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June 5, 2009

HAND DELIVERED



copy of this

Ms. Ann Cole, Director Office of Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Re:

Petition of Comcast Phone of Florida, LLC d/b/a

Comcast Digital Phone, etc. Docket No. 080731

Dear Ms. Cole:

cc:

Enclosed for filing in the above docket are the original and 15 copies of the Rebuttal Testimony of Douglas D. Meredith on behalf of TDS/Quincy Telephone Company d/b/a TDS Telecom.

| COM ECR | 15 letter a | Please acknowledge receipt and filing of the above by stamping the duplicate nd returning same to this writer. |
|-------------------|-------------|--|
| GCL | 2 | Thank you for your assistance in connection with this matter. |
| OPC RCP SSC | | Sincerely, |
| SSC SGA | | M/A_{2} |
| ADM | | Jule firy Wahlen |
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| | Enclos | |

All Parties of Record (w/enc.)

056 19 JUN-58

FFSC-COMMISSION CLERK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Petition of Comcast Phone of Florida, LLC d/b/a Comcast Digital Phone for Arbitration of an Interconnection Agreement with Quincy Telephone Company d/b/a TDS Telecom Pursuant to Section 252 of the Federal Communications Act of 1934, as amended, and Sections 120.57(1), 120.80(13), 364.012, 364.15, 364.16, 364.161 and 364.162, F.S., and Rule 28-106.201, F.A.C.

DOCKET NO. 080731 Filed: June 5, 2009

REBUTTAL TESTIMONY OF
DOUGLAS DUNCAN MEREDITH
ON BEHALF OF
QUINCY TELEPHONE COMPANY
D/B/A TDS TELECOM

1 I. Introduction

| 2 | O • | ARE YOU THE SAME DOUGLAS MEREDITH WHO FILE | C D |
|----|------------|---|------------|
| 7. | 1 / 1 | ARE TOO THE GAME DOUGLAS MARKEDITH WILL THE | |

- 3 DIRECT TESTIMONY IN THIS PROCEEDING PREVIOUSLY?
- 4 A: Yes.
- 5 Q: ON WHOSE BEHALF ARE YOU TESTIFYING?
- 6 A: I am testifying on behalf of Quincy Telephone Company d/b/a TDS
- 7 Telecom ("TDS").
- 8 Q: WHAT IS THE PURPOSE OF YOUR TESTIMONY?
- 9 A: My purpose in providing this testimony to the Florida Public Service
- 10 ("Commission") is to respond to the direct testimony of Ms. Beth Choroser
- filed on behalf of Comcast Phone of Florida, LLC ("Comcast Phone").
- 12 There are several erroneous statements and conclusions made by
- 13 Ms. Choroser for which I recommend corrections. I also refute other
- misstatements that are made to support Comcast Phone's advocacy. In
- summary, I recommend that the Commission conclude that Comcast Phone
- is not eligible for interconnection with TDS under Section 251 of the Act.
- 17 Q: WHAT IN YOUR VIEW IS THE CRITICAL ISSUE RAISED IN THIS
- 18 **PROCEEDING?**
- 19 A: The heart of the dispute in this proceeding is whether the wholesale provider
- 20 (Comcast Phone) is a carrier that offers telecommunications service in its
- own right and qualifies to seek interconnection with TDS for the exchange
- of telecommunications service through a Section 251 interconnection
- 23 arrangement. As I mentioned above, I recommend the Commission

