requires a telecommunications connection, usually to a much larger central location. And these are acquired off the tariff at very small volumes.

So that our interest is -- representing the Federal Government, is in every single one of the tariff items that are in Qwest's and eventually CenturyLink's tariffs and their, their contract procurement.

Now, having said that, my testimony focuses on the two areas of concern about this, about this merger. First is the financial pressure that imposes on the newly-merged company. There is an estimated cost of \$1 billion to accomplish the merger. And that billion dollars has to be spent before the synergies from the merger can be realized.

And there are a number of other financial

requirements that go either with the merger or concomitant with the merger. I haven't mentioned in the testimony, I should point out that there is significant commitment for broadband deployment that are being -- that these commitments are being imposed by state commissions. There is an obligation to increase the dividends to Qwest's stockholders.

There also is a severe need to reduce the level of debt and the -- there's a significant amount of Qwest debt that's going to be, that's going to be coming due in the next two or three years. And the Company cannot simply roll over that debt, it must retire some of it. And it will need a great deal of cash to do that.

And then we heard Mr. Fenn yesterday say that the Company is very interested in significant investments in order to stay competitive. So we are concerned that between all of these requirements for cash there will be a great effort to obtain a little more revenue out of the consuming public.

And my analysis of the competition -- the competitive situation suggests that the source of that additional revenue may be the business community. Because there is significant competitive pressure on the residential community in the form of wireless and

in the form of cable connections, whereas those are not nearly as severe in the business area.

The principal competitors in the business area are the CLECs. And if there's one thing we have determined through this hearing is that the CLECs feel themselves very, very vulnerable to the merged company. And we support their efforts to obtain parity and assurance that they will be able to compete fairly and completely in the future.

Now, the other area of concern is deterioration of service quality. And there's two bases for these -- this concern. The first is the experience of the past mergers. And we've heard a great deal about that, and I don't think I need to elaborate on it.

I should point out also that the FCC's metrics on service quality -- which I have displayed in my Exhibit 4 -- indicate that in general Qwest has a much superior service quality performance than CenturyLink, or more specifically, Embarq.

Now, the settlement is -- has pretty much addressed all of these issues. And I think satisfactorily, certainly from our standpoint. And I'd like to go through the terms of the settlement and discuss them very briefly.

The settlement document itself is largely a boilerplate. There's two points I should point -- two items I should point out. First, this settlement covers more than just Utah. It covers three states: Utah, Arizona, and Colorado. And therefore it is a multi-state agreement.

The second is that the agreement is entirely contingent upon the approval of the respective regulatory commissions. Including, of course, this one.

As regards the specific terms, the first one is a commitment by the Company not to increase the prices on the business lines and the various Qwest single-line and multi-line packages -- Centrex service, Qwest's utility line, and PBX trunks -- for three years after the execution of the agreement.

This, of course, fulfills our proposed condition for a rate cap so that we can be assured that we will not be recipients of the cost of recov -- efforts to recover the cost of the merger and the associated costs of reconstructing and reconfiguring the Company's balance sheet.

The second is a commitment by -- I'm sorry, I'm reading it here. I'm -- I thought I was jumping ahead. Is a commitment that volume and term price

plan during the duration of the agreement, if there is a lower price listed by the tariff subsequently, that lower price will then be made available to the Federal Government.

The next commitment is to maintain 80 percent of the aggregate level of government purchases for the duration of the three years. If the level of government procurement falls below 80 percent, then the parties may terminate the agreement.

The objective here is to recognize that competition may be -- the Company may be correct, the competition indeed does control the prices charged to the Federal Government.

If the level of procurement from Qwest were to fall below 80 percent it would mean that the CLECs have made significant inroads into the Federal Government market. If they have made inroads into the Federal Government market, that means that competition is working. And it is controlling the prices, effectively, to charge to the Federal Government.

That being the case, then this agreement is not necessary. And so we have arranged so that if our use of the, of the Qwest services or the merged Company's services falls below this threshold, then the agreement may be terminated.

The next condition says that we -- this is offered on an individual case basis. And that the state rules governing individual case basis offerings will apply.

Next, the customer may -- "customer" meaning the Federal Government -- may add or remove services as the service offerings become available. And they agree to pay all applicable charges.

The next item says that the plan will be applied in Arizona, Colorado, and Utah.

The next item suggests that -- or indicates that the merging companies will commit to the service quality requirements that are part of any Commission order relating to this merger.

We support the service quality agreements between the Staff and the merging companies, and between the consumer advocate and the merging companies. We believe that these will be adequate to police the service quality performance of the merged company.

The next item on the first page -- the last item on the first page says that the agreement will last three years, but it can be extended if the parties agree to.

On the next page the -- there is an item that

says that the terms and equipment -- and conditions may be, may be supplemented at a later time.

And finally, the last item says that the plan does not affect existing government contracts.

There is a next section in the Attachment 1 involving employees. This came about because in the, in the 10-Qs or 10-Ks of the, of the merge -- of, I guess it was CenturyLink, said that one danger of the merger was the possibility that the -- that owing to personnel replacements there could be a loss of qualified personnel to bid on the -- on Federal Government contracts by reason of inadequate security clearances.

And this is an effort to forestall that problem. It's a problem that we did not identify, but the merged companies did. And we are eager to make sure that it is addressed.

Finally, the last item is the -- is specific to Utah. And that is the reference in Section 746-340 where the Company could apply to -- for release from its service quality plan. And we -- the Company here agrees not to do so for three years -- for the duration of this agreement.

And that, that completes my summary.

MR. SPANN: I have no additional questions at

```
1
     this time. The witness is available for cross
 2
     examination and questions from the Commissioners.
 3
              CHAIRMAN BOYER: Thank you, Mr. Spann.
 4
              And thank you, Mr. King.
 5
              Mr. Roberts, any cross examination for this
 6
    witness?
 7
              MR. ROBERTS: No cross examination,
    Mr. Chairman.
 8
 9
              CHAIRMAN BOYER: Ms. Schmid?
10
              MS. SCHMID: No questions.
11
              CHAIRMAN BOYER: Mr. Zarling?
12
              MR. ZARLING: I would like to ask Mr. King
13
    one question in the nature of clarification.
14
                        CROSS EXAMINATION
15
    BY MR. ZARLING:
16
        Q.
              The last item you discussed in the settlement
17
     regarding service quality, you made a reference to the
18
    duration of it?
              I'm sorry, it's two years. I'm wrong.
19
        Α.
              MR. ZARLING: Okay. Just to --
20
21
              THE WITNESS: I misread it.
22
              MR. ZARLING: Okay. So just that
23
    clarification for the record is all I have.
24
              CHAIRMAN BOYER: Thank you. Mr. Merz?
25
              MR. MERZ: I do not have any questions for
                                                          473
```

```
1
     this witness.
 2
              CHAIRMAN BOYER: Mr. Peña?
              MR. PEÑA: No questions.
 3
              CHAIRMAN BOYER: Commissioner Allen?
 4
 5
    Commissioner Campbell?
 6
              COMMISSIONER CAMPBELL: When you talk about
 7
     the maintenance of service quality, I assume that
 8
     deals with retail service quality metrics?
              THE WITNESS: Yes.
 9
10
              CHAIRMAN BOYER: I think I'm reading this
11
     correctly, but the settlement agreement and
12
     stipulation that you've just described to us applies
13
    only to the federal agencies and the DoD; is that
14
    correct?
15
              THE WITNESS: That's correct.
16
              CHAIRMAN BOYER: The rate caps and so on and
17
     so forth --
18
              THE WITNESS: Yes.
19
              CHAIRMAN BOYER: -- are to your benefit?
20
              THE WITNESS: But to the extent the state law
21
     requires parity, it might be extended to others. I --
22
     that's really not my area of expertise.
23
              CHAIRMAN BOYER:
                               Thank you.
24
              MR. SPANN: Commissioner, it's our
25
     understanding that in states where, as he indicated,
                                                         474
```

```
1
    parity is allowed, that similarly-situated customers
 2
    would get the same rate cap.
 3
             CHAIRMAN BOYER: Okay. Thank you for that
    clarification. Very well.
 4
 5
              Thank you, Mr. King. You are excused.
 6
              THE WITNESS: Thank you.
 7
              CHAIRMAN BOYER: Thank you for your
 8
    participation.
 9
              MR. DUARTE: Your Honor, I have a question as
10
     to whether the Department of Defense is going to offer
11
     the settlement agreement as an exhibit and move it
12
     into admission.
13
              MR. SPANN: We can.
14
              CHAIRMAN BOYER: It's not necessary, but you
15
    certainly could if you like. Why don't you do that.
16
     If you want it to be a part of the official document
17
    now that it's filed. Go ahead, Mr. Spann.
18
              MR. SPANN: Yes. Thank you, Chairman.
                                                      At.
19
    this time the Department of Defense and Federal
     Executive Agencies would offer into evidence DoD/FEA
20
21
     Exhibit 6.
22
              CHAIRMAN BOYER: Are there any objections to
23
    the admission of the settlement agreement and
24
    stipulation?
25
              (The parties respond in the negative.)
                                                         475
```

1 CHAIRMAN BOYER: Thank you, it will be 2 admitted. 3 (DoD/FEA Exhibit No. 6 was admitted.) CHAIRMAN BOYER: Okay, let's talk for a 4 5 moment about schedule. Next on the prehearing 6 conference report we would be hearing from the Office 7 of Consumer Services. I would expect that that 8 wouldn't be extensive testimony, or would it? Should we recess now for lunch, or hear from Mr. Orton? 9 10 MR. ROBERTS: I would hope that it would be 11 short. 12 CHAIRMAN BOYER: Oh, I beg your pardon. We 13 have to terminate -- I mean we have to finish exactly 14 at 12:00 today. So would you have time to put his 15 testimony on and then do cross examination after lunch 16 break, or would you have any preference one way or 17 another? 18 We're pretty open. And it looks like 19 Mr. Orton, and then Salt Lake Community Action 20 Program, if they're here, will be the only remaining 21 witnesses today. 22 MR. ROBERTS: We could proceed, Mr. Chairman, 23 and then I don't anticipate that I will be very long. 24 CHAIRMAN BOYER: All right, let's do that. 25 Let's begin that way. Thank you, Mr. Roberts. 476

```
1
              MR. SPANN:
                          Chairman Boyer? Just for
 2
    clarification purposes, Mr. King is excused?
 3
              CHAIRMAN BOYER: He is excused.
              MR. SPANN:
 4
                          Okay.
 5
              CHAIRMAN BOYER: Thank you.
 6
              (Mr. Orton was sworn.)
 7
              CHAIRMAN BOYER: Thank you. Please be
 8
     seated.
 9
              THE WITNESS: Thanks.
10
              CHAIRMAN BOYER:
                               Mr. Roberts?
11
              MR. ROBERTS: Thank you, Mr. Chairman.
12
                           ERIC ORTON,
13
          called as a witness, having been duly sworn,
14
            was examined and testified as follows:
15
                       DIRECT EXAMINATION
16
    BY MR. ROBERTS:
17
        0.
              Mr. Orton, would you state your name and
18
    position with the Office of Consumer Services?
19
        Α.
              My name is Eric Orton, O-r-t-o-n. I'm a
20
    utility analyst with the Office of Consumer Services.
21
        0.
              Your testimony has been admitted in this
22
    proceeding in OCS Document 1D, I believe, direct
23
    examination. Do you have a brief summary of that
    testimony for us?
24
25
              I do, thank you.
        Α.
                                                          477
```

Q. Go ahead and present that.

A. Thanks. The Office is responsible for representing small commercial and residential consumers. In direct testimony we outline two areas of concern related to the potential impacts of the merger of Qwest and CenturyLink on customers we represent.

We recommended that the Commission approve the proposed merger only if those concerns were addressed. Our first recommendation was to require continued adherence to service quality standards to ensure that service quality not be degraded.

The second recommendation was that the basic residential service rate remain unchanged for a year after the merger, in order to protect consumers that do not utilize multiple features and bundling from uncertainty that could result from the merger.

Particularly, as it relates to this service type, that was recently granted pricing flexibility by the Utah legislature.

- Q. Thank you, Mr. Orton. Are you familiar with the settlement stipulation and agreement of the Joint Applicants and the Utah Office of Consumer Services which is on file in connection with this matter?
 - A. I am.

2 3

1

- 4 5
- 6
- 7 8
- 9
- 10
- 11
- 12 13
- 14
- 15
- 16
- 17
- 18
- 19
- 20
- 21
- 22
- 23
- 25

24

- 0. And were you and the Office able to determine whether or not that settlement and stipulation affected the concerns that you raised in your direct examination?
- Α. We were, thank you. The stipulation between the Joint Applicants and the Office specifically addresses the concerns we raised in our direct testimony. The Joint Applicants agreed that service quality standards would continue to apply, which provides a remedy the Office sought.

After additional analysis of the proposed merger, the Office concluded that its concerns as to rate stability could be addressed by focussing on measured service and lifeline customers. With the Joint Applicants' agreement to provide advanced notice of flexible price changes, stable measured service and lifeline rates, and expanded customer information about rate plans, the interests of residential and small commercial consumers were acknowledged and met.

Therefore, as it pertains to the Office -those whom the Office represents, Commission approval of the merger that incorporates this settlement is in the public interest.

MR. ROBERTS: Thank you, Mr. Orton. No further questions.

```
1
              CHAIRMAN BOYER: Thank you, Mr. Orton.
 2
              Any cross examination, Ms. Schmid?
 3
              MS. SCHMID: No questions.
              CHAIRMAN BOYER: Mr. Spann?
 4
 5
              MR. SPANN: No. sir.
              CHAIRMAN BOYER: Questions, Mr. Zarling?
 6
 7
              MR. ZARLING: No questions.
 8
              CHAIRMAN BOYER: Thank you. Mr. Merz?
 9
              MR. MERZ: I do not have any questions for
10
     this witness.
11
              CHAIRMAN BOYER: Thank you. Mr. Peña?
              MR. PEÑA: No questions.
12
13
              CHAIRMAN BOYER: Thank you very much,
14
    Mr. Orton, you are excused.
15
              Is anyone here from Community Action? Salt
16
     Lake -- ah, there we go.
17
              Are you represented by counsel?
18
              MS. MARTINEZ: No.
19
              CHAIRMAN BOYER: I'm wondering, Mr. Roberts,
20
     if you might at least help her identify herself on the
21
     record and so on as we hear from her.
22
              MR. ROBERTS: Okay. If you'll step up and be
23
     sworn.
24
              (Ms. Martinez was sworn.)
25
                                                         480
```

1	<u>SONYA MARTINEZ</u> ,
2	called as a witness, having been duly sworn,
3	was examined and testified as follows:
4	EXAMINATION
5	BY MR. ROBERTS:
6	Q. Would you state your name and position with
7	Salt Lake Community Action Program, please?
8	A. Sonya Martinez. I'm an advocate with Salt
9	Lake Community Action Program.
LO	Q. And you have brought to the Commission today
l 1	a proposed settlement agreement?
L 2	A. I'm sorry?
L 3	Q. You brought a document to give the
L4	Commission?
L 5	A. That was actually my direct testimony.
L6	Q. Oh.
L7	A. I just brought a copy in case.
18	Q. Have you filed a stipulation and agreement
L9	with regard to the concerns that SLCAP has raised?
20	A. Yes, the Joint Applicants have.
21	Q. Okay. And you have reviewed that on behalf
22	of Salt Lake Community Action Program and with
23	regard to the concerns that you've raised concerning
24	this merger?
25	A. Yes.
	481

1 0. And does that settlement and stipulation 2 agreement satisfy and resolve the issues and claims 3 that Salt Lake Community Action Program has on behalf 4 of itself and those that it represents and advocates 5 for? 6 Α. Yes, it does. 7 CHAIRMAN BOYER: Okay. Thank you, 8 Ms. Martinez. Do you wish to make any statement in 9 support of the stipulation, or give a statement to the Commission? 10 THE WITNESS: Essentially Salt Lake Community 11 12 Action believes that the settlement agreement is in 13 the public interest. Based on the commitments by the 14 Joint Applicants, we believe that protections are 15 provided that do address the concerns that we 16 originally stated in our direct testimony. 17 Okay, very well. Thank you. CHAIRMAN BOYER: 18 MR. ROBERTS: And I assume that you would 19 like your direct statement entered into the record as 20 an exhibit that you brought? 21 THE WITNESS: Yes. 22 MR. ROBERTS: Community Action program would 23 request that. CHAIRMAN BOYER: Okay, I haven't seen that, 24 25 so I don't know what it looks like.

```
1
              COMMISSIONER CAMPBELL: It's her direct
 2
     testimony.
 3
              CHAIRMAN BOYER: Oh, it's your direct
     testimony. I beg your pardon. Okay, so we do have
 4
 5
    that. Okay.
 6
              Any objection to the admission of
    Ms. Martinez's direct testimony?
 7
 8
              (The parties respond in the negative.)
 9
              CHAIRMAN BOYER: Very well, it is admitted.
10
    Thank you.
            (Direct testimony of Sonya Martinez was
11
12
                           admitted.)
13
              CHAIRMAN BOYER: While you're under the hot
14
     lights, however, we must ask the other counsel if they
15
    wish to cross examine.
16
              Ms. Schmid?
17
              MS. SCHMID: No questions.
18
              CHAIRMAN BOYER: Mr. Spann?
19
              MR. SPANN: No questions.
              CHAIRMAN BOYER: Mr. Duarte?
20
              MR. DUARTE: No questions.
21
22
              CHAIRMAN BOYER: Mr. Merz?
23
              MR. MERZ: We do not have any questions for
    this witness.
24
              MR. PEÑA: No questions.
25
                                                          483
```

1	CHAIRMAN BOYER: Mr. Peña? Commissioners?
2	Okay, very well. Thank you very much for
3	coming, and you are excused.
4	I have one housekeeping question, if I can
5	collect my thoughts here for a moment. And I may have
6	overlooked this. It seems like forever ago that we
7	started this hearing. But Mr. Duarte, did you move
8	admission of Mr. Glover's testimony the first day with
9	the other witnesses?
10	MR. DUARTE: Yes, we did.
11	CHAIRMAN BOYER: You did? Okay. So we've
12	covered it.
13	Is there anything further before we adjourn?
14	I think we're finished with this portion of the
15	hearing. We'll reconvene on the 4th at 9:00. We've
16	allocated from 9 to 12 noon for that hearing.
17	I think we're all clear on what we're gonna
18	be doing that day. We'll look forward to the written
19	filed testimony tomorrow and early next week.
20	Anything further?
21	Thank you all for your participation, and
22	safe travels home. We are adjourned.
23	(The hearing was adjourned at 11:48 a.m., to
24	be reconvened at 9:00 a.m. on Thursday,
25	November 4, 2010.)
	484

1	CERTIFICATE
2 3 4	STATE OF UTAH)) ss. COUNTY OF SALT LAKE)
5 6 7 8 9	This is to certify that the foregoing proceedings were taken before me, KELLY L. WILBURN, a Certified Shorthand Reporter and Registered Professional Reporter in and for the State of Utah. That the proceedings were reported by me in stenotype and thereafter caused by me to be transcribed into typewriting. And that a full, true, and correct transcription of said proceedings so taken and transcribed is set forth in the foregoing pages, numbered 351 through 484, inclusive.
11 12 13 14	I further certify that I am not of kin or otherwise associated with any of the parties to said cause of action, and that I am not interested in the event thereof. SIGNED ON THIS 8th DAY OF November, 2010.
16 17	Kelly L. Wilburn, CSR, RPR Utah CSR No. 109582-7801
18 19 20	
21 22	
23 24 25	
	195

