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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION
    In Re: Application for certificate ) DOCKET NO. 980918-TC
    to provide pay telephone service by)
    Florida Billsouth Telephone Company )
    PROCEEDINGS:
                             HEARING
10
                             CHAIRMAN JOE GARCIA
    BEFORE:
11
                              COMMISSIONER SUSAN F. CLARK
                              COMMISSIONER E. LEON JACOBS, JR.
12
                             Monday, November 29, 1999
    DATE:
13
    TIME:
                              Commenced at 1:30 p.m.
                              Concluded at 1:45 p.m.
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15
                             Betty Easley Conference Center
    PLACE:
16
                              Room 148
                              4075 Esplanade Way
                             Tallahassee, Florida
17
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    REPORTED BY:
                             NANCY S. METZKE, RPR, CCR
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                         C & N REPORTERS
                    CERTIFIED COURT REPORTERS
                      POST OFFICE BOX 3093
22
                TALLAHASSEE, FLORIDA 32315-3093
23
             (850) 697-8314
                             / FAX (850)697-8715
     BUREAU OF REPORTING
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APPEARANCES:

BETH KEATING, ESQUIRE, FPSC, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850. On behalf of the Commissioner staff.

MICHAEL P. GOGGIN, ESQUIRE, 150 West Flagler Street, Suite 1910, Miami, Florida 33130. On behalf of BellSouth Telecommunications, Inc.

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I N D E X
                              WITNESSES
    NAME
                                                   PAGE NO.
    JAVIER PELLETIER
         Prefiled Direct Testimony Inserted . . .
    SANDRA J. EVANS
         Prefiled Direct Testimony Inserted . . . 10
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        West Palm Beach Post newspaper
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         article and videotape ....
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PROCEEDINGS

CHAIRMAN GARCIA: All right. We're going to convene this hearing.

Counsel, will you please read the notice?

MS. KEATING: By notice issued November 15th,

1999, this time and place have been set for a
hearing in Docket 980918.

CHAIRMAN GARCIA: All right. We'll take appearances.

MR. GOGGIN: Commissioners, I'm Michael Goggin.

I'm appearing for BellSouth Telecommunications.

CHAIRMAN GARCIA: Okay. The record will show that Mr. Pelletier is not here.

MS. KEATING: And Beth Keating for Commission staff.

CHAIRMAN GARCIA: Okay. Counsel, how do we proceed?

MS. KEATING: Well, in view of the fact that Mr. Pelletier is not here for the beginning of this proceeding, staff would recommend that we go ahead and insert Mr. Pelletier's testimony into the record with the understanding that it will be given the weight due in view of the fact that there is no opportunity for cross examination and then go ahead and proceed with BellSouth.

CHAIRMAN GARCIA: Mr. Goggin doesn't object to that though, right?

MS. KEATING: BellSouth could, of course, object; but that's our recommendation, is that it be given -- just simply given the weight that it's due.

MR. GOGGIN: We have no objection to that as long as we're permitted also to put evidence in the record. Thanks.

MS. KEATING: And then proceed with BellSouth's witness, and then if it's --

CHAIRMAN GARCIA: Mr. Goggin, there's no one to cross examine, so that witness's testimony will go into the record as it's there. Since they're not supposed to add anything, and only cross would elicit things that are new, then we'll also admit your evidence into the record.

DOCKET No. 980918-TC.

Direct Testimony of

Javier, Pelletier

On Behalf of Florida Billsouth Telephone C.

Before the Florida Public Service Commission

Jan 29, 1999

- O. PLEASE STATE YOUR NAME, ADDRESS AND TITLE.
- A. My name is Javier, pelletier. I am the President of FL.

 Billsouth Telephone C. My business address is 12910

 SW 9th Street Miami, Florida. The name of my business is FLORIDA BILLSOUTH TELEPHONE COMPANY.
- Q. PLEASE DESCRIBE YOUR EDUCATIONAL BACKGROUND AND YOUR BUSINESS EXPERIENCE.
- A. My educational background consist of High School in till
 9th grade. and I don't know had to read and write.

