

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN INVESTIGATION INTO COUNTY SEAT)
EXTENDED AREA TELEPHONE SERVICE FOR) CASE NO. 9682
SUBSCRIBERS IN BUTLER COUNTY,)
KENTUCKY)

O R D E R

On September 26, 1986, the Commission instituted an investigation of Countywide Extended Area Service ("CWEAS") for subscribers in Butler County, Kentucky. The telephone utilities involved are Continental Telephone Company of Kentucky ("CONTEL"), Logan Telephone Cooperative Corporation, Inc. ("Logan"), and South Central Bell Telephone Company ("Bell"). CONTEL, Logan, and Bell filed traffic and cost studies reflecting information relevant to CWEAS, which were reviewed by the Commission.

On March 4, 1987, Representative Willard "Woody" Allen, 17th Legislative District, filed a request to conduct a study of County Seat Extended Area Service ("CSEAS") rather than CWEAS. The Commission, upon consideration of Representative Allen's request, determined the CSEAS study to be reasonable and modified its Order accordingly. An Order was entered by the Commission on April 30, 1987, requesting traffic and cost studies relevant to CSEAS. Bell's CSEAS traffic and cost studies were filed on June 9, 1987. CONTEL's and Logan's traffic and cost studies were filed on June 18, 1987, and June 12, 1987, respectively. However, CONTEL

did not provide adequate back-up information in its "1-way county specific to Morgantown" traffic study filing, as prescribed in Step 3, Sections (a) and (b), of the Commission's modified EAS Guidelines. The Commission reviewed and summarized all the traffic and cost studies, with the exception of CONTEL's "1-way county specific to Morgantown" traffic study, and has included them as Appendix A to this Order.

With reference to the Commission's modified EAS Guidelines, the next step in these proceedings, Step 5, is to conduct a public hearing, at which time all interested parties shall be allowed to present testimony on relevant subjects, including community of interest, total cost of such implementation, cost per subscriber, the form of survey to be conducted, and any other pertinent data which may be applicable to this case.

FINDINGS AND ORDERS

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

1. Steps 1, 2, and 3 of the Commission's modified EAS Guidelines have been completed and we may now proceed to Step 5.

2. CONTEL's "1-way county specific to Morgantown" traffic study is incomplete pursuant to this case as prescribed in Step 3, Sections (a) and (b), of the Commission's EAS Guidelines.

3. The prefiled information relevant to this case, with the exception of CONTEL's "1-way county specific to Morgantown" traffic study, has been reviewed and summarized, and included as Appendix A to this Order.

IT IS THEREFORE ORDERED that:

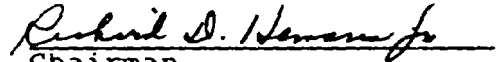
1. CONTEL shall file its "1-way county specific to Morgantown" traffic study as prescribed in Step 3, Sections (a) and (b), of the Commission's EAS Guidelines by July 10, 1987.

2. A public hearing shall be conducted in the Commission's offices on August 11, 1987, at 9:00 a.m., Eastern Daylight Time, to receive testimony on relevant subjects, including community of interest, total cost of such implementation, cost per subscriber, the form of survey to be conducted, and any other pertinent data.

3. CONTEL, Logan, and Bell shall be present at this hearing in order to present their information, and to answer questions which may be presented pursuant to this case.

Done at Frankfort, Kentucky, this 30th day of June, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE
COMMISSION IN CASE NO. 9682 DATED 6/30/87

BUTLER COUNTY

TRAFFIC STUDY SUMMARY

1-way county specific to Morgantown
(for those subscribers residing in Butler County)

CONTEL

<u>Originating</u>	<u>Terminating</u>	<u># of Orig. Access Lines</u>	<u>2 msgs/%</u>	<u>4 msgs/%</u>
Bee Springs	Morgantown	52		
Caneyville	Morgantown	66		

Logan

<u>Originating</u>	<u>Terminating</u>	<u># of Orig. Access Lines</u>	<u>2 msgs/%</u>	<u>4 msgs/%</u>
Lewisburg	Morgantown	74	31/42.0	19/26.0
Logansport	Morgantown	118	EAS	EAS
Rochester	Morgantown	384	EAS	EAS

South Central Bell

<u>Originating</u>	<u>Terminating</u>	<u># of Orig. Access Lines</u>	<u>2 msgs/%</u>	<u>4 msgs/%</u>
Beaver Dam	Morgantown	28	11/39.0	7/25.0
Bowling Green	Morgantown	31	14/45.0	13/42.0