	1	T		
\$	15 [1] - 458:6	415:24, 416:7, 416:8,	91 [1] - 378:18	431:15, 451:18
Ψ	16 [2] - 385:23,	419:24, 420:1,	95 [5] - 402:10,	action [3] - 367:3,
	408:23	420:13, 420:17,	402:11, 413:4, 413:6,	367:9, 445:6
\$390,000 [1] - 428:2	16.1.1 [1] - 420:11	420:22, 420:25,	436:15	Action [3] - 480:15,
\$50,000 [5] - 407:12,	160 [1] - 378:18	421:4, 421:16, 437:20	9:00 [2] - 484:15,	482:12, 482:22
428:8, 428:18, 429:2,	18 [2] - 385:9, 385:22	3's [1] - 442:10	484:24	actions [1] - 445:12
429:6	18-page [1] - 394:15	3-month [1] - 408:11	9:04 [1] - 356:1	active [1] - 375:20
	1994 [1] - 359:3	3.9 [1] - 437:19	9:11 [1] - 362:10	add [4] - 436:17,
•	1	30 [2] - 460:23,	9:18 [1] - 362:10	436:18, 458:17, 471:6
	1999 [2] - 381:5,	463:12	9.16[1] - 302.10	addition [3] - 422:6,
	382:3	31 [1] - 377:3	Δ.	428:7, 428:10
'liquidated [1] -	1D [1] - 477:22		A	1
417:18	1SR [2] - 367:10,	37 [3] - 376:19,		additional [13] -
	443:17	377:11, 377:20	A.M [1] - 356:1	362:23, 370:24,
1	1st [1] - 377:18	37-day [1] - 377:14	a.m [4] - 362:10,	371:14, 372:3, 400:2,
	_	390 [1] - 429:22	442:12, 484:23,	405:1, 413:12, 423:2,
	2	3rd [1] - 360:18	484:24	439:13, 439:16,
1 [18] - 401:14,			abide [1] - 446:16	467:23, 472:25,
401:18, 402:3, 402:5,	2 404.45	4		479:11
402:8, 402:15, 404:3,	2 [11] - 401:15,		able [7] - 360:19,	address [12] - 358:2,
404:4, 404:5, 405:6,	402:1, 402:3, 402:6,	A	385:19, 391:12,	359:16, 375:7,
407:24, 407:25,	402:7, 402:15, 405:7,	4 [4] - 372:14,	406:21, 427:7, 468:8,	413:12, 430:19,
408:23, 448:13,	405:22, 407:24,	463:16, 464:12,	479:1	439:7, 440:7, 441:14,
463:15, 464:12,	408:24, 451:17	484:25	absolutely [2] -	453:12, 463:2, 463:5,
466:22, 472:5	20 [2] - 406:25,	41 [1] - 409:7	364:23, 460:23	482:15
1.1 [3] - 367:5,	407:13	46 [4] - 378:6,	abundantly [1] -	addressed [5] -
415:16, 443:16	20005 [1] - 463:6	378:13, 378:22,	455:20	370:22, 468:22,
10 [2] - 459:4, 461:1	2001 [2] - 451:5,	421:21	accept [2] - 391:3,	472:17, 478:10,
10,000 [1] - 386:3	454:3	4th [13] - 357:2,	445:11	479:13
10-049-16 [1] - 356:5	2002 [1] - 382:3	357:5, 357:17,	acceptable [1] -	addresses [1] -
10-Ks [1] - 472:7	2003 [1] - 381:5	358:13, 358:16,	374:8	479:7
10-or-15-minute [1] -	2004 [1] - 407:13	362:18, 363:21,	accepting [1] -	addressing [2] -
442:9	2008 [2] - 450:21,	364:3, 364:7, 364:19,	419:14	356:16, 360:1
	456:14	364:23, 376:5, 484:15	access [6] - 427:1,	adds [1] - 431:20
10-Qs [1] - 472:7	2009 [9] - 406:7,		427:3, 432:8, 446:3,	adequate [2] -
1010 [1] - 406:7	407:20, 424:14,	5	446:12, 451:11	435:16, 471:18
10:42 [1] - 442:12	424:25, 425:15,		accommodate [2] -	adequately [1] -
10:56 [1] - 442:12	426:2, 426:20, 427:19		361:1, 363:15	435:20
11 [1] - 415:15	201 [1] - 451:18	50 [1] - 405:19	accomplish [1] -	
1111 [1] - 463:5	2010 [10] - 356:1,	50,000 [1] - 429:22	466:22	adherence [2] -
11:48 [1] - 484:23	407:20, 424:14,	5th [1] - 456:13	accomplished [1] -	446:1, 478:11
12 [11] - 385:23,			456:24	adjourn [1] - 484:13
408:1, 424:12,	425:1, 425:15, 426:2, 426:20, 427:19,	7	according [2] -	adjourned [2] -
424:24, 425:13,			415:19, 419:22	484:22, 484:23
426:1, 426:19,	463:13, 484:25		account [3] - 398:22,	Administration [1] -
427:17, 428:19,	251(b)(5 [1] - 451:13	7 [2] - 377:20, 428:2	408:17, 413:14	384:13
429:4, 484:16	251(g [2] - 451:9,	746-340 [1] - 472:19		administrator [1] -
12-month [7] - 406:3,	453:8		accurate [4] -	384:20
407:19, 408:11,	27 [1] - 356:1	8	367:17, 412:7,	admission [7] -
411:19, 411:24,	271 [11] - 380:18,		440:21, 464:8	417:20, 417:21,
412:1, 429:1	381:4, 382:4, 383:19,	0 ros 440+0 404+4	achieve [2] - 370:8,	464:15, 475:12,
12:00 [1] - 476:14	383:21, 384:3,	8 [2] - 448:9, 461:1	437:6	475:23, 483:6, 484:8
13 [2] - 417:12, 418:1	384:11, 385:6, 387:4,	80 [3] - 470:5, 470:8,	acknowledge [1] -	admitted [13] -
13-state [3] - 381:14,	422:25, 431:16	470:15	377:25	367:4, 367:10,
381:19, 382:14	28th [5] - 357:1,	85 [2] - 413:4, 413:8	acknowledged [1] -	443:12, 443:14,
13.3 [1] - 420:9	359:23, 360:13,	8th [1] - 377:18	479:19	443:15, 443:17,
13.4.1 [1] - 418:3	362:1, 363:1	8YY [1] - 446:12	Acquired [1] - 466:2	464:19, 464:21,
13.5 [1] - 419:11	2nd [3] - 357:1,		acquired [1] - 466:11	476:2, 476:3, 477:21,
13.8 [1] - 4 15:17	360:4, 361:12	9	acquisition [2] -	483:9, 483:12
			460:7, 460:10	adopt [3] - 391:24,
13.9 [3] - 415:16,	3	0 404:40	acquisitions [2] -	422:22, 444:19
415:19, 419:22		9 [1] - 484:16	465:22, 465:24	adopted [1] - 389:17
14 [2] - 454:25		90 [3] - 413:2,	Act [5] - 361:13,	advanced [1] -
14th [1] - 463:5	3 [13] - 415:20,	446:15, 462:4	386:11, 386:24,	

479:15 449:12, 449:15. **Ankum** [1] - 368:4 383:19. 383:21. 384:4 ascertain [1] advocate [2] -450:7. 450:12. announce [1] applied [1] - 471:10 419:17 471:17, 481:8 450:20, 451:24, 365:18 applies [2] - 452:16, **aspects** [1] - 384:6 452:4, 453:23, advocates [1] -474:12 announced [1] asserted [1] - 456:12 456:22, 471:8, 471:24 482:4 365:1 apply [5] - 394:23, associated [2] agreed [9] - 383:17, advocating [1] announcement [2] -395:18, 471:4, 387:17, 469:21 384:1, 385:20, 391:8, 448:2 406:4, 406:17 472:20, 479:9 assume [4] - 429:3, 391:9, 391:11, affect [2] - 448:1, announcements [1] applying [2] -461:2, 474:7, 482:18 391:17, 421:20, 479:8 472:4 - 459:19 422:17, 440:15 assumed [3] - 364:2, affected [1] - 479:3 agreed-upon [1] answers [1] - 444:1 appreciate [2] -427:16, 452:8 385:20 affiliates [1] - 446:4 anticipate [1] -360:6, 361:5 assuming [3] agreeing [2] affirm [1] - 444:25 476:23 approach [2] -389:10, 427:25, affirmation [2] -383:22, 431:22 362:13, 432:5 429:13 anticipated [1] -446:19, 452:7 agreement [20] -360:7 appropriate [5] assurance [5] -378:9, 450:3, 450:7, 364:14, 364:20, affirmations [1] anytime [2] - 391:23, 409:3, 431:5, 432:1, 450:11, 450:15, 398:13, 435:4, 435:9 439:11, 468:8 445:3 458:13 456:18, 457:7, 469:6, approval [5] - 382:4, assurances [1] afraid [1] - 421:9 Anytime [1] - 405:7 469:7, 469:16, 470:1, 387:5, 431:16, 469:8, afternoon [1] -APAP [54] - 371:22, 413:19 470:9, 470:21, 479:21 427:11 372:14, 372:15, assure [4] - 372:10, 470:25, 471:22, approve [1] - 478:8 372:19, 373:5, 392:25, 393:12, 440:4 afterwards [2] -472:23, 478:22, 373:12, 389:4, approved [2] assured [1] - 469:18 364:7, 388:4 479:15, 481:18, 482:2 agencies [1] -389:17, 392:5, 368:16, 389:2 AT&T [5] - 380:18, agreements [7] -474:13 392:16, 395:16, approves [1] -449:25, 457:13, 356:17, 358:2, 395:22, 396:3, 396:7, 389:13 457:19, 458:1 agency [1] - 465:21 369:21, 447:24, 396:19, 399:10, approximation [1] aggregate [1] - 470:6 attached [2] - 464:2, 458:15, 458:19, 401:1, 401:3, 401:6, 419:19 464:20 aggressive [1] -471:15 402:21, 402:23, **April** [9] - 406:7, Attachment [2] -445.7 agrees [1] - 472:22 403:2, 404:9, 405:25, 407:20, 424:14, 443:14, 472:5 ago [4] - 364:10, ahead [6] - 391:3, 412:12, 413:25, 425:1, 425:15, 426:2, attachment [3] -411:5, 433:2, 484:6 391:12, 392:3, 414:6, 414:14, 426:20, 427:19 463:20, 464:1, 464:13 agree [84] - 370:13, 469:25, 475:17, 478:1 414:21, 415:15, arbitrage [2] - 446:4, 375:3, 376:5, 376:19, attempt [2] - 365:3, aims [1] - 455:11 416:13, 416:24, 446:12 396:25 377:8, 377:11, al [1] - 394:18 419:6, 419:13, arbitrate [1] - 368:18 377:12, 377:13, attorney [2] - 418:23, allocated [1] -419:14, 419:23, arbitrations [1] -377:19, 378:6, 448:4 484:16 422:2, 422:6, 422:14, 457:18 378:10, 378:15, auditors [1] - 382:17 allow [1] - 420:3 422:16, 422:22, 379:4, 379:7, 379:25, area [4] - 468:2, August [1] - 463:12 allowed [1] - 475:1 423:6, 423:13, 424:4, 381:6, 381:14, 468:4, 468:10, 474:22 authority [2] - 399:7, almost [3] - 359:1, 424:12, 424:21, 381:22, 381:25, areas [6] - 368:1, 451:15 428:2. 428:24 425:24, 429:21, 382:14, 382:24, 368:5, 457:23, 458:7, automatic [1] - 433:9 alternative [1] -433:19, 436:8, 383:2, 383:14, 386:9, 466:19, 478:4 availability [1] -437:13, 437:15, 371:19 386:22, 387:6, argue [1] - 426:10 438:9 439:5, 440:15 388:15, 389:3, amendment [1] argued [1] - 445:3 available [8] apologize [1] -389:16, 390:18, 456:18 arguing [1] - 440:17 364:24, 374:11, 404:15 390:22, 391:20, amicus [1] - 453:10 argument [12] -381:10, 396:15, Appeal [1] - 449:1 392:4, 392:10, amount [4] - 373:6, 356:19, 357:6, 447:2, 470:3, 471:7, appealed [1] -392:11, 395:8, 419:3, 421:16, 467:9 358:13, 358:15, 473:1 432:25 398:15, 399:18, amounts [1] - 428:21 360:19, 360:23, availed [1] - 454:17 399:22, 401:3, analysis [26] - 380:1, Appeals [2] - 448:21, 362:5, 363:21, average [13] -453:14 402:23, 402:25, 380:3, 380:5, 385:25, 363:23, 364:6, 372:25, 388:3, 388:4, 404:1, 406:22, appear [1] - 370:13 393:3, 393:6, 393:14, 364:14, 451:2 407:19, 408:1, 408:7, 406:23, 408:12, 393:20, 399:1, 402:2, appearing [3] arguments [2] -408:17, 408:19, 363:9, 443:25, 448:6 410:9, 411:18, 402:4, 402:16, 364:20, 452:5 409:1, 410:8, 412:1, 411:25, 412:15, 420:11, 422:24, apple [4] - 358:12, Arizona [4] - 381:22, 412:15, 413:2 413:5, 413:9, 413:25, 424:11, 425:4, 358:14, 364:1, 364:8 433:2, 469:5, 471:10 avoid [1] - 404:13 416:18, 419:14, 426:24, 426:25, applicable [1] -Arizona's [1] aware [15] - 375:18, 420:2, 421:3, 421:15, 427:2. 427:8. 427:16. 471:8 382:15 375:24, 387:7, 421:24, 423:14, 427:20, 428:18, Applicants [1] armed [1] - 466:7 388:16, 388:21, 423:19. 424:3. 424:6. 436:7, 467:21, 479:11 446:5 arranged [1] -388:23, 389:7, 425:11. 425:21. analyst [1] - 477:20 Applicants' [2] -389:21, 389:23, 470:22 425:23, 426:6, 428:6, 392:8, 479:15 analyzed [2] -390:9, 390:19, Arredondo [1] -429:18, 435:7, 392:23, 449:6 application [3] -356:21 391:19, 391:23, 448:23, 449:9,

464:22 444:7. 457:13. 464:8 buildings [1] - 466:1 369:2. 378:19. 387:1. 360:25, 361:7, built [2] - 414:11, 387:7. 388:25. 361:16. 361:24. better [4] - 356:21, В 390:19, 400:25, 362:11. 363:5. 358:12, 418:21, 441:5 401:18, 403:4, 408:3, 363:11, 363:14, 455:13 **bundling** [1] - 478:16 409:23, 414:10, 363:19, 363:25, between [15] burden [11] - 397:25, backed [1] - 358:19 364:15, 364:25, 368:10, 376:8, 381:5, 418:11, 423:17, 398:6, 398:8, 398:9, bad [9] - 397:7, 440:1, 440:13, 450:2, 365:8, 365:12, 402:3, 405:23, 446:4, 398:14, 400:19, 408:19. 412:12. 452:6, 454:13, 458:5, 365:16, 365:24, 449:22, 449:24, 400:24, 432:5, 412:13. 412:17. 463:12, 463:19, 366:4, 366:8, 366:12, 449:25, 456:24, 432:16, 432:19, 412:22, 413:1, 419:2, 464:24, 470:21, 366:15, 366:17, 458:2, 467:18, 433:20 428:23 374:12, 374:16, 471:16, 471:17, 479:5 471:2, 471:3, 481:17 business [12] balance [3] - 402:3, beyond [3] - 373:13, cases [8] - 358:25, 374:18, 374:20, 370:1, 388:23, 405:23, 469:22 359:8, 368:20, 390:3, 430:4, 430:8, 433:22, 415:6 434:10, 434:20, ball [1] - 440:6 405:14, 432:22, 434:23, 436:5, bid [1] - 472:11 438:7, 438:14, 455:1, **bands** [1] - 436:11 454:25, 455:7 436:10, 437:7, bidding [1] - 466:3 461:9, 467:23, 468:2, bang [1] - 455:13 cash [2] - 467:14, 441:19, 441:24, big [7] - 380:14, 468:3, 469:13 base [1] - 406:1 442:3, 442:5, 442:8, 382:10, 405:2, buy [2] - 370:1, 467:19 based [17] - 356:19, caused [1] - 373:11 442:13, 442:17, 432:14, 440:7, 440:8, 370:2 364:9, 381:13, 465:24 BY [9] - 366:22, centers [1] - 435:19 442:20, 444:15, 381:25, 382:12, 447:4, 447:9, 447:11, bigger [2] - 402:6, 374:23, 437:11, central [2] - 465:20, 382:14, 382:22, 460:15, 460:18, 466:11 402:8 443:2, 447:14, 386:10, 387:9, 461:6, 461:19, 462:7, Centrex [1] - 469:14 462:22, 473:15, biggest [1] - 455:13 388:17, 389:7, 462:10, 462:14, CenturyLink [15] -477:16, 481:5 billing [1] - 446:8 389:19, 399:9, 419:9, 462:16, 464:14, 387:13, 388:1, billion [2] - 466:22, 424:8, 428:18, 445:6 464:18, 473:3, 473:9, C 408:10, 411:2, 466:23 **Based** [2] - 436:6, 473:11, 473:24, 444:19, 444:25, bit [5] - 359:22, 482:13 474:2, 474:4, 474:10, 457:4, 457:5, 459:6, 375:15, 375:16, cable [1] - 468:1 bases [2] - 465:25, 474:16, 474:19, 459:15, 460:7, 386:21, 437:21 calculate [2] -468:12 474:23, 475:3, 475:7, 468:20, 472:8, 478:6 bites [4] - 358:12, 440:20, 440:22 **basic** [2] - 380:6, 475:14, 475:22, 358:14, 364:1, 364:8 CenturyLink's [3] calculated [4] -478:13 476:1, 476:4, 476:12, 425:13, 444:21, boilerplate [1] basis [5] - 383:3, 372:20, 372:21, 476:24, 477:1, 477:3, 466:16 469:2 451:4, 453:19, 471:2, 373:5, 373:6 477:5, 477:7, 477:10, bottom [1] - 448:12 CenturyLink-471:3 calculations [1] -480:1, 480:4, 480:6, Embarq [1] - 411:2 bought [1] - 466:2 become [1] - 471:7 373:18 480:8, 480:11, CenturyLink/Tel [1] bound [16] - 446:2, California [1] -480:13, 480:19, beforehand [1] -460:4 449:11, 450:15, 388:22 482:7, 482:17, 435:23 CenturyTel [8] -450:24, 451:8, cannot [2] - 451:8, 482:24, 483:3, 483:9, beg [2] - 476:12, 387:13, 457:4, 457:8, 451:12, 451:17, 483:13, 483:18, 483:4 467:12 457:9. 458:6. 458:10. 451:22, 452:3, cap [6] - 421:10, 483:20, 483:22, begin [4] - 374:13, 458:12. 458:15 452:14, 452:15, 484:1, 484:11 404:13, 465:12, 421:11, 437:18, cert [1] - 453:6 452:19, 453:12, 439:5, 469:18, 475:2 challenges [1] -476:25 certain [3] - 432:2, 457:15, 457:20, CAP [2] - 357:14, 433:23 beginning [3] -436:20 458:22 362:20 challenging [1] -421:8, 439:12, 448:12 Certainly [1] - 453:15 break [1] - 476:16 432:5 capitalize [1] - 434:1 behalf [12] - 358:8, brief [2] - 453:10, certainly [9] change [12] - 394:13, 367:2, 367:9, 368:2, caps [5] - 416:3, 477:23 356:12, 357:20, 416:4, 438:2, 438:18, 399:8, 414:18, 432:17, 444:16, 359:6, 376:4, 390:7, briefly [3] - 437:9, 420:20, 434:13, 474:16 463:7, 463:9, 463:12, 440:10, 468:25 397:21, 468:23, 434:15, 436:6, 463:19, 481:21, 482:3 capture [2] - 408:19, 475:15 bring [3] - 375:1, 436:15, 453:19, behavior [1] - 436:2 414:17 certainty [1] - 446:23 410:2, 455:16 456:10 behind [1] - 433:8 capturing [1] -Chair [1] - 364:21 brinkmanship [1] changed [3] -373:15 believes [1] - 482:12 Chairman [7] -445:15 379:13, 414:24, career [1] - 430:13 Bell [3] - 457:19, 356:11, 430:10, broadband [1] -456:15 457:21, 458:1 careful [1] - 396:7 458:24, 473:8, 467:4 carefully [4] changes [6] below [3] - 470:8, broader [3] - 361:14, 475:18, 476:22, 384:23, 385:15, 470:15, 470:24 393:24, 394:2, 477:11 383:21, 451:7 399:15, 444:4, benchmark [1] -394:17, 394:18 **Chairman Boyer** brought [4] - 481:10, 463:22, 479:16 carrier [3] - 437:25, 380:10 [103] - 356:3, 357:3, 481:13, 481:17, charge [1] - 470:20 438:19, 451:16 benefit [3] - 412:8, 358:15, 358:18, 482:20 charged [1] - 470:12 445:16, 474:19 carriers [1] - 369:19 359:11, 360:9, buck [1] - 455:14 charges [1] - 471:8 benefits [1] - 434:16 case [31] - 357:5, 360:14, 360:21, buffer [1] - 413:13 CHARLES [1] best [4] - 367:18, 358:20, 358:21,

