ONE TO MANY: The Texas Story

Rebecca Klein, Chairman
Texas Public Utility Commission
November 20, 2002
Phoenix Center Conference
Texas Relies Heavily on UNEP

Sources: FCC Data, June 2002
Source: Texas PUC Scope of Competition Data Responses
UNEPE Usage Has Increased in the US

December 1999

- Facilities: 24%
- Resold: 43%
- UNE: 33%

December 2001

- Facilities: 47%
- Resold: 22%
- UNE: 31%

Source: FCC Data, June 2002
Broadband Market in SWBT
Territory: Lineshared xDSL

11/1/02
Intermodal Competition in Texas: Is a Duopoly Sufficient?
Timing is Everything

Daily Closing Stock Prices
Texas Local Exchange Carriers

Source of Stock Data: Yahoo.com
SOLUTIONS FOR THE FUTURE

- Transition Path to incent CLEC to Migrate from UNE-P to Facilities-Based Deployment
  - State-Friendly Approach
- Time for CLEC to regain access to capital and reformulate business strategies
- Allow States opportunity to undertake own market analysis