

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 |) | PHASE I |
| CARRIERS, AND WATS JURISDICTIONALITY) | | |

O R D E R

On May 28, 1991, the Commission received a Petition for Reclarification from GTE South Incorporated ("GTE"), a Petition for Rehearing from South Central Bell Telephone Company ("South Central Bell") and the Independent Telephone Group ("ITG") concerning the May 6, 1991 Commission Order in Administrative Case No. 323 Phase I. AT&T Communications of the South Central States, Inc. ("AT&T") filed a Response to the Petitions for Clarification and Rehearing on June 6, 1991 and MCI Communications Corporation ("MCI") filed a Response on June 11, 1991.

GTE and South Central Bell have requested rehearing on the issue of access charge imputation. Both GTE and South Central Bell identified types of access charges applicable to interexchange carriers which they allege are not applicable to them since they are part of an integrated local network. They also identified problems associated with implementing time of day access charges to evening and night calls which would possibly require an increase in prices for those messages.

AT&T filed a response to the Motions for Clarification/ Rehearing recommending denial of the requests with regard to imputation. MCI filed a response stating that no alternative imputation methodology should be adopted without a hearing. The Commission finds that rehearing on the method of determining the appropriate amount that the LECs should be required to impute for access should be granted.

The other issue raised by South Central Bell on rehearing concerns the provision of the Joint Motion requiring all LECs to mirror interstate special access rates. South Central Bell requests a waiver from this requirement because the restructuring of its private line and special access rates in Case No. 10477¹ effective February 15, 1990 brings it into substantial compliance with the Joint Motion. AT&T also supports the waiver in its response to the petition. The Commission finds that the waiver should be granted.

ITG also requested clarification as to the date of the intrastate traffic sensitive and special access NECA tariffs that its members should mirror in their tariff filings. ITG should file intrastate tariffs that are the same as the April 1, 1991 NECA Interstate Tariff Filings for traffic sensitive and special access tariffs.

¹ Case No. 10477, Proposed Restructuring and Repricing of South Central Bell Telephone Company's Private Line Services Tariff and Access Services Tariff.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, HEREBY ORDERS that:

1. Rehearing on the method of determining the appropriate amount for the LECs to impute for access charges is granted. The following procedural schedule is mandated:

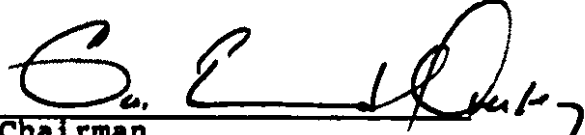
Testimony of the LECs shall be due.....7/8/91
All other testimony shall be due.....7/22/91
Data requests of all parties shall be due.....7/29/91
Responses to data requests shall be due.....8/12/91
Hearing will begin at 10:00 a.m., Eastern Daylight Time, in Hearing Room 1 of the Commission's Offices at 730 Schenkel Lane, Frankfort, Kentucky.....8/20/91

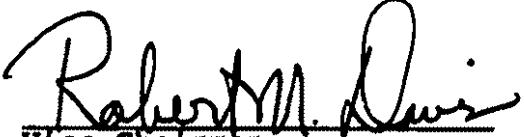
2. South Central Bell is hereby granted a waiver from the provision of the Joint Motion and Supplement requiring all LECs to mirror interstate special access rates.

3. ITG shall file intrastate tariffs the same as the April 1, 1991 NECA Interstate Tariff Filings for traffic sensitive and special access tariffs.

Done at Frankfort, Kentucky, this 17th day of June, 1991.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

ATTEST:


Executive Director


Commissioner