Ernie Fletcher Governor

LaJuana S. Wilcher, Secretary Environmental and Public Protection Cabinet

Christopher L. Lilly Commissioner Department of Public Protection

Daniel Logsdon Kentucky Alltel, Inc. 130 West New Circle Road Suite 170 Lexington, KY 40505



Commonwealth of Kentucky
Public Service Commission

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February 17, 2006

Mark David Goss Chairman

> Teresa J. Hill Vice Chairman

Gregory Coker Commissioner

CERTIFICATE OF SERVICE

RE: Case No. 2005-00153 Kentucky Alltel, Inc.

I, Beth O'Donnell, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on February 17, 2006.

Executive Director

BOD/jc Enclosure



Daniel Logsdon Kentucky Alltel, Inc. 130 West New Circle Road Suite 170 Lexington, KY 40505 Honorable James H. Newberry, Jr. Wyatt, Tarrant & Combs, LLP 250 West Main Street Suite 1600 Lexington, KY 40507-1746

COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the	Mat	tter	of:
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PETITION BY KENTUCKY ALLTEL, INC. FOR)	
TARIFF APPROVAL AND REVISED TARIFF)	CASE NO.
SHEETS FOR ITS GENERAL CUSTOMER)	2005-00153
SERVICES TARIFF)	

ORDER

On April 11, 2005, Kentucky ALLTEL, Inc. ("ALLTEL") petitioned the Commission for approval of a tariff proposal filed pursuant to KRS 278.512. On May 9, 2005, ALLTEL revised one of its exhibits to delete a proposal regarding special contracts.¹

By its petition, ALLTEL requests that the Commission allow it to offer bundled services in specific geographic areas on one day's notice. The tariff also proposes to offer, for a combined rate of \$29.90, a bundle of residential services to Lexington customers which includes single-party exchange service, Caller ID-Deluxe, Call Waiting, Cancel Call Waiting, Voice Mail Link, deregulated Voice Mail, and two hours of nationwide long distance provided by ALLTEL Communications, Inc.

Citing competitive pressures from non-traditional local exchange carriers, wireless carriers, cable providers, and providers of Voice Over Internet Protocol,

¹ The Commission addressed the parameters for offering special contracts in Case No. 2002-00456, Inquiry Into the Use of Contract Service Arrangements by Telecommunication Carriers in Kentucky, Order entered April 29, 2005. ALLTEL was a party to this proceeding.

ALLTEL asks that, in the future, tariffs for bundled services be effective on one day's notice to the Commission. Recently, the Commission has determined that tariffs made available to general subscribers should be effective on 15 days' notice. Moreover, by that same Order, the Commission provided that local exchange carriers may file promotions to be effective on one day's notice to the Commission. The Commission also exempted local exchange carriers from the operation of KRS 278.180 to the extent necessary to grant the exemptions provided by the Commission.

Having considered ALLTEL's requests, the Commission finds that the existing exemptions granted in Case No. 2002-00276 and Case No. 2002-00456 provide ALLTEL the relief it seeks. ALLTEL may provide location-specific tariffs or promotions for its customers. The generally available tariffs may be filed with 15 days' notice to the Commission. Special promotions are effective with one day's notice to the Commission. Special contracts with individual customers are effective when signed by the customer and filed within 20 days of execution.

The Commission herein approves the tariff proposed by ALLTEL in its May 9, 2005 filing, except for the language of Section S17.1. This language must be altered to state that generally available tariff filings will be made on 15 days' notice. In addition, ALLTEL must supplement Section S17.2 to specify which exchanges are included in any given promotion. With these changes, the Commission will approve the tariff effective as of the date of this Order.

² Case No. 2002-00276, Petition of BellSouth Telecommunications, Inc. For Presumptive Validity of Tariff Filings, Order entered April 28, 2005.

IT IS THEREFORE ORDERED that:

- 1. Within 10 days of the date of this Order, ALLTEL shall file amended tariff sheets specifying that the tariffs for bundled offerings will be available on 15 days' notice, identifying exact exchanges in which promotional tariffs will be offered, and specifying that promotional tariffs are effective on one day's notice. ALLTEL may also file special contracts as described herein.
- 2. ALLTEL shall file its special contracts pursuant to Commission directives in Case No. 2002-00456, effective when signed and filed within 20 days of execution.
- 3. The tariff proposed by ALLTEL, once amended as directed herein, shall be effective as of the date of this Order.
- 4. This proceeding is closed and removed from the Commission's active docket.

Done at Frankfort, Kentucky, this 17th day of February, 2006.

By the Commission

A Secutive Director