COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE TARIFF FILING OF GTE SOUTH)
INCORPORATED TO INTRODUCE AND EXPAND) CASE NO. 95-371
ITS OPTIONAL LOCAL CALLING PLANS)

ORDER

On July 31, 1995, GTE South Incorporated ("GTE") filed a proposed tariff, effective September 1, 1995, to expand its Local Calling Plans to Lexington and Morehead. Phase I of GTE's Local Calling Plan was approved effective April 13, 1995. This filing (Phase II) adds eight new exchanges and expands the calling area for two existing Local Calling Plan exchanges. GTE proposed to implement Phase II in late November and December 1995.

This filing is a continuation of the Local Calling Plans approved by the Commission in Case No. 95-162 and should be approved. As stated in the earlier Order, GTE will be required to gather and file 12 months of Kentucky-specific data within 15 months of implementation. GTE should combine its reports and file with the Commission in the Spring 1997.

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, HEREBY ORDERS that:

GTE's tariff proposal is approved without modification.

Case No. 95-162, The Tariff Filing Of GTE South To Introduce Optional Local Calling Plans.

2. GTE shall file, by the Spring of 1997, its combined report of Phases I and II reflecting Kentucky-specific data as necessary to demonstrate the reasonableness and accuracy of all forecasts and calling option prices and, if necessary, shall submit proposed changes to the calling plans to maintain revenue neutrality.

Done at Frankfort, Kentucky, this 30th day of August, 1995.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

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ATTEST:

Executive Director