MEMORANDUM

Regulatory Commission of Alaska

701 West Eighth Avenue, Suite 300, Anchorage, Alaska 99501 1-907-276-6222 (Phone); 1-907-276-0436 (Fax)

 TO:
 Senator Gene Therriault Chair Legislative Budget and Audit Committee

 FROM:
 N Rosalie Nizich Commission Section Manager

 THROUGH
 Kate Giard Chairman
 SUBJECT: Quarterly Report for Jan, 1 - March 31, 2005

Under AS 42.05.175(g), the Commission is required to file quarterly reports with the Legislative Budget and Audit Committee identifying all extensions ordered under AS 42.05.175(f).

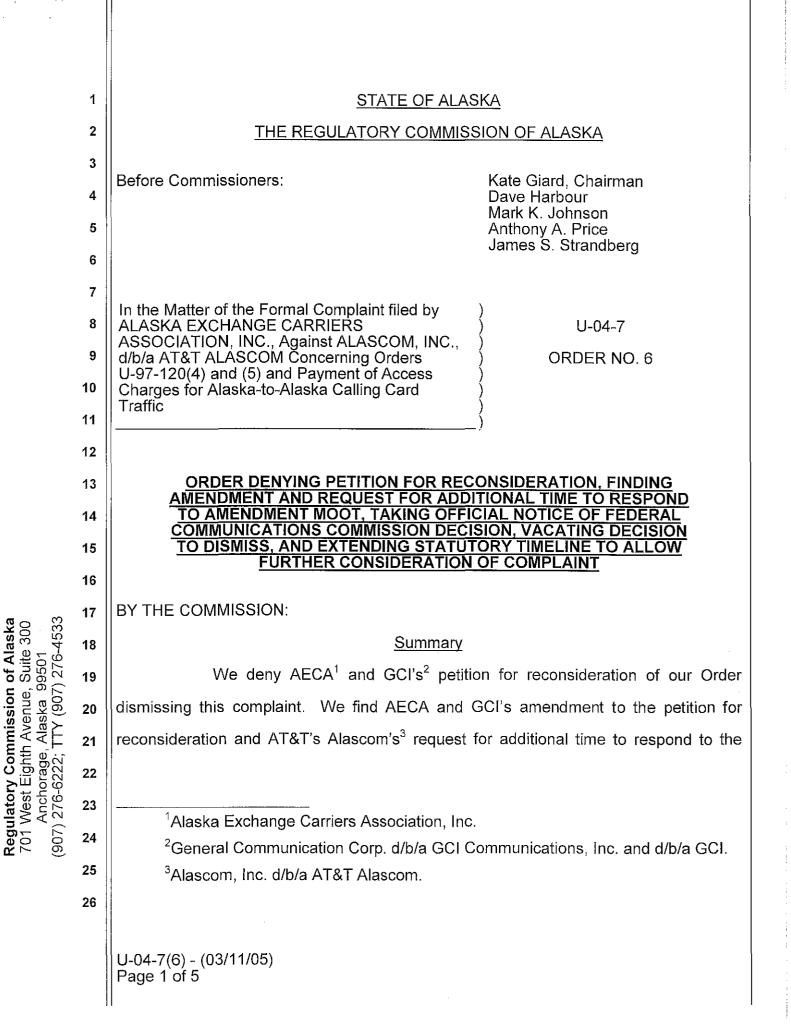
The Commission reports the following order was issued following consent from the parties of the statutory timeline of AS 42.05.175:

Order U-04-22(8)/U-04-23(8), dated January 28, 2005; Anchorage Water & Wastewater Utility's Notice of Second Waiver of AS 42.05.175(c), filed December 22, 2004; and Attorney General's Waiver of Statutory Deadline, filed December 21, 2004.

The Commission further reports the following order was issued extending the statutory timeline for good cause under AS 42.05.175(f):

Order U-04-7(6), dated March 11, 2005.

Attachments



amendment moot. We take official notice of the FCC⁴ Order.⁵ On our own motion, we 1 vacate our decision in Order U-04-7(5)⁶ that dismissed AECA's complaint and we 2 continue our investigation. We find good cause to extend the statutory timeline for this 3 Docket. 4

Background

In Order U-04-7(5), we dismissed without prejudice AECA's complaint 6 against AT&T Alascom⁷ for nonpayment of intrastate access charges on its "enhanced" 7 prepaid calling card calls. We determined that the impending FCC ruling on AT&T 8 9 Alascom's petition for a declaratory ruling on the jurisdictional nature of its "enhanced" prepaid calling cards could impact the proceeding before us.⁸ We concluded that the 10 most efficient method to address this proceeding was to rule after the FCC had issued 11 its opinion; however, the statutory timeline would not allow us to do so.⁹ We dismissed 12 AECA's complaint without prejudice to refiling after the FCC issued its ruling.¹⁰ 13

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(907) 276-4533

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Anchorage, /) 276-6222; T

(202)

Regulatory Commission of Alaska 701 West Eighth Avenue, Suite 300 Anchorage, Alaska 99501

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⁴Federal Communication Commission.

