## BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

In the Matter of the Application Of Peerless Network of Utah, LLC, Docket No. 14-2552-01 for a Certificate of Public Convenience and necessity to Provide Facilities-Based and Resold Local Exchange and Interexchange Telecommunications Services within the State of Utah.

## **HEARING PROCEEDINGS**

ADMINISTRATIVE LAW JUDGE REIF

PLACE: Heber M Wells Building 160 East 300 South Salt Lake City, UT

DATE:

November 4, 2014

TIME: 10:00 a.m.

REPORTED BY: Kellie Peterson, RPR

50 West Broadway, Suite 900, Salt Lake City, UT 84101 801-983-2180

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1	APPEARANCES
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3	FOR DIVISION OF PUBLIC UTILITIES:
4	Justin Jetter, Esq.
5	Ron Slusher DIVISION OF PUBLIC SERVICES
6	160 East 300 South Fourth Floor
7	Salt Lake City, UT 84111
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9	FOR PEERLESS NETWORK OF UTAH Patrick Phipps
10	John Barnicle
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## PROCEEDINGS

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ADMINISTRATIVE LAW JUDGE REIF: Good morning, everyone. My name is Melanie Reif. I am the administrative law judge for the Utah Public Service Commission, and this morning is the hearing in Docket 14-2552-01. This hearing is scheduled in the matter of the application of Peerless Network of Utah, LLC, for a certificate of public convenience and necessity to provide facilities-based and resold local exchange and interexchange telecommunications services within the State of Utah.

We will start by taking appearances. And, Mr. Phipps, will you would please go first?

MR. PHIPPS: Yes, my name is Patrick Phipps.

I am the director of regulatory affairs for Peerless

Network. My last name is spelled P-H-I-P-P-S.

ADMINISTRATIVE LAW JUDGE REIF: And with you today?

MR. PHIPPS: With me today is John Barnicle. Go ahead, John, sorry.

MR. BARNICLE: Yes, that's okay. I am the president and CEO of Peerless Network, and my last name is spelled B-A-R-N-I-C-L-E.

ADMINISTRATIVE LAW JUDGE REIF: Thank you. Mr. Jetter?



MR. JETTER: I am Justin Jetter, representing the Utah Division of Public Utilities, and with me today is utility technical consultant for the Division of Public Utilities, Ron Slusher.

ADMINISTRATIVE LAW JUDGE REIF: Thank you once again, everyone, and welcome. I wished to do a couple of things that I think will help streamline this a little bit. And, Mr. Phipps, since you may not be familiar with our proceedings and since you are not legal counsel, I think I will do this as a matter of courtesy just to get this rolling. And that is, that there was an application filed by Peerless, on August 25, 2014, and in response to that application, there was a memorandum filed by the Division of Public Utilities, which the Commission received on September 19, 2014.

The Commission takes administrative notice of those two filings, and to that extent, they will both be part of the record in this docket. So with that being said, if there is anything else that you need to address. The application, of course, includes all of the exhibits. If there is anything else that you need to request be entered into the record, please let me know when you do your presentation.

And, Mr. Phipps, I'll start with you.

MR. PHIPPS: Thank you, Your Honor, and



1	thank you for that introduction. Yes, Peerless is
2	requesting certification to provide local exchange and
3	interexchange service in the State of Utah. As the
4	examiner stated, the petition and exhibits were filed on
5	August 25th. We are aware of no objections to the
6	application. And in support of that application, we
7	provided the direct testimony of John Barnicle,
8	Peerless' president and CEO. And I would tender Mr.
9	Barnicle for any questions of the Commission or the
10	staff may have at this time.
11	ADMINISTRATIVE LAW JUDGE REIF: Okay, thank
12	you very much, Mr. Phipps. I think probably the most
13	expeditious way of handling this would be for us to
14	I'll put Mr. Barnicle under oath and ask him a couple of
15	questions. Actually, I will allow the Division to do so
16	first, and then I will follow up, and you can do the
17	same as well. I am doing this as a matter of courtesy,
18	realizing that, again, you, you may not be that familiar
19	with our proceedings, and I'm also being extra helpful
20	because I know you are not a lawyer.
21	MR. PHIPPS: I appreciate that, Your Honor,
22	thank you.
23	ADMINISTRATIVE LAW JUDGE REIF: You are quit
24	welcome. So, Mr. Barnicle, thank you very much for



being here today. If you are on the line and available

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1	to testify, please let me know.
2	MR. BARNICLE: I am, thank you.
3	ADMINISTRATIVE LAW JUDGE REIF: Okay. I
4	will need to put you under oath, please. If you will
5	kindly raise your right hand.
6	MR. BARNICLE: Okay.
7	ADMINISTRATIVE LAW JUDGE REIF: And do you
8	swear that the testimony you will give today will be the
9	truth?
10	MR. BARNICLE: Yes, I do.
11	ADMINISTRATIVE LAW JUDGE REIF: Okay, thank
12	you, sir. Mr. Phipps, you're welcome, as the applicant,
13	to begin this if you want to. Otherwise, I am going to
14	turn to Mr. Jetter, and if Mr. Jetter doesn't have any
15	questions, then I'll follow up with Mr. Barnicle.
16	MR. PHIPPS: I just will defer to staff.
17	ADMINISTRATIVE LAW JUDGE REIF: Okay, thank
18	you. Mr. Jetter?
19	MR. JETTER: I have no questions for the
20	witness, thank you.
21	ADMINISTRATIVE LAW JUDGE REIF: Okay, thank
22	you. Mr. Barnicle, are you familiar with the company's
23	application that was filed on August 25th, 2014?
24	MR. BARNICLE: Yes, I am.
25	ADMINISTRATIVE LAW JUDGE REIF: Okay. And





