

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE TARIFF APPLICATION OF )  
CONTINENTAL TELEPHONE COMPANY )  
OF KENTUCKY TO PROVIDE FOR ) CASE NO. 8765  
THE SALE OF IN-PLACE TERMINAL )  
EQUIPMENT )

O R D E R

Procedural Background

On January 25, 1983, Continental Telephone Company of Kentucky ("Continental") filed a tariff to allow the sale of all leased terminal equipment. On February 10, 1983, the tariff was suspended to allow maximum statutory time for investigation. On March 11, 1983, Continental was ordered to file various information concerning the sale program. All requested information has been filed.

Findings

The Commission, having considered the evidence of record and being advised, is of the opinion and finds that:

1. No motions to intervene or comments from interested parties have been received and Continental has not requested a hearing. Therefore, a hearing is not necessary.
2. The Commission has approved similar sale programs involving other jurisdictional telephone companies and should

approve Continental's sale program, subject to the following modifications:

a. Continental proposed certain equipment prices that in the opinion of the Commission are not compensatory. Each of those prices should be adjusted to reflect a minimum sale price equal to the net book value of the equipment plus selling costs.

b. In the event this program results in additional revenue requirements Continental should not be allowed to recover those requirements for rate-making purposes in future proceedings.

#### ORDERS

IT IS THEREFORE ORDERED that Continental's tariff for the sale of leased terminal equipment be and it hereby is approved, effective the date of this Order.

IT IS FURTHER ORDERED that the rates in Appendix A to this Order are the fair, just and reasonable rates to be charged for terminal equipment offered in the sale program.

IT IS FURTHER ORDERED that Continental shall maintain sales and accounting records in such a way that any additional revenue requirement occurring as a result of the sale program can be identified.

IT IS FURTHER ORDERED that within 30 days from the date of this Order Continental shall file tariff pages with the Commission stating the rates herein approved.

Done at Frankfort, Kentucky, this 1st day of July, 1983.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

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Secretary

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE  
COMMISSION IN CASE NO. 8765 DATED JULY 1, 1983

The following rates and charges are prescribed for the customers in the area served by Continental Telephone Company of Kentucky. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Station Apparatus and Key Systems

	<u>Minimum Price</u>	<u>Maximum Price</u>
<u>Key Systems</u>		
KPA 6 Line No/IC	\$ 186.00	NA
KPB 6 Line w/9 Station IC	287.45	NA
KPC 13 Line No/IC	373.10	NA
KPD 13 Line w/18 Station IC	524.15	NA
K36A	2,054.90	NA
TIE Econ-O-Key 100	580.50	NA
<u>Key Phones</u>		
6 Button	68.75	NA
10 Button	90.85	NA
12 Button	95.75	NA
<u>Call Comm/Director</u>		
18 Button	183.75	NA
20 Button	154.70	NA
30 Button	248.70	NA
<u>Standard Phones</u>		
Rotary Sets	21.80	26.75
Touch Tone Sets	32.90	40.30
Trimline RD	29.35	35.95

PBX Systems

<u>Exchange</u>	<u>Exchange Number</u>	<u>Building Number</u>	<u>Minimum</u>	<u>Maximum</u>
Mt. Vernon	1032	600	\$1,2011.45	NA
Calvert City	1107	605	45,676.95	NA
		606	68,429.30	NA
		603	14,898.80	NA
		602	20,108.75	NA
		601	42,513.40	NA
Barbourville	1189	607	8,825.90	NA
		608	2,513.95	NA
		612	11,551.25	NA
		613	15,834.50	NA
Manchester	1219	616	1,780.45	NA
		615	6,590.55	NA
		619	9,698.90	NA
		620	6,754.50	NA
Arlington	1249	621	1,769.10	NA
Park City	1321	625	2,987.20	NA
		623	11,464.05	NA
Augusta	1328	624	9,654.10	NA
Washington	1332	627	1,915.75	NA
London	1408	651	17,674.30	NA
		667	22,761.30	NA
		632	14,680.20	NA
		633	7,752.85	NA
		650	9,949.70	NA
		638	19,278.90	NA
		648	10,450.10	NA
		635	10,952.00	NA
		639	3,445.15	NA
		641	7,063.60	NA
		636	6,775.75	NA
		642	9,955.65	NA
		652	10,627.50	NA
		653	9,783.10	NA
		628	7,753.60	NA
		643	1,536.05	NA
		644	831.95	NA
		645	7,426.10	NA
		654	23,096.70	NA
		629	5,013.85	NA
		649	8,695.20	NA
		647	759.85	NA
		666	22,857.30	NA
Jenkins	8801	656	5,536.10	NA
		658	43,368.90	NA
		659	3,200.80	NA
		660	9,655.65	NA
		657	5,730.70	NA
Evarts	XXM	jj1	11,362.55	NA
Cumberland	9952	663	12,028.15	NA