SUBJECT: AT&T Corrunications. Order authorizing the revision of the rate structure for Intrastate coin calls and discontinuing the coin sent-paid service charges. Resolution No. T-11025.

MHEREAS: AT&T COMMUNICATIONS by Advice Letter No. 62 filed, March 14, 1956, requests authority under Section 454 of the Public Utilities Code to make effective the following tariff revisions:

- 1. Change initial prepaid charging period on coin calls from one minute to three minutes.
- 2. Discontinue the coin sent-paid service charges on (1) above.

Decision 85-12-079 requires that "Pacific and other exchange telephone corpanies to revise their rate structures for non-local coin calls, reverting to the traditional three-minute initial charging period for such calls and reducing the present 25¢ and 50¢ surcharges on coin sent-paid calls to a uniform 20¢ per call." AT&T proposes to align its Intrastate rate schedule (Cal. P.U.C. No. A6, Coin Paid Station Service) with that of the exchange companies prescribing the same initial prepaid charging period to minimize customer confusion. AT&T's proposed rates are actually lower than those that would have resulted had it followed the methodology prescribed for Pacific in Decision 85-12-079.

This filing eliminates the one minute prepaid initial period for coin calls and replaces it with a three minute prepaid period. Unlike the exchange companies AT&T proposes to eliminate the coin sent-paid service charges, rather than reduce them. The proposed rates are intended to minimize the change in revenue contribution from coin calls.

AT&T estimates that the revenue effects of the proposed rate design will result in a negligible decrease of approximately thirty seven thousand dollars annually. AT&T addresses the revenue effects of the change in its application No. 85-11-029.

The Commission finds that the rates, charges and conditions authorized in this Resolution are just and reasonable and present rates, charges and conditions, as they differ from the rates, charges and conditions authorized in this Resolution are for the future unjust and unreasonable; and good cause appearing,

## IT IS ORDERED that:

- (1) Authority is granted to make the above revisions effective on April 23, 1986.
- (2) Schedule Cal. P.U.C. No. A6, 2nd Revised Sheets 3 and 8, 3rd Revised Sheet 5 and 4th Revised Sheet 7, shall be marked to show that such sheets were authorized by Resolution of the Public Utilities Commission of the State of California No. T-11025.

The effective date of this Resolution is today.

I hereby certify that the foregoing Resolution was duly introduced, passed and adopted at a regular meeting of the Public Utilities Commission of the State of California, held on April 2, 1986, the following Commissioners voting favorably thereon:

Executive Director

MAN

DONALD VIAL
President
VICTOR CALVO
FREDERICK R. DUDA
Commissioners

I abstain.

PRISCILLA C. GREW ...... Commissioner