## In the Matter Of:

In Re: Application of ElectricLightwave, LLC, et al.

## HEARING, DOCKET NO. 17-2202-01, 17-2263-01, 17-2299-01

December 06, 2017

Job Number: 436894

1		
2	BEFORE THE	PUBLIC SERVICE COMMISSION OF UTAH
3 4 5	LIGHTWAVE, UTAH, INC.; UTAH, INC.	CCATION OF ELECTRIC Docket No. 17-2202-01 LLC; ESCHELON TELECOM OF AND INTEGRA TELECOM OF FOR APPROVAL TO COMPLETE A INTERNAL CONSOLIDATION
6 7 8 9	LIGHTWAVE, UTAH, INC.; UTAH, INC.	CCATION OF ELECTRIC Docket No. 17-2263-01 LLC; ESCHELON TELECOM OF AND INTEGRA TELECOM OF FOR APPROVAL TO COMPLETE A INTERNAL CONSOLIDATION
10 11 12	LIGHTWAVE, UTAH, INC.; UTAH, INC.	CCATION OF ELECTRIC Docket No. 17-2299-01 LLC; ESCHELON TELECOM OF AND INTEGRA TELECOM OF FOR APPROVAL TO COMPLETE A INTERNAL CONSOLIDATION
13		HEARING PROCEEDINGS
15 16 17	TAKEN AT:	Utah Public Service Commission 4th Floor 160 East 300 South Salt Lake City, Utah
18	DATE:	Wednesday, December 6, 2017
19	TIME:	9:00 a.m.
20	REPORTER:	Mary R. Honigman, R.P.R.
21		Job No. 436894
22		
23		
24		
25		

1	Page 2 APPEARANCES
2	PRESIDING OFFICER: Michael Hammer
3	
4	FOR THE DIVISION OF PUBLIC UTILITIES: Justin C. Jetter
5	160 East 300 South, Fifth Floor Salt Lake City, Utah 84114
6	VIA TELEPHONE:
7	FOR INTEGRA TELECOM OF UTAH, ESCHELON TELECOM OF UTAH, AND ELECTRIC LIGHTWAVE:
8	Douglas Denney 18110 SE 34th Street
9	Building One, Suite 100 Vancouver, WA 98683
10	(360) 558-4318
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
l	

1		Page 3
2	INDEX OF EXAMINATION	
3	WITNESS	PAGE
4	RON SLUSHER	
5	EXAMINATION BY:	0
6	MR. JETTER	8
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		

1	Page 4 PROCEEDINGS
2	OFFICER HAMMER: Good morning. This
3	is the time and place noticed for a hearing in the
4	Joint Application of Electric Lightwave, LLC;
5	Eschelon Telecom of Utah, Inc.; and Integra Telecom
6	of Utah, Inc. for Approval to complete a Pro Forma
7	Internal Consolidation. Those are Commission Docket
8	Nos. 17-2202-01, 17-2263-01, and 17-2299-01. My
9	name is Michael Hammer, and I'm the Commission's
10	designated presiding officer for these dockets.
11	Let's take appearances, please.
12	MR. JETTER: Good morning. I'm
13	Justin Jetter for the Utah Attorney General's
14	Office, and I'm here this morning representing the
15	Division of Public Utilities. With me at counsel
16	table is Ron Slusher with the Division.
17	OFFICER HAMMER: And I'll note that
18	no one appears to be present on behalf of the
19	applicants as of yet, and we have no callers. We
20	have not received any telephone call from the
21	applicant, so what we will do at this point is
22	recess for 15 minutes until 9:20 a.m. to see if the
23	applicant arrives for the hearing. We will
24	reconvene at that time and proceed as appropriate.
25	(A short break was taken.)
1	

```
Page 5
                    OFFICER HAMMER: I understand we have
 1
 2
     someone from the Company present on the telephone at
     this point. Will you please identify yourself?
 3
 4
                    MR. DENNEY: My name is
     Douglas Denney, D-e-n-n-e-y, and I'm here on behalf
 5
     of Integra Telecom of Utah, Eschelon Telecom of
 6
     Utah, and Electric Lightwave.
 7
 8
                    OFFICER HAMMER: Thank you,
 9
     Mr. Denney. Did we catch you off guard this
     morning, or were you planning to appear by
10
11
     telephone?
12
                    MR. DENNEY: I missed the date, so I
13
     greatly apologize for that. I was caught a little
     bit off quard, but I'm intimately familiar with
14
     these issues. Again, I apologize.
15
16
                    OFFICER HAMMER: No, that's fine.
                                                        Ι
     just wanted to make sure you were in a position
17
18
     where you were prepared to proceed. Do you intend
     to call a witness, or testify yourself on behalf of
19
20
     the joint application this morning?
21
                    MR. DENNEY: I will testify myself on
22
     behalf of the joint applicant.
23
                    OFFICER HAMMER: Would you like to be
24
     sworn now?
25
                    MR. DENNEY: Yes.
```