 My background in business involves over 10 month experience
 on Telephones business for Fl. Billsouth Telephone C. in
 Miami, Florida. but I will star with experience personel
 that will work with Fl. Billsouth Telephone C. in Miami
 Florida.
- Q. What are your present duties with Florida Billsouth Telephone Company.
- A. My duties with Florida Billsouth Telephone C. is to give a better services, a cheaper services and a good look over the city, to maintain the public phones clean and 24 hour repairment., Not like other Company's like Bellsouth that there

- are full of graphite and they are out of services for more then a month.
- Q. WHAT IS THE PURPOSE OF YOUR TESTIMONY IN THIS DOCKET.
- A. The purpose of my testimony is to present evidence to suppor the FLORIDA BILLSOUTH TELEPHONE C. is not coping the name Bellsouth like they toll to WAMI MIAMI and to a reporter: one of there representive said on TV that I only tuck the letter E of and put the letter I instead. and his taking a short run to become famous., and if we are going to discuss They don't have FLORIDA and they don't have BILL that only word that they have is "South" . and from my point of view is that Bell is totally different from my name FLORIDA BILL SOUTH TELEPHONE C. not like there point of view that there are only putting BILLSOUTH and is not register as "billsouth" is register as FLORIDA BILLSOUTH TELEPHONE C. This is the way they are going to be on my trucks and public phones. as you all see on that about lines you can compare that FLORIDA BILLSOUTH TELEPHONE C. is not the same as Bellsouth. Bellsouth is training to make a confusion regarding the FLORIDA BILLSOUTH TEPHONE C. is training to still there name and clientes. BUT THIS IS NOT TRUE.
- Q. DOES FLORIDA BILLSOUTH TELEPHONE C. HAVE THE RESOURCES TO EXPAND IN TO FLORIDA AND OTHER STATES.
- A. Yes.
- Q. HOW.
- A. As I see that hard it get , and the crowd't become we will be bumping one to each otherI will not be afraid to expand to other places, like Tampa, Orlando and many other places.

- Q. HOW WILL FLORIDA BILLSOUTH TELEPHONE C. BILL FOR ITS SERVICES
- A. FLORIDA BILLSOUTH TELEPHONE C. don't need to bill anybody because FLORIDA BILLSOUTH TELEPHONE C. have only Public phone that oppose of that is we are the one's to pay for our lines. what it will cost the public for our services . a Quarter per call. this means that it current be any confusion with that , . what Bellsouth call's for a confusion of billing. There are no billing in my Business. PLEASE MAKE IT CLEAR THERE ARE NO BILLING COFUSION.

7		BELLSOUTH TELECOMMUNICATIONS, INC.
2		DIRECT TESTIMONY OF SANDRA J. EVANS
3		BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION
4		DOCKET NO. 980918-TC
5		JANUARY 29, 1999
6		_
7	Q.	Please state your name, address and position with BellSouth
8		Telecommunications, Inc. or its affiliate. ("BellSouth" or "The
9		Company").
10		
11	A.	My name is Sandy Evans. I am employed by BellSouth Intellectual
12		Property Management Corporation. My business address is 1155
13		Peachtree Street, N.E., Suite 500, Atlanta, Georgia 30309.
14		
15	Q.	Please give a brief description of your background and experience.
16		
17	A.	I am a graduate of Vanderbilt University with a degree in English and
18		the University of Georgia School of Law with a Juris Doctor degree. I
19		have 21 years of service with BellSouth. My career with BellSouth
20		began in the Legal Department of Southern Bell and has continued on
21		to assignments in BellSouth Services, BellSouth Corporation, BellSouth
22		Intellectual Property Corporation and BellSouth Intellectual Property
23		Management Corporation. For the last 13 years, I have acted as in-
24		house counsel to all BellSouth companies on intellectual property
25		matters, including trademark matters.