462:18	CLECs [22] - 369:25,	481:14, 482:10	413:16, 423:25,	complicated [1] -
Charles [1] - 462:25	377:19, 378:7,	Commission's [2] -	424:24, 425:25,	380:12
chase [1] - 412:2	379:22, 386:7, 398:9,	383:20, 456:9	427:4, 469:22, 470:24	comply [1] - 445:1
check [4] - 410:20,	398:12, 414:3, 414:8,	Commissioner [1] -	compare [8] - 371:8,	component [1] -
423:5, 423:6, 423:14	421:22, 422:2,	474:24	379:23, 380:11,	399:10
checked [2] -	429:12, 432:12,	Commissioner	387:15, 393:18,	comprehensive [1] -
409:20, 410:23	436:3, 436:23,	Allen [7] - 430:8,	396:16, 407:18,	450:11
Cheek [2] - 459:24,	438:11, 439:25,	430:9, 431:4, 431:25,	408:21	compromises [3] -
460:2	440:2, 445:9, 468:4,	433:21, 460:18, 474:4	compared [8] -	450:8, 450:13, 450:16
choice [1] - 445:10	468:5, 470:15	Commissioner	372:24, 380:10,	computer [1] - 417:4
chose [4] - 393:23,	CLECs' [8] - 372:5,	Campbell [4] - 460:19,	388:3, 408:10,	conceded [1] -
394:16, 394:18, 406:8	392:7, 427:4, 434:8,	474:5, 474:6, 483:1	408:11, 408:14,	457:19
Circuit [8] - 448:21,	434:24, 437:14,	Commissioners [4] -	411:19, 411:23	concept [6] - 389:8,
450:22, 451:7, 453:1,	445:22	426:17, 426:22,	compares [2] -	389:17, 392:6,
453:7, 453:10,	close [1] - 373:25	473:2, 484:1	371:3, 408:6	392:16, 396:19,
453:16, 455:19	closed [2] - 424:13,	Commissions [1] -	comparing [4] -	416:13
cited [1] - 410:19	427:18	382:17	383:12, 406:6,	concern [24] -
citizens [2] - 446:23,	closes [2] - 425:14,	commissions [7] -	407:25, 414:19	357:22, 370:8,
446:25	429:5	383:15, 383:24,	Comparing [1] -	371:20, 373:10,
claim [2] - 426:4,	coin [2] - 404:9,	390:2, 391:1, 432:2,	408:25	375:7, 405:3, 413:23,
458:7	404:20	467:6, 469:9	comparison [4] -	420:15, 425:7, 425:9,
claimed [1] - 446:18	collaborative [2] -	commit [1] - 471:12	371:10, 380:15,	426:8, 426:16,
claiming [1] - 387:22	381:15, 382:15	commitment [7] -	408:5, 427:16	430:19, 430:20,
claims [5] - 427:24,	colleagues [2] -	370:19, 432:20,	compensated [1] -	436:21, 439:23,
446:14, 457:5, 457:9,	361:7, 362:12	467:4, 469:12,	452:23	440:8, 440:11,
482:2	collect [2] - 372:5,	469:23, 469:25, 470:5	compensation [13] -	441:12, 459:14,
clarification [10] -	484:5	commitments [2] -	449:11, 450:5, 450:15, 450:24,	466:19, 468:10,
356:14, 359:22,	Colorado [8] - 381:2, 385:2, 385:5, 410:6,	467:5, 482:13	451:16, 451:21,	468:12, 478:5 concerned [1] -
360:6, 360:17,	410:10, 410:15,	common [4] - 369:11, 369:19,	452:2, 452:10,	467:18
361:11, 463:25,	469:5, 471:10	409:2, 410:16	452:12, 452:16,	concerning [1] -
473:13, 473:23, 475:4, 477:2	Columbia [1] -	Community [3] -	452:20, 457:15	481:23
clarifications [1] -	448:21	480:15, 482:11,	compete [1] - 468:8	concerns [13] -
463:22	combined [8] -	482:22	competition [6] -	360:1, 362:25, 439:8,
clarify [1] - 400:1	426:2, 446:7, 446:10,	community [2] -	438:5, 459:8, 467:21,	439:18, 459:3,
clarity [3] - 445:5,	446:11, 448:18,	467:23, 467:25	470:11, 470:12,	461:12, 478:9, 479:3,
455:22, 461:4	459:5, 459:15, 459:21	companies [11] -	470:18	479:7, 479:12,
clear [11] - 361:6,	comfort [1] - 459:23	368:15, 370:5,	competitive [6] -	481:19, 481:23,
362:22, 364:23,	coming [3] - 373:21,	375:22, 430:14,	444:21, 446:24,	482:15
365:5, 384:6, 392:14,	467:11, 484:3	431:12, 431:14,	466:2, 467:17,	concessions [2] -
402:19, 417:14,	commercial [2] -	433:24, 471:12,	467:22, 467:24	450:4, 450:8
445:19, 455:20,	478:3, 479:19	471:16, 471:18,	competitors [2] -	Concluded [1] -
484:17	commission [6] -	472:16	448:19, 468:3	447:1
clearances [1] -	387:8, 388:16, 389:6,	Company [18] -	complain [2] - 416:3,	concluded [1] -
472:13	389:18, 390:20, 392:9	388:10, 396:12,	421:9	479:12
clearly [5] - 395:25,	Commission [39] -	397:5, 398:23,	complained [1] -	concludes [1] -
398:6, 433:15, 453:12	358:19, 360:17,	400:24, 416:2,	357:8	374:9
Clearly [1] - 456:7	365:21, 369:7, 381:9,	424:11, 426:14,	complaint [1] - 433:3	conclusion [2] -
CLEC [30] - 372:8,	381:19, 383:15,	430:24, 436:22,	complaints [2] -	449:2, 449:5
372:15, 372:18,	383:17, 383:25,	440:3, 460:10,	413:11, 460:9	concomitant [1] -
373:1, 382:17, 416:8,	384:2, 389:4, 389:17,	467:12, 467:16,	complete [1] - 452:8	467:2
416:15, 416:21,	391:23, 392:5, 399:4,	469:12, 470:11,	completely [5] -	Condition [2] -
418:13, 419:5,	399:7, 419:25, 420:4, 421:1, 421:18, 422:3,	472:20, 472:21 company [17] -	383:9, 422:11, 429:24, 458:16, 468:9	372:3, 372:14
419:14, 419:24,	427:21, 432:6,	368:3, 379:6, 388:23,	completes [1] -	condition [5] - 368:23, 392:2,
420:22, 420:24,	433:11, 433:14,	398:2, 400:10,	472:24	437:17, 469:18, 471:1
421:4, 421:17, 422:9, 422:13, 422:21,	433:16, 437:14,	425:13, 426:2, 427:8,	complex [5] - 379:6,	conditions [26] -
423:22, 424:3,	444:18, 445:17,	432:20, 459:21,	379:9, 379:14,	368:13, 369:5,
429:16, 432:17,	449:3, 454:16,	461:15, 461:20,	379:16, 379:18	369:12, 369:15,
438:5, 438:21,	455:16, 465:10,	461:22, 466:21,	compliance [1] -	369:20, 376:9, 377:3,
460:21, 461:5	471:13, 478:8,	468:7, 471:20	369:6	391:2, 391:20,
	479:21, 481:10,	Company's [7] -		, , , , , , , , , , , , , , , , , , , ,
	1	1	1	1

394:17, 434:19,	446:11, 461:24	457:22, 470:11,	curious [1] - 430:11	467:10, 467:12
436:1, 444:18,	contract [2] - 466:2,	474:14, 474:15	current [11] - 368:14,	decade [1] - 380:19
444:24, 445:20,	466:16	Correct [7] - 399:22,	370:25, 393:15,	decide [4] - 357:20,
445:21, 445:22,	contracts [4] -	409:16, 448:7,	393:16, 408:7, 408:8,	360:18, 362:4, 422:22
446:19, 446:22,	368:19, 446:4, 472:4,	448:24, 451:14,	416:4, 438:13,	decision [10] -
448:15, 460:23,	472:12	451:19, 459:16	456:11, 457:17	383:20, 388:24,
461:3, 461:5, 461:14,		*	*	
461:25, 472:1	contractual [1] -	correctly [2] -	customer [4] - 370:3,	449:6, 449:9, 449:16,
conduct [1] - 445:5	419:19	418:10, 474:11	471:5, 479:17	450:21, 453:2,
	control [2] - 443:23,	cost [6] - 370:9,	customers [6] -	453:16, 456:8, 456:9
conducted [1] -	470:12	432:24, 445:11,	386:12, 436:4, 475:1,	decisions [2] -
386:1	controlling [1] -	466:22, 469:19,	478:6, 479:14	448:1, 456:1
conference [3] -	470:19	469:20	cut [2] - 375:12,	decline [5] - 371:11,
363:17, 377:10, 476:6	copy [2] - 365:22,	costs [2] - 367:25,	412:2	371:15, 372:10,
conferences [3] -	481:17	469:21	_	395:21, 423:10
376:12, 376:14,	Core [3] - 453:17,	counsel [5] - 443:8,	D	declined [2] -
376:15	453:25, 456:23	447:18, 453:11,		397:20, 407:5
confidence [2] -	Core ISP Order [3] -	480:17, 483:14	damana 440.42	declines [1] - 370:20
436:15, 465:16	448:22, 451:3, 453:18	count [1] - 401:24	damage [1] - 419:13	decreasing [1] -
confidential [3] -	corporate [1] -	counted [1] - 376:14	damaged [1] - 462:6	423:3
367:12, 367:13,	447:18	counter [1] - 459:8	damages [12] -	default [2] - 402:6,
443:19	correct [101] - 356:7,	counts [1] - 438:16	416:14, 416:23,	402:7
confirm [5] - 391:16,	356:9, 366:7, 367:6,	couple [2] - 359:9,	416:25, 418:8,	defend [1] - 455:7
393:22, 411:6,	367:7, 367:10,	430:25	418:16, 418:18,	deference [1] - 359:6
411:11, 411:16	367:11, 373:22,	course [4] - 358:1,	418:19, 418:21,	defined [7] - 395:14,
confronted [1] -	376:9, 376:10,	409:9, 469:9, 469:17	418:24, 419:15,	395:17, 395:25,
462:2	376:13, 380:22,	Court [4] - 448:20,	419:18, 419:19	414:14, 414:25,
confuses [1] -	381:17, 381:18,	452:7, 453:6, 454:11	damages' [1] -	415:2, 415:3
390:24	381:21, 381:24,	court [2] - 418:7,	417:19	definitely [1] -
confusion [4] -	382:19, 383:19,	418:11	danger [1] - 472:8	387:18
356:18, 434:4,	384:5, 384:14,		data [14] - 371:21,	
444:20, 449:12	384:24, 385:7, 385:8,	Courts [1] - 449:1	378:18, 379:11,	definitions [1] -
connection [2] -	386:1, 386:2, 386:8,	courts [2] - 452:25,	379:20, 379:22,	394:16
466:10, 478:24	386:13, 387:11,	454:10	385:19, 396:15,	degradation [31] -
•		cover[1] - 371:2	397:14, 399:16,	386:23, 387:9,
connections [2] -	388:20, 391:10,	covered [1] - 484:12	427:1, 427:4, 431:19,	388:18, 389:8, 395:2,
370:3, 468:1	391:25, 392:21,	Covering [1] -	431:22, 440:15	395:7, 395:15, 396:3,
conquer [2] - 445:12,	393:4, 394:8, 395:4,	465:25	date [7] - 357:5,	396:21, 396:23,
454:23	395:9, 395:10, 396:9,	covers [2] - 469:4	372:24, 373:2,	397:11, 398:1,
consent [3] - 391:24,	396:24, 398:4,	CPAP [1] - 421:11	406:18, 446:15,	398:16, 399:13,
392:7, 392:8	398:18, 399:21,	create [4] - 383:8,	452:9, 458:18	399:19, 400:11,
considered [2] -	400:11, 401:4, 401:6,	394:7, 413:13, 440:2	dated [1] - 463:12	400:14, 400:15,
417:20, 418:10	404:13, 406:7, 406:8,	creation [1] - 394:21	dates [1] - 456:13	401:3, 401:19,
consulting [1] -	407:1, 407:13,	cred [1] - 402:14		402:22, 403:3, 404:7,
463:3	407:20, 407:21,	credit [12] - 372:17,	days [12] - 358:1,	404:12, 404:23,
consumer [3] -	409:9, 409:15,	372:19, 372:21,	359:9, 362:3, 363:2,	414:1, 416:16,
465:14, 465:18,	410:17, 411:20,	373:7, 402:15,	376:7, 376:20,	425:17, 430:14,
471:17	412:7, 412:9, 413:8,	407:23, 413:7,	377:11, 377:20,	432:10, 432:18
consumers [3] -	414:3, 415:17,	413:13, 414:11,	380:18, 446:15, 462:4	degraded [2] - 406:2,
478:4, 478:15, 479:19	415:18, 415:21,	440:24, 441:4, 441:7	DC [8] - 450:22,	478:12
consuming [1] -	416:9, 416:10,	criticized [1] -	451:7, 452:7, 453:13,	degree [1] - 402:12
467:20	416:17, 420:1, 421:2,	392:23	453:16, 454:11,	delete [2] - 416:1,
contacted [2] -	421:18, 421:19,	cross [2] - 360:13,	455:19, 463:6	439:9
375:23, 432:3	422:4, 422:7, 422:8,	483:15	deal [6] - 361:13,	deliberate [2] -
contain [1] - 443:19	422:15, 422:24,		384:23, 430:13,	394:3, 394:5
contained [2] -	423:23, 424:17,	cross examination	465:6, 467:13, 468:14	demonstrate [3] -
367:16, 368:8	424:18, 424:20,	[14] - 364:17, 364:24,	deals [2] - 369:22,	398:10, 400:24
	425:17, 426:3, 428:4,	374:14, 374:22,	474:8	Denney [24] - 356:7,
contingent [1] -	429:6, 429:7, 441:16,	430:5, 447:2, 447:6,	dealt [5] - 381:15,	356:12, 362:19,
469:8	444:6, 447:20, 448:5,	447:13, 473:1, 473:5,	382:8, 390:7, 430:12	365:15, 366:15,
continue [1] - 479:9	448:17, 451:18,	473:7, 473:14,	debate [4] - 421:7,	
continued [1] -	453:4, 453:5, 453:10,	476:15, 480:2	431:21, 450:23, 451:1	366:16, 374:10,
478:11	454:13, 454:18,	crucial [1] - 369:24	debated [1] - 415:25	374:12, 374:24,
continuing [2] -	454:21, 455:17,	crummy [1] - 406:13	debt [3] - 467:9,	378:4, 378:25,
	, , , , , , , , ,		100.00,	

379:25, 402:14,	development [4] -	disconnection [1] -	463:12, 463:15,	effectuate [1] -
407:22, 408:22,	381:5, 381:16,	446:9	463:19, 463:20,	370:19
424:2, 424:3, 424:10,	382:24, 383:1	discuss [2] - 376:8,	464:1, 464:12,	effectuating [4] -
426:17, 427:10,	deviation [2] -	468:25	464:21, 464:23,	390:21, 391:18,
430:11, 433:22,	359:18, 388:8	discussed [4] -	475:20, 476:3	391:25, 392:6
441:20, 442:8	difference [4] -	375:15, 439:13,	dollars [2] - 432:24,	efficient [2] - 362:14,
deny [1] - 462:3	394:14, 414:19,	458:14, 473:16	466:23	365:1
denying [1] - 446:14	433:19, 436:16	1	done [13] - 358:25,	effort [8] - 380:20,
Department [1] -		discussion [8] -		
443:8	differences [1] - 414:5	368:25, 375:11,	383:6, 383:10, 391:15, 408:9, 410:7,	383:4, 383:6, 383:9,
		378:5, 404:4, 405:6,		384:11, 384:12,
Department of	different [36] -	421:13, 437:18,	426:24, 428:24, 430:16, 442:5,	467:19, 472:14 efforts [4] - 370:6,
Defense [4] - 365:18,	358:23, 361:9,	440:14	455:22, 458:25, 466:3	1 ' '
463:9, 475:10, 475:19	371:10, 379:15,	discussions [7] -	dot [2] - 417:6, 417:8	455:25, 468:7, 469:20
dependent [1] -	383:11, 385:24,	356:13, 375:10,	doubt [1] - 444:20	either [9] - 367:13,
434:20	386:21, 387:4, 394:23, 400:3, 412:1,	376:25, 377:8,	Douglas Denney [4]	381:8, 391:20,
deployment [1] -		381:11, 413:21,	• • • • • • • • • • • • • • • • • • • •	395:11, 399:11,
467:4	421:11, 421:12,	456:16	- 356:10, 366:13,	433:13, 445:10,
described [4] -	422:11, 422:12,	Discussions [1] -	366:18, 367:24	463:23, 467:1
372:20, 373:3,	422:16, 422:17,	381:11	down [1] - 409:6	elaborate [1] -
433:23, 474:12	422:18, 423:4,	disparate [2] - 408:1,	DPU [4] - 357:8,	468:15
description [1] -	423:19, 423:23,	408:13	362:16, 362:17,	element [1] - 431:21
358:12	424:7, 424:9, 429:25,	displayed [1] -	364:18	Element [1] - 438:10
designed [1] - 436:7	430:1, 433:25, 439:5,	468:17	drafting [1] - 396:6	eliminate [3] - 399:8,
desire [2] - 434:24	452:11, 461:9, 461:16	disposal [1] - 445:14	drag [1] - 433:10	435:11, 439:22
desired [1] - 460:23	differs [1] - 454:7	dispute [8] - 378:12,	draw [1] - 459:23	eliminates [1] -
despite [1] - 404:11	difficult [4] - 380:16,	380:15, 421:21,	drop [1] - 409:6	441:11
detail [2] - 368:22,	393:21, 419:17, 455:2	443:9, 449:10,	Duarte [7] - 374:20,	elucidated [1] -
465:9	difficulty [2] -	454:16, 456:24, 457:2	401:17, 417:6, 430:4,	362:14
detailed [2] - 368:8,	359:11, 368:6	disputes [7] -	437:12, 483:20, 484:7	Embarq [15] -
431:17	direct [20] - 367:3,	445:19, 446:8,	DUARTE [16] -	387:13, 408:10,
details [1] - 426:5	367:16, 405:13,	447:23, 449:14,	360:16, 363:20,	411:2, 450:1, 450:2,
deterior [1] - 395:20	407:8, 418:12,	460:5, 460:11, 462:3	364:4, 365:14,	457:4, 457:6, 457:7,
deteriorate [4] -	418:25, 419:4, 419:7,	disruption [1] -	365:17, 366:2,	458:9, 459:24, 460:3,
393:13, 401:23,	443:13, 443:15,	434:5	374:21, 374:23,	460:7, 460:12, 468:20
405:17, 424:1	448:10, 463:23,	distinct [1] - 461:12	430:2, 441:22,	Embarq's [2] - 388:1,
deteriorated [1] -	478:4, 479:7, 481:15,	District [1] - 448:21	441:25, 442:2, 442:7,	450:14
406:2	482:16, 482:19,	divide [2] - 445:12,	475:9, 483:21, 484:10	Embarq-
deterioration [27] -	483:1, 483:3, 483:7	454:23	due [3] - 359:7,	CenturyLink [2] -
373:15, 386:23,	Direct [2] - 464:20,	divide-and-	362:1, 467:11	387:13, 408:10
387:10, 388:5, 388:9,	483:11	conquer [1] - 445:12	duly [5] - 366:19,	Embarq-CenturyTel
388:12, 388:19,	Direct examination	dividends [1] - 467:7	442:24, 462:19,	[1] - 457:4
389:9, 395:2, 395:7,	[6] - 366:21, 443:1,	Division [3] - 357:23,	477:13, 481:2	employed [5] -
395:15, 395:21,	462:21, 477:15,	359:13, 360:4	duration [4] - 470:1,	366:25, 443:5, 443:7,
395:23, 396:2,	477:22, 479:3	Division's [3] -	470:7, 472:23, 473:18	463:1, 463:3
396:21, 400:20,	directly [6] - 368:2,	357:13, 358:7, 361:14	during [7] - 358:1,	employee [1] -
400:21, 401:25,	368:9, 376:18, 397:1, 397:16, 434:21	Docket [2] - 356:4,	375:8, 406:22,	380:18
403:24, 403:25,	*	369:3	406:24, 428:3, 434:5,	employees [2] -
405:12, 405:19,	director [1] - 367:25	docket [2] - 432:9,	470:1	435:17, 472:6
414:1, 415:10,	disa [1] - 376:22	433:2	_	employer [1] - 463:2
425:17, 425:21,	disadvantage [1] -	dockets [1] - 390:1	E	encounters [1] -
468:11	364:16	document [5] -		462:6
deteriorations [1] -	disaggregation [3] -	377:1, 427:22, 469:1,	eager [1] - 472:16	end [3] - 358:25,
396:13	372:19, 372:22, 373:8	475:16, 481:13	early [4] - 377:13,	382:3, 437:6
determine [8] -	disagree [6] - 375:4,	Document [1] -	377:16, 380:19,	endeavor [3] - 379:6,
357:19, 373:6, 388:9,	380:4, 391:5, 403:11,	477:22	484:19	379:9, 457:10
406:2, 410:12, 415:6,	423:8, 452:1	documents [6] -	easily [1] - 382:16	endeavors [1] -
424:23, 479:1	disagreement [5] -	357:7, 360:2, 363:1,	effect [1] - 358:10	432:13
determined [2] -	449:21, 449:24,	368:25, 369:5, 369:9	effective [2] - 407:6,	enforcement [3] -
395:20, 468:5	449:25, 450:23,	DoD [3] - 464:2,	455:12	417:7, 417:17, 433:9
developed [1] -	451:25	464:15, 474:13	effectively [1] -	England [1] - 453:2
387:25	disagreements [1] -	DoD/FEA [10] -	470:20	ensue [1] - 456:19
i	453:24		0.20	

ensure [3] - 448:15, 448:18, 478:12 enter [2] - 375:10, 441:8 entered [3] - 457:6, 464:23, 482:19 entering [1] - 368:7 entertain [2] - 389:4, 392:5 entirely [2] - 416:1, 469:7 entitled [1] - 422:23 entity [6] - 446:7, 446:8, 446:10, 446:11, 448:18, 459.15 entity's [1] - 459:5 envision [1] - 360:23 equation [2] -402:13, 459:25 equipment [1] -472:1 Eric Orton [2] -477:12, 477:19 err[1] - 405:8 error [10] - 401:18, 402:1, 402:5, 402:6, 402:7, 402:8, 404:3, 404:6, 405:9, 405:22 errors [9] - 401:13, 401:14, 401:15, 401:22, 402:3, 402:16, 404:4, 404:5, 405:7 escalate [1] - 415:12 **Eschelon Telecom** [1] - 380:25 Especially [1] -445:17 essence [1] - 397:24 essential [4] - 401:4, 402:24, 404:10, 460:24 essentially [1] -416:14 Essentially [1] -482:11 establish [2] -451:16, 454:2 established [4] -394:1, 451:4, 451:21, 452:1 establishes [2] -454:4, 454:5 establishing [1] -390:3 estimated [1] -466:21 eventually [1] -466:15 evidence [5] - 418:4,