	Page 6
1	DOUGLAS DENNEY,
2	having been first duly sworn to tell the truth, was
3	examined and testified as follows:
4	OFFICER HAMMER: Thank you. Please
5	proceed.
6	MR. DENNEY: This joint
7	application our company, our parent company,
8	which is named Allstream Business US, Inc. which was
9	formerly known as Electric Lightwave Holdings, Inc.,
10	we operate three operating entities in the state of
11	Utah: Electric Lightwave, LLC; Integra Telecom of
12	Utah, Inc.; and Eschelon Telecom of Utah, Inc. We
13	operate these pretty much seamlessly from a customer
14	standpoint, as the customers don't really know which
15	entity they're assigned to, but the company
16	reports does the reporting and tracking
17	internally with regard to those entities. And
18	legally they are separate entities, so we have
19	separate interconnection agreements with Century
20	Link for those operations.
21	Our plan that we've worked on across
22	the western part of the United States, where we do
23	business, is to kind of consolidate all of these
24	entities, merge these entities into Electric
25	Lightwave, LLC, merging Eschelon and Integra, and

Page 7 basically operate all of our business under Electric 1 2 Lightwave, LLC, which will be a company whose parent 3 company would be Allstream Business US, Inc. And at 4 this time, what we're seeking permission from the Commission for, is to go ahead with that transaction 5 to move forward. And once we have that permission 6 from Utah and the other states where we are seeking 7 permission, then we would go ahead and effectuate 8 that transaction and send notice once that's done 9 and take care of any other issues, such as fixing 10 11 our tariff so it contains the correct names, working 12 with Century Link to make sure our interconnection 13 agreements are all in force and in place. 14 So our request from the Commission 15 right now is permission to move ahead with that transaction. It should be seamless from an 16 operations standpoint, seamless from a competitive 17 standpoint, but it will clean up the company's 18 corporate books and make it easier for us to operate 19 20 and track operations. 21 OFFICER HAMMER: Thank you, 2.2 Mr. Denney. Did you prepare the joint application filed with the Commission? 23 24 MR. DENNEY: Yes, I did. 25 OFFICER HAMMER: Are you prepared to

Page 8 1 testify as to the veracity of the statements made in 2 the application? 3 MR. DENNEY: Yes, I am. 4 OFFICER HAMMER: Mr. Jetter, do you 5 have any cross-examination? MR. JETTER: I have no questions. 6 7 OFFICER HAMMER: Mr. Denney, is there anything else? 8 9 MR. DENNEY: I don't have any 10 additional thing to say other than what's in the 11 application, unless there's additional information I 12 can provide to the Commission that would be helpful. 13 OFFICER HAMMER: I don't have any additional questions. So if there's nothing else 14 15 from you, Mr. Denney, then we'll allow Mr. Jetter to call a witness, if he would like to. 16 17 MR. JETTER: Yes. The Division would like to call Mr. Slusher. 18 19 RON SLUSHER, 2.0 having been first duly sworn to tell the truth, was 21 examined and testified as follows: 2.2 BY MR. JETTER: 23 Can you please state your name and occupation for the record? 24 25 Ron Slusher, S-l-u-s-h-e-r. I'm a utility Α

