## PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

EVALUATION & COMPLIANCE DIVISION Telecommunications Branch

RESOLUTION NO. T-12029 Nay 29, 1987

## RESQLUTIQN

RESOLUTION NO. T-12029. CONTEL SERVICE CORPORATION (U-1003-C). ORDER AUTHORIZING PERMANENT RATES AND CHARGES FOR NOBILE RADIOTELEPHONE SERVICE. ADVICE LETTER NO. 784, FILED APRIL 6, 1987.

SUMMARY Contel Service Corporation (Contel) has been providing mobile radiotelephone service under provisional rates and charges, which are now being made permanent pursuant to a showing made by the utility.

BACKGROUND On April 6, 1987, Contel filed Advice Letter No. 784 requesting authority to make permanent its presently provisional rates and charges for mobile radiotelephone service.

Contel had been offering mobile service on a provisional basis for several years prior to 1984, with several extensions of time having been granted by Resolution. Finally, by Resolution No. T-10856, the Commission denied Contel's request to extend the rates once more to December, 1985, and instead directed an extension only until December 31, 1984, at which time Contel was to terminate the offering. The basis for termination was a finding that the offering was noncompensatory. Contel obtained an extension of time (Resolution No. T-10869) and thereafter filed an application for rehearing of Resolution No. T-10856. This was filed as A.34-08-103. Following an evidentiary proceeding, Contel closed its mobile facilities in six locations and was authorized a rate increase for the remainder. See Decision 85-12-074. The remaining radio services were authorized to continue operation for 18 nonths, commencing January 1, 1986, to determine whether or not the service could be made compensatory, Contel was authorized to file a petition proposing a final disposition of this matter, following the accrual of cost and revenue data under the new rates and structures.

Contel filed a report with the staff of March 4, 1987, which shows the current operations to be profitable.

DISCUSSION

The Commission's original objective has been achieved, in that Contel's nobile service offering is now on a compensatory basis and any possibility of unfair competition with other providers, i.e., radiotelephone utilities, no longer exists. Accordingly, the present tariff rates and charges should be made pernanent at this time. There are no protests to this filing.

FINDINGS

- 1. Contel has complied with the provisions of D.85-12-074 by closing six mobile radio facilities, by filing revised rates, and by filing a report setting forth revenues, expenses, and data concerning repression or stimulation of usage.
- 2. Contel's remaining mobile radiotelephone service is compensatory at the presently authorized rates and charges.
- 3. The present mobile radiotelephone rates and charges of Contel should be made permanent.
  - Application No. 84-08-103 should be closed.

Therefore, good cause appearing,

## IT IS ORDERED that:

- 1. Contel Schedule No. L-1, Fifth Revised Cal PUC Sheet No. 2-T and Third Revised Cal PUC Sheet No. 10-T shall be marked to show that they were authorized by Resolution No. T-12029.
- The assigned Administrative Law Judge is directed to close the proceeding under Application No. 84-08-103.
- The effective date of this Resolution is May 29, 1987. These sheets shall become effective May 30, 1987.

I certify that this Resolution was adopted by the Public Utilities Commission at its regular meeting on May 29, 1987. The following Commissioners approved it:

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

Executive Director