418:5. 418:11. 464:11. 475:20 exact [4] - 382:6, 427:17, 428:1, 428:19 **Exactly** [3] - 364:25, 456:6 exactly [12] - 418:19, 424:13, 424:25, 425:14, 425:25, 426:18, 429:3, 429:13, 429:16, 440:20, 452:14, 476:13 **EXAMINATION** [1] -481:4 examine [1] - 483:15 examined [5] -366:20, 442:25, 462:20, 477:14, 481:3 example [9] - 358:5, 359:13, 360:8, 409:8, 412:10, 417:1, 450:8, 456:10, 466:6 examples [1] -405:14 exceed [4] - 372:17, 415:20, 416:7, 419:23 exceeds [1] - 441:3 excess [1] - 421:16 exchanging [1] -385:19 exclusion [1] - 453:8 excuse [2] - 451:17, 453.17 excused [8] -441:20, 442:8, 462:11, 475:5, 477:2, 477:3, 480:14, 484:3 executed [1] -365:20 execution [1] -469:16 executives [1] -376:7 exemption [4] -446:3, 457:9, 458:8, 458:15 exhibit [3] - 367:5, 475:11, 482:20 Exhibit [5] - 367:5,

409:8, 409:12,

415:16, 443:16

464:2, 468:18

Exhibit 5 [2] -

463:20, 464:12

443:14

476:3

Exhibit 1 [2] - 367:4,

Exhibit 4 [3] - 464:1,

Exhibit 6 [1] - 475:21

Exhibit No. 6 [1] -

Exhibits [2] - 463:15, 464:12 exhibits [2] - 464:16, 464:21 exist [8] - 390:5, 401:19, 402:4, 404:7, 412:20, 422:20, 423:19, 431:11 existed [4] - 394:8, 416:4, 438:4, 438:17 existing [2] - 432:6, 472:4 exists [2] - 397:14, 452:24 expand [1] - 448:17 expanded [2] -457:23, 479:17 expanding [1] -446:11 expect [8] - 369:13, 369:16, 397:23, 422:1, 429:5, 434:4, 434:7, 476:7 expectation [1] -360:7 expectations [2] -356:23, 357:2 expected [1] -360:12 expecting [2] -438:3, 438:4 expedited [1] -454:16 expend [1] - 454:24 expenditure [1] -445:18 expense [2] -432:15, 437:2 expensive [1] -457:10 experience [7] -430:12, 431:25, 432:4, 435:3, 458:13, 460:8, 468:13 experienced [1] -379:1 experiences [2] -432:10, 459:9 expertise [1] -474:22 explain [4] - 359:13, 437:21, 439:14, 440:9 explained [1] - 411:1 explaining [1] -388:12 expressed [1] -439:8 extended [2] -471:23, 474:21

extensive [1] - 476:8 extent [4] - 434:21, 434:22, 453:5, 474:20

F facilitate [1] - 393:2 facilities [1] - 370:3 facing [1] - 373:20 fact [15] - 380:17, 396:1, 404:11, 409:17, 423:21, 449:20, 450:2, 451:12, 452:18, 452:25, 453:9, 456:3, 457:17, 458:5, 459:24 factor [1] - 457:23 failed [2] - 431:5, 453:8 fair [7] - 365:3, 375:14, 400:9, 413:5, 459:13, 461:2, 461:7 fairly [6] - 379:9, 379:24, 380:11, 385:24, 468:9 fall [3] - 431:14, 451:9, 470:15 falls [2] - 470:8, 470:24 false [3] - 401:14, 401:16, 404:5 familiar [6] - 381:3, 385:3, 388:14, 447:25, 454:12, 478:21 far [3] - 387:12, 391:19, 416:22 fashion [1] - 452:5 FCC [22] - 382:5, 383:18, 384:3, 387:7, 387:14, 390:19, 391:7, 391:14, 408:9, 411:1, 430:25, 450:21, 451:12, 451:15, 451:21, 451:25, 452:1, 452:7, 452:20, 453:10, 453:11, 454:8 **FCC's** [3] - 438:9, 451:4, 468:16 FEA/DoD [1] -465:12 features [1] - 478:16 federal [1] - 474:13 Federal Court [2] -456:4, 456:7 **Federal Executive** Agencies [2] - 463:10,

465:13, 465:21, 466:1. 466:14. 470:3. 470:13. 470:16. 470:18, 470:20, 471:6, 472:11 felt [1] - 432:9 Fenn [2] - 358:8, 467:15 **few** [5] - 375:16, 375:21, 398:19, 409:25, 410:4 field [1] - 445:16 fight [1] - 413:15 figure [3] - 415:24, 416:10, 437:20 file [7] - 360:5, 361:20, 361:21, 361:25, 363:1, 463:7, 478:24 filed [17] - 357:7, 358:22, 359:23, 360:12, 361:12, 363:24, 364:13, 367:2, 367:8, 456:3, 460:9, 463:9, 463:11, 463:18, 475:17, 481:18, 484:19 filing [5] - 356:25, 362:22, 365:21, 372:24, 373:1 filings [2] - 362:3, 457:25 finalizing [1] -447:19 Finally [1] - 472:18 finally [7] - 446:15, 448:20, 448:25, 449:8. 454:10. 456:14, 472:3 financial [2] -466:20, 466:25 fine [6] - 363:13, 363:18, 364:5, 406:14, 442:7, 442:11 **Fine** [1] - 447:16 finish [2] - 362:19, 476:13 finished [1] - 484:14 firm [1] - 463:3 First [5] - 453:1, 453:7, 453:9, 466:20, 469:3 first [17] - 366:10, 389:6, 389:18, 392:8, 397:22, 403:1, 411:10, 419:10, 426:1, 427:17, 429:4, 468:12, 469:11, 471:21, 471:22, 478:10, 484:8

five [6] - 361:8,

extension [1] -

445:24

475:19

Federal

Government [11] -

362:7, 376:12, 407:1, 445.24 held [1] - 449:4 370:1. 380:21. grant [3] - 383:18, 413:6. 413:7 390:20. 390:21. frame [3] - 375:12, 383:21, 384:3 help[1] - 480:20 five-minute [1] granted [3] - 382:4, 457:1. 457:13. 377:15, 382:6 hence [1] - 363:2 457:14, 459:10 362:7 384:10, 478:19 frames [1] - 377:23 hereunder [1] -ILECs [1] - 370:4 **fix** [2] - 415:12, frankly [2] - 358:3, granting [1] - 385:6 417:19 impact [4] - 370:16, 415:13 453:7 great [5] - 365:24, herself [1] - 480:20 flexibility [2] -Frankly [1] - 361:2 465:6, 467:13, **Hi**[1] - 444:16 424:23, 434:10, 436:3 363:12, 478:19 front [2] - 410:24, 467:19, 468:14 high [1] - 376:7 impacts [2] - 436:3, greater [6] - 408:15, flexible [1] - 479:16 411:9 478:5 high-level [1] - 376:7 flip [2] - 404:8, Frontier [3] - 389:25, implementation [2] -415:10, 415:11, higher [1] - 412:3 430:17, 431:8 417:7, 417:16 404:20 446:14, 446:23, 455:6 highly [1] - 367:13 implications [1] fluctuations [7] fulfills [1] - 469:17 greatly [1] - 419:6 highly-confidential 371:21, 371:23, fully [2] - 431:9, grounded [1] -451:7 [1] - 367:13 411:19, 411:21, 431.10 445:13 implied [1] - 439:24 history [4] - 368:6, 411:23, 440:18, 441:7 importance [2] fundamentally [1] grow [1] - 432:15 438:25, 439:1, 445:4 fly [2] - 375:2, 375:6 374:4, 461:13 461:10 guarantees [2] hit [2] - 436:20, focused [3] - 438:13, important [4] future [2] - 441:7, 374.2 439:2 370:14, 398:5, 445:2, 461:15, 461:17 468.9 guess [5] - 361:9, hold [1] - 362:18 461:3 focuses [2] - 368:1, 401:15, 434:6, holding [1] - 451:6 466:18 impose [2] - 400:13, G 455:18, 472:8 holdover [1] - 409:21 focussing [2] guidance [2] - 362:8, 422:3 home [1] - 484:22 402:12, 479:13 452:24 imposed [2] homing [1] - 446:12 game [2] - 406:14, folks [1] - 361:1 guidelines [1] -445:20, 467:5 Honors [2] - 364:10, 406:18 follow [3] - 369:13, 390:16 imposes [1] - 466:20 430:2 Gates [2] - 368:4, 369:16, 407:24 impossible [1] hope [4] - 372:8, 368:22 359:2 follows [6] - 366:20, Н 373:25, 423:24, Gates' [2] - 387:20, 372:21, 442:25, improper [2] -476:10 388:13 462:20, 477:14, 481:3 359:12. 446:11 hopefully [1] geared [1] - 461:15 half [2] - 413:4 footnote [1] - 409:6 **improve** [1] - 403:9 392:23 gener [1] - 438:23 handful [2] - 386:4 Footnote [1] - 409:7 improved [1] hot [1] - 483:13 general [2] - 453:11, handles [1] - 465:21 force [4] - 392:6, 397:18 hours [2] - 382:25, 468:18 hard [4] - 376:17, 397:3, 437:14, 448:19 inadequate [1] -386.3 generally [1] - 386:9 392:16. 392:18. 472:12 force majeure [2] housekeeping [2] -392:19 generate [1] - 438:23 412:20, 420:6 incent [6] - 396:11, 365:15, 484:4 harm [8] - 387:2, given [2] - 382:4, forced [4] - 390:20, 401:7, 405:5, 426:14, **HSR** [3] - 357:7, 416:15, 418:12, 454:24 390:25, 391:6, 391:24 436:1 360:2, 363:1 418:25, 419:4, 419:7, global [2] - 376:9, forces [1] - 466:7 incented [1] - 373:22 hugely [1] - 457:10 446:20 417:4 incenting [2] - 407:6, forcing [2] - 437:13, hugely-expensive Hart [1] - 361:13 Global Naps [2] -407:7 [1] - 457:10 453:2, 453:6 Hart-Scott-Rodino incentive [3] - 401:9, forego [1] - 445:15 hundred [1] - 382:16 [1] - 361:13 Glover's [1] - 484:8 forestall [1] - 472:14 404:1, 406:12 hundreds [2] hear [11] - 356:7, goal [9] - 372:5, incentives [5] forever [1] - 484:6 386:3, 466:4 362:5, 362:17, 372:8, 401:6, 401:7, 372:11. 396:13. form [5] - 415:3, Hunsucker [2] -403:1, 403:10, 405:4, 434:11, 437:4, 403:5, 403:21, 437:1 434:24, 452:19, 458:5, 459:18 442:10, 458:4, 405:5 467:25, 468:1 incents [1] - 416:20 hurdle [1] - 455:2 459:17, 476:9, 480:21 golf [1] - 413:2 include [1] - 397:2 formal [1] - 460:9 heard [19] - 363:25, golfed [1] - 413:3 formally [1] - 466:3 included [1] - 439:5 I 368:25, 370:6, **gonna** [24] - 356:7, forth [2] - 414:9, includes [1] - 367:5 356:15, 356:22, 370:11, 370:14, including [4] -474:17 374:1, 374:3, 427:14, 363:5, 363:21, ICA [4] - 368:6, 357:12, 368:11, forum [2] - 384:23, 427:22, 427:24, 363:23, 365:7, 432:23, 433:3 383:15, 383:25 461:18 427:25, 428:5, 371:24, 372:1, 372:2, ICAs [7] - 368:14, Including [2] - 438:6, forward [12] -433:22, 439:20, 374:5, 377:25, 368:18, 378:13, 369:14, 369:17, 469:9 440:7, 440:14, 462:1, 402:18, 406:21, 378:14, 378:22, inconsistent [1] -373:19, 373:21, 467:15, 468:13 421:3, 421:6, 423:6, 445:24, 445:25 408:2 396:10, 397:6, hearing [13] -430:5, 434:15, 441:2, idea [2] - 389:1, 397:11, 413:22, incorporates [1] -356:23, 357:2, 357:5, 459:20, 462:6, 484:17 433:7 440:6, 441:1, 458:16, 479:22 357:17, 358:7, govern [1] - 459:20 identical [1] - 441:9 484:18 incorporating [1] -362:18, 375:8, 468:5, governing [1] identify [2] - 472:15, 419:12 **four** [7] - 359:4, 476:6, 484:7, 484:15, 471:3 480:20 382:3, 382:19, incorrect [2] -484:16. 484:23 government [3] -ILEC [9] - 368:10, 382:23, 417:6, 417:8, 380:23, 422:10 hearings [1] - 358:1 470:6, 470:8, 472:4

358:8. 359:20. 360:3. 385:14. 385:23. 431:22, 432:18, increase [2] - 467:7, intention [5] -357:16, 360:15, 386:3. 390:1. 391:20. 365:18. 369:7. 432:19, 432:20, 469:12 450:4. 450:8 370:13. 372:6. 432:25, 433:5, 433:7, 360:21, 366:5 incred [1] - 432:14 373:19, 376:17, 433:9, 433:19, 434:9, involvement [1] incredible [1] intentions [1] - 357:4 382:12 378:18, 391:2, 398:7, 434:12, 434:15, 432:15 inter [1] - 451:16 434:19, 435:9, involving [2] -398:13, 398:14, incumbent [2] inter-carrier [1] -404:10, 434:12, 435:10, 435:13, 379:5, 403:9 451:16 361:14, 472:6 437:4, 437:13, 436:1, 436:10, incumbents [1] interchangeably [1] **IP** [1] - 461:11 437:15, 439:4, 436:13, 436:14, 440:1 ISP [17] - 449:13, - 395:6 441:13, 445:2, 436:18, 437:1, 451:5, 451:8, 451:12, incur [1] - 445:10 interconnection [3] -464:24, 478:22, 437:25, 438:1, 438:4, 451:17, 452:9, incurred [1] - 419:1 443:9, 446:6, 450:9 452:14, 452:15, 479:6, 479:8, 481:20, 438:5, 439:24, 440:5, indeed [3] - 415:8, interconnection 482:14 441:5 452:19, 452:24, 425:25, 470:12 agreement [3] -Joint CLECs [13] -Kind [2] - 370:3, 453:11, 453:17, 421:23, 456:11, independent [1] -453:20, 453:25, 356:10, 359:25, 436:20 450:1 456.15 454:3, 456:23 361:18, 362:24, KING [1] - 462:18 indicate [1] - 468:18 interconnection ISP-bound [6] -364:16, 366:13, King [11] - 362:20, indicated [1] agreements [4] -370:18, 376:3, 366:5, 462:13, 451:8, 451:12, 368:11, 378:7, 422:2, 474:25 451:17, 452:14, 434:17, 445:23, 462:15, 462:25, indicates [1] -447:20 461:9, 461:16, 461:24 463:4, 464:22, 473:4, 452:15, 452:19 interest [4] - 362:1, 471:11 Judge [1] - 356:20 473:12, 475:5, 477:2 issue [17] - 356:15. 417:21, 465:13, indicative [1] jumping [1] - 469:24 361:13, 371:24, kinks [1] - 435:14 412:16 466:13 372:2, 372:4, 374:1, jurisdiction [1] knowledge [4] individual [4] interested [1] -390:7, 425:4, 425:6, 452:8 367:18, 444:7, 427:4, 466:5, 471:2, 467.16 441:15, 450:12, justification [4] -457:13, 464:9 471:3 interests [1] - 479:18 453:7, 455:16, 454:2, 454:5, 454:6, knowledgeable [1] indulgence [1] -Internet [4] - 461:11, 456:14, 456:20, 454:7 377:22 361:5 461:15, 461:17, justified [1] - 405:10 457:3, 458:2 known [1] - 380:20 461:23 industry [4] - 446:24, issues [12] - 362:5, 449:22, 453:24, 462:5 Internet-focused [1] 369:10, 369:20, K information [7] -- 461:15 375:2, 378:4, 385:18, 367:16, 373:19, interpretation [3] -430:23, 431:3, 445:7, 446:16, 456:23 379:12, 393:17, K-i-n-g [1] - 462:25 lack [2] - 358:11, 431:24, 448:19, 427:6, 443:20, 479:17 interrogatory [1] kept [1] - 420:1 418:20 468:22, 482:2 initial [2] - 378:1, 378:17 Lake [1] - 482:11 key [1] - 391:9 it'll [2] - 417:3, 379:8 interrupt [1] - 418:2 kick [2] - 395:24, language [16] -420:23 inroads [2] - 470:16, interstate [1] -405:18 372:3, 375:1, 375:6, item [8] - 471:9, 470:17 451:10 kind [85] - 357:16, 405:2, 413:12, 425:5, 471:11, 471:21, instance [1] - 432:7 intrastate [1] -368:5, 368:20, 426:9, 426:15, 439:7, 471:22, 471:25, 451:11 instances [3] -369:18, 370:6, 370:7, 439:13, 439:16, 472:3, 472:18, 473:16 403:23, 405:8, 405:11 introduce [1] - 459:2 370:17, 370:18, 440:10, 440:12, items [2] - 466:15, instead [1] - 417:8 introducing [1] -370:23, 373:25, 440:19, 441:14 469:3 465:12 insufficient [1] -376:1, 380:25, 385:1, large [3] - 438:18, itself [5] - 386:16, introduction [1] -454:9 385:15, 385:19, 438:19, 465:25 398:17, 454:17, 459.7 Integra [13] - 367:4, 387:2, 388:3, 388:7, largely [1] - 469:1 469:1, 482:4 367:5, 367:9, 367:10, investigate [1] -390:3, 390:15, larger [3] - 412:6, 368:10, 369:24, 399:5 394:10, 394:12, 412:8, 466:11 J 369:25, 376:3, investments [1] -394:20, 397:10, largest [3] - 438:21, 378:19, 414:3, 416:9, 467:17 397:25, 399:1, 399:4, 465:14 434:17, 438:20 invited [1] - 375:25 400:4, 401:14, 404:5, January [4] - 412:11, last [13] - 359:9, Integra Telecom [3] **invoice** [1] - 446:15 412:14, 412:18 405:14, 406:9, 366:10, 370:2, 375:8, - 367:1, 367:2, 367:25 invoices [1] - 462:3 406:10, 408:7, Johnson [1] - 462:1 375:16, 428:8, integrate [1] - 435:18 invoked [3] - 421:14, Johnson's [1] -408:11, 413:13, 428:17, 462:23, integrating [2] -424:2, 424:3 369:1 413:18, 414:7, 471:21, 471:23, 370:7, 433:24 involve [2] - 376:2, 414:10, 414:11, 472:3, 472:18, 473:16 joint [2] - 445:22, integration [3] -376:3 415:6, 415:13, 461:5 late [1] - 375:1 368:17, 370:6, 435:9 involved [20] - 357:9, 416:19, 418:3, 418:5, Joint [7] - 392:7, Law [1] - 443:8 intended [5] - 399:3, 368:2, 368:9, 375:22, 418:8, 418:13, 434:24, 437:14, law [8] - 369:13, 399:6, 422:20, 376:24, 380:20, 418:20, 419:3, 421:7, 445:22, 460:21, 369:15, 445:1, 445:7, 433:14, 436:14 380:24, 381:7, 423:1, 430:11, 479:15 446:1, 446:20, intent [2] - 410:22, 381:12, 383:1, 385:1, 430:18, 430:25, Joint Applicants [30] 456:10, 474:20 437:5 385:4, 385:11, 431:8, 431:19, - 356:12, 357:23, laws [2] - 369:6,

