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# BEFORE PUCCO THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Commission	)	
Investigation Into the Treatment of Reciprocal	)	
Compensation for Internet Service Provider	)	Case No. 99-941-TP-ARB
Traffic	j	

## MOTION TO INTERVENE OF FOCAL COMMUNICATIONS CORPORATION OF OHIO

Focal Communications Corporation of Ohio ("Focal"), by its undersigned counsel, respectfully requests, pursuant to Ohio Administrative Code, Rule 4901-1-11, that it be allowed to intervene and participate in the captioned proceeding. In support of the motion, as more fully detailed in the attached Memorandum in Support of Motion to Intervene of Focal, Focal states that it has a real and substantial interest in the proceedings, that disposition of the proceedings could impair or impede its ability to protect that interest, and Focal's interest are not adequately represented by the existing parties. Further, Focal's intervention will contribute to a just and expeditious resolution of the issues and will not result in any undue delay or prejudice to other parties in the proceedings.

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Accordingly, Focal requests that it be allowed to intervene and participate fully in these proceedings.

Respectfully submitted,

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February 11, 2000

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### MEMORANDUM IN SUPPORT OF MOTION TO INTERVENE OF FOCAL COMMUNICATIONS CORPORATION OF OHIO

#### PRELIMINARY STATEMENT

Focal Communications Corporation of Ohio ("Focal") respectfully requests that it be allowed to intervene in this investigation into the treatment of inter-carrier compensation for Internet service provider ("ISP") traffic. Focal's certification to operate in Ohio is currently pending with the Commission and Focal is seeking to negotiate an interconnection agreement with an incumbent local exchange carrier ("ILEC") in Ohio that will involve the treatment of inter-carrier compensation for ISP-bound traffic.

Petitioners filed this action seeking resolution of numerous ongoing disputes between ILECs and competitive local exchange carriers ("CLECs") concerning whether inter-carrier compensation is to be paid for terminating ISP-bound traffic.<sup>1</sup> The petitioners seek a uniform policy governing the issue for all telecommunications providers in Ohio. The petitioners state that they "seek resolution of this issue in a generic proceeding in which all interested parties would have an opportunity to comment and be heard." As discussed more fully below, Focal is entitled to

Petitioners are Time Warner Telecom of Ohio, L.P., ICG Telecom Group, Inc, CoreComm, Newco Inc., and Telecommunications Resellers Association.

<sup>&</sup>lt;sup>2</sup> See Petition to Investigate and Decide the Treatment of Reciprocal Compensation for Internet Service Provider Traffic at 1.

opportunity to comment and be heard." As discussed more fully below, Focal is entitled to participate in this action because it has a real and substantial interest in the proceedings, disposition of the proceedings could impair or impede its ability to protect that interest, and Focal's interests are not adequately represented by the existing parties. Moreover, Focal's participation will contribute to a just and expeditious resolution of the issues and intervention at this stage will not cause undue delay or prejudice to the parties in this proceeding. Focal recently learned that the petitioners initiated this proceeding on August 12, 1999, seeking an investigation into the treatment of intercarrier compensation for ISP-bound traffic. Petitioners are requesting that the Commission conduct an investigation into this issue for the sake of efficiency, economy of resources, and to satisfy the need for predictability. In the Commission's Entry in this docket on January 13, 2000, it invited other interested parties to intervene in the proceedings. Focal has a substantial interest in the outcome of these proceeding and it requests, for the following reasons, that it be permitted to intervene and participate fully as a party.

#### **ARGUMENT**

#### A. Focal Is Entitled to Intervene in This Proceeding as a Matter of Right

Intervention is permitted as a matter of right under Rule 4901-1-11 (A) of the Ohio Administrative Code, if the intervenor has a real and substantial interest in the proceeding and the person is so situated that the disposition of the proceeding may, as a practical matter, impair or impede his or her ability to protect that interest, unless the person's interest is adequately represented

See Petition to Investigate and Decide the Treatment of Reciprocal Compensation for Internet Service Provider Traffic at 1.

by existing parties.<sup>3</sup> Focal is entitled to intervention as a matter of right because it is able to satisfy each of these elements.