Page 9 technical consultant for the Division of Public 1 2 Utilities. Thank you. And in the course of your 3 Q 4 employment, have you had the opportunity to review the application in the three dockets we're here in 5 the hearing for this morning? 6 Yes, I did. 7 Α Did you also create and cause to be filed 8 0 9 with the Commission a memo dated November 21st, 2017, with the Commission? 10 11 Yes, I did. Α 12 Q And do the recommendations you've made in 13 that memorandum still represent your opinion and position of the Division? 14 15 They do. Α 16 Do you have any corrections or changes you 0 would like to make to that? 17 I do not. 18 Α 19 Q And are you aware of any opposition to the approval of this application? 20 21 Α I have not seen or heard of any. 22 Thank you. And, finally, do you believe 23 that approval of the application would be just and reasonable and in the public interest? 24 25 Α Yes.

```
Page 10
 1
                    MR. JETTER: I have no more
 2
     questions.
 3
                    OFFICER HAMMER: Thank you.
     Mr. Denney, do you have any questions for
 4
 5
     Mr. Slusher?
 6
                    MR. DENNEY: I do not.
 7
                    OFFICER HAMMER: Thank you. I don't
 8
     have any. So I appreciate everyone's time this
     morning and unless there's anything else, we will
 9
     adjourn. Thank you.
10
11
            (The hearing concluded at 9:20 a.m.)
12
13
14
15
16
17
18
19
20
21
22
23
24
25
```

1	Page 11 REPORTER'S CERTIFICATE
2	STATE OF UTAH )
3	COUNTY OF SUMMIT )
4	
5	I, Mary R. Honigman, a Registered Professional
6	Reporter, hereby certify:
7	THAT the foregoing proceedings were taken before
8	me at the time and place set forth in the caption hereof;
9	that the witness was placed under oath to tell the truth,
10	the whole truth, and nothing but the truth; that the
11	proceedings were taken down by me in shorthand and
12	thereafter my notes were transcribed through computer-aided
13	transcription; and the foregoing transcript constitutes a
14	full, true, and accurate record of such testimony adduced
15	and oral proceedings had, and of the whole thereof.
16	I have subscribed my name on this 13th day of
17	December, 2017.
18	Mary of the
19	Mary R. Honigman
20	Registered Professional Reporter #972887
21	
22	
23	
24	
25	
1	

1	4	8:10,11,14	4:21,23 5:22	<b>behalf</b> 4:18 5:5,19,22
<b>100</b> 2:9	<b>436894</b> 1:21	adjourn 10:10	applicants 4:19	believe 9:22
<b>15</b> 4:22	6	<b>Again</b> 5:15	application	<b>bit</b> 5:14
<b>160</b> 1:16	<b>6</b> 1:18	agreements 6:19 7:13	1:3,6,9 4:4 5:20 6:7 7:22 8:2,11 9:5,20, 23	<b>books</b> 7:19
<b>17-2202-01</b> 1:3 4:8	8	<b>ahead</b> 7:5,8,		break 4:25
17-2263-01		<b>all</b> 6:23 7:1,13	appreciate 10:8	Building 2:9
1:6 4:8	<b>8</b> 3:5	allow 8:15	appropriate 4:24	<b>business</b> 6:8, 23 7:1,3
<b>17-2299-01</b> 1:9 4:8	<b>84114</b> 2:5	Allstream 6:8	approval 1:5,	С
2	9	7:3	8,11 4:6 9:20, 23	
<b>2017</b> 1:18	<b>98683</b> 2:9	<b>also</b> 9:8	arrives 4:23	<b>call</b> 4:20 5:19 8:16,18
9:10	<b>9:00</b> 1:19	anything 8:8 10:9	assigned 6:15	callers 4:19
<b>21st</b> 9:9	<b>9:20</b> 4:22 10:11	apologize 5:13,15	Attorney 4:13	<b>care</b> 7:10
3	A	appear 5:10	<b>aware</b> 9:19	catch 5:9
<b>300</b> 1:16 2:4	<b>a.m.</b> 1:19 4:22	appearances	В	caught 5:13
<b>34th</b> 2:8	10:11	2:1 4:11		cause 9:8
360 558-4318	across 6:21	appears 4:18	basically 7:1	<b>Century</b> 6:19 7:12
2:10	additional	applicant	BEFORE 1:2	changes 9:16
				J. 10