L

369:8	378:1, 458:6, 469:13	maintained [1] -	403:18, 403:21,	401:7, 434:14, 467:2
lawyer [1] - 448:6	liquidated [12] -	373:24	404:25, 406:8, 407:2,	mentioning [1] -
lead [2] - 408:1,	416:14, 416:22,	maintenance [1] -	408:4, 408:13,	401:21
449:14	416:23, 416:25,	474:7	409:23, 411:25,	merely [1] - 446:19
least [10] - 369:25,	418:8, 418:16,	majeure [1] - 397:3	412:8, 412:19, 413:1,	merge [2] - 391:21,
379:25, 382:25,	418:18, 418:19,	majeure-type [1] -	414:15, 418:1, 418:4,	472:7
386:15, 386:20,	418:21, 418:24,	397:3	418:6, 418:18,	merged [10] -
406:23, 410:5,	419:12, 419:18	Majoros [1] - 463:4	418:19, 418:22,	400:10, 424:23,
421:21, 455:3, 480:20	list [1] - 357:12	manage [1] - 435:9	418:23, 419:5, 420:2,	425:12, 432:19,
left [1] - 416:4	listed [3] - 363:17,	management [2] -	421:6, 425:2, 426:4,	433:24, 466:21,
legal [10] - 364:20,	461:1, 470:2	459:6, 459:20	427:20, 428:10,	468:6, 470:23,
417:22, 449:2, 449:5,	litigate [2] - 448:19,	managing [1] - 459:9	432:11, 432:12, 434:6, 434:7, 434:11,	471:19, 472:16
451:4, 453:19, 454:2,	455:7	manner [6] - 386:8,	437:23, 438:6,	merger [121] -
454:4, 454:5, 454:7	litigating [1] - 455:1	386:12, 386:18,	438:10, 438:20,	369:21, 371:8, 371:9,
legislature [1] -	litigation [5] -	394:24, 396:14, 440:6	438:22, 439:17,	371:15, 372:11,
478:20	445:11, 456:4,	marked [4] - 367:4,	440:12, 442:2, 451:2,	372:23, 373:1, 374:6,
legitimate [2] -	456:19, 457:18, 460:6	367:10, 463:15,	455:8, 470:15, 476:13	379:19, 379:23,
425:8, 455:11	live [3] - 356:24,	463:19	meaning [1] - 471:5	383:12, 387:1, 387:3,
less [2] - 406:25,	363:22, 364:3	market [8] - 438:6,	meaningless [1] -	387:10, 387:13, 387:15, 388:10
407:12	local [3] - 457:22,	438:7, 438:12,	420:23	387:15, 388:19,
level [10] - 373:13,	458:17, 458:20	438:14, 438:17,	means [5] - 392:19,	389:9, 390:1, 390:8,
376:7, 416:11, 435:1,	location [1] - 466:11	438:19, 470:17,	395:21, 415:5, 470:18	390:23, 391:4, 391:13, 391:19,
436:20, 445:16,	Long-Term [1] -	470:18	meant [2] - 385:6,	392:3, 393:8, 393:13,
467:9, 470:6, 470:7,	384:12	Marketing [1] - 369:3	418:15	393:18, 395:3,
470:14	Long-Term PID	marketplace [1] -		395:18, 395:19,
Level [2] - 442:10,	Administrator [1] -	446:25	measure [22] - 372:16, 379:19,	396:12, 396:17,
450:14	384:18	marshal [3] - 455:3,	380:7, 380:8, 394:12,	396:22, 396:23,
Level 3 [24] - 364:16,	Look [3] - 397:6,	455:10, 456:7		
442:16, 443:15,	399:2, 433:14	MARTINEZ [1] -	395:1, 396:19, 396:20, 397:1,	397:2, 397:13, 397:16, 397:20,
444:17, 444:18,	look [18] - 365:25,	480:18	397:15, 399:5, 399:8,	397:10, 397:20, 397:23, 398:1, 398:2,
445:22, 447:20,	379:12, 390:3,	Martinez [2] -	405:15, 423:18,	398:4, 398:8, 398:12,
448:15, 449:22,	397:22, 405:13,	480:24, 482:8	424:7, 426:12, 429:9,	398:16, 398:17,
449:24, 449:25,	407:2, 409:23,	Martinez's [1] -	429:25, 434:25,	398:24, 399:13,
450:9, 450:17,	410:11, 411:7,	483:7	435:5, 440:25	399:15, 399:16,
454:17, 455:2,	411:15, 411:23,	material [2] - 455:8,	measured [4] -	399:20, 400:11,
455:10, 455:16,	417:2, 437:23,	455:9	404:6, 479:14, 479:16	400:16, 400:22,
456:3, 456:10,	437:24, 438:25,	matter [6] - 365:15,	measurement [4] -	400:10, 400:22,
456:20, 460:9, 461:3,	439:1, 440:14, 484:18	379:17, 449:16,	1	401:10, 403:10,
461:8, 461:10	looked [3] - 388:4,	452:18, 457:17,	387:19, 419:16,	406:3, 406:4, 406:6,
Level 3	393:10, 394:2	478:24	419:21, 424:9 measurements [1] -	406:12, 406:14,
Communications [1] -	looking [8] - 371:8,	matters [4] - 433:1,	431:9	406:17, 406:19,
443:7	387:1, 387:2, 406:5,	443:9, 443:10, 455:9		407:19, 411:2, 414:2,
levels [3] - 359:2,	417:11, 431:1,	mean [90] - 358:20,	measures [14] -	414:5, 414:24,
427:17, 436:11	431:23, 438:18	359:1, 364:5, 373:13,	379:11, 386:6,	416:17, 423:2, 423:4,
leverage [1] - 383:5	looks [2] - 476:18,	374:2, 375:5, 375:10,	387:16, 387:25,	424:1, 424:13,
liability [2] - 417:21,	482:25	376:16, 378:15,	388:2, 393:24,	424:24, 425:10,
419:25	loops [1] - 435:19	381:7, 382:8, 383:2,	399:11, 399:14,	425:14, 425:18,
life [1] - 380:17	loss [1] - 472:10	384:25, 385:1,	399:15, 400:4,	426:13, 426:19,
lifeline [2] - 479:14,	lost [2] - 404:14,	385:13, 385:18,	401:20, 429:10,	427:18, 429:4,
479:17	428:22	386:19, 387:14,	430:21, 436:14	430:13, 430:18,
light [1] - 452:22	lower [3] - 412:3,	387:25, 388:22,	measuring [2] -	430:20, 430:22,
lights [1] - 483:14	470:2, 470:3	389:10, 389:21,	379:16, 422:11	432:10, 432:17,
likely [2] - 423:22,	LTPA [2] - 384:13,	389:23, 390:24,	meat [1] - 413:19	434:3, 435:3, 436:25,
423:24	384:15	390:25, 391:6, 392:7,	mechanism [4] -	437:17, 440:5,
line [11] - 376:20,	lunch [2] - 476:9,	392:10, 392:18,	431:2, 437:6, 451:10,	455:17, 457:4,
376:21, 376:22,	476:15	393:6, 393:14,	452:10	459:15, 460:25,
377:5, 377:19,		393:19, 394:2, 394:5,	mechanisms [1] -	466:20, 466:22,
438:16, 448:13,	M	395:8, 395:21, 396:3,	433:10	466:24, 467:1, 467:2,
459:4, 469:14, 469:15		397:18, 400:2, 400:3,	mediator [1] - 385:14	469:20, 471:14,
Lines [1] - 408:23	maintain m	400:17, 401:5, 401:9,	meet [2] - 400:8,	472:9, 478:6, 478:9,
lines [4] - 377:20,	maintain [2] -	402:12, 403:1, 403:5,	403:7	478:15, 478:17,
	436:25, 470:5		mentioned [3] -	1,,

	_	T	T	1
479:12, 479:22,	monetize [1] - 434:1	462:23, 462:24,	471:11, 471:21,	421:15, 467:6
481:24	money [3] - 372:5,	462:25, 477:17,	471:25, 472:5, 484:19	obligations [3] -
merger's [1] - 368:16	436:24, 439:25	477:19, 481:6	No. 4 [1] - 372:3	444:21, 445:1, 459:9
_	•	1		
mergers [2] - 430:12,	monolithic [1] -	nature [1] - 473:13	non [4] - 371:24,	obtain [4] - 418:8,
468:13	465:18	nearly [1] - 468:2	372:4, 425:4, 425:6	437:1, 467:19, 468:7
merging [3] - 471:12,	month [23] - 372:23,	necessarily [7] -	non-issue [4] -	obviously [1] -
471:16, 471:17	407:25, 408:7, 408:8,	401:6, 408:3, 408:12,	371:24, 372:4, 425:4,	369:24
Merz [9] - 356:8,	408:14, 411:19,	413:9, 423:17,	425:6	occur [3] - 359:19,
365:13, 366:9,	411:23, 412:12,	450:12, 456:9	nonconforming [2] -	372:16, 401:13
366:12, 437:8,	412:13, 412:17,	necessary [9] -	419:15, 419:20	OCS [1] - 477:22
460:15, 473:24,	412:23, 415:20,	360:19, 361:2, 361:3,	nondiscrimination	OCTOBER [1] -
480:8, 483:22	416:7, 416:8, 416:12,	361:21, 361:25,	[3] - 371:6, 389:20,	356:1
MERZ [15] - 356:9,	419:24, 419:25,	403:12, 435:10,	423:1	October [1] - 377:18
364:21, 365:5,	420:25, 421:16,	470:22, 475:14	nondiscriminatory	offer [6] - 391:1,
366:13, 366:22,	423:22, 429:13,	need [12] - 357:18,	[4] - 386:8, 386:12,	426:15, 444:9,
374:10, 437:9,	429:14	357:19, 357:21,	386:17, 386:21	464:11, 475:10,
437:11, 441:17,	month's [2] - 407:18,	369:7, 400:14,	noon [1] - 484:16	475:20
442:1, 442:4, 460:16,	411:25	420:16, 448:17,	normal [4] - 371:23,	offered [4] - 405:1,
473:25, 480:9, 483:23	monthly [4] - 372:24,	467:8, 467:13, 468:14	434:3, 434:7, 440:17	425:5, 426:9, 471:2
met [2] - 376:7,	373:3, 408:25, 438:23	needed [3] - 357:6,	Northern [1] - 412:11	offering [1] - 372:2
479:19	months [21] -	380:2, 380:5	Northwest [1] -	offerings [2] - 471:3,
methodology [3] -	375:16, 385:9,	needs [1] - 461:20	463:5	471:7
373:5, 394:20, 424:9	385:22, 385:23,	negative [4] -		
methods [1] - 398:23	388:4, 408:1, 408:18,	401:16, 464:17,	nothing [1] - 420:12	office [1] - 466:1
	408:19, 409:1, 410:8,	, ,	Nothing's [2] -	Office [9] - 359:13,
metrics [3] - 434:25,	412:3, 424:12,	475:25, 483:8	434:12, 434:13	363:6, 478:2, 479:1,
468:17, 474:8	· · · · · · · · · · · · · · · · · · ·	negotiated [1] -	nothing's [1] -	479:6, 479:10,
midst [1] - 368:18	424:24, 425:13,	361:19	376:10	479:12, 479:20,
might [5] - 408:6,	426:1, 426:19,	negotiating [2] -	notice [2] - 369:18,	479:21
433:25, 458:25,	427:18, 428:19, 429:4	447:19, 460:4	479:15	Office of
474:21, 480:20	Morning [2] - 366:15,	negotiation [1] -	November [9] -	Consumer Services
mile [1] - 370:2	366:23	377:6	357:5, 357:17, 360:4,	[3] - 476:6, 477:18,
military [1] - 465:25	morning [12] - 356:3,	negotiations [12] -	360:18, 362:18,	477:20
million [13] - 415:20,	357:17, 363:10,	357:9, 368:6, 368:7,	363:21, 376:5,	Office's [1] - 357:13
415:24, 416:7, 416:8,	365:20, 366:3,	368:8, 368:9, 375:12,	456:13, 484:25	offices [2] - 466:5,
419:24, 420:1,	366:24, 374:24,	375:15, 375:16,	number [16] - 382:7,	466:7
420:13, 420:17,	374:25, 444:14,	375:18, 375:25,	385:15, 387:16,	official [1] - 475:16
420:22, 420:25,	444:15, 447:15, 461:1	381:16, 385:25	387:25, 388:2,	often [1] - 465:19
421:4, 421:16, 437:20	most [5] - 375:20,	network [3] - 370:1,	394:11, 407:14,	older [1] - 462:4
mind [3] - 371:23,	430:16, 430:17,	434:21, 446:6	422:1, 440:21,	one [59] - 359:22,
418:22, 441:12	438:11, 461:2	Nevada [1] - 388:22	444:17, 450:4,	360:16, 365:15,
minds [1] - 449:18	mostly [1] - 388:21	never[12] - 371:13,	458:17, 458:21,	368:5, 372:23, 373:1,
minimize [3] -	move [9] - 377:24,	372:9, 395:14, 396:1,	460:11, 461:25,	381:10, 388:2,
373:23, 394:21, 434:9	378:4, 378:25,	405:12, 405:20,	466:25	402:12, 404:7,
Minnesota [7] -	392:15, 405:25,	420:23, 423:11,	numbers [5] - 393:7,	410:19, 410:20,
369:2, 409:22,	440:6, 442:4, 475:11,	439:2, 441:13	407:2, 439:3, 440:22,	411:19, 411:23,
409:24, 410:5,	484:7	new [13] - 368:18,	440:23	412:8, 412:17,
410:10, 410:16,	multi [2] - 469:6,	375:1, 383:9, 394:7,		' '
424:17	469:14	394:22, 414:9, 432:9,	numerous [2] - 376:15, 466:6	413:11, 415:20,
	multi-line [1] -	435:22, 436:18,	370.13, 400.0	415:25, 416:7, 416:8,
minute [4] - 362:7,	469:14	438:13, 451:4, 454:2,		417:10, 419:24,
375:8, 411:5, 417:3		454:4	0	420:22, 420:24,
minutes [2] - 361:8,	multi-state [1] - 469:6			420:25, 421:16,
364:10		New [1] - 453:2	O'Connor [1] - 463:4	428:13, 429:19,
misread [1] - 473:21	multiple [2] - 409:1,	newly [1] - 466:21	O-r-t-o-n [1] - 477:19	436:13, 437:23,
miss [1] - 438:1	478:16	newly-merged [1] -	object [1] - 445:9	439:20, 441:22,
missed [1] - 411:14	must [2] - 467:12,	466:21	objection [2] -	446:8, 448:14, 451:2,
mistake [1] - 402:13	483:14	Next [2] - 471:5,		453:6, 453:9, 453:23,
misunderstanding		476:5	359:21, 483:6	454:24, 458:24,
[1] - 364:5	N	next [13] - 358:20,	objections [2] -	460:20, 461:22,
moment [5] - 362:8,		365:13, 385:21,	464:15, 475:22	463:20, 464:13,
454:19, 458:24,	name [10] - 367:24,	428:20, 467:11,	objective [1] -	466:14, 468:4,
476:5, 484:5		470:5, 471:1, 471:9,	470:10	469:10, 469:11,
	442:18, 443:3, 443:4,		obligation [2] -	

472:8. 473:13. 411:15. 411:16. 417:5 originally [2] -476:16. 484:4 412:21, 419:4, 419:5, 359:18, 482:16 One [2] - 408:13, 420:3. 423:2 Orton [9] - 362:20, PAPs [6] - 379:1, 429:25 476:9, 476:19, 477:6, 380:6, 382:2, 383:22, one-year [1] - 388:2 477:17, 478:21, 479:24, 480:1, 480:14 410:1, 410:25 ones [2] - 410:15, 454:8 **OSS** [4] - 370:7, paragraph [2] open [1] - 476:18 372:20, 421:14 381:16, 435:12, 435:13 paraphrase [1] opened [2] - 390:2, otherwise [2] -448:16 433:2 390:22, 459:18 pardon [2] - 476:12, opening [1] - 458:14 ought [2] - 364:18, 483:4 opening statement [1] - 425:3 437:17 parity [10] - 386:8, 386:12, 386:18, Operating [1] ourselves [1] -389:19, 400:5, 429:9, 393:11 433:24 outline [1] - 478:4 429:10, 468:8, operation [1] outlined [1] - 444:17 474:21, 475:1 459:14 part [24] - 356:18, over-penalized [1] operations [2] -367:13, 368:24, 403.5 459:21, 460:1 369:22, 369:25, opponents [2] overall [1] - 408:16 372:3. 378:8. 380:14. 358:10, 359:25 overlooked [1] -380:19, 381:19, oppor[1] - 357:9 484:6 382:11, 390:7, opportunities [3] overly [1] - 432:5 391:18, 408:4, 455:15, 455:18, overly-challenging 417:24, 438:8, 455:20 [1] - 432:5 439:23, 447:21, opportunity [8] owed [1] - 420:25 450:17, 455:19, owing [1] - 472:9 357:10. 358:10. 459:11, 460:3, 359:7, 360:4, 361:19, own [7] - 381:22, 471:13, 475:16 365:25, 397:10, 421:1 382:15, 390:9, 427:3, participation [2] **opposed** [3] - 455:5, 445:6, 456:22, 458:13 475:8, 484:21 461:5, 461:16 particular [4] opposing [1] -Ρ 399:5, 452:16, 362:25 441:10 461:20, 461:22 opt[1] - 422:2 packages [1] -Particularly [1] option [1] - 391:2 469:14 478:18 oral [12] - 356:19, 413:6 page [7] - 408:23, parties [32] - 357:8, 357:5, 358:13, 409:7, 415:15, 448:8, 359:18, 360:8, 360:19, 360:22, 471:21, 471:22, 360:13, 361:18, 362:5, 363:21, 471:25 362:24, 363:2, 364:1, 363:23, 364:6, page 10 [1] - 417:9 364:2, 365:25, 375:9, 364:13, 427:14, page 2 [1] - 459:1 375:14, 376:6, 376:8, 427:23 page 8 [1] - 448:12 391:8, 391:10, order [10] - 370:1, page 9 [1] - 448:13 391:17, 391:20, 380:2, 384:9, 389:5, paid [7] - 406:24, 394:11, 449:21, 389:18. 400:13. 406:25, 428:2, 450:3, 450:25, 444:19, 467:17, 428:18, 429:2, 451:25, 452:4, 471:14, 478:15 429:21, 457:15 453:24, 456:25, ordered [4] - 387:8, **PAP** [40] - 371:14, 458:3, 464:17, 470:9, 388:16, 389:7, 457:22 375:3, 378:8, 378:13, 471:24, 475:25, 483:8 orders [5] - 358:24, 380:2, 380:6, 380:21, parties' [1] - 362:17 381:9, 389:11, 438:9, 429:5 381:5, 381:16, 383:1, party [5] - 391:24, 446:10 406:10, 406:11, 383:16, 383:17, Oregon [8] - 375:19, 384:1, 387:8, 388:17, 433:13, 435:13 376:13, 376:14, 389:7, 389:18, pass [3] - 365:22, 376:20, 376:24, 390:20, 391:24, 366:9, 401:25 377:2, 390:2, 456:4 400:13, 409:9, past [10] - 359:4, organizations [1] -409:10, 409:11, 373:11, 382:13, 466:6 409:15, 409:17, 406:17, 440:14, original [6] - 451:5, 409:25, 410:2, 440:15, 441:9, 453:20, 454:2, 455:11 410:12, 410:24, 446:18, 459:8, 468:13 463:25, 465:7, 465:11 411:7, 411:9, 411:11, Pause [2] - 366:11,

402:10. 402:11. pay [12] - 404:11, 405:19. 406:25. 407:13. 436:15. 407:3, 414:2, 414:7, 458:6, 470:5, 470:8, 421:15, 424:11, 426:3, 428:1, 428:8, 470:15 450:15, 457:15, 471:8 perception [1] payment [25] -465:19 371:13, 372:9, 373:4, perform [4] - 401:9, 395:24, 397:8, 403:6, 403:22, 426:14 403:12, 403:17, performance [128] -403:23, 405:9, 371:4, 371:5, 371:9, 405:13, 405:18, 371:16, 372:24, 405:20, 412:23, 372:25, 373:3, 414:7, 414:12, 416:4, 373:11, 379:13, 416:21, 417:18, 379:19, 379:20, 422:14, 423:11, 379:23, 380:9, 423:12, 424:8, 380:10, 380:15, 438:24, 441:1, 441:3 380:24, 383:12, payments [32] -383:13, 386:23, 371:17, 371:22, 387:9, 387:10, 372:15, 372:17, 387:15, 388:5, 373:6, 373:11, 388:18, 389:8, 389:9, 373:12, 373:17, 393:9, 393:12, 373:21, 387:17, 393:18, 395:1, 395:2, 395:6, 395:7, 395:14, 400:7, 403:25, 407:4, 395:15, 395:19, 407:11, 415:11, 396:2, 396:21, 415:12, 416:3, 418:9, 396:22, 397:11, 419:23, 423:16, 423:23, 428:14, 397:18, 398:16, 429:20, 433:15, 399:12, 399:15, 433:17, 436:19, 399:19, 400:11, 437:25, 440:16, 400:14, 400:15, 440:18, 441:6, 441:7, 401:2, 401:8, 401:22, 402:22, 403:3, 403:7, **PBX** [1] - 469:15 403:10, 404:7, penalize [2] - 400:10, 404:12, 404:22, 405:5, 405:12, 405:16, 405:19, penalized [1] - 403:5 406:2, 406:6, 406:13, penalties [29] -406:20, 406:22, 390:21, 391:18, 407:3, 407:7, 407:19, 391:25, 392:6, 408:17, 408:20, 399:20, 400:13, 408:25, 409:1, 409:2, 401:2, 402:22, 403:2, 411:25, 412:17, 404:11, 404:22, 414:1. 414:5. 414:6. 406:24, 413:24, 414:23, 415:10. 414:3, 414:7, 415:8, 415:12, 415:14, 415:20, 416:14, 416:20, 417:24, 422:6, 422:7, 422:23, 419:2, 419:16, 424:4, 424:11, 419:21, 423:3, 424:22, 426:3, 424:13, 424:24, 426:21, 428:3, 429:2, 424:25, 425:10, 425:12, 425:13, pending [1] - 358:21 425:15, 425:16, people [10] - 359:7, 425:17, 425:18, 381:11, 382:16, 425:22, 425:25, 382:20, 382:22, 426:13, 426:18, 382:25, 385:16, 426:19, 427:17, 386:3, 386:4, 449:6 428:1, 428:17, People's [1] - 381:10 428:20, 429:4, perceived [1] -429:11, 430:21, 431:5, 432:1, 432:18, percent [10] -

435:1, 435:5, 436:11,	392:21, 394:2,	443:6, 460:22,	371:15, 379:19,	468:21, 476:18
441:1, 441:9, 468:19,	394:25, 395:16,	477:18, 481:6	379:23, 383:12,	Pretty [1] - 448:3
471:19	398:22, 398:25,	positions [1] - 448:1	387:15, 393:18,	prevented [1] -
performance	403:4, 403:11,	positive [2] - 401:14,	395:18, 396:16,	445:19
assurance plan [5] -	403:13, 403:16,	404:6	399:15, 401:9,	previous [1] - 380:17
370:24, 371:1, 378:8,	403:18, 404:25,	possibility [2] -	406:19, 414:5,	previously [2] -
379:5, 400:2	405:4, 405:5, 410:21,	401:20, 472:9	414:24, 426:13,	359:23, 420:7
perhaps [3] - 358:8,	412:24, 416:25,	possible [8] -	434:25, 440:4	price [4] - 469:25,
361:10, 432:8	419:10, 420:15,	371:18, 373:23,	pre-and [1] - 396:16	470:2, 470:3, 479:16
period [14] - 397:17,	426:1, 429:9, 440:3,	394:19, 396:5,	pre-and-post-	prices [3] - 469:13,
397:19, 405:25,	440:4, 461:9, 470:1,	411:14, 411:15,	merger [1] - 379:23	470:12, 470:19
406:1, 406:3, 406:9,	471:9, 472:3, 472:21	423:21, 454:5	pre-merger [12] -	pricing [2] - 438:13,
410:8, 411:20,	plans [24] - 379:9,	possibly [1] - 455:21	371:8, 371:15,	478:19
411:24, 427:18,	379:10, 380:24,	post [39] - 371:9,	379:19, 383:12,	primarily [2] -
429:1, 434:5	389:24, 409:3,	379:19, 379:23,	387:15, 393:18,	447:19, 459:6
personally [2] -	413:21, 422:10,	383:12, 387:15,	395:18, 399:15,	primary [1] - 459:14
380:19, 460:2	422:11, 422:17,	393:8, 393:18,	401:9, 406:19, 414:5,	principal [1] - 468:3
personnel [3] -	422:24, 423:17,	395:19, 396:12,	426:13	pro [1] - 450:16
433:25, 472:10,	423:18, 423:23,	396:17, 398:2,	preceding [1] - 373:4	proactive [1] - 431:2
472:11	424:7, 428:11,	398:16, 399:16,	precise [1] - 392:20	problem [9] - 363:15,
persuasive [2] -	428:16, 429:25, 431:5, 431:9, 431:11,	399:20, 400:11,	precisely [1] -	376:16, 408:13,
456:2, 456:8	431:17, 432:2, 435:9,	400:22, 401:10,	427:16	413:14, 431:8,
pertains [1] - 479:20	479:18	403:10, 406:6,	predates [1] - 453:13	454:22, 455:19,
PEÑA [9] - 430:7,	Platform [1] - 438:10	407:19, 408:12,	predominantly [1] -	472:15
442:15, 443:2, 444:9,	platform [1] - 461:18	414:5, 414:24, 423:4, 424:1, 424:24,	370:2	problems [5] -
447:2, 462:9, 474:3,	play [1] - 413:2	425:10, 425:18,	preface [1] - 459:2	373:22, 394:8,
480:12, 483:25 Peña [8] - 430:5,	playing [1] - 445:16	426:13, 430:13,	preference [1] -	435:11, 435:25, 436:2
442:11, 442:14,	plead [1] - 359:7	430:22, 432:10,	476:16	procedures [1] -
444:11, 462:8, 474:2,	plus [2] - 382:15,	434:25, 436:25,	prefiled [2] - 443:11, 464:5	356:16
480:11, 484:1	429:22	440:5, 457:4, 459:15,	prehearing [2] -	proceed [3] - 356:15,
phrase [1] - 455:13	point [20] - 356:6,	460:25	363:17, 476:5	365:12, 476:22
PID [8] - 372:16,	360:18, 362:6, 365:4,	post-271 [1] - 384:12	premise [1] - 370:4	proceeding [7] - 389:5, 391:19,
372:18, 372:21,	376:11, 384:2,	post-and-pre [1] -	preparation [1] -	417:23, 443:12,
373:7, 381:15,	389:24, 391:9,	434:25	364:17	455:17, 463:8, 477:22
384:20, 384:23, 441:2	391:15, 391:22,	post-merger [34] -	prepared [8] - 365:5,	proceedings [2] -
PID's [1] - 399:2	398:5, 420:24,	371:9, 379:19,	367:21, 411:7,	390:8, 446:18
PIDs [5] - 383:16,	426:11, 439:21,	383:12, 387:15,	411:12, 419:9,	process [30] - 359:7,
383:25, 385:16,	455:22, 465:17,	393:8, 393:18,	424:21, 443:22, 465:1	361:15, 361:17,
393:16, 405:15	467:3, 468:16, 469:2,	395:19, 396:12,	preparing [2] -	362:2, 368:8, 368:17,
pierce [1] - 457:11	469:3	396:17, 398:2,	392:15, 411:17	377:17, 381:4, 381:7,
place [34] - 356:22,	pointed [1] - 454:15	398:16, 399:16,	present [2] - 364:3,	381:15, 381:20,
368:10, 368:15,	points [2] - 450:9,	399:20, 400:11,	478:1	381:23, 382:2,
368:20, 371:2, 371:7,	469:2	400:22, 401:10,	presented [1] -	382:15, 382:19,
371:14, 372:12,	police [1] - 471:19	403:10, 406:6,	465:10	383:1, 384:25, 385:3,
374:8, 375:13,	policies [2] - 368:1,	407:19, 414:5,	preserving [1] -	385:4, 385:9, 385:12,
375:18, 375:19,	396:8	414:24, 423:4, 424:1,	460:24	385:24, 391:18,
379:10, 381:1, 381:4,	policy [1] - 462:2	424:24, 425:10,	president [2] -	393:2, 394:4, 394:6,
382:7, 384:9, 387:19,	poor [1] - 419:8	425:18, 426:13,	459:25, 460:1	394:12, 396:18,
393:12, 394:23,	poorly [1] - 453:22	430:13, 430:22,	press [1] - 459:19	431:16, 433:5
397:22, 406:11,	portability [3] -	432:10, 436:25,	pressure [2] -	procurement [3] -
413:18, 430:21,	445:25, 458:18,	440:5, 459:15, 460:25	466:20, 467:24	466:17, 470:8, 470:14
431:2, 431:5, 431:10,	458:21	posthaste [1] -	pressures [1] - 370:8	produce [2] - 429:10,
431:18, 433:10,	portion [2] - 368:21,	358:22	presumably [1] -	429:11
437:1, 437:6, 438:3,	484:14	potential [3] -	360:18	product [4] - 372:18,
438:5, 438:18	portions [1] - 367:13	373:21, 424:22, 478:5	presumption [4] -	372:21, 373:7, 438:10
plan [43] - 370:15,	Portland [1] - 376:7	potentially [1] -	400:17, 400:18,	production [1] -
370:24, 371:3, 371:7,	posing [1] - 392:12	370:7	400:20, 400:22	435:15
371:13, 371:19,	positi [1] - 420:6	practice [3] - 369:11,	pretty [9] - 377:16,	proffered [1] - 454:8
372:7, 373:17, 374:7,	position [7] - 358:4,	369:19, 446:14	379:6, 379:16, 380:6,	program [1] - 482:22
387:14, 387:18,	437:14, 437:16,	Practices [1] - 369:3	380:13, 455:2, 455:6,	Prohibition [2] -
389:2, 391:7, 392:16,		pre [18] - 371:8,		
	1	1	1	

446:7, 446:10	456:11	407:4, 407:6, 408:5,	373:23	469:18, 474:16,
promised [1] -	provisioning [1] -	415:23, 416:5, 418:5,	quid [1] - 450:16	475:2, 478:14,
377:19	435:19	419:5, 421:12,	quite [8] - 371:2,	479:13, 479:18
promising [1] -	Provisioning [1] -	421:22, 422:7,	375:15, 375:16,	rate case [2] -
413:17	369:3	422:15, 422:16,	385:18, 396:5,	358:21, 358:23
proof [2] - 400:19,	provisions [14] -	422:22, 423:1, 423:7,	409:25, 410:4, 418:15	rates [1] - 479:17
419:15	397:2, 397:4, 412:20,	423:12, 423:16,	quo [2] - 450:16,	Rather [2] - 432:19,
proper [1] - 450:23	418:7, 418:14, 420:3,	424:5, 428:3, 428:8,	460:24	466:3
proposal [13] -	420:6, 432:2, 432:23,	428:21, 429:2, 429:5,	quotes [1] - 418:18	RBOCs [1] - 431:13
377:9, 377:12,	433:12, 433:18,	429:21, 432:6, 433:8,	Qwest [60] - 368:11,	reached [2] - 365:19,
377:16, 377:17,	439:10, 454:17,	433:19, 436:13, 439:1	371:1, 372:25, 378:6,	450:3
383:5, 389:5, 394:16,	454:18	QPAPs [3] - 382:9,	378:8, 379:22,	read [10] - 381:8,
396:10, 414:9,	public [3] - 396:8,	393:15, 397:4	380:21, 382:4,	381:14, 382:1,
415:15, 419:23,	446:6, 467:20	qualified [1] - 472:11	382:18, 383:16,	402:18, 407:8, 417:8,
424:12, 425:24	public interest [3] -	qualitative [1] -	383:21, 384:1,	417:13, 418:6,
proposals [6] -	359:14, 479:23,	399:12	384:10, 385:7, 386:7,	418:13, 419:10
375:21, 376:18,	482:13	quality [48] - 369:23,	386:11, 386:15,	reading [3] - 382:13,
376:21, 376:23,	purchase [1] -	369:24, 370:10,	388:22, 398:2,	469:24, 474:10
378:1, 378:3	444:19	370:15, 370:16,	406:24, 409:8, 410:1,	ready [1] - 366:12
proposed [14] -	purchases [2] -	370:21, 371:12,	414:2, 414:6, 419:13,	reaffirmed [1] -
359:21, 372:4,	466:5, 470:6	372:10, 373:16,	419:24, 420:4,	451:8
385:15, 388:7,	purchasing [1] -	373:24, 374:5, 390:4,	420:25, 421:17,	real [3] - 385:2,
435:13, 439:4, 439:7,	465:20	390:6, 390:10,	423:5, 428:1, 428:8,	402:18, 451:20
439:9, 439:14,	purpose [8] - 368:12,	392:25, 394:13,	428:17, 429:2, 429:3,	reality [1] - 452:6
441:14, 469:17,	368:21, 369:4, 369:9,	394:14, 396:11,	429:22, 431:11,	realize [1] - 432:1
478:9, 479:11, 481:11	401:4, 402:24,	396:14, 396:17,	431:18, 444:19,	realized [1] - 466:24
Proposed [2] -	404:10, 416:19	398:8, 400:22,	444:25, 445:6,	really [40] - 358:4,
384:13	purposes [1] - 477:2	403:22, 404:2,	445:13, 446:13,	358:19, 368:12,
proposing [1] -	pursue [1] - 455:10	413:17, 419:8,	446:16, 446:18,	370:18, 371:4, 371:6,
439:15	pursuing [1] -	423:10, 424:1, 425:9,	449:22, 449:24,	372:8, 373:9, 373:14,
protect [3] - 434:19,	455:25	430:14, 432:21,	455:5, 456:12,	380:2, 380:7, 380:14,
446:25, 478:15	put [31] - 366:5,	436:25, 437:3,	456:17, 456:22,	383:5, 386:19,
protection [2] -	369:18, 369:21,	439:10, 440:4,	457:1, 462:3, 467:10,	388:25, 389:22,
422:25, 423:2	383:4, 387:14,	468:11, 468:17,	468:18, 469:13,	393:8, 393:11,
Protection [1] -	387:19, 392:22,	468:19, 471:13,	470:14, 470:23, 478:6	393:15, 397:7,
446:2	393:1, 393:11,	471:15, 471:19,	Qwest's [19] -	405:10, 406:13,
	1	472:21, 473:17,	383:18, 384:3,	
OFFIGURE 191 -	1 303·23 30 <u>4</u> ·15			
protections [2] - 436:18 482:14	393:23, 394:15, 396:10, 396:18	474:7, 474:8, 478:11,	397:18, 406:22,	408:18, 408:19,
436:18, 482:14	396:10, 396:18,	474:7, 474:8, 478:11, 478:12, 479:9		412:12, 412:13,
436:18, 482:14 protective [1] -	396:10, 396:18, 398:25, 401:23,		397:18, 406:22,	412:12, 412:13, 416:19, 418:10,
436:18, 482:14 protective [1] - 446:22	396:10, 396:18, 398:25, 401:23, 404:25, 406:13,	478:12, 479:9 Quality [1] - 390:12	397:18, 406:22, 407:3, 409:2, 412:16,	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4,
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3,	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24,	478:12, 479:9	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12,	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8,
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18,	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13,	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22,
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23,	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9,	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] -	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19,	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9,
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15,	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16,	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11,	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23,	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3,	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] -	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3, 438:18, 458:15,	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11,	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21 reason [9] - 370:25,
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15 provided [4] -	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3, 438:18, 458:15, 476:14	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6 questions [25] -	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21 reason [9] - 370:25, 378:12, 408:4,
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15 provided [4] - 372:25, 449:7,	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3, 438:18, 458:15, 476:14 puts [2] - 364:15,	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6 questions [25] - 358:4, 374:17, 430:3,	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21 reason [9] - 370:25, 378:12, 408:4, 412:19, 412:22,
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15 provided [4] - 372:25, 449:7, 452:10, 482:15	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3, 438:18, 458:15, 476:14 puts [2] - 364:15, 413:19	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6 questions [25] - 358:4, 374:17, 430:3, 430:7, 437:12,	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21 reason [9] - 370:25, 378:12, 408:4, 412:19, 412:22, 423:8, 439:15,
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15 provided [4] - 372:25, 449:7, 452:10, 482:15 provider [1] - 461:10	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3, 438:18, 458:15, 476:14 puts [2] - 364:15, 413:19 putting [6] - 357:24,	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6 questions [25] - 358:4, 374:17, 430:3,	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15 R raise [2] - 436:21, 439:20 raised [13] - 362:5,	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21 reason [9] - 370:25, 378:12, 408:4, 412:19, 412:22, 423:8, 439:15, 439:17, 472:12
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15 provided [4] - 372:25, 449:7, 452:10, 482:15 provider [1] - 461:10 providers [1] -	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3, 438:18, 458:15, 476:14 puts [2] - 364:15, 413:19 putting [6] - 357:24, 369:4, 369:11,	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6 questions [25] - 358:4, 374:17, 430:3, 430:7, 437:12, 443:25, 460:14,	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15 R raise [2] - 436:21, 439:20 raised [13] - 362:5, 369:20, 371:20,	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21 reason [9] - 370:25, 378:12, 408:4, 412:19, 412:22, 423:8, 439:15, 439:17, 472:12 reasonable [1] -
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15 provided [4] - 372:25, 449:7, 452:10, 482:15 provider [1] - 461:10 providers [1] - 444:22	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3, 438:18, 458:15, 476:14 puts [2] - 364:15, 413:19 putting [6] - 357:24, 369:4, 369:11, 392:21, 398:22,	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6 questions [25] - 358:4, 374:17, 430:3, 430:7, 437:12, 443:25, 460:14, 460:16, 460:21, 465:19, 472:25,	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15 R raise [2] - 436:21, 439:20 raised [13] - 362:5,	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21 reason [9] - 370:25, 378:12, 408:4, 412:19, 412:22, 423:8, 439:15, 439:17, 472:12 reasonable [1] - 419:18
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15 provided [4] - 372:25, 449:7, 452:10, 482:15 provider [1] - 461:10 providers [1] - 444:22 provides [2] -	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3, 438:18, 458:15, 476:14 puts [2] - 364:15, 413:19 putting [6] - 357:24, 369:4, 369:11,	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6 questions [25] - 358:4, 374:17, 430:3, 430:7, 437:12, 443:25, 460:14, 460:16, 460:21,	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15 R raise [2] - 436:21, 439:20 raised [13] - 362:5, 369:20, 371:20, 375:7, 426:16, 436:22, 439:18,	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21 reason [9] - 370:25, 378:12, 408:4, 412:19, 412:22, 423:8, 439:15, 439:17, 472:12 reasonable [1] - 419:18 reasons [1] - 371:24
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15 provided [4] - 372:25, 449:7, 452:10, 482:15 provider [1] - 461:10 providers [1] - 444:22 provides [2] - 386:16, 479:10	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3, 438:18, 458:15, 476:14 puts [2] - 364:15, 413:19 putting [6] - 357:24, 369:4, 369:11, 392:21, 398:22, 432:19	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6 questions [25] - 358:4, 374:17, 430:3, 430:7, 437:12, 443:25, 460:14, 460:16, 460:21, 465:19, 472:25, 473:2, 473:10, 473:25, 474:3,	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15 R raise [2] - 436:21, 439:20 raised [13] - 362:5, 369:20, 371:20, 375:7, 426:16,	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21 reason [9] - 370:25, 378:12, 408:4, 412:19, 412:22, 423:8, 439:15, 439:17, 472:12 reasonable [1] - 419:18 reasons [1] - 371:24 reassignments [1] -
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15 provided [4] - 372:25, 449:7, 452:10, 482:15 provider [1] - 461:10 providers [1] - 444:22 provides [2] - 386:16, 479:10 providing [1] - 386:7	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3, 438:18, 458:15, 476:14 puts [2] - 364:15, 413:19 putting [6] - 357:24, 369:4, 369:11, 392:21, 398:22,	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6 questions [25] - 358:4, 374:17, 430:3, 430:7, 437:12, 443:25, 460:14, 460:16, 460:21, 465:19, 472:25, 473:2, 473:10, 473:25, 474:3, 479:25, 480:3, 480:7,	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15 R raise [2] - 436:21, 439:20 raised [13] - 362:5, 369:20, 371:20, 375:7, 426:16, 436:22, 439:18,	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21 reason [9] - 370:25, 378:12, 408:4, 412:19, 412:22, 423:8, 439:15, 439:17, 472:12 reasonable [1] - 419:18 reasons [1] - 371:24 reassignments [1] - 433:25
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15 provided [4] - 372:25, 449:7, 452:10, 482:15 provider [1] - 461:10 providers [1] - 444:22 provides [2] - 386:16, 479:10 providing [1] - 386:7 provision [13] -	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3, 438:18, 458:15, 476:14 puts [2] - 364:15, 413:19 putting [6] - 357:24, 369:4, 369:11, 392:21, 398:22, 432:19	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6 questions [25] - 358:4, 374:17, 430:3, 430:7, 437:12, 443:25, 460:14, 460:16, 460:21, 465:19, 472:25, 473:2, 473:10, 473:25, 474:3, 479:25, 480:3, 480:7, 480:9, 480:12,	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15 R raise [2] - 436:21, 439:20 raised [13] - 362:5, 369:20, 371:20, 375:7, 426:16, 436:22, 439:18, 440:7, 457:3, 479:3, 479:7, 481:19, 481:23 raising [2] - 413:14,	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21 reason [9] - 370:25, 378:12, 408:4, 412:19, 412:22, 423:8, 439:15, 439:17, 472:12 reasonable [1] - 419:18 reasons [1] - 371:24 reassignments [1] - 433:25 receive [1] - 377:11
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15 provided [4] - 372:25, 449:7, 452:10, 482:15 provider [1] - 461:10 providers [1] - 444:22 provides [2] - 386:16, 479:10 providing [1] - 386:7 provision [13] - 369:2, 398:25,	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3, 438:18, 458:15, 476:14 puts [2] - 364:15, 413:19 putting [6] - 357:24, 369:4, 369:11, 392:21, 398:22, 432:19	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6 questions [25] - 358:4, 374:17, 430:3, 430:7, 437:12, 443:25, 460:14, 460:16, 460:21, 465:19, 472:25, 473:2, 473:10, 473:25, 474:3, 479:25, 480:3, 480:7,	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15 R raise [2] - 436:21, 439:20 raised [13] - 362:5, 369:20, 371:20, 375:7, 426:16, 436:22, 439:18, 440:7, 457:3, 479:3, 479:7, 481:19, 481:23 raising [2] - 413:14, 441:9	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21 reason [9] - 370:25, 378:12, 408:4, 412:19, 412:22, 423:8, 439:15, 439:17, 472:12 reasonable [1] - 419:18 reasons [1] - 371:24 reassignments [1] - 433:25 receive [1] - 377:11 recent [1] - 430:17
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15 provided [4] - 372:25, 449:7, 452:10, 482:15 provider [1] - 461:10 providers [1] - 444:22 provides [2] - 386:16, 479:10 providing [1] - 386:7 provision [13] - 369:2, 398:25, 409:18, 410:25,	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3, 438:18, 458:15, 476:14 puts [2] - 364:15, 413:19 putting [6] - 357:24, 369:4, 369:11, 392:21, 398:22, 432:19	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6 questions [25] - 358:4, 374:17, 430:3, 430:7, 437:12, 443:25, 460:14, 460:16, 460:21, 465:19, 472:25, 473:2, 473:10, 473:25, 474:3, 479:25, 480:3, 480:7, 480:9, 480:12, 483:17, 483:19,	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15 R raise [2] - 436:21, 439:20 raised [13] - 362:5, 369:20, 371:20, 375:7, 426:16, 436:22, 439:18, 440:7, 457:3, 479:3, 479:7, 481:19, 481:23 raising [2] - 413:14,	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reason [9] - 370:25, 378:12, 408:4, 412:19, 412:22, 423:8, 439:15, 439:17, 472:12 reasonable [1] - 419:18 reasons [1] - 371:24 reasignments [1] - 433:25 receive [1] - 377:11 recent [1] - 430:17 recently [2] - 456:4,
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15 provided [4] - 372:25, 449:7, 452:10, 482:15 provider [1] - 461:10 providers [1] - 444:22 provides [2] - 386:16, 479:10 providing [1] - 386:7 provision [13] - 369:2, 398:25, 409:18, 410:25, 416:1, 416:6, 417:10,	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3, 438:18, 458:15, 476:14 puts [2] - 364:15, 413:19 putting [6] - 357:24, 369:4, 369:11, 392:21, 398:22, 432:19	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6 questions [25] - 358:4, 374:17, 430:3, 430:7, 437:12, 443:25, 460:14, 460:16, 460:21, 465:19, 472:25, 473:2, 473:10, 473:25, 474:3, 479:25, 480:3, 480:7, 480:9, 480:12, 483:17, 483:19, 483:21, 483:23, 483:25	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15 R raise [2] - 436:21, 439:20 raised [13] - 362:5, 369:20, 371:20, 375:7, 426:16, 436:22, 439:18, 440:7, 457:3, 479:3, 479:7, 481:19, 481:23 raising [2] - 413:14, 441:9	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21 reason [9] - 370:25, 378:12, 408:4, 412:19, 412:22, 423:8, 439:15, 439:17, 472:12 reasonable [1] - 419:18 reasons [1] - 371:24 reasignments [1] - 433:25 receive [1] - 377:11 recent [1] - 430:17 recently [2] - 456:4, 478:19
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15 provided [4] - 372:25, 449:7, 452:10, 482:15 provider [1] - 461:10 providers [1] - 444:22 provides [2] - 386:16, 479:10 providing [1] - 386:7 provision [13] - 369:2, 398:25, 409:18, 410:25, 416:1, 416:6, 417:10, 420:5, 420:10,	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 413:22, 414:9, 426:9, 431:18, 433:16, 435:15, 438:3, 438:18, 458:15, 476:14 puts [2] - 364:15, 413:19 putting [6] - 357:24, 369:4, 369:11, 392:21, 398:22, 432:19 Q QPAP [41] - 371:1, 371:11, 371:14,	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6 questions [25] - 358:4, 374:17, 430:3, 430:7, 437:12, 443:25, 460:14, 460:16, 460:21, 465:19, 472:25, 473:2, 473:10, 473:25, 474:3, 479:25, 480:3, 480:7, 480:9, 480:12, 483:17, 483:19, 483:21, 483:23,	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15 R raise [2] - 436:21, 439:20 raised [13] - 362:5, 369:20, 371:20, 375:7, 426:16, 436:22, 439:18, 440:7, 457:3, 479:3, 479:7, 481:19, 481:23 raising [2] - 413:14, 441:9 random [4] - 371:21, 371:23, 440:17, 441:6 range [1] - 407:12	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21 reason [9] - 370:25, 378:12, 408:4, 412:19, 412:22, 423:8, 439:15, 439:17, 472:12 reasonable [1] - 419:18 reasons [1] - 371:24 reassignments [1] - 433:25 receive [1] - 377:11 recent [1] - 430:17 recently [2] - 456:4, 478:19 recess [6] - 361:8,
436:18, 482:14 protective [1] - 446:22 prove [3] - 398:3, 416:15, 426:22 provide [9] - 367:23, 384:22, 386:15, 404:1, 425:9, 446:23, 449:3, 452:11, 479:15 provided [4] - 372:25, 449:7, 452:10, 482:15 provider [1] - 461:10 providers [1] - 444:22 provides [2] - 386:16, 479:10 providing [1] - 386:7 provision [13] - 369:2, 398:25, 409:18, 410:25, 416:1, 416:6, 417:10,	396:10, 396:18, 398:25, 401:23, 404:25, 406:13, 412:19, 412:24, 413:1, 413:18, 433:16, 435:15, 438:18, 458:15, 476:14 puts [2] - 364:15, 413:19 putting [6] - 357:24, 369:4, 369:1, 398:22, 432:19 Q QPAP [41] - 371:1, 371:11, 371:11, 371:11, 371:14, 380:9, 386:6, 388:7,	478:12, 479:9 Quality [1] - 390:12 quantitative [1] - 399:11 questioning [1] - 374:11 Questions [1] - 480:6 questions [25] - 358:4, 374:17, 430:3, 430:7, 437:12, 443:25, 460:14, 460:16, 460:21, 465:19, 472:25, 473:2, 473:10, 473:25, 474:3, 479:25, 480:3, 480:7, 480:9, 480:12, 483:17, 483:19, 483:21, 483:23, 483:25 Quick [1] - 430:9	397:18, 406:22, 407:3, 409:2, 412:16, 417:18, 424:13, 424:25, 425:12, 425:14, 426:19, 444:20, 445:11, 466:15, 467:7, 469:15 R raise [2] - 436:21, 439:20 raised [13] - 362:5, 369:20, 371:20, 375:7, 426:16, 436:22, 439:18, 440:7, 457:3, 479:3, 479:7, 481:19, 481:23 raising [2] - 413:14, 441:9 random [4] - 371:21, 371:23, 440:17, 441:6	412:12, 412:13, 416:19, 418:10, 420:22, 431:9, 433:4, 436:4, 436:12, 438:8, 438:11, 439:22, 448:12, 451:9, 461:15, 474:22 reas [1] - 412:21 reason [9] - 370:25, 378:12, 408:4, 412:19, 412:22, 423:8, 439:15, 439:17, 472:12 reasonable [1] - 419:18 reasons [1] - 371:24 reasignments [1] - 433:25 receive [1] - 377:11 recent [1] - 430:17 recently [2] - 456:4, 478:19

