

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE REVIEW OF BELLSOUTH)
TELECOMMUNICATIONS, INC.'S) CASE NO. 1999-434
PRICE REGULATION PLAN)

O R D E R

On September 1, 2001, BellSouth Telecommunications, Inc. ("BellSouth") filed its proposal to rebalance basic residential rates in accordance with the Commission's August 3, 2000 Order in this case. The Commission has reviewed the tariffs and finds that the proposal should be accepted with the exception noted below.

BellSouth has proposed to eliminate Low-Use Local Measured Service and Standard Local Measured Service. The Commission finds that such service meets a legitimate public need and that, therefore, it is not in the public interest to eliminate these services at this time. The rates for Rate Group 1 shall be adjusted to \$14.10, the rates for Rate Group 2 shall be adjusted to \$14.10 and the rate for Rate Group 3 shall be adjusted to \$15.36. All other rates are approved as proposed by BellSouth.

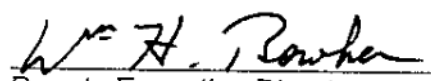
BellSouth shall file corrected tariff pages to reflect the Commission decision herein within 5 days. The tariff is approved and effective October 20, 2001.

IT IS THEREFORE ORDERED that:

1. The tariff filed by BellSouth on September 1, 2001 is approved as amended herein.
2. BellSouth shall file amended pages to reflect the decisions herein within 5 days of the date of this Order.

Done at Frankfort, Kentucky, this 19th day of October, 2001.
By the Commission

ATTEST:


Deputy Executive Director