

Decision 90 02 053 FEB 23 1990

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of Alternative
Regulatory Frameworks for Local
Exchange Carriers.

I.87-11-033
(Filed November 25, 1987)

In the Matter of the Application
of Pacific Bell (U 1001 C), a
corporation, for authority to
increase intrastate rates and
charges applicable to telephone
services furnished within the State
of California.

Application 85-01-034
(Filed January 22, 1985;
amended June 17, 1985 and
May 19, 1986)

Application of General Telephone
Company of California (U 1002 C),
a California corporation, for
authority to increase and/or
restructure certain intrastate
rates and charges for telephone
services.

Application 87-01-002
(Filed January 5, 1987)

And related matters.

I.85-03-078
(Filed March 20, 1985)

OII 84
(Filed December 2, 1980)

C.86-11-028
(Filed November 17, 1986)

I.87-02-025
(Filed February 11, 1987)

C.87-07-024
(Filed July 16, 1987)

ORDER MODIFYING DECISION 89-12-048
AND PARTIALLY DENYING REHEARING

Pacific Bell (Pacific) has filed an application for
rehearing of Decision (D.) 89-12-048, the decision implementing
D.89-10-031, which established a new regulatory framework for

Pacific and GTE California (GTEC). Pacific raises three issues in its application, only one of which we deal with today.

Pacific contends that two computational errors have been made, one dealing with the surcharge adjustment applicable to access services for interLATA SPF-to-SLU, and the other dealing with the surcharge adjustment applicable to exchange services for intraLATA SPF-to-SLU. The impact of these errors, according to Pacific, is a revenue reduction of approximately \$16 million less than the Commission intended. The Commission's Division of Ratepayer Advocates has filed a response to Pacific's application declaring that after review of the decision and Pacific's workpapers, DRA does not oppose the requested corrections. The Commission Advisory and Compliance Division has also reviewed Pacific's filing and is in agreement with Pacific's position. We will, therefore, order that the corrections be made forthwith.

Concerning Pacific's two remaining issues, we will not resolve them today, but will consider them along with the applications for rehearing and petitions for modification of D.89-10-031.

IT IS ORDERED that D.89-12-048 is modified as follows:

1. The surcharge adjustment applicable to access services for interLATA SPF-to-SLU is changed from negative 1.550% to negative 1.488%, a net change of 0.062%.
2. The surcharge adjustment applicable to exchange services for intraLATA SPF-to-SLU is changed from positive 0.255% to negative 0.255%, a net change of negative 0.510%.

IT IS FURTHER ORDERED that within five days of the effective date of this order, Pacific shall file an advice letter to be effective within ten days of the effective date of this order, with revised tariff sheets to implement the surcharges corrected in this decision. Copies of the advice letter shall be

served at the time of filing on all parties in I.87-11-033 and on anyone requesting such service.

IT IS FURTHER ORDERED that rehearing of D.89-12-048 as modified above is denied, as to the issue resolved in this order. The additional issues raised by Pacific's application for rehearing of D.89-12-048 remain pending until further Commission order.

This order is effective today.

Dated FEB 23 1990, at San Francisco, California.

G. MITCHELL WILK
President
FREDERICK R. DUDA
JOHN B. OHANIAN
PATRICIA M. ECKERT
Commissioners

Commissioner Stanley W. Hulett,
being necessarily absent, did
not participate.

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


NEAL J. SHULMAN, Executive Director