⁵Order and Notice of Proposed Rulemaking, WC Docket No. 03-133, FCC 05-41, rel. February 23, 2005, (FCC Order).

⁶Order U-04-7(5), Order Dismissing Complaint Without Prejudice, dated January 24, 2005.

19 ⁷Complaint of the Alaska Exchange Carriers Association, Inc. for Resolution of AT&T Alascom Payment Obligation Issues as Established by the Commission in Docket 20 U-97-120, filed January 22, 2004. 21

⁸In the Matter of AT&T Corp. Petition for Declaratory Ruling Regarding Enhanced Prepaid Calling Card Services, WC Docket No. 03-133. The petition essentially requested that the FCC find under current law that certain prepaid calling card calls were not subject to the state jurisdiction due to inclusion of an advertisement during the call set up.

⁹See n.6 at 2. ¹⁰See n.6 at 3.

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On February 11, 2005, AECA and GCI filed a petition for reconsideration
 of Order U-04-7(5).¹¹ AT&T Alascom did not oppose the petition. On March 2, 2005,
 AECA and GCI filed an amendment to their petition for reconsideration regarding
 notification of the FCC decision.¹² On March 3, 2005, AT&T Alascom filed a request for
 additional time to respond to AECA's and GCI's amendment.¹³

Discussion

Our regulations provide that within 15 days after an order is served, a
party may file a petition for reconsideration of that order setting out specifically the
grounds upon which the petitioner believes the order is unreasonable, erroneous,
unlawful, or otherwise defective.¹⁴ We may grant reconsideration in writing of all or part
of the record in a proceeding together with any additional evidence and argument which
may be permitted either orally or in writing.¹⁵

AECA and GCI (petitioners) requested reconsideration of Order U-04-7(5) and argued that the absence of the FCC ruling concerning AT&T Alascom's "enchanced" prepaid calling card services was not a valid basis for delaying the determination of the underlying substantive issues that the petitioners believed were ripe for a decision in this Docket. The petitioners argued that we should make a determination based on existing Alaska law governing access charges for the prior

¹¹*Petition of AECA and GCI for Reconsideration of Order Dismissing Complaint,* filed February 11, 2005.

¹²AECA's and GCI's Amendment to Petition for Reconsideration of Order Dismissing Complaint Re: Notification of FCC Decision, filed March 2, 2005.

¹³AT&T Alascom's Request for 10 days to Respond to AECA's and GCI's Amended Petition for Reconsideration, filed March 3, 2005.

¹⁴See 3 AAC 48.105.

¹⁵Id.

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periods at issue. The petitioners further argued that our dismissal of the complaint was
contrary to legislative mandates on timelines for issuing decisions.¹⁶

We deny reconsideration of Order U-04-7(5). It was reasonable for us to conclude that the FCC ruling would provide guidance to us in deciding the issues in this Docket. The petitioners have not convinced us otherwise. We correctly considered the record in this Docket to be incomplete without the FCC ruling and we had no reasonable expectation that the ruling would be issued prior to the expiration of the statutory timeline for this Docket.

Given the fact that we have denied the petition for reconsideration, we find
AECA and GCI's amendment to the petition for reconsideration moot. We find AT&T's
Alascom's request for additional time to respond to the amendment also moot.

We take official notice of the FCC Order, released February 23, 2005, addressing AT&T Alascom's petition. With the issuance of the FCC opinion, our record in this proceeding is now complete and the issues are ripe for our adjudication. On our own motion, we vacate Order U-04-7(5) dismissing AECA's complaint. We therefore find good cause to extend the statutory timeline for this Docket to allow further consideration of AECA's complaint. We extend the statutory timeline for 90 days until April 25, 2005.

Regulatory Commission of Alaska 701 West Eighth Avenue, Suite 300 Anchorage, Alaska 99501 (907) 276-6222; TTY (907) 276-4533

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¹⁶See n.11 at 9.

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1 <u>ORDER</u> 2 THE COMMISSION FURTHER ORDERS: 1. The petition for reconsideration filed by Alaska Exchange Carriers 3 4 Association, Inc. and General Communication Corp. d/b/a General Communications, 5 Inc. and d/b/a GCI on February 11, 2005, is denied. 2. The amendment to the petition for reconsideration filed by Alaska 6 7 Exchange Carriers Association, Inc. and General Communication Corp. d/b/a General 8 Communications, Inc. and d/b/a GCI on March 2, 2005, is moot. 9 3. The request for additional time to respond to the amendment filed by 10 Alascom, Inc. d/b/a AT&T Alascom on March 3, 2005, is moot. 11 4. Order U-04-7(5) is vacated. 12 5. The statutory timeline in Docket U-04-7 is extended for a period of 90 days until April 25, 2005, to allow further consideration of Alaska Exchange Carriers 13 14 Association, Inc.'s complaint. 15 DATED AND EFFECTIVE at Anchorage, Alaska, this 11th day of March, 2005. 16 BY DIRECTION OF THE COMMISSION 17 276-4533 18 19 (SEAL)(907)20 21 276-622 22 23 (202) 24 25 26 U-04-7(6) - (03/11/05) Page 5 of 5

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