#### PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

COMMISSION ADVISORY AND COMPLIANCE DIVISION RESOLUTION T-15800 Telecommunications Branch November 21, 1995

### RESOLUTION

RESOLUTION T-15800. GTE CALIFORNIA INCORPORATION. REQUEST TO PROVIDE MTS AND PBX TRUNK SERVICE FOR CANDLE CORPORATION UNDER A CUSTOMER-SPECIFIC CONTRACT.

BY ADVICE LETTER NO. 7813 FILED AUGUST 30, 1995.

### SUMMARY

GTE California Incorporated (GTEC) requests authority under provisions of General Order No. 96-A (G.O. 96-A) and Decision No. (D.)94-09-065 to deviate from filed tariff schedules in order to provide MTS (Message Telecommunications Service) and PBX (Private Branch Exchange) Trunk service for Candle Corporation under a customer-specific contract.

This Resolution authorizes GTEC's request. GTEC estimates that the annual revenue impact of this filing will be a decrease of \$13,577.

### BACKGROUND

Under the contractual guidelines of D.88-09-059, MTS service was not an appropriate service for contracts. D.94-09-065 expanded the list of services appropriate for contracts to include MTS. GTEC proposes to offer the customer MTS for Direct Distance Dialed and operator assisted intraLATA calls and PBX Trunk service under contract.

Under the terms and conditions of the one year contract, GTEC agrees to provide MTS and PBX Trunk (79 Trunks) service for the Candle Corporation at rates which are discounted from the tariff rate, but meet or exceed the price floors specified in GTEC's D.94-09-065 Compliance Filing.

GTEC estimates that the annual revenue impact will be a decrease of \$13,577.

# NOTICE/PROTESTS

GTEC states that a copy of the Advice Letter was mailed to competing and adjacent utilities, and/or other utilities and to the customer in the contract. The Advice Letter was listed in the Commission's Daily Calendar of September 1, 1995.

No protest to the Advice Letter was filed.

### **DISCUSSION**

In reviewing Advice Letter No. 7813 Commission Advisory and Compliance Division (CACD) notes the following:

- a. GTEC requests confidential treatment of the workpapers and cost support documentation associated with the contract.
- b. The Advice Letter indicates that the costs and revenue associated with the contract will be tracked.
- c. The rates and charges set forth in the contract cover the Long Run Incremental Costs (LRICs) of providing each service offered under the terms of the contract. The contract rates equal or exceed the LRICs of each rate element of the contract services.
- CACD concludes that the Advice Letter meets the requirements set forth in the Commission Orders and G.O. 96-A and recommends that the Commission approve this filing. CACD also notes that Commission approval is based on the specifics of this Advice Letter and the associated contract and does not establish a precedent for the contents of future filings or for Commission approval of similar requests.

### FINDINGS

- 1. GTEC filed Advice Letter No. 7813 requesting Commission authorization to provide MTS and PBX service for Candle Corporation under a customer-specific contract.
- 2. The Advice Letter and the contract conform to the requirements of Decision No. 94-09-065 and G.O. 96-A.

- 3. GTEC states that authorization of this contract will result in an estimated annual revenue decrease of \$13,577.
- 4. Commission authorization of this Advice Letter and of the contract does not establish a precedent for the contents of future filings or for Commission approval of similar requests. Commission approval is based on the specifics of this contract.
- 5. The rates, charges, terms and conditions of the contract approved in this Resolution are just and reasonable.

## THEREFORE, IT IS ORDERED that:

- 1. Authority is granted to make GTE California Incorporated Advice Letter No. 7813 and the associated contract effective on November 22, 1995.
- 2. The Advice Letter and the contract shall be marked to show that they were authorized by Resolution T-15800.

The effective date of this Resolution is today.

I certify that this Resolution was adopted by the Public Utilities Commission at its regular meeting on November 21, 1995. The following Commissioners approved it:

WESLEY M. FRANKLIN Executive Director

DANIEL Wm. FESSLER
President
P. GREGORY CONLON
JESSIE J. KNIGHT, Jr.
HENRY M. DUQUE
JOSIAH L. NEEPER
Commissioners