COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

INVESTIGATION INTO WHETHER WATS) ADMINISTRATIVE RESELLERS SHOULD BE INCLUDED IN) CASE NO. 328 THE ULAS ALLOCATION PROCESS)

O R D E R

On April 13, 1989, the Commission released an Order in this case ruling on various motions and establishing a schedule of procedure. The schedule of procedure set May 30, 1989 as the date on which the Commission would designate the issues to be addressed in prefiled testimony. Accordingly, the Commission designates the following issues:

- 1. Whether and under what terms and conditions WATS resellers should be included in the ULAS allocation process.
- 2. Whether including WATS resellers in the ULAS allocation process could result in a double recovery of ULAS charges by local exchange carriers or interLATA³ carriers.
- 3. Whether including WATS resellers in the ULAS allocation process could result in a double payment of ULAS charges by WATS resellers.

Wide Area Telecommunications Service.

Universal Local Access Service.

³ Local Access and Transport Area.

- 4. Whether it is necessary to identify and how to identify ULAS charges built into the rates of interLATA carriers that provide transmission capacity to WATS resellers.
- 5. Whether it is necessary to require and the appropriate mechanism to require interLATA carriers that provide transmission capacity to WATS resellers to reduce rates to WATS resellers that include a ULAS cost component.

The parties may address other issues that are incidental to the issues designated above. However, the Commission discourages prefiled testimony on issues that have been decided in Case No. 88384 and Administrative Case No. 3115 or that will be decided on rehearing in Administrative Case No. 311. These include, for example, the theoretical basis of ULAS, ULAS allocation methodology, ULAS billing frequency, the treatment of private line services in the ULAS allocation process, ULAS revenue requirement, end user charges, and cost of service.

BE IT SO ORDERED.

Case No. 8838, An Investigation of Toll and Access Charge Pricing and Toll Settlement Agreements for Telephone Utilities to be Effective January 1, 1984.

Administrative Case No. 311, Investigation of InterLATA Carrier Billed Minutes of Use as a ULAS Allocator.

See the Motion of Telcor, Inc. d/b/a TMC of Louisville and TelaMarketing Communications of Evansville, Inc. to Designate Issues and Stay Proceeding, filed April 7, 1989.

Done at Frankfort, Kentucky, this 26th day of May, 1989.

PUBLIC SERVICE COMMISSION

Vice Chairman . News Vice Chairman . News Commissioner . Wellesself

ATTEST: