COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF GENERAL TELEPHONE) COMPANY OF KENTUCKY AND AT&T COMMUNICATIONS OF THE SOUTH CENTRAL STATES, INC., FOR) APPROVAL OF THE LEASE OF CERTAIN) PROPERTY TO AT&T COMMUNICATIONS OF THE SOUTH CENTRAL STATES, INC.)

CASE NO. 8998

ORDER

On June 28, 1984, General Telephone Company of Kentucky ("General") and AT&T Communications of the South Central States, Inc., ("ATTCOM") filed a Joint Amendment of Petition for Approval of Lease joining ATTCOM as a co-petitioner herein.

Having considered the amended application, IT IS THEREFORE ORDERED that a hearing concerning the application shall be held on August 8, 1984, at 9:00 a.m., Eastern Daylight Time, at the Commission's offices in Frankfort, Kentucky.

IT IS FURTHER ORDERED that General shall file an original and seven copies of the following information with the Commission with a copy to all parties of record by July 23, 1984. If neither the requested information nor an extension of time is filed by the stated date the case may be dismissed.

In response to the Commission's Order of May 14, 1984, Item 7, it was stated that the \$347,000 in additional revenues to be realized by General associated with the lease was used to reduce

the common carrier line charge ("CCLC") from \$.0461 to \$.03. Be prepared to discuss and provide calculations as to how this \$.03 charge was developed and the reasoning for not using this money to directly lower basic rates. Moreover, on June 19, 1984, General filed information in Case No. 8838 which indicated that the CCLC would only be reduced to \$.04163. Since this is directly related to the revenues associated with the lease of facilities to ATTCOM, General shall provide a full reconciliation and description of the disparity between the \$.03 CCLC and the \$.04163 CCLC.

IT IS FURTHER ORDERED that both General and ATTCOM shall produce witnesses at the August 8, 1984, hearing who are familiar with the proposed lease and who prepared the responses to the data requests.

Done at Frankfort, Kentucky, this 9th day of July, 1984.

PUBLIC SERVICE COMMISSION

Richard D. I famer f

ATTEST:

Acting Secretary