| 1 | | conclude that the evidence in this proceeding shows that Comcast Phone is |
|----|----|--|
| 2 | | not eligible for Section 251 interconnection with TDS. |
| 3 | Q: | WHAT IS THE FIRST ISSUE RAISED BY COMCAST PHONE YOU |
| 4 | | WISH TO REFUTE. |
| 5 | A: | Foremost among the issues raised by Ms. Choroser is the claim that |
| 6 | | Comcast Phone is a telecommunications carrier eligible for interconnection |
| 7 | | with TDS under Section 251 of the Act. The major arguments presented by |
| 8 | | Comcast Phone are: (1) Comcast Phone asserts it is a telecommunications |
| 9 | | carrier in the TDS service territory; and (2) Comcast Phone suggests that an |
| 10 | | affirmative determination of its telecommunications carrier status in the |
| 11 | | TDS service territory will automatically make it eligible for Section 251 |
| 12 | | interconnection with TDS. Comcast Phone's two major arguments are all |
| 13 | | factually erroneous and do not support Comcast Phone's claim. |
| 14 | | |
| 15 | | I have already provided direct testimony showing that Comcast Phone's |
| 16 | | assertion that it is a telecommunications carrier in the TDS service territory |
| 17 | | is in doubt. (Meredith Direct pp 10-28) There is no additional support for |
| 18 | | Comcast Phone's position in the testimony of Ms. Choroser. In fact there |
| 19 | | are several statements in testimony which support a Commission decision in |
| 20 | | favor of TDS in this proceeding. I will discuss these later in my rebuttal |
| 21 | | testimony. |
| 22 | | |
| 23 | | Comcast Phone appears to believe if the Commission determines it is a |
| 24 | | telecommunications carrier in the TDS service territory that this |

determination automatically makes Comcast Phone eligible for Section 251

interconnection. Comcast Phone is wrong in making this claim. I have already provided direct testimony showing that in order to be eligible for interconnection, Comcast Phone must also deliver Section 251 telecommunications traffic through the Section 251 interconnection arrangement with TDS. (Meredith Direct pp 28-32) This is fully described in FCC regulation 51.100. Comcast Phone clearly omits this primary requirement from its testimony because it cannot make an affirmative declaration that it will be using the proposed interconnection arrangement for telecommunications traffic. Instead, the traffic Comcast Phone proposes to deliver is VoIP traffic - which the FCC has not determined to be telecommunications traffic. Comcast Phone's silence on this fundamental provision of the FCC regulations is even more striking because regulation 51.100 plays a very prominent role in the Time Warner decision that Comcast Phone cites in support of its position.

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Lastly, as I explained in my direct testimony, the *Time Warner* decision explicitly directs state commissions to make factual determinations regarding the status of wholesale providers (Comcast Phone) seeking to interconnect with incumbent local exchange carriers (TDS) for the purpose of delivering traffic to and from interconnected VoIP service providers (Comcast IP). (Meredith Direct pp 9-13) There is no bar preventing TDS from questioning Comcast Phone's request for interconnection and in seeking relief from this Commission.

24

Notwithstanding whether Comcast Phone is a telecommunications carrier in the TDS service area, Comcast Phone has not shown that it will interconnect with TDS for the purpose to transport and terminate telecommunications traffic, thus Comcast Phone is ineligible to seek Section 251 interconnection with TDS in its service territory. It is consistent with federal law and policy for the Commission to rule in favor of TDS in this proceeding.

Q: WHAT IS THE SECOND ITEM YOU WISH TO RAISE

REGARDING THE TESTIMONY FILED ON BEHALF OF

COMCAST PHONE?

The second item relates to Comcast Phone's School and Library Network service. Comcast argues that subject to availability, this service delivers "the functional equivalent of 24 voice grade facilities." (Choroser Direct, p 6:5-10)

A:

Comcast Phone's contention that its School and Library service is eligible for Section 251 interconnection fails for two reasons. First, Comcast Phone never describes this service as a telecommunications service: Its description in testimony and tariff is that this is a "functional equivalent" (*Id.*) of voice grade service. Second, Comcast Phone never claims there are any potential customers in the TDS service territory that meet the "subject to facility and system availability" (*Id.*) condition for this service. Based on its discovery response, Comcast Phone does not represent it has any School and Library Network service customers in the entire state of Florida. (Exhibit DDM-01. *Comcast Interrogatory Response No.* 6) Additionally, Comcast Phone has presented no evidence specifying what these facility and system conditions

