

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

COMMISSION ADVISORY AND COMPLIANCE DIVISION RESOLUTION T-15810
Telecommunications Branch December 20, 1995

R E S O L U T I O N

RESOLUTION T-15810. GTE CALIFORNIA INCORPORATED.
REQUEST TO PROVIDE BUSINESS LINE 800 AND DIALED NUMBER
IDENTIFICATION SERVICE FOR KAISER PERMANENTE UNDER A
CUSTOMER-SPECIFIC CONTRACT.

BY ADVICE LETTER NO. 7814 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 provide Business Line 800 and Dialed Number Identification Service for Kaiser Permanente under a customer-specific contract.

This Resolution authorizes GTEC's request. GTEC estimates that the annual revenue impact of this filing will be an increase of \$946,863.

BACKGROUND

In D.88-09-059 the Commission adopted a modified Phase I Settlement. Under the provisions of the Settlement, the Local Exchange Companies (LECs) are allowed to provide services deemed to be appropriate under the terms of contracts between LECs and customers. The process and requirements for filing of advice letters to request authorization of customer specific contracts are set forth in Appendix A of D.88-09-059.

D.90-04-031 further required that specific contracts comply with the principles of imputation, unbundling and nondiscriminatory access adopted in D.89-10-031 and that prices for monopoly utility services be based on their underlying costs. The Commission by D.94-09-065 clarified these principles and adopted other changes to the contracting requirements. The proposed contract complies with the contracting requirements.

Unlike dedicated 800 service which is provisioned on a dedicated access line arranged to allow incoming calls from a specific

subscription area, at no charge to the calling party, Business Line 800 Service allows a customer to terminate an 800 call on a regular business, PBX or CentraNET line, thereby eliminating the need for a dedicated line.

Dialed Number Identification Service allows a customer with multiple Business Line 800 numbers to terminate all of the calls on an integrated trunk group, provided that the group terminates to one customer location.

Under the terms and conditions of the three year contract, GTEC agrees to provide Kaiser Permanente Business Line 800 at a rate which is discounted from the tariff rate, but covers the price floor specified for this service in GTEC's D.94-09-065 Compliance Filing. GTEC will also provide Dialed Number Identification Service at a rate which covers GTEC's cost to provide the service.

GTEC estimates that the annual revenue impact will be an increase of \$946,863.

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. 7814, 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. 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. 7814 requesting Commission authorization to provide Business Line 800 and Dialed Number Identification Service for Kaiser Permanente 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 increase of \$946,863.
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. 7814 and the associated contract effective on December 21, 1995.
2. The Advice Letter and the contract shall be marked to show that they were authorized by Resolution T-15810.
3. Any changes or modifications to the contract referenced in 2 above must be approved by the Commission.

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 December 20, 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