1		
2	Q.	What is the purpose of your testimony?
3		
4	A.	The purpose of my testimony is to support BellSouth's protest against
5		the use of the name and mark BILLSOUTH by Florida BillSouth
6		Telephone Company, an applicant to provide pay telephone services.
7		
8	Q.	To what issue will you be addressing?
9		
10	Α.	I will address the issues raised by BellSouth regarding the likelihood of
11		confusion that would be caused by the use of BILLSOUTH and how
12		this would negatively impact Florida citizens.
13		
14	Q.	What is the basis for BellSouth's position that BELLSOUTH and
15		BILLSOUTH are confusingly similar?
16		
17	Α.	The question of whether the use of the term BILLSOUTH on pay
18		telephones is likely to cause confusion among the consuming public,
19		which is used to seeing BELLSOUTH on pay phones, can be answered
20		by using the traditional test used by the courts in trademark
21		infringement cases. In trademark infringement cases, the following
22		factors are considered to determine whether a likelihood of confusion
23		between two names or marks exists:
24		 the type of trademark sought to be protected – is it strong and

highly protectable or weak?

1		2.	similarity of the marks in sight, sound, meaning and overall
2			commercial impression;
3		3.	similarity of the products and services on which the marks are
4			used;
5		4.	identity of retail outlets and purchasers;
6		5.	similarity of advertising media;
7		6.	defendant's intent ; and
8		7.	actual confusion.
9			
10		In exam	nining the factors necessary for proving likelihood of confusion,
11		a trader	mark owner need not show that all, or even most, of the factors
12		are pres	sent in any particular case to be successful. I believe that you
13		will agre	ee with me after I have run through the factors that the use of
14		BILLSC	OUTH would confuse Florida customers and should not be
15		allowed	
16			
17	Q.	Before v	we go through these factors, why are you not suing Mr. Pelletier
18		and his	company in court rather than appealing before this
19		Commis	ssion?
20			
21	A.	BellSou	th will take all legal steps available to it, including filing suit, in
22		the eve	nt that Mr. Pelletier is authorized to provide service under this
23		name.	I am here because this Commission has a concern for the
24		wellbeir	ng of the Florida consumer of telephone services. In that sense
25		the Con	nmission has the same basic legal mandate as the court in a

1 trademark infringement case - to protect consumers from being 2 confused as to the source of the goods and services they are purchasing. 3

4

Q. Please briefly review each of the factors used to determine likelihood of 5 confusion as they apply in this case. 6

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8 A. The first factor is to evaluate whether the mark for which protection is being sought is protectable and, if so, to what degree. A strong mark is very distinctive and will be widely protected – a weak mark will have a more limited scope of protection. The factors to consider in determining whether a mark is strong or weak include whether the mark is descriptive or arbitrary, whether the term is used by others on the same type of product or service, and the extent of consumer recognition of the mark based on its use and the amount of advertising and promotion done under the mark. BellSouth Corporation and its subsidiaries have made extensive use of the BELL marks for a significant period of time. The BELL name was first used by Southern Bell, which was formed in 1879. BellSouth adopted BELLSOUTH in 1984. Southern Bell began using the BELLSOUTH brand in 1995. This Commission is well aware of the widespread use of BELLSOUTH in Florida and the amount of money spent on advertising and marketing under the BELLSOUTH brand. The mark is not used by others on the same products or services.

1		Therefore, BELLSOUTH is a strong and famous mark deserving of
2		broad protection against the use of similar marks by others.
3		
4	Q.	Please compare the marks for us under the second factor – similarity of
5		the marks.
6		
7	A.	In evaluating this factor, one must examine the overall impression
8		created by the marks, including a comparison of the appearance,
9		sound and meaning of the marks.
10		The commercial impression generated by the mark BILLSOUTH on pay
_11		telephones is substantially identical to the commercial impression
12		created by the use of BELLSOUTH on pay telephones. These marks
13		sound alike and they look alike. The name and mark BELLSOUTH is
14		the foundation for all of the names and marks used by BellSouth
15		Corporation and its subsidiaries. It is the dominant element used in
16		"BellSouth Telecommunications," "BellSouth Mobility," BellSouth
17		Advertising & Publishing," etc. In determining the question of likelihood
18		of confusion greater weight is given to the dominant parts of a
19		composite mark, because it makes the greatest impression on the
20		ordinary buyer. Thus, even if the full name "FLORIDA BILLSOUTH
21		TELEPHONE COMPANY" is used, the public will focus on the
22		BILLSOUTH portion, as it does on the BELLSOUTH portion of the
23		BellSouth names and marks. BELLSOUTH and BILLSOUTH are
24		identical in sound, and virtually indistinguishable in sight. When the
25		

