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090538-TP

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Subject:

Docket No. 090538-TP - Answer of Granite Telecommunications, LLC to Amended Complaint

Attachments: Docket No. 090538-TP - Answer of Granite to Amended Complaint.pdf

Attached for electronic filing in the above-referenced docket, please find the Answer of Granite Telecommunications, LLC to the Amended Complaint of Qwest Communications Company, LLC. If you have any questions, please do not hesitate to contact us.

a. Persons responsible for filing:

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- b. Docket No.: 090538-TP In re: Complaint of Qwest Communications Company, LLC against MCImetro Access, et al.
- c. Filed on behalf of: Granite Telecommunications, LLC
- d. Total pages: 11
- e. Brief Description: Answer of Granite Telecommunications, LLC to Amended Complaint of Qwest Communications Company, LLC

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09460 NOV 162

FPSC-COMMISSION CLERK

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF FLORIDA

In re: Complaint of QWEST COMMUNICATIONS COMPANY, LLC against MCIMETRO ACCESS Docket No. 090538-TP TRANSMISSION SERVICES (d/b/a VERIZON ACCESS TRANSMISSION SERVICES), XO COMMUNICATIONS SERVICES, INC., TW TELECOM OF FLORIDA, L.P., GRANITE TELECOMMUNICATIONS, LLC, COX FLORIDA TELCOM, L.P., BROADWING COMMUNICATIONS, LLC, ACCESS POINT, INC., BIRCH Filed: November 16, 2010 COMMUNICATIONS, INC., BUDGET PREPAY, INC., BULLSEYE TELECOM, INC., DELTACOM, INC., ERNEST COMMUNICATIONS, INC., FLATEL, INC., LIGHTYEAR NETWORK SOLUTIONS, LLC, NAVIGATOR TELECOMMUNICATIONS, LLC, PAETEC COMMUNICATIONS, INC., STS TELECOM, LLC, US LEC OF FLORIDA, LLC, WINDSTREAM NUVOX, INC., AND JOHN DOES 1 THROUGH 50 for rate discrimination in connection with the provision of intrastate switched access services in alleged violation of Sections 364.08 and 364.10, F.S.

ANSWER OF GRANITE TELECOMMUNICATIONS, LLC TO AMENDED COMPLAINT OF QWEST COMMUNICATIONS COMPANY, LLC

Pursuant to Order No. PSC-10-0629-PCO-TP issued in the above-captioned matter, Respondent Granite Telecommunications, LLC ("Granite") respectfully submits this Answer to the Amended Complaint of Qwest Communications Company, LLC ("QCC") filed on October 11, 2010 in the above-captioned matter. As a fundamental matter, Granite has not subjected QCC to any alleged "unjust and unreasonable discrimination." Further, QCC would not be entitled to any reparations under the claims for relief stated in the Amended Complaint, even if the factual allegations set forth therein were proven. In filing this Answer, Granite explicitly reserves the right to later seek dispositive relief based on any or all of the grounds and defenses raised herein.

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FPSC-COMMISSION CLERK

In deciding the Motion to Dismiss of Granite and other Respondents filed January 29, 2010, in response to QCC's initial Complaint, the Commission determined that it is without authority to award damages. Commission Order No. PSC-10-0296-FOF-TP, at 6. The Commission stated that it may order refunds, where appropriate, but did not decide whether any such refunds would be available to QCC under the facts alleged in the Complaint. *Id.* Critically, QCC's claim for "reparations" is not cognizable since, *inter alia*, that QCC claim remains one seeking damages. *See* Amended Complaint, at Prayer for Relief. Indeed, even if QCC properly sought refunds, such relief is not available to a Complainant under a discrimination claim where the Complainant admits (as QCC does here) that it was billed and paid the filed rate. *See Id.*, at para. 10. In filing this Answer, Granite specifically reserves and does not waive its right to raise these matters, as well as any other legal points and defenses not theretofore previously raised.