| 1 | | are. These failures demonstrate that the Schools and Library service does |
|----|----|--|
| 2 | | not qualify Comcast Phone for Section 251 interconnection with TDS. |
| 3 | Q: | COMCAST PHONE CLAIMS THAT ITS LIS AND SCHOOL AND |
| 4 | | LIBRARY SERVICE "CONSTITUTE LOCAL EXCHANGE |
| 5 | | CARRIER SERVICE" AS CITED IN 47 U.S.C. § 153(26). |
| 6 | | (CHOROSER DIRECT, P. 7:7-8) DO YOU AGREE? |
| 7 | A: | No. The definition cited by Comcast Phone (§ 153(26)) is the definition of |
| 8 | | "local exchange carrier" and not the service offered by this defined entity. |
| 9 | | There is no definition of "local exchange carrier service" as alluded to by |
| 10 | | Comcast Phone. Furthermore, the requirement to be eligible for Section 251 |
| 11 | | interconnection is that a "telecommunications carrier" is seeking to |
| 12 | | interconnect with another telecommunications carrier for the purpose of |
| 13 | | exchanging "telecommunications service" - nowhere does the term "local |
| 14 | | exchange carrier" qualify a provider for Section 251 interconnection. All of |
| 15 | | these terms are specifically defined in the Act and have purpose. Comcast |
| 16 | | Phone's LIS offering is designed to provide Comcast Phone's affiliate |
| 17 | | exclusive wholesale interconnection service for its retail VoIP service |
| 18 | | offering. As I discussed in my direct testimony, this retail VoIP service |
| 19 | | offering is not telecommunications service and is not eligible for Section |
| 20 | | 251 interconnection through Comcast Phone, unless Comcast Phone, in its |
| 21 | | own right is offering and exchanging telecommunications service with TDS. |
| 22 | | |
| 23 | | As I also discussed in my direct testimony and earlier in this reply |
| 24 | | testimony, Comcast Phone has never declared that its School and Library |

service is a telecommunications service. Instead, Comcast Phone has been

careful to describe this service as a "functional equivalent" voice grade service. Comcast Phone's purposeful and careful parsing of the description of this service evidently shows that it is not confirming (nor willing to confirm) that this service is a telecommunications service.

As I have expressed before, the FCC has addressed the rights of interconnected VoIP providers, including fixed VoIP service providers. (Meredith Direct pp 9-13) Since interconnected VoIP is not judged to be a Telecommunications Service, these providers must use a wholesale provider who provides Telecommunications Service in its own right to interconnect with local exchange carriers under Section 251 of the Act. Comcast Phone has failed to show it is a carrier that offers telecommunications service in its own right and therefore qualified to seek interconnection with local exchange carriers for the exchange of telecommunications service. Thus, Comcast Phone is not eligible for Section 251 interconnection with TDS.

A:

Q:

COMCAST PHONE TRUMPETS OTHER INTERCONNECTION AGREEMENTS APPROVED BY THIS COMMISSION AS PROBATIVE IN MAKING A DETERMINATION IN THIS PROCEEDING. (CHOROSER DIRECT, P. 3:19-22-4:1-4) DO YOU AGREE THAT THESE OTHER AGREEMENTS ARE PROBATIVE IN THIS PROCEEDING? No. While Comcast Phone makes this declaration, it does not demonstrate that any of these interconnection agreements approved by this Commission

were established through arbitration of the eligibility issue.

Commission is aware, interconnection agreements established through voluntary negotiation are not subject to the standards established under Section 251(b) and (c). (47 U.S.C. § 252(a)(1)) Consequently, agreements obtained through negotiation have no value in this proceeding because the issue now before this Commission was not raised and was not examined previously. The agreements cited by Comcast Phone have no value in addressing the <u>duties</u> of TDS, or any other incumbent local exchange carrier, for interconnection with Comcast Phone.

9 Q: DOES OFFERING A RETAIL NETWORK SERVICE AND

VARIOUS WHOLESALE TELECOMMUNICATIONS SERVICES

MAKE COMCAST PHONE ELIGIBLE FOR SECTION 251

INTERCONNECTION WITH TDS?

A:

No. I have discussed these claims (cited in Choroser Direct, p. 7) and recommend the Commission reject them. I have already stated in direct testimony that there are good reasons to conclude the LIS service is not a common carrier service. (Meredith Direct, pp 12-28) Furthermore, the proposed Section 251 interconnection arrangement will not be used to exchange "access services" between Comcast Phone and TDS. It is widely understood that exchange access is provided by originating and terminating exchange carriers. (See e.g., Newton's Telecom Dictionary, 18th Edition (2002)) The Act defines exchange access as the offering of access "for the purpose of origination or termination of telephone toll services." (47 U.S.C. § 153(16)) What Comcast calls "exchange access" is not what is traditionally understood as exchange access because Comcast Phone does not have any exchange service customers in Florida and therefore cannot

| 1 | | provide exchange access service to its non-existent customers. (Exhibit |
|----|----|--|
| 2 | | DDM-01. Comcast Interrogatory Response No. 32) Instead, exchange |
| 3 | 4 | access service will be delivered via interexchange carrier ("IXC") facilities. |
| 4 | | Thus, the provision of exchange access service in another part of the state |
| 5 | | provides no support in determining whether Comcast Phone is a |
| 6 | | telecommunications carrier in the TDS service territory and eligible for |
| 7 | | Section 251 interconnection with TDS. |
| 8 | Q: | DO YOU AGREE THAT THE FCC HAS RECOGNIZED THAT |
| 9 | | COMCAST PHONE IS ENTITLED TO INTERCONNECTION |
| 10 | | UNDER THE ACT FOR ITS LIS? (CHOROSER DIRECT, P. 9-10) |
| 11 | A: | No. Comcast Phone references the FCC decision in Time Warner that I |
| 12 | | discussed in my Direct Testimony. In Time Warner, the FCC affirmed the |
| 13 | | need for a wholesale carrier to provide telecommunications service in it own |
| 14 | | right and abide by regulation 51.100 while attempting to provide wholesale |
| 15 | | interconnection services to interconnected VoIP providers. Comcast Phone |
| 16 | | is not doing so. Thus, I do not agree with its claim that the FCC has given it |
| 17 | | carte blanche authority to receive Section 251 interconnection with TDS. |
| 18 | Q: | HAS THE FCC LIMITED THE ABILITY OF WHOLESALE |
| 19 | | PROVIDERS OFFERING LOCAL INTERCONNECTION SERVICE |
| 20 | | TO RETAIL VOIP PROVIDERS? |
| 21 | A: | Yes. As I discussed in my direct testimony, the FCC has placed limits for |
| 22 | | the applicability of interconnection for retail VoIP providers. (Meredith |
| 23 | | Direct, p 11) Comcast Phone apparently glosses over these limits and |
| 24 | | conditions found in Time Warner and in the Court's review of Bright House |
| 25 | | Networks. |

Q: DOES THE DECISION CITIED BY COMCAST PHONE IN

2 MICHIGAN PROVIDE ANY SUPPORT TO THE ELIGIBILITY OF

COMCAST PHONE FOR SECTION 251 INTERCONNECTION

4 WITH TDS?

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A:

The decision in Michigan was unique. In my view it focused inappropriately on Comcast Phone's carrier status when the issue is whether Comcast Phone is eligible for Section 251 interconnection under the regulations and policies of the FCC. That inquiry requires a determination of carrier status in the specific service area and the application of FCC regulations regarding the traffic to be exchanged through the Section 251 interconnection arrangement. The Michigan Commission did not allow for discovery of the facts and no testimony was offered in the proceeding. As a result of these deficiencies, I recommend this Commission not rely on the Michigan decision in this proceeding. Instead, I recommend the Commission weigh the evidence in this case and conclude that: (1) Comcast Phone is not a telecommunications carrier, (2) is not planning to be a telecommunications carrier in the TDS service territory, and (3) is not offering telecommunications service in its own right that would make it eligible for Section 251 interconnection with TDS.

20 Q: DOES THIS CONCLUDE YOUR REBUTTAL TESTIMONY?

21 A: Yes.

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DOCKET NO. 080731 Filed: June 5, 2009

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the Rebuttal Testimony of Douglas D. Meredith has been furnished by United States Mail (*Hand Delivery) this 5th day of June, 2009 to the following:

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