BUTLER COUNTY
TRAFFIC STUDY SUMMARY

2-way total exchange to total exchange

CONTEL

<u>Originating</u>	<u>Terminating</u>	<u># of Orig. Access Lines</u>	<u>2 msgs/%</u>	<u>4 msgs/%</u>
Bee Springs	Morgantown	1,534	38/ 2.5	10/ 0.65
Caneyville	Morgantown	1,712	47/ 2.7	11/ 0.64

Logan

<u>Originating</u>	<u>Terminating</u>	<u># of Orig. Access Lines</u>	<u>2 msgs/%</u>	<u>4 msgs/%</u>
Lewisburg	Morgantown	1,183	33/ 2.8	18/ 1.5
Logansport	Morgantown	118	EAS	EAS
Rochester	Morgantown	384	EAS	EAS

South Central Bell

<u>Originating</u>	<u>Terminating</u>	<u># of Orig. Access Lines</u>	<u>2 msgs/%</u>	<u>4 msgs/%</u>
Beaver Dam	Morgantown	3,271	469/14.3	223/ 6.8
Bowling Green	Morgantown	27,867	1827/ 6.6	858/ 3.1
Morgantown	Beaver Dam	2,643	452/17.1	228/ 8.6
Morgantown	Bowling Green	2,643	1691/64.0	1096/41.4
Morgantown	Lewisburg	2,643	95/ 3.6	39/ 1.5
Morgantown	Logansport	2,643	0/0	0/0
Morgantown	Rochester	2,643	1/ 0.03	0/0
Morgantown	Bee Springs	2,643	124/ 4.7	55/ 2.1
Morgantown	Caneyville	2,643	0/0	0/0

BUTLER COUNTY
COST STUDY SUMMARY

1-way county specific to Morgantown
(for those subscribers residing in Butler County)

CONTEL

<u>Exchange</u>	<u>Service</u>	<u>Rate Group Increase</u>	<u>EAS Additive</u>	<u>Total Increase</u>
Bee Springs	BOP	\$ 1.75	\$ 132.27	\$ 134.02
	ROP	.78	132.27	133.05
	RFP	.52	132.27	132.79
Caneyville	ROP	.78	186.66	187.44
	RFP	.39	186.66	187.05

2-way total exchange to total exchange

<u>Exchange</u>	<u>Service</u>	<u>Rate Group Increase</u>	<u>EAS Additive</u>	<u>Total Increase</u>
Bee Springs	BOP	\$ 1.75	\$ 4.18	\$ 5.93
	ROP	.78	4.18	4.96
	RFP	.52	4.18	4.70
Caneyville	BOP	.76	3.92	4.68
	ROP	.78	3.92	4.70
	RFP	.39	3.92	4.31

*BOP - Business One Party
ROP - Resident One Party
RFP - Resident Four Party

**Other types of service and rate group changes are shown in CONTEL'S filing of traffic and cost studies.

BUTLER COUNTY
COST STUDY SUMMARY

Logan

1-way county specific to Morgantown
(for those subscribers residing in Butler County)

<u>Exchange</u>	<u>Monthly Additional</u>
Lewisburg	\$ 2.25

2-way total exchange to total exchange

<u>Exchange</u>	<u>Monthly Additional</u>
Lewisburg	\$ 3.57

*Logansport and Rochester exchanges currently have EAS with Morgantown.

BUTLER COUNTY
COST STUDY SUMMARY

South Central Bell

<u>Originating</u>	<u>Terminating</u>	Monthly Additional	
		<u>*Plan 1</u>	<u>*Plan 2</u>
Beaver Dam	Morgantown	\$ 29.45	\$ 1.53
Bowling Green	Morgantown	27.62	.44

*Plan 1 is 1-way service
*Plan 2 is 2-way service

**The dollar amounts represent only South Central Bell customers' rate additives for those customers residing in Butler County. Details of other costs will be negotiated between Bell, Logan, and CONTEL.

***For Plan 2, the following regrouping increase (Rate Group 1 to Rate Group 3) will affect the Morgantown Exchange customers having 2-way service with Bowling Green:

<u>*Service</u>	<u>Monthly Additional</u>
1FR	\$ 1.71
2FR	1.29
1FB	5.94
2FB	4.45

*Service: 1FR - Single party resident
2FR - Two party resident
1FB - Single party business
2FB - Two party business