In response to the specific allegations set forth in the Amended Complaint, Granite states as follows:

- 1. Granite denies knowledge or information sufficient to form a belief as to each and every allegation contained in paragraph 1 (including its subparagraphs) of the Amended Complaint.
- 2. Granite denies knowledge or information sufficient to form a belief as to each and every allegation contained in paragraph 2 (including its subparagraphs), except admits the allegations contained in subparagraph 2.d.
- 3. The allegations of paragraph 3 state a legal conclusion and, as such, Granite neither admits nor denies the allegations. Granite respectfully refers all questions of law to the Commission for determination after hearing.

- 4. The allegations of paragraph 4 state a legal conclusion and, as such, Granite neither admits nor denies the allegations. Granite respectfully refers all questions of law to the Commission for determination after hearing.
- 5. The allegations of paragraph 5 state a legal conclusion and, as such, Granite neither admits nor denies the allegations. Granite respectfully refers all questions of law to the Commission for determination after hearing.
- 6. Granite denies knowledge or information sufficient to form a belief as to each and every allegation contained in paragraph 6, except admits that Granite has filed a tariff/price list ("Price List") with the Commission containing rates for intrastate switched access services provided in Florida.
- 7. Granite denies knowledge or information sufficient to form belief as to each and every allegation contained in paragraph 7, except admits that Granite has provided intrastate switched access services to QCC in Florida and has billed QCC in accordance with its Price List on file with the Commission.
- 8. Granite denies the allegations set forth in paragraph 8, except admits that the Minnesota Public Utilities Commission opened dockets to investigate the terms under which various carriers were providing intrastate switched access services in Minnesota, and respectfully refers to the public record of those proceedings for the scope and results thereof.
- 9. Granite denies the allegations set forth in paragraph 9, except admits that certain agreements between CLECs and IXCs relating to intrastate access services, including a settlement agreement between Granite and AT&T, were identified during the Minnesota Public Utilities Commission proceedings, and respectfully refers to the public record of those proceedings for the scope and results thereof.

- 10. Subparagraphs 10.a., 10.b., 10.c., 10.e., 10.f., 10.g., 10.h., 10.i., 10.j., 10.k., 10.l., 10.m., 10.n., 10.o., 10.p., 10.q., 10.r., 10.s., and 10.t. (including their subparagraphs) do not relate to Granite, and therefore do not appear to necessitate any response from Granite. To the extent any response is necessary, Granite denies knowledge or information sufficient to form a belief as to each and every allegation contained therein.
- 11. Granite denies each and every allegation contained in subparagraph 10.d.i., except admits that Granite has a Price List on file with the Commission and has billed QCC intrastate access charges in accordance with the rates and terms of such Price List, including Section 5.1 of Granite Telecommunications, LLC, Florida P.S.C. Price List No. 1.
- admits that Granite has billed QCC intrastate access charges in accordance with the terms of its filed Price List; that Granite was compelled to enter into an invalid, unenforceable "settlement agreement" with AT&T in 2003, under which access rates charged to AT&T were capped on a nationwide basis; that QCC sent correspondence to Granite demanding, *inter alia*, off-tariff rates, terms and conditions, and copies of third-party agreements; and that Granite sent to QCC correspondence responsive to QCC's demands. Granite respectfully refers all questions of law to the Commission for determination after hearing.
- 13. Granite responds to the allegations contained in paragraph 11 to the extent and in the same way Granite has responded to QCC's allegations contained in paragraphs 1 through 10.
- 14. Granite denies each and every allegation contained in paragraph 12 to the extent they relate to Granite, except admits that a telecommunications company may in appropriate circumstances enter into contracts with customers that deviate from its tariffs, and respectfully refers all questions of law to the Commission for determination after hearing.