The purpose of this proceeding is to address the treatment of inter-carrier compensation for ISP-bound traffic to avoid repeatedly facing this issue in two-party arbitrations on generation two interconnection agreements. Focal, as a soon to be provider of local telecommunications in Ohio, like the petitioners, is faced with the prospect of having to repeatedly address the issue of intercarrier compensation for ISP traffic in separate interconnection agreements and arbitrations of disputes. Focal has the same interest that the petitioners have in obtaining a ruling that addresses this situation, so that any unnecessary expense and protracted disputes with various ILECs can be avoided.

Further, disposition of this matter would undoubtedly have the potential of impairing or impeding Focal's ability to protect its interests. If this Commission were to conclude that ISP-bound traffic is not subject to inter-carrier compensation, such a ruling would have a detrimental effect on Focal. As a result of such a ruling, Focal would incur significant costs to terminate ISP-bound traffic, but not be able to receive compensation to cover those costs. Only Focal, and not the other petitioners, can address the impact of this result on Focal. The Commission has granted the right to

See In re So-Glen Gas Company, LLC, Case No. 98-1687-GA-ARJ, 1999 WL 359803 (Ohio P.U.C. February 25, 1999)(Commission found that East Ohio Gas Company had a real and substantial interest in proceeding filed by So-Glen Gas Company to obtain the right to begin a landfill gas project in Solon, Cuyahoga County; East Ohio alleged that if So-Glen were successful it would obtain an unfair competitive advantage in the County.)

intervene in other cases where the intervenor has demonstrated that a Commission ruling would impair or impede the value of the intervenor's assets.<sup>4</sup>

B. Alternatively, The Commission Should Exercise Its Discretion and Allow Focal To Intervene In this Proceeding

Under Ohio Administrative Code, Rule 4901-11(B), intervention may be permitted as a matter of the Commission's discretion. In determining whether intervention should be granted under this standard, the Rule requires consideration of: (1) the nature of the person's interest, (2) the extent to which the person's interest is represented by existing parties, (3) the person's potential contribution to a just and expeditious resolution of the issues involved in the proceeding, and (4) whether granting intervention would cause undue delay or unjust prejudice to existing parties. Although Focal believes it is entitled to intervention as a matter of right, alternatively it seeks permission to intervene as a matter of the Commission's exercise of its discretion.

Focal has previously addressed the nature of its interest and the extent to which its interest are not represented by existing parties. In addition, Focal's presence in the proceedings will contribute to a just and expeditious resolution of the issues. Finally, since this proceeding is in the very early stages, intervention will not cause any delay. The petition was filed on August 12, 1999, mediation is scheduled for the week of February 14, 2000, but no hearing date has been set.

See In re Ohio Suburban Water Company, Case No. 95-318-WS-UNC, 1995 WL 493566 \*4 (Ohio P.U.C. August 3, 1995)( Huber Heights was granted right to intervene in proceedings by Ohio Suburban Water for the sale of its water and wastewater systems where there was a possibility that the Commission might impose obligations on Huber's acquisition of Ohio Suburban's utility facilities.).

#### **CONCLUSION**

Thus, based on the foregoing, Focal requests that it be allowed to intervene in the proceedings as a matter of right and, alternatively, that the Commission exercise its discretion and grant intervention.

February 11, 2000

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#### **CERTIFICATE OF SERVICE**

The undersigned certifies that a copy of the foregoing Motion to Intervene and Memorandum in Support of Focal Communications Corporation of Ohio has been served upon all parties listed below, by ordinary U.S. Mail, postage prepaid, this 11<sup>th</sup> day of February, 2000.

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