Decision 88 10 019 0CT 14 1988

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of ADVANCED MOBILE PHONE SERVICE, INC. and the LOS ANGELES SMSA LIMITED PARTNERSHIP for a certificate of public convenience and necessity under Section 1001 of the Public Utilities Code of the State of California for authority to provide a new Domestic Public Cellular Radio Telecommunications System to the public in the greater Los Angeles Metropolitan area.

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Application 83-01-12 (Filed January 7, 1983)

OPINION

Interim Decision (D.) 84-04-014 granted the requested certificate of public convenience and necessity (CPC&N) to the Los Angeles SMSA Limited Partnership (Partnership) to provide a cellular radio telecommunication system to the public in the greater Los Angeles Metropolitan area. In granting the CPC&N on an interim basis, the Commission stated:

"Because the cellular telecommunications industry is in its infancy and all economic feasibility studies are of necessity based on untested and unverified projections, the decision requires the Partnership to submit a comprehensive results of operation study detailing its first 12 months' operations. The decision is granted on an interim basis so as to facilitate prompt rate changes should the study indicate the necessity of such changes." (D.84-04-0014, mimeo. p. 2.)

In this decision, we further state:

"It will be noted that by Year 2 the return on equity will be 18.44% for the wholesale operations. This return should be enhanced by the retail operations of the Partnership. Such returns are somewhat higher than we normally allow for a utility operation but are justified in this instance by the preoperative and Year 1 negative returns. We will monitor the operations of the Partnership by requiring the submittal for Commission review of a comprehensive results of operation report, covering the first 12 months of operation, to be submitted within 120 days from the completion of the first 12 months of operation." (D.84-04-014, mimeo. p. 65.)

Ordering Paragraph 5 states:

"5. Within 120 days after the first full 12 months of operation, Partnership shall submit to the Commission staff for consideration a comprehensive results of operation report covering the Partnership's first full 12 months of operations." (D.84-04-014, mimeo. p. 86.)

On October 24, 1985, Partnership filed the required results of operation report for the first full year of operation. This report was verified by our staff. Consequently, the matter may be closed.

Findings of Fact

- 1. D.84-04-014 required the Partnership to file a comprehensive results of operation report covering the Partnership's first full 12 months of operations.
- 2. The required report was filed on October 24, 1985 and verified by our staff.

Conclusion of Law

Application 83-01-12 should be closed.

ORDER

Tr Is ordered that Application 83-01-12 is closed.

This order becomes effective 30 days from today.

Dated _____OCT 1 4 1988 _____, at San Francisco, California.

STANLEY W. HULETT
President
DONALD VIAL
FREDERICK R. DUDA
G. MITCHELL WILK
JOHN B. OHANIAN
Commissioners

I CERTIFY THAT THIS DECISION WAS APPROVED BY THE ABOVE COMMISSIONERS TODAY

Victor Weisser, Executive Director

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