442:12. 476:9 refuse [1] - 458:18 report [2] - 363:17, 444:21 rid [1] - 435:24 regard [8] - 356:23, recipients [1] -476:6 respective [1] risk [2] - 373:20, 469:8 469:19 397:8, 399:24, 400:1, 408:15 reporting [1] -400:7, 465:11, 388:11 reciprocal [1] respects [1] - 356:19 Roberts [7] - 363:5, 481:19, 481:23 respond [7] - 362:2, 363:12, 374:13, 457:14 reports [1] - 381:9 regarding [13] -376:17, 396:13, recognize [2] represent [1] - 478:7 473:5, 476:25, 453:8, 470:10 357:7, 358:9, 363:23, representatives [2] -440:10, 464:17, 477:10, 480:19 recommend [1] -364:7, 366:6, 372:14, 382:18 475:25, 483:8 ROBERTS [14] -384:3 390:25, 398:7, 433:3, represented [1] responded [2] -363:7, 363:13, recommendation [2] 439:10, 447:24, 378:2, 378:21 363:18, 374:15, 480:17 450:9, 473:17 representing [2] -473:7, 476:10, - 478:10, 478:13 response [1] regards [2] - 461:10, 476:22, 477:11, recommended [2] -466:13, 478:3 403:20 383:18, 478:8 469:11 responses [3] -477:16, 479:24, represents [2] region [1] - 380:21 480:22, 481:5, reconfiguring [1] -479:21, 482:4 363:2, 378:17, 444:6 482:18, 482:22 469:21 regional [1] - 431:13 responsible [3] request [4] - 357:20, regulatory [4] -443:8, 447:19, 478:2 Rodino [1] - 361:13 reconsidered [1] -420:11, 421:18, 417:22, 448:1, 449:6, roll [1] - 467:12 362:13 responsive [1] -482.23 469:9 root [3] - 399:1, reconstructing [1] -360.5 requested [1] rejected [1] - 389:1 420:10, 420:11 448:15 469:21 rest [1] - 412:14 root-cause [1] reconvene [1] relate [1] - 369:12 requests [2] restrictions [1] -484:15 related [5] - 369:1, 378:19, 445:23 432:8 399.1 reconvened [1] -398:1, 398:21, require [4] - 369:6, result [39] - 372:11, rotation [1] - 363:9 484:24 443:10, 478:5 415:7, 431:15, 478:10 373:4, 387:2, 387:10, roughly [1] - 395:8 record [11] - 356:4, relates [1] - 478:18 required [1] - 449:10 388:19, 389:9, rounds [4] - 360:8, 362:11, 417:13, relating [2] - 417:23, 389:25, 390:22, 360:10, 413:6, 413:7 requirements [5] -442:13, 442:18, 395:2, 396:23, 397:1, Rules [1] - 390:12 471:14 386:10, 390:10, 443:3, 443:13, 397:6, 397:9, 397:12, rules [2] - 390:17, release [1] - 472:20 467:1. 467:18. 471:13 473:23, 480:21, releases [1] - 459:19 397:16, 397:23, 471:3 requires [4] - 445:7, 398:3, 398:17, 482:19 relied [1] - 453:10 446:20, 466:9, 474:21 ruling [1] - 356:20 398:24, 399:13, recov [1] - 469:19 relief [3] - 384:11, requiring [1] run [5] - 393:7, recover [5] - 422:9, 400:16, 400:23, 385:7, 421:2 408:15, 427:4, 459:8, 446:16 422:13, 422:14, 401:1, 401:7, 402:21, 459:20 rely [1] - 369:25 Requiring [2] -412:7, 414:2, 416:16, 424:4, 469:20 runs [1] - 444:23 remain [1] - 478:14 446:4, 446:13 419:1, 419:2, 419:20, recross [1] - 442:2 rural [6] - 446:3, remaining [1] research [4] -424:8, 432:17, 438:9, Recross [1] - 442:3 476:20 382:12, 393:3, 393:6, 457:9, 458:7, 458:15, 440:18, 441:6, recruitment [1] -Remand Order [11] -393:19 459:10 441:10, 478:17 466:7 449:14, 451:5, 452:9, residential [6] resulted [1] - 461:11 red [7] - 376:20, 452:14, 452:24, 438:7, 438:12, results [4] - 408:2, 376:22, 377:5, 467:25, 478:3, 453:11, 453:17, 408:12, 412:12, 377:19, 377:20, 378:1 478:14, 479:18 453:20, 453:25, safe [1] - 484:22 412:17 redirect [5] - 358:5, 454:3, 456:23 resist [1] - 456:17 Salt [1] - 482:11 retail [6] - 371:4, 437:8, 441:23, 462:8, remarks [1] - 408:13 resolution [5] -Salt Lake [3] -371:12, 380:9, 462:9 remedied [1] -385:20, 392:24, 357:13, 362:20, 423:10, 438:6, 474:8 REDIRECT 370:21 433:1, 443:9, 454:16 480:15 retention [1] -**EXAMINATION** [1] remedy [19] - 371:16, resolve [3] - 431:2, Salt Lake 451:10 437:10 372:15, 372:16, 431:23, 482:2 **Community Action** retire [1] - 467:13 372:17, 372:19, reduce [1] - 467:8 resolved [8] -Program [5] - 476:19, retroactively [1] -370:22, 371:17, redundant [1] -372:20, 373:4, 373:6, 481:7, 481:8, 481:22, 452:11 445:4 373:7, 373:16, 375:2, 376:11, 433:4, 482:3 revenue [2] - 467:20, 448:20, 448:25, refer [3] - 395:11, 387:17, 395:23, sample [5] - 407:25, 467:23 451:3, 454:1 414:7, 414:11, 415:7, 449:8, 456:14 408:1, 412:6, 412:9 review [6] - 357:10, reference [3] -416:21, 425:7, 479:10 resolves [1] - 413:22 361:20, 381:1, 385:2, satisfactorily [1] -411:14, 472:19, remove [2] - 421:10, resolving [1] -468:23 385:5, 448:22 473:17 471:6 447:23 satisfactory [1] reviewed [4] repeat [2] - 357:3, referencing [2] resort [1] - 460:6 363:3 378:17, 383:16, 409:11, 409:14 450:19 resource [1] - 456:19 satisfied [1] - 457:7 383:25, 481:21 referred [1] - 453:17 rephrase [1] - 452:21 resources [7] satisfy [1] - 482:2 revise [1] - 458:14 referring [1] - 390:13 replaced [1] - 464:1 445:13, 445:18, saved [1] - 445:18 revised [1] - 464:2 replacements [1] -454:24, 455:4, 455:6, refinements [2] saw [3] - 378:21, 472:10 Richard Thayer [3] -455:10 456:7 384:23, 385:25 378:23, 407:11 442:16, 442:23, 443:4 refusal [1] - 446:9 reply [1] - 440:3 respect [2] - 362:16, schedule [2] -

S

363:12, 476:5	sentence [2] - 373:4,	365:19, 365:20,	414:24, 455:6	469:23, 473:19,
scheme [6] - 451:16,	419:11	365:22, 375:15,	significantly-	481:12
451:21, 452:2,	separate [8] -	376:2, 376:12,	greater [1] - 455:6	Sorry [1] - 400:1
452:16, 452:20	381:23, 423:18,	376:25, 377:7, 460:5,	silly [1] - 426:11	sort [7] - 360:13,
Schmid [7] - 359:16,	424:7, 428:11,	465:8, 465:9, 468:21,	similar [5] - 387:19,	434:4, 435:1, 451:10,
361:16, 374:16,	428:13, 428:16,	468:24, 469:1, 469:3,	387:22, 408:5, 408:9,	454:23, 456:6, 465:20
447:6, 473:9, 480:2,	429:24	473:16, 478:22,	422:1	sorts [2] - 434:1,
483:16	September [1] -	479:2, 479:22, 482:1	similarities [1] -	435:3
SCHMID [10] -	377:18	settlement	387:24	sought [1] - 479:10
361:10, 361:23,	series [2] - 434:19,	agreement [13] -	similarly [2] - 447:1,	source [1] - 467:22
362:9, 363:4, 365:11,	460:20	358:6, 358:9, 358:11,	475:1	South [3] - 457:19,
374:17, 447:8,	serve [1] - 438:11	359:25, 361:20,	similarly-situated	457:21, 458:1
473:10, 480:3, 483:17	served [3] - 401:4,	377:10, 464:23,	[1] - 475:1	space [1] - 461:23
scope [1] - 452:13	402:24, 404:10	465:2, 474:11,	simple [3] - 379:24,	Spann [10] - 366:4,
scores [1] - 413:4	Service [1] - 390:12	475:11, 475:23,	380:11	374:18, 447:9,
Scott [1] - 361:13	service [59] - 369:23,	481:11, 482:12	simply [2] - 465:22,	462:12, 462:17,
scrupulous [1] -	370:10, 370:14,	settlements [4] -	467:12	464:22, 473:3,
358:3	370:16, 370:20,	359:14, 361:19,	single [8] - 388:8,	475:17, 480:4, 483:18
search [2] - 396:3,	371:12, 372:10,	364:12, 376:6	407:18, 411:25,	SPANN [14] - 366:7,
417:4	373:15, 373:24,	severe [4] - 413:1,	416:11, 421:4,	374:19, 447:10,
seated [4] - 366:17,	374:4, 386:15, 390:4,	432:9, 467:8, 468:2	465:14, 466:14,	462:14, 462:22,
442:20, 462:16, 477:8	390:6, 390:10,	SGAT [2] - 409:8,	469:14	464:11, 472:25,
second [5] - 358:23,	392:25, 394:13,	409:10	single-line [1] -	474:24, 475:13,
368:24, 469:7,	394:14, 396:11,	Shall [1] - 462:12	469:14	475:18, 477:1, 477:4,
469:23, 478:13	396:14, 396:17,	shall [1] - 460:24	sitting [2] - 359:8,	480:5, 483:19
section [4] - 415:22,	397:25, 398:7,	share [2] - 357:24,	379:21	speaking [2] - 458:9,
420:8, 431:15, 472:5	400:22, 403:22,	462:1	situated [2] - 461:8,	458:11
Section [14] -	404:2, 413:17,	sheet [1] - 469:22	475:1	specific [11] -
380:18, 381:4,	416:16, 419:8,	shift [2] - 397:24,	situation [4] - 434:3,	363:14, 369:6,
383:19, 384:3,	423:10, 423:25,	432:16	435:3, 441:8, 467:22	372:15, 390:10,
384:11, 415:16,	425:16, 425:25,	shifted [1] - 398:9	six [2] - 408:7, 410:8	392:22, 393:1,
415:19, 419:22,	426:18, 432:21,	short [2] - 435:8,	six-month [1] - 408:7	407:14, 441:2, 445:5,
420:9, 420:11,	436:25, 437:2,	476:11	six-months [1] -	469:11, 472:18
437:19, 451:17,	439:10, 440:4, 446:5,	shorten [1] - 448:16	410:8	specifically [7] -
451:18, 472:19	468:11, 468:17,	shorter [1] - 435:4	SLCAP [1] - 481:19	397:13, 397:15,
sections [1] - 420:14	468:19, 469:15, 471:7, 471:12,	shot [2] - 413:6,	slightly [3] - 383:11,	415:16, 417:17,
security [1] - 472:12	471:15, 471:19,	413:7	394:23, 397:18	420:16, 468:20, 479:6
see [13] - 361:8,	472:21, 473:17,	show [6] - 369:9,	slippage [1] - 434:4	Specifically [2] -
373:20, 388:5,	474:7, 474:8, 478:11,	397:11, 426:17,	slowly [1] - 402:18	443:13, 458:17
399:16, 405:16,	478:12, 478:14,	426:21, 432:18, 436:2	small [6] - 402:7,	speculate [1] -
410:20, 414:23,	478:18, 479:8,	shown [1] - 445:4	466:5, 466:12, 478:3,	391:14
415:16, 420:7,	479:14, 479:16	side [5] - 362:2,	479:19	spell [2] - 442:18,
420:21, 448:14, 459:11, 459:18	services [9] - 386:7,	402:12, 404:8,	smaller [5] - 402:5,	443:3 spelling [1] - 462:23
See [1] - 409:7	435:20, 446:9,	404:20, 459:24	412:6, 438:15, 438:16	spend [1] - 465:6
seeing [1] - 393:10	461:11, 465:15,	sides [1] - 450:4	Snavely [1] - 463:4	•
seek [1] - 446:25	470:23, 470:24, 471:6	signatories [1] -	SNAVELY [1] - 463:4	spent [1] - 466:23 spoken [2] - 362:12,
seeking [1] - 446:22	serving [2] - 435:18,	357:12	snowy [1] - 412:11	454:11
segment [1] - 438:16	438:19	signed [2] - 365:20,	Someone [1] -	spread [2] - 411:24,
self [4] - 390:21,	set [9] - 357:4, 363:9,	366:2	363:11	454:25
391:18, 391:25, 392:6	406:16, 406:20,	significant [19] -	sometimes [1] -	Sprint [2] - 457:18,
self-effectuating [4]	416:19, 416:20,	395:20, 395:23, 400:21, 402:11,	403:12	458:2
- 390:21, 391:18,	431:22, 434:18,	414:4, 414:13,	somewhat [3] -	stability [2] - 368:14,
391:25, 392:6	440:23	414:14, 414:18,	461:8, 461:12, 465:7	479:13
send [1] - 423:6	setting [2] - 379:8,	414:20, 424:21,	somewhere [1] -	stable [1] - 479:16
sends [1] - 423:5	380:4	436:6, 436:16, 455:9,	465:19	Staff [1] - 471:16
senior [3] - 443:8,	settled [2] - 412:14,	467:4, 467:9, 467:16,	Sonya Martinez [3] -	staff [3] - 356:14,
447:18, 459:25	454:11	467:24, 470:16	481:1, 481:8, 483:11	359:2, 378:3
sense [4] - 414:15,	settlement [26] -	Significant [1] -	sorry [10] - 399:25,	staffs [1] - 382:17
414:22, 414:25, 415:1	356:16, 357:8,	415:4	409:12, 418:1,	stage [1] - 460:5
sent [1] - 378:19	357:13, 358:2,	significantly [2] -	425:16, 426:20,	stand [2] - 366:14,
3011c[ij 070.10	361:15, 361:17,		448:9, 450:19,	Junia [2] - 500. 14,

