BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Proposed tariff filing) DOCKET NO. 930298-TL to add Fractional T1 Digital)
Service to the Facilities for)
Intrastate Access Tariff by GTE)
FLORIDA INCORPORATED)

In Re: Proposed tariff filing) DOCKET NO. 930299-TL to add Fractional T1 Digital) ORDER NO. PSC-93-1081-FOF-TL Private Line Service to the) ISSUED: 7/26/93
General Services Tariff by GTE)
FLORIDA INCORPORATEL)

The following Commissioners participated in the disposition of this matter:

J. TERRY DEASON, Chairman THOMAS M. BEARD SUSAN F. CLARK JULIA L. JOHNSON LUIS J. LAUREDO

ORDER APPROVING TARIFF FILINGS

BY THE COMMISSION:

On March 16, 1993, GTE Florida Incorporated (GTEFL or the Company) filed tariff revisions proposing to add Fractional T1 Service to the Facilities for Intrastate Access Tariff and the General Services Tariff. Fractional T1 (FT1) is a digital private line product which combines several channels of digital or analog service in a more economically efficient manner than is available from GTEFL today as either individual Voice Grade or DDS circuits. The Company proposes to offer FT1 in both tariffs at the transmission rates of N x 56 or N x 64 kilobits per second (Kbps), where N equals 2, 4 or 6.

GTEFL maintains that FT1 will allow customers to more cost effectively connect Local Area Networks (LANs), mainframes, and provide video conferencing. FT1 will also significantly reduce costs to companies that need to connect to remote, low traffic locations that do not require full T1 capability. Even though the price of T1 service has declined steadily, there are still many entities that cannot use enough of the 1.544 Mbps bandwidth to justify the expense of a full T1 link. FT1 solves this problem by offering less than T1 bandwidth at a lower price. Fractional T1

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will enable interexchange carriers (IXCs) to complete FT1 circuits to end-users at a lower cost.

The proposed FT1 Special Access rate structure provides for month-to-month (MTM) service or contractual arrangements on a 1, 3 or 5-year basis. The rate structure proposed for the General Services Tariff is equivalent. GTEFL's cost study indicates that the rates for these services appear to adequately cover the cost of providing the service, and provide some level of contribution. Various models were used to develop the data, and in order to ensure that the service continues to cover costs and provide contribution, we find it appropriate to direct GTEFL to file the actual demand, cost and revenue results on a semi-annual basis for a period of two years. Reports shall be due on July 31 and January 31, and shall cover the respective periods of January-June and July-December.

We believe that GTEFL's tariff filings are appropriate. FT1 will provide telecommunications' users with additional flexibility in the choices of services they lease from GTEFL. Accordingly, we hereby approve the Fractional T1 Service to the Facilities for Intrastate Access Tariff and the General Services Tariff.

Based on the foregoing, it is

ORDERED by the Florida Public Service Commission that GTE Florida Incorporated's tariffs proposing to offer Fractional T1 Service to the Facilities for Intrastate Access Tariff and the General Services Tariff are hereby approved, effective July 7, 1993. It is further

ORDERED that GTE Florida Incorporated shall file semi-annual reports with this Commission on the actual demand, cost, and revenues produced by both services for a two year period, as set forth in the body of this Order. It is further

ORDERED that if a protest is filed in accordance with the requirement set forth below, the tariffs shall remain in effect with any increase in revenues held subject to refund pending resolution of the protest. It is further

ORDERED that if no protest is filed in accordance with the requirement set forth below, these dockets shall be closed.

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By ORDER of the Florida Public Service Commission, this 26th

day of July, 1993.

TRIBBLE, Director

Division of Records and Reporting

(SEAL)

PAK

NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section Florida Statutes, to notify parties of 120.59(4), administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

The Commission's decision on this tariff is interim in nature and will become final, unless a person whose substantial interests are affected by the action proposed files a petition for a formal provided by Rule 25-22.036(4), Florida proceeding, as provided Rule Administrative Code, in the form 25-22.036(7)(a)(d) and (e), Florida Administrative Code. petition must be received by the Director, Division of Records and Reporting at his office at 101 East Gaines Street, Tallahassee, Florida 32399-0870, by the close of business on August 16, 1993.

In the absence of such a petition, this order shall become final on the day subsequent to the above date.

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Any objection or protest filed in this docket before the issuance date of this Order is considered abandoned unless it satisfies the foregoing conditions and is renewed within the specified protest period.

If this Order becomes final on the date described above, any party adversely affected may request judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or by the First District Court of Appeal in the case of a water or wastewater utility by filing a notice of appeal with the Director, Division of Records and Reporting and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days of the date this Order becomes final, pursuant to Rule 9.110, Florida Rules of Appellate Procedure. The notice of appeal must be in the form specified in Rule 9.900(a), Florida Rules of Appellate Procedure.