COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

GTE SOUTH INCORPORATED ADJUSTMENT) IN COMMISSION RATES PAID COIN) CASE NO. 10414 TELEPHONE CUSTOMERS)

ORDER

On September 20, 1988, the Commission received a letter from GTE South, Incorporated ("General") seeking approval to change the rates for commissions paid coin telephone customers. The Commission will consider that letter as an application to adjust those commissions.

In Case No. 9498, Mr. Pay Phone of Kentucky, Inc., Mr. Pay Phone of Lexington, Inc., Berish and Associates, Inc. d/b/a Bluegrass Coin Telephone Company and Payphones Unlimited vs. General Telephone of the Southeast, dated May 8, 1987, the Commission ordered that "in the future, General shall seek approval from the Commission prior to increasing the commission rates paid to its public coin telephone customers." This application is the result of that order and the proposed change would result in an increase in the commissions paid to those customers. General had proposed an effective date of October 1, 1988.

After reviewing the proposed change in the commission rates, the Commission finds that additional investigation will be necessary to determine their reasonableness. IT IS THEREFORE ORDERED that:

1. General failed to give the Commission proper notice as required by KRS 278.180; therefore, the proposed effective date shall be October 20, 1988, which is 30 days after the filing date of September 20, 1988.

2. General's request to change the commission rates paid to coin telephone customers be and it hereby is suspended for a period of 5 months from the proposed effective date as stated above in Order No. 1, through March 20, 1989.

3. Nothing in this Order shall prevent the Commission from entering a final decision in this case prior to the termination of the suspension period.

Done at Frankfort, Kentucky, this 20th day of October, 1988.

PUBLIC SERVICE COMMISSION

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ATTEST:

Executive Director