1	as an exhibit to that application, there is direct
2	testimony which is identified as direct testimony of
3	John Barnicle which is filed on behalf of Peerless. Are
4	you familiar with that exhibit?
5	MR. BARNICLE: Yes, I am. I have it in
6	front of me.
7	ADMINISTRATIVE LAW JUDGE REIF: Okay. And
8	did you execute that
9	MR. BARNICLE: I did.
10	ADMINISTRATIVE LAW JUDGE REIF: exhibit?
11	MR. BARNICLE: Yes.
12	ADMINISTRATIVE LAW JUDGE REIF: Okay. And
13	do you testify that what you've represented in that
14	exhibit is the same and true today?
15	MR. BARNICLE: Yes.
16	ADMINISTRATIVE LAW JUDGE REIF: Okay, very
17	good. Thank you. Mr. Phipps, you are welcome to follow
18	up if you need to. Otherwise, I don't need anything
19	further from Mr. Barnicle.
20	MR. PHIPPS: I have nothing further, Your
21	Honor. Thank you.
22	ADMINISTRATIVE LAW JUDGE REIF: Okay. We
23	will turn to the Division.
24	MR. JETTER: Thank you. The Division would
25	like to call Ron Slusher as its witness



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1	ADMINISTRATIVE LAW JUDGE REIF: Good
2	morning, Mr. Slusher.
3	MR. SLUSHER: Morning.
4	ADMINISTRATIVE LAW JUDGE REIF: Are you
5	prepared to testify?
6	MR. SLUSHER: Yes.
7	ADMINISTRATIVE LAW JUDGE REIF: And would
8	you kindly raise your right hand? And do you swear the
9	testimony that you are about to give today will be the
10	truth?
11	MR. SLUSHER: Yes.
12	ADMINISTRATIVE LAW JUDGE REIF: Thank you.
13	MR. JETTER: Mr. Slusher, will you please
14	state your name and occupation for the record.
15	MR. SLUSHER: My name is Ron Slusher, S, as
16	in Sam, L-U-S-H-E-R, and I am a utility analyst for the
17	State.
18	MR. JETTER: Thank you. And have you
19	reviewed the application for CPCN filed by the applicant
20	in the docket, as well as the exhibits which are listed
21	as A through I?
22	MR. SLUSHER: Yes, I did.
23	MR. JETTER: And after reviewing those, did
24	you prepare a document that was filed by the Division of
25	Public Utilities, titled memorandum from the Division,





1	dated September 19, 2014?
2	MR. SLUSHER: Yes, I did.
3	MR. JETTER: And does the recommendation
4	that you've made in that memo still reflect the
5	Division's position today?
6	MR. SLUSHER: Yes, it does.
7	MR. JETTER: And, ultimately, does the
8	Division recommend approval?
9	MR. SLUSHER: Yes.
10	MR. JETTER: Do you believe that approval
11	would be just, reasonable, and in the public interest?
12	MR. SLUSHER: Yes, it would be.
13	MR. JETTER: And, finally, are you aware of
14	any opposition to approval of this application?
15	MR. SLUSHER: I have not seen any objections
16	or heard of any objections.
17	MR. JETTER: Thank you. I have no for they
18	are questions.
19	ADMINISTRATIVE LAW JUDGE REIF: Thank you,
20	Mr. Jetter. Thank you, Mr. Slusher. Mr. Phipps, do you
21	have any questions for the Division?
22	MR. PHIPPS: No, I don't Your, Honor. Thank
23	you.
24	ADMINISTRATIVE LAW JUDGE REIF: Okay. Is
25	there anything further to come before the Commission





1	today? Any questions?
2	MR. PHIPPS: None from Peerless, Your Honor.
3	MR. JETTER: None from the Division.
4	ADMINISTRATIVE LAW JUDGE REIF: Okay. I
5	want to thank you again for being here today. This
6	matter is adjourned and the Commission will take it
7	under advisement.
8	MR. PHIPPS: Thank you, Your Honor. Have a
9	great day.
10	ADMINISTRATIVE LAW JUDGE REIF: Thank you
11	for calling in. Bye.
12	(The hearing was concluded at 10:12 a.m.)
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## REPORTER'S CERTIFICATE

State of Utah )
County of Salt Lake)

I hereby certify that the witness in the foregoing hearing was duly sworn to testify to the truth, the whole truth, and nothing but the truth in the within-entitled cause;

That said hearing was taken at the time and place herein named;

That the testimony of said witness was reported by me in stenotype and thereafter transcribed into typewritten form.

I further certify that I am not of kin or otherwise associated with any of the parties of said cause of action and that I am not interested in the even thereof.

IN WITNESS WHEREOF, I set my hand this 11th day of November, 2014.

