Decision 88 01 064 FEB 2 1988

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Investigation on the Commission's own motion into the methods to be utilized by the Commission to establish the proper level of expense for ratemaking purposes for public utilities and other regulated entities due to the changes resulting from the 1986 Tax Reform Act.

I.86-11-019 (Filed November 14, 1986)

ORDER CORRECTING CLERICAL ERROR

The Commission has been informed of a clerical error in Ordering Paragraph la of Decision 88-01-061. Specifically, the reference to "15" days in line 1 of Ordering Paragraph la is incorrect. The correct reference is "60" days.

Pacific Bell and General Telephone shall, within 60 days after the effective date of this decision, make an Advice Letter filing to implement an intrastate billing surcharge/surcredit based on their 1987 adopted billing base to reflect the 1987 revenue requirement adjustment for TRA 86 and SB 572 effects in conformance with the methodology adopted in this decision. The intrastate billing surcharge/surcredit shall be on a bill-and-keep basis and shall reflect interest accrued at the current 90day commercial paper rate from January 1, 1987 to the effective date of the tariff. The billing surcharge/surcredit shall become effective 5 days after the tariff filing and shall remain in effect until January 1, 1989 unless further ordered by the Commission. Telephone utilities not

otherwise exempted shall reflect the revenue requirement impact, including interest, at the 90-day commercial paper rate in a TRA 86 balancing account and dispose of such balance as the Commission further orders.

This order is effective today.

Dated FEB 2 1988 , at San Francisco, California.

VICTOR WEISSER Executive Director

CERTIFY THAT THIS DECISION WAS XERROVED BY THE ABOVE CONTUSSIONERS TODAY.

Victor Weisson, Executive Director