1		dominant portions of two marks look so similar and sound the same,
2		there is likely to be confusion.
3		
4	Q.	And the third factor?
5		
6	A.	The parties' respective goods and services are identical. Pay
7		telephones will be branded BILLSOUTH and BELLSOUTH.
8		
9	Q.	And the fourth factor?
10		•
11	A.	Just as with the goods and services under the third factor, the outlets
12		and purchasers of BILLSOUTH and BELLSOUTH pay phone services
13		are identical.
14		
15	Q.	How would you evaluate the fifth factor which compares the type of
16		advertising used by each party.
17		
18	A.	I do not have any information regarding the applicant's proposed
19		method of advertising. BellSouth advertises in virtually every
20		advertising media available - television, on radio, in print, and on
21		outdoor billboards. Since BellSouth advertises in all media, there is
22		inevitable overlap between the party's advertising.
23		
24	Q.	Do you have any evidence of the applicant's intent to infringe under the
25		sixth factor?

1		
2	A.	It is very clear that Mr. Pelletier adopted this name with an intent to
3		confuse the public. I am attaching as Exhibit SE-1 a newspaper article
4		in which Mr. Pelletier expresses his intention to create a company logo
5		in the shape of a bell which will be similar to BellSouth's Bell Symbol
6		logo, "but larger." Mr. Pelletier also states that he plans to paint his
7		trucks white with blue and yellow stripes to look like BellSouth's trucks.
8		In the attached television interview, Exhibit SE-2, Mr. Pelletier also
9		offers to sell the BILLSOUTH mark to BellSouth. There can be no
10		doubt that his intent in adopting BILLSOUTH is to confuse the public
11		into using his services.
12		
13	Q.	With respect to the seventh factor, has there been any actual
14		confusion?
15		
16	A.	BellSouth would not need to show actual confusion in order to prove its
7		trademark infringement case against BILLSOUTH. In this case, he has
8		not yet used the BILLSOUTH name, so there has not been public
9		confusion.
20		•
21	Q.	Please summarize your conclusion from the forgoing.
22		
23	A.	Weighing all of the foregoing factors, it is clear that a pay telephone
24		company using the name or mark BILLSOUTH or FLORIDA
25		BILLSOUTH TELEPHONE COMPANY is likely to be confused by the

1 public as being related to, sponsored by or endorsed by BellSouth. (1) 2 BELLSOUTH is a strong name and trademark used for various 3 telephone-related goods and services, and is entitled to broad 4 protection; (2) the name and mark BILLSOUTH and FLORIDA 5 BILLSOUTH TELEPHONE COMPANY are similar in appearance and 6 sound, and creates a very similar overall impression to the 7 BELLSOUTH mark and the names of the various BellSouth entities; (3) 8 the products and services are identical; (4) the purchasers and methods used to distribute the products are the same; (5) similar 9 10 methods of advertising will be used; (6) there is strong evidence of an 11 intent to confuse; and (7) there is no evidence of actual confusion 12 because the BILLSOUTH name and mark is not yet being used. 13 Virtually none of the foregoing factors weigh in favor of BILLSOUTH. 14 Has BellSouth been successful in preventing others from using 15 Q. 16 confusingly similar marks and, if so, what marks were being used? 17 Α. We have obtained two Orders of the Trademark Trial and Appeal Board 18 19 ("TTAB") in which the TTAB found that there was a likelihood of 20 confusion between the mark BEL BEL-TRONICS and BellSouth's BELL 21 marks and refused registration of the BEL BEL-TRONICS mark, and also from the U.S. District Court for the Northern District of Georgia in 22 23 which the Defendant was enjoined from using the mark BEL-TRONICS on or in conjunction with telecommunications equipment. In addition to 24 25 the foregoing, we have been successful in obtaining consent judgments

1		involving the use of the marks MICROBELL, ALL FLORIDA BELL,
2		BABY BELL and MA AND PA BELL in Florida. We have obtained the
3		agreement of numerous other infringers to stop using the names and
4		marks incorporating BELL or BELLSOUTH without having to resort to
5		litigation.
6		-
7	Q.	Would you please summarize your testimony?
8		
9	A.	Yes. It is the Commission's responsibility to grant applications to
10		provide telecommunication goods or services only if they are in the best
11		interest of the citizens of Florida. It is my testimony that Florida
12		customers would be confused as to the source of goods or services
13		provided to them under the name or mark BILLSOUTH or FLORIDA
14		BILLSOUTH TELEPHONE COMPANY.
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MS. KEATING: I believe there was a videotape exhibit.

