

## PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

COMMISSION ADVISORY AND COMPLIANCE DIVISION  
Telecommunications BranchRESOLUTION T-13024  
October 14, 1988R E S O L U T I O N

PACIFIC BELL. ORDER AUTHORIZING TARIFF REVISIONS TO IMPLEMENT THE CENTREX EXCHANGE ACCESS TRUNKING CHARGE AS THE ACCESS RATE ELEMENT FOR FOREIGN EXCHANGE SERVICE TO CENTREX CUSTOMERS AND TO ADJUST ITS EXCHANGE BILLING SURCHARGE TO RECOVER THE ASSOCIATED ANNUAL REVENUE EFFECT OF NEGATIVE \$390,000, ON LESS THAN REGULAR NOTICE.

SUMMARY

This resolution authorizes Pacific Bell to implement the Centrex exchange access trunking charge as the access rate element for Foreign Exchange (FEX) service to Centrex customers, on less than regular notice. The estimated 1986 annual revenue effect is negative \$390,000, which will be recovered by increasing the exchange billing surcharge by an increment of 0.014%.

BACKGROUND

Decision No. (D.) 88-07-022 (Pacific Bell's Application 85-01-034, Phase II, Rate Design), dated July 8, 1988, provided for the unbundling of recurring FEX rates. FEX service is telephone service which has dial tone and access to the network provided from a distant or "foreign" exchange (or district area) rather than from the one in which the customer's premises is located. Calls made to and from the customer are rated as if the customer's premises is located in the "foreign" exchange. Pacific Bell was authorized to set separate rates for FEX access, usage, mileage and FEX increment. On August 8, 1988, Pacific filed Advice Letter No. 15435 to revise, among other things, its FEX rate structure to reflect the unbundling of FEX rates for basic access lines as authorized. The tariff revisions in Advice Letter No. 15435 became effective September 6, 1988.

D.88-07-022 also directs Pacific Bell to reflect the Centrex exchange access trunking charge in the access rate element for FEX service provided to Centrex customers. Specifically, Ordering Paragraph No. 48 of D.88-07-022 states:

"48. Within 60 days of the effective date of this order Pacific shall file an advice letter, with service upon all parties to this proceeding, which revises the appropriate

tariffs to implement the mirroring of the Centrex exchange access trunking charges when providing FEX service Centrex customers as described in the foregoing opinion. The advice letter shall also contain the estimated 1986 annual billing and revenue effects associated with the implementation of such tariff revisions, and revisions to the customer billing surcharge to reflect the annual revenue effect of implementing such tariff revisions of Centrex service. The advice letter filing should be subject to Commission authorization by resolution in order to take effect."

In compliance with the aforementioned ordering paragraph, on September 6, 1988, Pacific Bell filed Advice Letter No. 15450 requesting authority to implement the Centrex exchange access trunking charge as the access rate element for FEX service provided to Centrex customers and to revise its exchange billing surcharge to reflect the associated annual revenue effect.

On September 21, 1988, Pacific Bell filed supplemental Advice Letter No. 15450A to correct the annual revenue effect and the associated billing surcharge adjustment contained in Advice Letter No. 15450. Pacific Bell subsequently filed supplemental Advice Letter No. 15450B requesting a change in effective date to October 15, 1988 to allow time to place this resolution on the October 14, 1988 Commission meeting. No customer protests have been received.

#### FINDINGS

We find that the rates, charges and conditions authorized in this Resolution are just and reasonable; therefore, good cause appearing,

IT IS ORDERED that:

- (1) Authority is granted to make the above tariff revisions contained in Advice Letter No. 15450 effective October 15, 1988.
- (2) All tariff sheets filed under Advice Letter No. 15450 shall be marked to show that such sheets were authorized by Resolution of the Public Utilities Commission of the State of California No. T-13024.

The effective date of this Resolution is today.

I certify that this Resolution was adopted by the Public Utilities Commission at its regular meeting of October 14, 1988. The following Commissioners approved it:

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



Executive Director