# THE STATE CORPORATION COMMISSION OF THE STATE OF KANSAS

J	ari Feist Albrecht, Chair y Scott Emler wight D. Keen
In the Matter of the Application of Southwestern Bell Telephone, L.P. for Approval of Interconnection Agreeme Under the Telecommunications Act or with McLeodUSA Telecommunicatio	1996)

Services, Inc.

#### ORDER APPROVING AMENDED INTERCONNECTION AGREEMENT

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The above-captioned matter comes before the State Corporation Commission of the State of Kansas (Commission) for consideration and determination. Having examined its files and record, and being duly advised in the premises, the Commission finds and concludes as follows:

1. On March 27, 2018, Southwestern Bell Telephone Company d/b/a AT&T Kansas (AT&T Kansas) filed an Application requesting Commission approval of an amendment to the Interconnection Agreement approved by the Commission on October 26, 2005, between AT&T Kansas and McLeodUSA Telecommunications Services. LLC f/k/a McLeodUSA Telecommunications Services, Inc. (McLeodUSA). Supplementing its Application, AT&T Kansas included a copy of the Amendment to Interconnection Agreement (Amendment) executed by the parties on February 8, 2018, and the Affidavit of Richard T. Howell, AT&T Kansas' Area AT&T Kansas' requested amendment to the parties' Manager-Regulatory Relations. Interconnection Agreement implements the Connect America Fund et al., WC Docket No. 10-90 et al., Report and Order issued by the Federal Communications Commission (FCC) on November 18, 2011 (FCC 11-161), and as amended by the FCC on December 23, 2011 (FCC 11-189) (FCC

ICC Reform Order).<sup>1</sup> The requested amendment also changes the name from McLeodUSA Telecommunications Services, Inc. to McLeodUSA Telecommunications Services, LLC in the current Agreement.<sup>2</sup> The Interconnection Agreement and proposed Amendment are collectively referred to herein as "amended Agreement".

- 2. On April 9, 2018, the Commission Staff (Staff) submitted its Report and Recommendation dated April 4, 2018, recommending the Commission grant AT&T Kansas' Application and approve the amended Agreement between AT&T Kansas and McLeodUSA.
- 3. The Commission derives its authority to supervise telecommunications public utilities from K.S.A. 2017 Supp. 66-1,188. K.S.A. 66-1,190 requires all telecommunications public utilities doing business in Kansas to:

...publish and file with the commission copies of all schedules of rates, joint rates, tolls, charges, classifications and divisions of rates affecting Kansas traffic, either state or interstate, and shall furnish the commission copies of all rules and regulations and contracts between such telecommunications public utilities pertaining to any and all jurisdictional services to be rendered by such telecommunications public utilities.

Section 252(e)(2) of the Federal Act [47 U.S.C. §252(e)(2)] requires the Commission to presume that interconnection agreements entered into through negotiation and submitted for Commission approval are valid unless:

- (1) the agreement (or portion thereof) discriminates against a telecommunications carrier not a party to the agreement; or
- (2) the implementation of such an agreement or portion is not consistent with the public interest, convenience, and necessity.
- 4. AT&T Kansas contends that implementation of the amended Agreement complies fully with Section 252(e) of the Telecommunications Act of 1996 (Federal Act) and is consistent

<sup>&</sup>lt;sup>1</sup> Application, page 1.

<sup>&</sup>lt;sup>2</sup> Id.

with the public interest, convenience, and necessity and does not discriminate against any telecommunications carrier. Staff states that it has reviewed the proposed Amendment and finds no cause for concern regarding this filing. Staff recommends the Commission grant AT&T Kansas' Application and approve the amended Agreement.<sup>3</sup>

5. The Commission adopts Staff's analysis and recommendation of April 4, 2018, as stated in its Report and Recommendation, which is attached hereto and made a part hereof by reference, and finds that AT&T Kansas' Application is in the public interest and should be granted and the amended Agreement between AT&T Kansas and McLeodUSA approved.

#### IT IS, THEREFORE, BY THE COMMISSION ORDERED THAT:

- A. The March 27, 2018 Application of Southwestern Bell Telephone d/b/a AT&T Kansas is hereby granted and the amended Interconnection Agreement between AT&T Kansas and McLeodUSA Telecommunications Services, LLC is hereby approved.
- B. The parties have fifteen (15) days, plus three (3) days if service of this Order is by mail, from the date this Order was served in which to petition the Commission for reconsideration of any issue or issues decided herein. K.S.A. 66-118b; K.S.A. 2017 Supp. 77-529(a)(1).
- C. The Commission retains jurisdiction over the subject matter and the parties for the purpose of entering such further order, or orders, as it may deem necessary.

#### BY THE COMMISSION IT IS SO ORDERED.

Albrecht	, Chair; Emler, Commission	er; Keen, Commissioner
D / 1	04/12/2018	
Dated: _		Lynn M. Reg
		Lynn M. Retz
		Secretary to the Commission

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<sup>&</sup>lt;sup>3</sup> Report and Recommendation, page 3.

### STATE OF KANSAS

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GOVERNOR JEFF COLYER, M.D.
SHARI FEIST ALBRECHT, CHAIR | JAY SCOTT EMLER, COMMISSIONER | PAT APPLE, COMMISSIONER

# REPORT AND RECOMMENDATION UTILITIES DIVISION

**TO:** Chair Shari Feist Albrecht

Commissioner Jay Scott Emler Commissioner Pat Apple

**FROM:** Paula Artzer, Senior Telecommunications Analyst

Christine Aarnes, Chief of Telecommunications

Jeff McClanahan, Director of Utilities

**DATE:** April 4, 2018

**SUBJECT:** 06-SWBT-379-IAT

In the Matter of the Application of Southwestern Bell Telephone, L.P. for Approval of Interconnection Agreement Under the Telecommunications Act of 1996 with

McLeodUSA Telecommunications Services, Inc.