<b>City</b> 1:16 2:5	corporate 7:19	1:18	<b>Electric</b> 1:3,6, 9 2:7 4:4 5:7	first 6:2 8:20
clean 7:18	correct 7:11	<b>Denney</b> 2:8 5:4,5,9,12,21,	6:9,11,24 7:1	fixing 7:10
Commission 1:2,15 4:7	corrections	25 6:1,6 7:22, 24 8:3,7,9,15 10:4,6	employment 9:4	<b>Floor</b> 1:15 2:4
7:5,14,23 8:12 9:9,10	9:16 <b>counsel</b> 4:15	designated	<b>entities</b> 6:10, 17,18,24	<b>follows</b> 6:3 8:21
Commission's 4:9	course 9:3	4:10	entity 6:15	<b>force</b> 7:13
<b>company</b> 5:2 6:7,15 7:2,3	create 9:8	<b>Division</b> 2:3 4:15,16 8:17 9:1,14	Eschelon 1:4, 7,10 2:7 4:5 5:6 6:12,25	<b>Forma</b> 1:5,8, 11 4:6
company's 7:18	cross- examination 8:5	<b>Docket</b> 1:3,6, 9 4:7	everyone's 10:8	formerly 6:9 forward 7:6
competitive 7:17	customer 6:13	<b>dockets</b> 4:10 9:5	EXAMINATIO N 3:2,5	
<b>complete</b> 1:5, 8,11 4:6	customers 6:14	done 7:9  Douglas 2:8	<b>examined</b> 6:3 8:21	General's 4:13
concluded 10:11	D	5:5 6:1 duly 6:2 8:20	F	<b>Good</b> 4:2,12
consolidate 6:23	<b>D-e-n-n-e-y</b> 5:5	E	familiar 5:14	greatly 5:13
Consolidation	<b>date</b> 1:18	<b>easier</b> 7:19	Fifth 2:4	guard 5:9,14
1:5,8,11 4:7 consultant	5:12	East 1:16 2:4	filed 7:23 9:8	н
9:1	dated 9:9  December	effectuate 7:8	finally 9:22	Hammer 2:2 4:2,9,17 5:1,
contains 7:11	December		<b>fine</b> 5:16	8,16,23 6:4

7:21,25 8:4,7, 13 10:3,7	interconnecti on 6:19 7:12	K	<b>make</b> 5:17 7:12,19 9:17	named 6:8
having 6:2 8:20	interest 9:24	kind 6:23	<b>Mary</b> 1:20	names 7:11
heard 9:21	Internal 1:5,8, 11 4:7	<b>known</b> 6:9	<b>memo</b> 9:9	Nos 4:8
hearing 1:13	internally	L	<b>memorandum</b> 9:13	note 4.17
4:3,23 9:6 10:11	6:17 intimately	<b>Lake</b> 1:16 2:5	<b>merge</b> 6:24	notice 7:9
helpful 8:12	5:14	legally 6:18	merging 6:25	noticed 4:3
<b>here</b> 4:14 5:5 9:5	into 6:24	<b>Lightwave</b> 1:4,7,10 2:7	<b>Michael</b> 2:2 4:9	November 9:9
Holdings 6:9	issues 5:15 7:10	4:4 5:7 6:9, 11,25 7:2	minutes 4:22	
Honigman 1:20	J	like 5:23 8:16, 18 9:17	missed 5:12	
I	<b>Jetter</b> 2:4 3:5 4:12,13 8:4,6,	<b>Link</b> 6:20 7:12	<b>more</b> 10:1	occupation 8:24
identify 5:3	15,17,22 10:1	little 5:13	morning 4:2, 12,14 5:10,20	<b>off</b> 5:9,14
INDEX 3:2	<b>Job</b> 1:21	<b>LLC</b> 1:4,7,10	9:6 10:9	Office 4:14
information	joint 1:3,6,9 4:4 5:20,22 6:6 7:22	4:4 6:11,25 7:2	move 7:6,15 much 6:13	officer 2:2 4:2,10,17 5:1, 8,16,23 6:4
8:11	Justin 2:4	M		7:21,25 8:4,7, 13 10:3,7
Integra 1:4,7, 10 2:7 4:5 5:6 6:11,25	4:13	<b>made</b> 8:1	N	once 7:6,9
intend 5:18		9:12	<b>name</b> 4:9 5:4 8:23	<b>one</b> 2:9 4:18