427:11	427:15, 436:7, 436:12	successful [1] -	systems [4] - 382:10,	457:19, 457:21
standard [15] -	statistically [3] -	460:4	433:24, 435:14,	test [14] - 371:6,
379:15, 386:6,	395:23, 402:11, 414:4	suddenly [1] -	435:22	380:4, 395:18,
386:10, 386:19,	statistically-	397:20	100.22	395:22, 401:12,
386:24, 387:3, 387:9,	•		Т	405:7, 405:20,
388:6, 388:7, 388:8,	significant [2] -	suggest [1] - 465:20		405:23, 414:16,
	395:23, 414:4	suggests [2] -		· ·
388:9, 388:17,	statistician [1] -	467:22, 471:11	T-h-a-y-e-r [1] -	414:17, 414:23,
389:19, 400:3	407:23	summary [12] -	443:4	415:4, 415:5, 436:13
standard's [1] -	statisticians [1] -	367:20, 374:9,	table [2] - 393:1,	testified [7] - 366:20,
387:4	412:5	439:13, 444:12,	404:25	395:1, 429:23,
standards [9] -	statistics [5] -	447:1, 447:17,		442:25, 462:20,
390:4, 390:10, 394:1,	380:12, 380:13,	447:21, 454:23,	tailored [1] - 461:19	477:14, 481:3
394:3, 400:8, 422:17,	401:12, 402:9, 415:4	465:1, 465:2, 472:24,	talks [2] - 368:22,	testify [3] - 364:11,
430:1, 478:11, 479:9	status [1] - 460:24	477:23	418:3	427:14, 434:14
standpoint [4] -	stay [2] - 374:5,	superceded [1] -	tariff [3] - 466:12,	testifying [1] - 448:5
376:9, 399:11,	467:17	465:8	466:15, 470:2	testimony [109] -
399:12, 468:23	stayed [1] - 425:25	superior [2] -	tariffs [2] - 446:17,	356:24, 356:25,
start [4] - 373:12,	stays [1] - 426:18	445:13, 468:19	466:16	357:6, 359:23,
378:5, 404:19, 431:19	step [1] - 480:22	supplemented [1] -	task [2] - 359:2,	359:24, 360:5, 360:8,
started [2] - 404:16,	steps [1] - 435:10	472:2	379:24	360:10, 360:12,
484:7		support [5] - 368:13,	Telecom [3] -	361:11, 361:20,
starting [2] - 380:25,	Stewart [1] - 454:13	369:5, 468:7, 471:15,	386:11, 386:24,	361:22, 361:25,
385:1	still [13] - 356:18,	482:9	451:18	362:17, 362:18,
State [1] - 382:17	362:13, 373:22,		telecommunication	362:23, 362:24,
	403:6, 403:14,	supports [2] - 368:3,	s [6] - 444:22, 446:5,	363:23, 364:3,
state [22] - 375:13,	423:12, 426:3, 433:4,	453:19	446:24, 465:15,	364:12, 364:18,
375:20, 383:15,	438:4, 441:10,	Suppose [1] - 413:2	465:22, 466:10	·
387:7, 388:16, 389:6,	450:22, 451:1	suppose [2] -	telephone [2] -	366:5, 367:3, 367:8, 367:14, 367:17,
389:13, 389:18,	stipulation [11] -	360:25, 412:13	379:5, 431:14	
390:19, 392:8,	362:16, 362:25,	supposed [1] - 377:9	telephonic [1] -	367:20, 368:1, 368:3,
412:21, 424:19,	366:6, 474:12,	Supreme [1] - 453:6	360:23	368:13, 368:21,
425:24, 453:21,	475:24, 478:22,	surprise [2] - 382:21,		368:24, 369:1,
454:24, 462:23,	479:2, 479:5, 481:18,	407:15	telephonically [1] -	369:22, 370:11,
467:6, 469:6, 471:3,	482:1, 482:9	surprised [1] -	356:20	378:11, 378:16,
474:20, 477:17, 481:6	stockholders [1] -	382:23	ten [2] - 364:10,	378:24, 387:21,
State of Utah [1] -	467:7	surrebuttal [10] -	413:3	387:23, 388:13,
375:25	stop [1] - 433:16	367:8, 367:17,	tend [4] - 432:13,	395:5, 405:14, 407:9,
statement [9] -	stoppage [2] - 397:9,	408:23, 427:15,	432:14, 432:16	408:23, 409:22,
375:5, 379:8, 411:8,	398:21	443:16, 463:18,	tens [2] - 382:25,	411:3, 411:8, 411:12,
448:23, 459:3,	stopping [1] - 446:13	463:24, 464:3, 464:5,	432:24	411:17, 419:10,
465:13, 482:8, 482:9,	storefronts [1] -	465:12	tentative [2] - 357:5,	421:25, 427:15,
482:19	466:8	Surrebuttal [1] -	357:17	427:23, 439:12,
States [2] - 448:20,	strategy [1] - 445:12	464:20	term [8] - 395:11,	439:24, 443:11,
449:1	streamline [1] -	surrounding [1] -	414:20, 418:17,	443:13, 443:15,
states [12] - 375:21,	359:5	369:10	418:21, 435:4, 435:5,	443:16, 443:19,
377:17, 388:22,	Street [1] - 463:5	suspect [1] - 419:6	435:8, 469:25	443:22, 444:1, 444:4,
388:25, 389:1,		suspended [1] -	Term [2] - 384:12,	444:17, 444:24,
446:22, 454:25,	stricken [2] - 427:20,	421:17	384:18	447:22, 448:2, 448:9,
455:25, 457:21,	427:22		termed [2] - 449:13,	448:10, 448:23,
458:1, 469:4, 474:25	strict [1] - 446:16	switched [1] -	451:9	454:1, 454:12,
statewide [1] -	stringent [2] -	446:12	terminate [2] - 470:9,	456:13, 458:4, 459:2,
457:22	401:23, 405:21	sworn [11] - 366:16,	476:13	459:11, 459:17,
statistical [27] -	strong [1] - 374:3	366:19, 442:19,	terminated [1] -	463:7, 463:9, 463:11,
380:1, 380:3, 380:4,	stronger [1] - 403:8	442:24, 462:15,	470:25	463:19, 463:24,
	submit [1] - 376:20	462:19, 477:6,	terms [15] - 364:17,	464:3, 464:4, 464:5,
380:5, 395:18,	submitted [1] - 364:7	477:13, 480:23,	368:10, 372:6,	464:15, 464:20,
401:12, 401:20,	subpart [1] - 372:13	480:24, 481:2	388:11, 394:17,	465:2, 465:7, 465:11,
401:24, 402:2, 402:4,	subsequently [1] -	synergies [2] -		466:18, 467:3, 476:8,
402:16, 405:7,	470:2	434:1, 466:23	395:6, 395:8, 395:14,	476:15, 477:21,
405:20, 405:23,	substantial [2] -	synergy [2] - 370:8,	396:2, 417:7, 417:17,	477:24, 478:4, 479:8,
413:10, 414:16,	385:24, 415:9	437:2	419:13, 468:24,	481:15, 482:16,
414:17, 414:22,	substantially [1] -	system [2] - 406:15,	469:11, 472:1	483:2, 483:4, 483:7,
415:3, 415:4, 415:5,	464:6	406:19	territories [1] - 410:2	483:11, 484:8, 484:19
422:24, 424:10,			territory [3] - 389:22,	.00.11, 101.0, 101.19
i contract of the contract of	•	•	1	•

testing [3] - 381:16, 382:10, 435:13 tests [3] - 401:24, 413:10, 422:18 **That'll** [1] - 363:18 Thayer [10] - 362:19, 442:17, 442:19, 443:11, 444:11, 447:2, 447:5, 447:15, 459:1, 462:11 the Court [2] - 449:4, 453:13 the witness [24] -357:12, 374:11, 427:11, 430:16, 431:7, 432:11, 434:6, 435:6, 436:9, 436:12, 444:16, 461:4, 461:7, 461:21, 473:1, 473:21, 474:9, 474:15. 474:18. 474:20, 475:6, 477:9, 482:11, 482:21 theirs [1] - 440:8 theme [1] - 444:23 themselves [2] -441:14, 468:6 there'll [1] - 373:18 thereafter [1] - 389:5 therefore [3] -419:17, 420:25, 469:5 Therefore [1] -479:20 They've [1] - 439:9 they've [2] - 407:4, 439:8 thinking [3] - 362:6, 433:1, 450:18 third [4] - 369:22, 375:9, 377:10, 435:13 third-party [1] -435:13 Thirteen [2] - 417:6, 417:8 thoughts [1] - 484:5 thousands 131 -382:25, 432:24, 466:4 threaten [1] - 446:8 three [15] - 359:3, 368:1, 381:1, 385:2, 385:5, 385:6, 388:4, 433:2, 445:24, 467:11, 469:4, 469:16, 470:7, 471:23, 472:22 three-months [1] -388:4 three-year [3] -381:1, 385:2, 385:5 threshold [4] -402:1, 402:10, 415:7,

470:24 446:2. 457:24 throughout [2] -395:5, 444:23 Thursday [1] -484:24 Tier 2 [1] - 459:20 tighter [1] - 388:6 time period [6] -377:13, 406:6, 406:16, 406:22, 406:24, 428:3 timely [1] - 396:14 Today [1] - 362:19 today [21] - 356:15, 356:24, 357:11, 357:25, 361:12, 362:21, 364:6, 365:21, 367:21, 371:2, 371:7, 371:14, 382:2, 397:14, 421:13, 439:12, 444:1, 464:5, 476:14, 476:21, 481:10 together [5] -392:21, 392:22, 393:23, 394:15, 396:19 tomorrow [2] -361:25, 484:19 took [21] - 375:13, 375:18, 375:19, 376:19, 377:20, 381:1, 382:2, 382:7, 384:9, 385:9, 385:13, 385:22, 387:24, 388:2, 393:14, 394:19, 406:11, 409:14, 415:17, 415:22 top [1] - 436:18 topics [1] - 445:5 traditional [2] -451:11, 461:18 traffic [22] - 446:2, 449:11, 450:6, 450:16, 450:24, 451:8, 451:13, 451:17, 451:22, 452:3, 452:8, 452:12, 452:15, 452:19, 452:23, 453:12, 457:16, 457:20, 458:22 trained [1] - 435:21 training [1] - 435:16

transaction [1] -

travel [1] - 451:11

treat [1] - 386:11

treatment [2] -

travels [1] - 484:22

459:3

tried [8] - 392:20, 392:22, 398:21, 413:12, 413:22, 426:15, 430:19, 430:23 true [10] - 367:15, 367:17, 389:15, 389:23, 409:21, 428:6, 428:25, 444:6, 464:8, 465:23 truly [1] - 446:20 trunks [1] - 469:15 try [30] - 362:20, 368:13, 371:17, 372:1, 372:4, 372:5, 373:22, 375:2, 392:24, 393:12, 394:7, 403:6, 403:9, 405:2, 405:5, 406:18, 418:8, 419:4, 425:5, 425:7, 434:18, 436:1, 436:14, 436:17, 439:22, 440:6, 455:3, 457:11 trying [33] - 358:4, 359:5, 361:18, 368:12, 371:8, 375:7, 383:4, 383:8, 383:9, 393:21, 394:21, 394:22, 397:24, 403:16, 404:12, 406:16, 408:16, 408:21, 413:17, 414:17, 423:7, 424:22, 426:12, 431:1, 431:23, 433:25, 437:5, 439:25, 440:2, 440:3, 449:2, 452:5, 458:14 turn [2] - 448:8, 462:12 twice [1] - 422:9 Two [1] - 428:16 two [35] - 358:1, 358:12, 358:14, 359:3, 360:8, 360:10, 362:3, 363:1, 364:1, 364:8, 376:7, 396:19, 396:22, 401:13, 405:23, 423:4, 423:18. 424:6. 424:7. 428:11, 428:13, 429:24, 429:25, 430:1, 453:7, 461:23, 466:19, 467:11, 468:11, 469:2, 473:19, 478:4 type [8] - 397:3, 401:22, 402:2, 402:4, 411:21, 438:23, 452:12, 478:18

Type [20] - 401:14, 401:15, 401:18, 402:1, 402:3, 402:5, 402:6, 402:7, 402:8, 402:15, 404:3, 404:4, 404:5, 405:6, 405:7, 405:22, 407:24 **types** [7] - 369:20, 401:13, 431:10, 432:3, 432:13, 435:20, 452:15 typical [1] - 435:2 U

UDP [1] - 438:4 ultimately [4] -399:18, 401:1, 423:5, 450:22 Ultimately [1] -402:21 Unbundled Network Element-Platform [1] - 438:10 uncertain [2] -449:17, 449:18 uncertainty [1] -478:17 unchanged [1] -478:14 under [34] - 371:11, 371:13, 373:9, 373:10, 373:12, 373:17, 407:4, 413:24, 414:6, 416:6, 416:12, 419:6, 422:14, 422:23, 422:24, 423:12, 423:13, 423:16, 423:23, 424:4, 424:12, 425:23, 428:8, 428:20, 429:20, 431:14, 438:12, 443:22, 451:9, 451:17, 466:2, 483:13 underestimate [1] -419:7 underlying [1] -449:13 underpinnings [1] -449:13 Understood [1] -357:22 understood [3] -359:24, 365:6, 402:17 **UNE** [2] - 369:2, 369:3 uniquely [1] - 461:8 United [2] - 448:20,

449:1 unlawful [1] - 446:13 **Unless** [1] - 363:14 unless [1] - 455:1 unnecessary [2] -445:4, 445:18 unpalatable [1] -445:10 unqualified [1] -379:8 unusual [1] - 411:22 up [25] - 358:19, 362:21, 370:17, 370:23, 371:18, 372:2, 375:1, 375:6, 379:8, 380:4, 380:20, 390:3, 391:1, 416:7, 416:19, 416:20, 425:5, 426:9, 426:15, 434:18, 436:2, 439:2, 440:23, 458:14, 480:22 **uproot** [1] - 368:19 **urging** [1] - 444:18 Utah [43] - 375:10, 378:5, 378:6, 378:13, 389:11, 390:9, 390:11, 409:8, 409:9, 409:10, 409:11, 409:15, 409:17, 409:25, 410:2, 410:19, 410:20, 410:24, 411:7, 411:9, 411:11, 411:15, 412:11, 421:22, 424:16, 428:8, 436:4, 438:17, 438:21, 446:25, 455:15, 456:2, 456:11, 465:15, 465:25, 469:4, 469:5, 471:10, 472:19, 478:19 **Utah Office of Consumer Services** [1] - 478:23 utility [8] - 358:23,

V

utilize [1] - 478:16

383:15, 387:8, 389:6,

389:18, 390:20,

469:15, 477:20

value [1] - 432:21 various [5] - 382:16, 383:14, 383:24, 454:8, 469:13 verified [1] - 409:25 verifies [1] - 368:24 verify [1] - 407:16 Verizon [6] - 389:25,

473:20, 473:22, 480:7 430:17, 431:8, 450:1, 438:17. 438:25 worried [1] - 434:9 453:2. 457:14 Wholesale [1] wrap [1] - 362:20 **zone** [1] - 413:13 Verizon-Frontier [3] 390:12 wraps [1] - 448:13 - 389:25, 430:17, wholesale [41] write [2] - 358:24, 431:8 369:23, 370:10, 420:16 versus [1] - 453:2 370:14, 370:16, written [6] - 357:6, vice [2] - 459:25, 370:20, 371:4, 362:23, 414:6, 460:1 371:12, 372:10, 426:15, 433:18, view [3] - 361:9, 372:25, 373:15, 484:18 436:5, 449:4 373:24, 374:4, 380:10, 386:11, violation [1] - 369:8 X 390:4, 390:6, 392:25, virtually [1] - 457:22 VNXX [4] - 450:5, 396:11, 396:13, x's [1] - 377:2 396:17, 398:7, 450:12, 452:12, 400:21, 403:7, 457:24 Υ 403:22, 404:2, VNXX/ISP [10] -413:17, 419:8, 423:3, 446:2, 449:11, 423:10, 423:25, 450:15, 450:24, **year** [15] - 359:1, 451:22, 452:3, 425:10, 432:21, 372:23, 373:1, 381:1, 434:20, 436:24, 453:12, 457:15, 385:2, 385:5, 388:2, 437:2, 439:10, 440:4, 457:20, 458:22 408:20, 412:14, 459:14, 459:21, 460:1 VNXX/ISP-bound 412:16, 413:3, 428:9, wide [1] - 462:5 [10] - 446:2, 449:11, 428:17, 428:20, wild [1] - 411:18 450:15, 450:24, 478:14 Williams [7] -451:22, 452:3, years [16] - 368:20, 371:20, 378:10, 453:12, 457:15, 382:3, 382:7, 382:19, 427:11, 428:25, 457:20, 458:22 382:23, 385:6, 439:19, 439:20, void [3] - 452:22, 394:12, 407:1, 433:2, 440.17 453:1, 453:3 445:24, 467:11, Williams' [7] volume [1] - 469:25 469:16, 470:7, 373:10, 378:15, volumes [5] -471:23, 472:22, 378:23, 407:8, 437:24, 438:1, 473:19 421:24, 439:24, 438:22, 439:3, 466:12 vesterday [15] voluntarily [3] -440:21 358:3, 365:6, 368:25, willing [2] - 413:20 383:17, 384:1, 390:22 370:13, 371:20, wireless [1] - 467:25 volunteered [1] -375:8, 427:10, wish [3] - 417:3, 363.11 433:23, 439:19, 482:8, 483:15 vulnerable [1] -458:4, 459:18, Witness [1] - 356:7 468:6 460:21, 460:22, witness [20] - 358:7, 462:1, 467:15 365:13, 366:10, W your Honor [13] -366:19, 374:14, 356:9, 360:16, 430:6, 442:6, 442:10, 363:20, 364:4, wait [3] - 420:12, 442:24, 447:7, 448:5, 365:14, 366:7, 420:17, 455:22 462:13, 462:19, 374:15, 374:21, wants [1] - 358:25 473:6, 474:1, 477:13, 441:22, 442:4, Washington [2] -480:10, 481:2, 483:24 442:15, 444:9, 475:9 390:2, 463:5 witnesses [12] wasted [1] - 455:21 357:24, 358:2, 358:5, Ζ ways [1] - 459:7 362:19, 363:16, weather [5] - 397:7, 363:22, 364:11, 398:20, 412:11, Zarling [5] - 447:11, 364:23, 460:21, 412:22, 413:1 447:16, 459:1, 460:22, 476:21, 484:9 week [2] - 358:20, 473:11, 480:6 wondering [1] -484:19 ZARLING [17] -480:19 weight [1] - 461:13 356:11, 357:22, word [4] - 374:3, West [1] - 389:22 358:17, 359:10, 390:16, 391:6, 400:5 whereas [1] - 468:1 worded [1] - 453:22 359:16, 360:11, 360:22, 361:4, whereby [1] - 456:12 words [4] - 384:18, 447:12, 447:14, whole [7] - 400:21, 394:16, 394:19, 406:5 412:16, 413:3, 458:24, 460:13, workforce [1] -

473:12, 473:15,

417:23, 438:6,

435:18