COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF GTE SOUTH INCORPORATED) CASE NO. FOR AUTHORITY TO ISSUE DEBT SECURITIES) 99-419

On October 6, 1999, GTE South Incorporated (GTE South) applied to the Commission for authority to create, issue, and sell up to \$300 million of Notes or Debentures. In its filing, GTE South requested permission to deviate from the requirements of Administrative Regulation 807 KAR 5:001, Section 11(1)(a) and (b) and Section 11(2)(b) and (c).

Administrative Regulation 807 KAR 5:001, Section 11(1)(a), requires the submission of a statement of the original cost of the applicant s property and the cost to the applicant, if different. Section 11(1)(b) requires that if bonds or notes or other indebtedness are proposed, that the applicant submit a full description of all terms, as well as the interest rate. Section 11(2)(b) requires the submission of all trust deeds or mortgages, and Section 11(2)(c) requires the submission of detailed estimates by Uniform System of Accounts number.

Having reviewed the filing and being otherwise sufficiently advised, the Commission finds that the information filed therein is sufficient to enable the Commission to review adequately GTE South s filing. Therefore, its request to deviate from the abovecited regulations should be granted. IT IS THEREFORE ORDERED that GTEs request to deviate from the requirements of 807 KAR 5:001, Section 11(1)(a) and (b), and Section 11(2)(b) and (c), is granted.

Done at Frankfort, Kentucky, this 27th day of October, 1999.

By the Commission

ATTEST:

Executive Director