#### **EXECUTIVE SUMMARY:**

On March 27, 2018, Southwestern Bell Telephone Company d/b/a AT&T Kansas (AT&T) filed an Application for approval of an Interconnection Agreement Amendment (Amendment) between AT&T and McLeodUSA Telecommunications Services, Inc. AT&T also requested a name change to reflect McLeodUSA Telecommunications Services, Inc. changed its name to McLeodUSA Telecommunications Services, LLC (McLeodUSA). Staff recommends approval of the filing.

#### **BACKGROUND:**

On February 8, 2018, AT&T and McLeodUSA entered into an Amendment for the modification to the Agreement to reflect McLeodUSA's name change to an LLC and changes to the carrier compensation rate from the original Agreement per the Federal Communications Commission (FCC) November 18, 2011, carrier compensation rate requirements per the Connect America Fund

Order<sup>1</sup>. AT&T filed for approval of this Amendment between AT&T and McLeodUSA. The Amendment expires concurrent with the current Agreement.

AT&T is the largest local exchange carrier (LEC) operating in Kansas. The Company's largest service areas are Kansas City, Topeka, and Wichita. AT&T is headquartered in Topeka, Kansas.

McLeodUSA is headquartered in Cedar Rapids, Iowa, and is registered as a Limited Liability Corporation. Its parent company is Windstream Communications. McLeod received a Certificate of Convenience and Authority on January 7, 1997, in Docket 97-MLTC-211-COC to provide Interexchange Services (IXC) and in Docket 99-MLTT-788-COC approved July 20, 1999, to provide Competitive Local Exchange (CLEC) service in the state of Kansas. McLeod is registered with the Kansas Secretary of State's office and is "active and in good standing" with that office.

#### ANALYSIS:

The Commission derives its authority to supervise telecommunications public utilities from K.S.A. 66-1,188. K.S.A. 66-1,190 requires all telecommunications public utilities doing business in Kansas over which the Commission has control to "publish and file with the commission copies of all schedules of rates, joint rates, tolls, charges, classifications and divisions of rates affecting Kansas traffic, either state or interstate, and shall furnish the commission copies of all rules and regulations and contracts between such telecommunications public utilities pertaining to any and all jurisdictional services to be rendered by such telecommunications public utilities."

The U.S. Congress and the Federal Communications Commission (FCC) have pre-empted certain aspects of state regulation of interconnection between telecommunications carriers. Section 252(e)(2) of the Federal Telecommunications Act of 1996 (47 U.S.C. §252(e)(2)) requires the Commission to presume that interconnection agreements entered into through negotiation and submitted for Commission approval are valid unless:

- 1) the agreement (or portions thereof) discriminates against a telecommunications carrier not a party to the agreement; or
- 2) the implementation of such an agreement (or portions thereof) is not consistent with the public interest, convenience, and necessity.

AT&T affirms that implementation of this Amendment complies fully with Section 252(e) of the Federal Act because the Amendment to the Agreement is consistent with the public interest, convenience and necessity and does not discriminate against any telecommunications carrier.

Staff does not have any concerns regarding this Application. Staff reviewed the Amendment and did not find any language that discriminates against other telecommunications carriers not a party to the Agreement or language that is inconsistent with the public interest, convenience, and

<sup>&</sup>lt;sup>1</sup> Connect America Fund et al., WC Docket No. 10-90 et al, Report and Order issued by the Federal Communications Commission ("FCC") on November 18, 2011 (FCC 11-161), and as amended by the FCC on December 23, 2011 (FCC 11-189) ("FCC ICC Reform Order").

necessity. Partial changes made to the Agreement by this Amendment are in compliance with FCC Orders.

## **RECOMMENDATION:**

Staff recommends the Commission grant approval of this Amendment to the Interconnection Agreement between AT&T Kansas and McLeodUSA. Staff finds no evidence of discrimination against other parties and finds that approval is in the public interest.

#### **CERTIFICATE OF SERVICE**

#### 06-SWBT-379-IAT

I, the undersigned, certify that the true	e copy of the attached Order has been served to the following parties by means of
first class mail/hand delivered on	04/13/2018

OTTO NEWTON, LITIGATION COUNSEL KANSAS CORPORATION COMMISSION 1500 SW ARROWHEAD ROAD TOPEKA, KS 66604 Fax: 785-271-3167 o.newton@kcc.ks.gov \*\*\*Hand Delivered\*\*\*

SCOTT TERRY, SR. NEGOTIATOR & ACCT MGR MCLEODUSA TELECOMMUNICATIONS SERVICES, LLC 4001 Rodney Parham Rd B1F02-12 Little Rock, AR 72212 Fax: 501-748-6583 scott.a.terry@windstream.com BRUCE A. NEY, ATTORNEY SOUTHWESTERN BELL TELEPHONE CO. D/B/A AT&T KANSAS 816 CONGRESS AVE SUITE 1100 AUSTIN, TX 78701-2471 Fax: 512-870-3420 bn7429@att.com

/S/ DeeAnn Shupe

DeeAnn Shupe