

L/rys

Decision 90-09-056

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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 No. 85-01-034  
(Filed January 22, 1985)  
amended June 17, 1985, &  
May 19, 1986)

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)

ORDER DENYING REHEARING

Pacific Bell and Citizens Utilities Company of California have filed applications for rehearing of Decision (D.) 90-06-069 in A.85-01-034. We have considered all the allegations of error in the application and are of the opinion that good cause for rehearing has not been shown, but the decision should be modified in several minor respects. Therefore,

IT IS HEREBY ORDERED:

D.90-06-069 is modified as follows:

1) The first sentence in the first paragraph on page 18 is modified to state:

"Pacific and GTEC should use direct embedded cost methodologies in determining IWM cost which is the standard set in D.89-10-031, pending the results of the long-run marginal cost studies."

2) Conclusion of Law No. 11 is modified to state:

"Pacific and GTEC should be ordered to make rate adjustments set forth in Conclusion of Law 10 in their first annual updates, established in D.89-10-031."

3) Conclusion of Law No. 20 is modified to state:

"CACD should be ordered to submit to all parties of record in this proceeding comments on the information submitted by Pacific pursuant to Conclusion of Law 19. The CACD submittals should be made within 90 days of receipt of the information set forth in Conclusion of Law 19."

4) Ordering Paragraph 6 is modified to state:

"Pacific shall, within 60 days of the effective date of this order, submit to CACD and DRA cost and pricing information as set forth in this decision."

5) Ordering Paragraph 7 is modified to state:

"The Commission Advisory and Compliance Division shall, within 90 days of Pacific's providing information pursuant to Ordering Paragraph 6, submit to all parties of record and the assigned administrative law judge comments on that information regarding whether Pacific's prices are reasonable."

**IT IS FURTHER ORDERED:**

1) Rehearing of D.90-06-069, as modified herein, is hereby denied.

2) Pacific Bell's Petition for Modification is hereby dismissed.

A.85-01-034, et al., L/rys

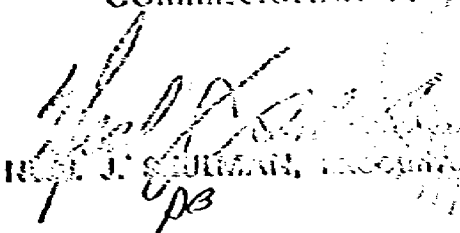
This order is effective today.

Dated September 12, 1990, at San Francisco, California.

G. MITCHELL WILK  
President  
FREDERICK R. DUDA  
STANLEY W. HULETT  
PATRICIA M. ECKERT  
Commissioners

Commissioner John B. Ohanian  
being necessarily absent, did  
not participate.

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

  
ROSE J. SULLIVAN, Executive Director