MR. GOGGIN: Yes, our witness, Ms. Evans, had two exhibits attached to her testimony, one of which was a newspaper article of one page from the West_Palm Beach Post, and the other was a videotape recording of an interview with a south Florida television station and Mr. Pelletier.

CHAIRMAN GARCIA: It's a good piece. I saw it.

We -- I didn't see it because you showed it to me.

I saw it because I saw it on TV. I didn't want to give it a false appearance on the record. There being no one to object to you putting those on the record, and I don't think any commissioner has an objection to it, then we'll put those into the record also.

MS. KEATING: So it will be marked as Composite Hearing Exhibit 1.

CHAIRMAN GARCIA: Composite Exhibit 1, which is the article and the videotape. Okay?

MS. KEATING: All right. Staff would ask that we be allowed to take a five-minute break. We believe that we could come back with an oral recommendation on Mr. Pelletier's petition.

CHAIRMAN GARCIA: Just for the interest of

justice and procedure, it does no harm to go ahead and file something at the next available agenda conference, and that way we don't have to take the five-minute break.

MS. KEATING: Okay.

CHAIRMAN GARCIA: And, you know, it will -- so

unless someone has something to add -
COMMISSIONER DEASON: Well, it just seems to me
that if -- We may can just get this matter resolved
and over with without having to do the additional

paperwork of filing a recommendation.

CHAIRMAN GARCIA: Okay. Very well.

 $\ensuremath{\mathsf{MS}}.$ KEATING: We could even take less than that.

CHAIRMAN GARCIA: All right. We're going to take a five-minute recess.

(BRIEF RECESS)

CHAIRMAN GARCIA: Okay. Staff.

MS. KEATING: I think we're ready with a recommendation.

CHAIRMAN GARCIA: All right.

MS. KEATING: Staff recommends denying

Mr. Pelletier's application for a certificate in the

name of Billsouth. Mr. Pelletier has demonstrated a

lack of managerial capability by not complying with

the Commission's rules and by failure to comply with the order establishing procedure for this docket.

CHAIRMAN GARCIA: Very good. Do I have a motion?

MR. GOGGIN: Mr. Chairman, is it possible to offer comment on the recommendation?

CHAIRMAN GARCIA: Sure.

MR. GOGGIN: Would it be possible -- we contend that it is possible and, in fact, would be proper based on the evidence in the record to also deny on the basis that the name, Florida Billsouth Telephone Company, is confusingly similar to BellSouth.

COMMISSIONER CLARK: Yeah. I was going to ask something similar. What are the criteria that have to be met to get a certificate? And I'd like comment from you all on each one of those criteria because it seems to me he may not meet the others as well.

MS. KEATING: It's technical capability, managerial capability, and financial capability.

COMMISSIONER CLARK: Well, I don't think he has demonstrated the technical capability, has he?

MS. KEATING: We believe that he does have the technical capability to run a phone company.

COMMISSIONER CLARK: On what basis?

demonstrated included probably hund that has company BellSouth extensive --been you hе but they? aspects the ttl back with Bell go ይ has and Were Ŋ capabilities, with . S manageri Ø were agree been case where basis what ൯ οĘ confusing, more BellSouth that the have u, ⊥ certificate α part certificate come opposed what think it's what think \vdash a11 Ø guess where the items to Well, like the Can And On They were ൻ intent ഗ or Н O F рe managerial it . \vdash o G previously had Ī would On the mean we part CLARK: q would CLARK: in-depth, CLARK: Well, CLARK: Н ď suggestion alleged for But file that his 1-1 l I you the s application ٦. ۲ and COMMISSIONER COMMISSIONER Н COMMISSIONER logo KEATING: COMMISSIONER KEATING: KEATING: KEATING: 40 KEATING: the to me and ĮĮ that on recommendation, something more conclude that? necessary name have demonstrated that the not 'n Commission. capability. seems suggestion MS. MS. MS. the ç t MS. come met have doesn't MS shape hi also that are not has We in 20 23 25 2 3 4 5 9 ∞ 9 10 Ø ω Q 22 11 12 14 5 21 4

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up is I don't really consider the fact that the name "Billsouth" may be confusing as technical incapability. I guess that's where --

COMMISSIONER CLARK: Well, we have had a case before dealing with confusion, customer confusion._

MS. KEATING: Correct.