- 15. Granite denies each and every allegation contained in paragraph 13 to the extent they relate to Granite, and respectfully refers all questions of law to the Commission for determination after hearing.
- 16. Granite responds to the allegations contained in paragraph 14 to the extent and in the same way Granite has responded to QCC's allegations contained in paragraphs 1 through 13.
- 17. Granite denies each and every allegation contained in paragraph 15 to the extent they relate to Granite, except to admit that Granite has a Price List on file with the Commission that contains rates and terms for intrastate switched access services, and respectfully refers all questions of law to the Commission for determination after hearing.
- 18. Granite denies each and every allegation contained in paragraph 16 to the extent they relate to Granite, except admits that Granite has billed QCC intrastate access charges in accordance with the terms of its filed Price List; that Granite has entered into settlement agreements with IXCs whose terms relate to intrastate access rates in many States, including Florida; and that Granite was compelled to enter into a settlement agreement with AT&T in 2003, under which access rates to AT&T were capped on a nationwide basis, which agreement was made known to QCC and the general public several years prior to the QCC Complaint. Granite respectfully refers all questions of law to the Commission for determination after hearing.
- 19. No response is required to the allegations in paragraphs 17, 18, and 19, as they do not apply or relate to Granite.

AFFIRMATIVE DEFENSES

FIRST AFFIRMATIVE DEFENSE

20. The agreements about which QCC complains are invalid and unenforceable, and QCC cannot benefit from the rates and terms of an invalid and unenforceable agreements. To

the extent the alleged settlement agreements are determined to be invalid or unenforceable, the IXCs must pay Granite in accordance with Granite's duly filed tariff.

SECOND AFFIRMATIVE DEFENSE

21. QCC has failed to state a claim upon which relief may be granted.

THIRD AFFIRMATIVE DEFENSE

22. Granite has not engaged in any unlawful rate discrimination under Florida law, or otherwise violated applicable laws and regulations.

FOURTH AFFIRMATIVE DEFENSE

23. Granite has complied with all obligations imposed under Florida statutes and regulations in all material respects.

FIFTH AFFIRMATIVE DEFENSE

24. The rates for switched access service set forth in Granite's Price List on file with the Commission are just, reasonable, nondiscriminatory, and otherwise lawful.

SIXTH AFFIRMATIVE DEFENSE

25. Any rates for switched access services charged by Granite under agreement are just, reasonable, nondiscriminatory, and otherwise lawful.

SEVENTH AFFIRMATIVE DEFENSE

26. QCC's claims are barred by applicable statutes of limitations.

EIGHTH AFFIRMATIVE DEFENSE

27. QCC lacks standing to allege a violation of any applicable statute or regulation.

NINTH AFFIRMATIVE DEFENSE

28. QCC's claims for monetary relief, including without limitation its claim for "reparations" or any claim for refunds, are barred by Florida law and/or the filed rate doctrine.

TENTH AFFIRMATIVE DEFENSE

29. The Commission does not have jurisdiction to hear the Amended Complaint and/or award the relief that QCC's Amended Complaint seeks.

ELEVENTH AFFIRMATIVE DEFENSE

30. QCC's claims are barred in whole or in part by laches, waiver, estoppel, and/or unclean hands.

TWELFTH AFFIRMATIVE DEFENSE

31. The Amended Complaint is barred, in whole or in part, since QCC is not similarly situated to any IXCs with which Granite may have an agreement for intrastate switched access services.

THIRTEENTH AFFIRMATIVE DEFENSE

32. Assuming arguendo that QCC claim for reparations had any merit, awarding such relief to QCC would only further the alleged discrimination about which QCC complains and would condone the unlawful actions of the IXC that forced Granite to enter an off-tariff agreement.

FOURTEENTH AFFIRMATIVE DEFENSE

33. QCC failed to timely dispute Granite's bills for access pursuant to the terms of Granite's tariff, such that QCC's late-filed claims are barred by the filed tariff doctrine and/or must be deemed waived.

WHEREFORE, Granite Telecommunications, LLC respectfully requests that the Commission issue an Order (1) dismissing the Amended Complaint and/or otherwise denying the relief sought by QCC, (2) determining that to the extent any remedial action is warranted the only lawful outcome is an order requiring all carriers to pay the rates set forth in the Price Lists on file with the Commission, and (3) granting to Granite such further relief as the Commission deems just and proper.

Dated: November 16, 2010

Respectfully submitted,

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By <u>s/ Andrew M. Klein</u>

Andrew M. Klein
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CERTIFICATE OF SERVICE DOCKET NO. 090538-TP

I hereby certify that a true and correct copy of the foregoing was served by regular U.S. Mail and/or electronic mail on this 16th day of November 2010, to the following:

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