BEFORE THE OFFICE OF ADMINISTRATIVE HEARINGS SUITE 1700 100 WASHINGTON SQUARE MINNEAPOLIS, MN 55401-2138

FOR THE MINNESOTA PUBLIC UTILITIES COMMISSION SUITE 350 121 SEVENTH PLACE EAST ST. PAUL, MN 55101-2147

Chair Commissioner Commissioner Commissioner

IN THE MATTER OF THE PETITION OF ESCHELON TELECOM, INC. FOR ARBITRATION WITH QWEST)) PUC Docket No. P-5340, 421/IC-06-768) OAH Docket No. 3-2500-17369-2
CORPORATION, PURSUANT TO 47 U.S.C.)
SECTION 252 OF THE FEDERAL)
TELECOMMUNICATIONS ACT OF 1996)

QWEST CORPORATION

REBUTTAL TESTIMONY OF KAREN STEWART

(Disputed Issue Nos. 4-5 (a,b,c), 9-31, 9-32, 9-33, 9-34, 9-35, 9-36, 9-39, 9-50, 9-52, 9-53, 9-54, 9-54a, 9-55, 9-56, 9-56a, 9-58, 9-58 (a,b,c,d,e), 9-59, 9-61, (a,b,c), 24-92.)

SEPTEMBER 22, 2006

PUBLIC DOCUMENT

TRADE SECRET DATA HAS BEEN EXCISED

PUC Docket No. P-5340,421/IC-06-768 OAH Docket No. 3-2500-17369-2 **Owest Corporation** Rebuttal Testimony of Karen Stewart Page 36, September 22, 2006

Review Remand Order. There are, therefore, network elements and services in 1 2 the SGAT that Qwest has no obligation to provide under Section 251. 3 Conversely, there are new requirements that benefit CLECs -- such as allowing commingled arrangements -- that are not included in the SGAT. 4

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Q. DO QWEST AND CLECS STILL USE QWEST'S SGATS AS A FOUNDATION FOR THEIR NEGOTIATIONS? 6

7 Α. Typically not. CLECs now have multiple other options available to them. These 8 options include other carriers' ICAs that CLECs are able to opt into and also 9 Qwest's multi-state "Template Agreement." The Template Agreement is based on the individual states' SGATs. It includes state-specific language and has been 10 11 modified to reflect and incorporate changes in law. The Template Agreement is 12 the underlying agreement that Qwest and CLECs typically use as the base 13 document for their negotiations. Because of the effectiveness and utility of the 14 Template Agreement, Qwest stopped updating its SGATs. Indeed, the SGATs have not been updated to incorporate changes in law since 2003 and are therefore 15 16 outdated documents. The regulatory process for modifying and updating SGATs is very time consuming and resource-intensive. With the other options available 17 18 to CLECs, there has not been a need to go through this process and to expend the 19 significant resources that would be required. Moreover, due to the FCC's elimination of the "pick-and-choose" rule and its move to the "all-or-nothing" 20 rule, as discussed below, CLECs are much less likely to opt into a standard SGAT 21 22 when ICAs have become increasingly more tailored to CLECs. This tailoring has 23 increased as CLECs have shaped their businesses to have a specialized focus, 24 which is often necessary to survive in today's highly competitive 25 telecommunications markets.

26 EVEN IF QWEST HAD BEEN UPDATING ITS SGAT, WOULD IT BE Q. 27 **APPROPRIATE FOR ESCHELON TO REQUEST THAT INDIVIDUAL**