<b>operate</b> 6:10, 13 7:1,19	9:14	R	4:14	<b>short</b> 4:25
operating	prepare 7:22	<b>R.P.R.</b> 1:20	request 7:14	should 7:16
6:10	<b>prepared</b> 5:18 7:25	really 6:14	review 9:4	<b>Slusher</b> 3:4 4:16 8:18,19,
operations 6:20 7:17,20	present 4:18	reasonable 9:24	<b>Ron</b> 3:4 4:16 8:19,25	25 10:5
opinion 9:13	5:2			someone 5:2
opportunity 9:4	presiding 2:2 4:10	received 4:20		<b>South</b> 1:16 2:4
	pretty 6:13	recess 4:22	<b>S-l-u-s-h-e-r</b> 8:25	standpoint
opposition 9:19	<b>Pro</b> 1:5,8,11	recommendat ions 9:12	<b>Salt</b> 1:16 2:5	6:14 7:17,18
P	4:6	reconvene	<b>say</b> 8:10	<b>state</b> 6:10 8:23
parent 6:7 7:2	proceed 4:24 5:18 6:5	4:24 record 8:24	seamless 7:16,17	statements 8:1
part 6:22	<b>PROCEEDING S</b> 1:13 4:1	regard 6:17	seamlessly 6:13	<b>states</b> 6:22 7:7
<b>permission</b> 7:4,6,8,15	provide 8:12	REPORTER 1:20	seeking 7:4,7	still 9:13
<b>place</b> 4:3 7:13	<b>public</b> 1:2,15 2:3 4:15 9:1, 24	reporting 6:16	<b>seen</b> 9:21	Street 2:8
<b>plan</b> 6:21	Q	reports 6:16	<b>send</b> 7:9	<b>such</b> 7:10
planning 5:10		represent	separate 6:18,19	<b>Suite</b> 2:9
point 4:21 5:3	questions 8:6,14 10:2,4	9:13	Service 1:2,	<b>sworn</b> 5:24 6:2 8:20
position 5:17		representing	15	

Т	track 7:20	V	yourself 5:3,	
table 4:16	tracking 6:16 transaction	Vancouver 2:9	19	
take 4:11 7:10	7:5,9,16	veracity 8:1		
<b>taken</b> 1:15 4:25	truth 6:2 8:20	<b>VIA</b> 2:6		
tariff 7:11	U	W		
technical 9:1	under 7:1	<b>WA</b> 2:9		
<b>Telecom</b> 1:4, 7,10 2:7 4:5 5:6 6:11,12	understand 5:1	wanted 5:17		
telephone 2:6 4:20 5:2,11	United 6:22 unless 8:11	Wednesday 1:18		
testified 6:3 8:21	10:9 until 4:22	western 6:22 will 4:21,23		
testify 5:19, 21 8:1	<b>Utah</b> 1:2,4,5, 7,8,10,11,15,	5:3,21 7:2,18 10:9		
than 8:10	16 2:5,7 4:5, 6,13 5:6,7 6:11,12 7:7	witness 3:3 5:19 8:16		
thing 8:10	Utilities 2:3	worked 6:21		
<b>three</b> 6:10 9:5	4:15 9:2	working 7:11		
time 1:19 4:3, 24 7:4 10:8	utility 8:25	Y		
		<b>yet</b> 4:19		