COMMISSIONER CLARK: And I think staff's recommendation was that it was not confusing in that instance, and that's because we went to hearing and we had clarification on the intention of how they were going to market and what they had done in terms of clarifying to customers with respect to the company they are dealing with. We have not had that here, and I think there is a basis for saying that it is not in the public interest because it would be confusing to the public. I think -- It strikes me that you have to meet those criteria, plus it has to be in the public interest.

MS. KEATING: I agree, and based on the fact that BellSouth's testimony is the only testimony in the record that was available for cross examination, I believe that you could make that conclusion.

COMMISSIONER DEASON: So can we make that conclusion as well as lack of managerial ability and make no finding concerning financial and technical

ability?

COMMISSIONER CLARK: I think that would be acceptable.

COMMISSIONER JACOBS: Well, if I may, the prior -- when we dealt with this issue previously, I didn't come away with the understanding that we were making a ruling that the certificate could be -- that the company was clarifying its name and, therefore, it wouldn't meet our certification criteria. It was my understanding that staff viewed our jurisdiction as being limited in being able to consider that as a matter of certification.

MS. KEATING: Well, this is a pay phone certificate.

COMMISSIONER CLARK: No, I think what -- I understand what you're saying, that when we, when -- It was K --

COMMISSIONER JACOBS: KT&T.

COMMISSIONER CLARK: KT&T, and in that case it was initially -- I can't remember whether it was denied or granted. But, anyway, we went to hearing on the issue of whether it was confusing, and I think the record in that case demonstrated that it was, at least to my satisfaction, that it was not, and -- but you're saying did we take the position

that it wasn't our jurisdiction?

COMMISSIONER JACOBS: I prefer -- I prefer this interpretation. I prefer the interpretation that I think the statute is broad enough to allow us to consider whether or not a name imposes undue -- could potentially cause undue confusion to the public. I think the statute is that broad, but I think --

MS. KEATING: You can reach that conclusion.

COMMISSIONER JACOBS: Okay.

MS. KEATING: If you choose to do so today, if you believe that based on the evidence in the record, which is mainly BellSouth's evidence, that the Billsouth name is confusing and it's not in the public interest to grant a certificate under that name, then I believe that you can do that.

COMMISSIONER JACOBS: So as a matter of public interest.

MS. KEATING: Yes.

COMMISSIONER JACOBS: And it is sufficient as a rationale to deny the certificate?

MS. KEATING: Yes, commissioner.

COMMISSIONER CLARK: I would like to know, does anyone know what the basis was in that last order if we took the position we could not -- we didn't have

the authority to reject it on the basis of customer confusion? 3 MS. KEATING: You're referring to the KT&T? COMMISSIONER CLARK: Yes. 5 MS. KEATING: I believe that we -- the 6 Commission did reach the conclusion that they could reject that name that it --8 COMMISSIONER CLARK: Are you certain? 9 MS. KEATING: -- was not in the public 10 interest. 11 COMMISSIONER CLARK: Are you certain? Norrine, 12 do you remember? 13 MS. KEATING: I have to confess, I'm not 14 positive. 15 COMMISSIONER CLARK: Why don't you call up and 16 see if you can -- Mr. Williams, do you know? 17 MR. WILLIAMS: I'm trying to remember, and I 18 was on that case too. I know that we did not deny 19 the KT&T. It was the two names associated with it, the d/b/a's: I don't care, and it doesn't matter. 20 21 COMMISSIONER CLARK: Right. 22 MR. WILLIAMS: And we approved that based on, 23 if it's my recollection, that they would take and brandish those names first before any recommend --24 before anybody could make a decision. But I do not

recall exactly what we did on that.

