

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN INQUIRY INTO INTRALATA TOLL)	
COMPETITION, AN APPROPRIATE)	ADMINISTRATIVE
COMPENSATION SCHEME FOR COMPLETION)	CASE NO. 323
OF INTRALATA CALLS BY INTEREXCHANGE)	
CARRIERS, AND WATS JURISDICTIONALITY)	

O R D E R

On October 6, 1988, the Commission issued an Order initiating this case for the purpose of investigating intraLATA competition, compensation of local exchange carriers ("LECs") for completion of unauthorized intraLATA calls by interexchange carriers ("IXCs"), and WATS jurisdictionality. Before and after initiating this case, various tariff offerings, which were capable of generating unauthorized intraLATA traffic, were approved by the Commission, subject to certain conditions.¹

¹ These include service offerings of AT&T Communication of the South Central States, Inc. ("AT&T"), MCI Communication Corporation ("MCI"), and US Sprint Communications Company ("US Sprint"). Examples include AT&T Megacom and Megacom 800 Service, approved in Case No. 9874, AT&T Tariff Filing Proposing Megacom/Megacom 800 Service; AT&T Readyline 800 Service, approved in Case No. 10106, AT&T Tariff Filing Proposing AT&T Readyline 800 Service; MCI Prism I and Prism II Service, approved in Case No. 9828, MCI Tariff Filing to Establish Prism Plus, Prism I, and Prism II Service; MCI 800 Service, approved in Case No. 10049, MCI Tariff Filing to Introduce Metered Use Option H; US Sprint UltraWATS and Advanced WATS Service, approved in Case No. 9902, US Sprint Tariff Filing Proposing to Rename its WATS Products, Change Billing Calculation Methods for WATS, Introduce UltraWATS, Travelcard, Direct 800, and Ultra 800; and US Sprint Fonline 800 Service, approved in Case No. 89-002, US Sprint Fonline 800 Service.

One of the conditions required by prior orders of the Commission was that the call control feature of the service be programmed to permanently block unauthorized intraLATA calls.

The Commission hereby finds that this condition may be modified following the more comprehensive investigation in this proceeding. The Commission also recognizes that programming to permanently block is costly to implement.

The Commission, therefore, is of the opinion that the past Commission Order in Case No. 9519 requiring AT&T to develop programs to block unauthorized call completion should be vacated because the final Order in this proceeding will address this matter.

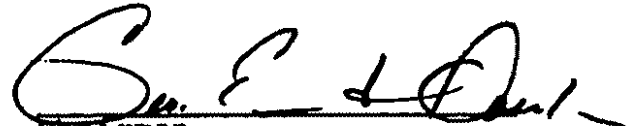
IT IS THEREFORE ORDERED that:

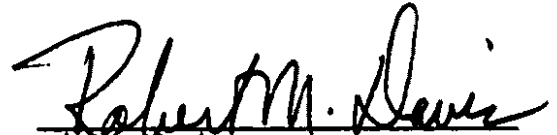
1 AT&T is hereby relieved of compliance with the previous Commission Orders requiring implementation of the blocking programs pending the outcome of this case.

2. All conditions and requirements contained in Orders approving service offerings capable of intraLATA call completion, not specifically set out herein shall remain in full force and effect.

Done at Frankfort, Kentucky, this 16th day of February, 1989.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director