COMMISSIONER DEASON: Well, let me ask this question. I know this is a pay telephone certificate. That was an interexchange carrier?

MR. WILLIAMS: Right, those were interexchange carriers On pay phones, I might want to -
COMMISSIONER DEASON: The criteria is different, is it not, or --

MR. WILLIAMS: Yes, sir, it's very different.

On pay phones, we do not look at any financial,

managerial, or technical qualifications on pay phone
applications. We do have a right to deny the
application based on it is not in the public
interest.

COMMISSIONER CLARK: This is pay phones? Then we couldn't do what you just recommended.

MR. WILLIAMS: Ma'am?

COMMISSIONER CLARK: I thought the recommendation was that we reject it based on the lack of managerial capability.

MR. WILLIAMS: We based it on that because of his actions that he has shown not proceeding to this Commission or not abiding by any Commission rules or orders.

MS. KEATING: And because he doesn't appear to

have the managerial capability to even comply with that, then we don't think it's in the public interest.

COMMISSIONER CLARK: Well, I thought I just heard you say the two standards for the two type of licenses are different, and it was a lesser standard for the pay phone.

MR. WILLIAMS: Yes, ma'am, there is a lesser standard for the pay phone certificates.

CHAIRMAN GARCIA: We don't look at financials on pay phones?

MR. WILLIAMS: No, sir.

CHAIRMAN GARCIA: Okay. Let's --

MS. KEATING: Would you prefer us to come back with a written recommendation? We can do that.

CHAIRMAN GARCIA: I want to be careful because here's my thinking: This is the simplest certificate we give. This is -- you usually walk in, as long as you spell your name right and give us an address that we can count on you, you usually get this license because the technical capability is relatively limited. We haven't put much standard to it. And I think what staff needs to analyze is two things. I think Susan makes a good point. How does this affect the KT&T that we've decided before, and

are we using that as an issue?

Secondly, perhaps we're not even getting to that issue because we never even had that -- I mean that was a debate that we've had on paper, but Mr. Pelletier wasn't here to have it. Clearly we find that he's lacking in some other ability to manage his time or whatever for the company, and I'd like us to use criteria that's consistent with what we had in the past so we don't create new criteria; and if we are creating new criteria, you make it evident to us before we vote it out. And that's why I think it might be better if you come back.

MS. KEATING: We can do that. Let me ask one question though. Would you -- The schedule following the hearing was not reset after the second continuance. Do you want the parties to file briefs?

CHAIRMAN GARCIA: No. I don't think we need the parties to file briefs. I think you can handle it on your own, and I think simple rather than longer and state what we did here today, okay?

MS. KEATING: Okay.

COMMISSIONER DEASON: I don't mean to complicate things, but do the parties have a right to file briefs if they want, or is that something

1 that we just simply say, no, we don't want briefs? MS. KEATING: They have a right to file a 3 post-hearing statement if they so choose. CHAIRMAN GARCIA: So let's let them do that if they so choose. Mr. Pelletier can file one, and 6 Mr. Goggin, of course, you can also, so -- Okay? Do you need a date on this? 8 MS. KEATING: Yes, please. 9 CHAIRMAN GARCIA: Why don't you give me one. 10 MS. KEATING: I had set up a tentative 11 schedule. If we could get something in in two 12 weeks. 13 CHAIRMAN GARCIA: Okay. Someone will contact Mr. Pelletier to make sure he's aware of this. 14 15 Okay. 16 MR. GOGGIN: December 12th? MS. KEATING: 17 Yes. 18 CHAIRMAN GARCIA: All right. Very good. Then 19 we will adjourn this hearing. Thank you very much. Appreciate it. 20 21 MR. GOGGIN: Thank you. 22 (WHEREUPON, THE HEARING WAS ADJOURNED) 23 24 25

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CERTIFICATE
    STATE OF FLORIDA
    COUNTY OF LEON
               I, NANCY S. METZKE, Certified Shorthand
    Reporter and Registered Professional Reporter, certify
    that I was authorized to and did stenographically report
    the foregoing proceedings and that the transcript is a
    true and complete record of my stenographic notes.
              DATED this 12th day of December, 1998.
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