MEMORANDUM

November 3, 1995



FPSC-RECORDS/REPORTING

TO:

DIVISION OF RECORDS AND REPORTING

FROM:

DIVISION OF LEGAL SERVICES (CANZANO)

RE:

DOCKET NO. 921074-TP - PETITION FOR EXPANDED INTERCONNECTION FOR ALTERNATE ACCESS VENDORS WITHIN LOCAL EXCHANGE COMPANY CENTRAL OFFICES BY INTERMEDIA

COMMUNICATIONS OF FLORIDA, INC.

1371-FOF

Attached is an ORDER SUSPENDING TARIFFS to be issued in the above-referenced docket. (Number of pages in Order - 4)

DLC/mw Attachment

cc: Division of Communications

I: 921074TO.DC

M-34

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Petition for expanded) interconnection for alternate) access vendors within local exchange company central offices) by INTERMEDIA COMMUNICATIONS OF) FLORIDA, INC.

) DOCKET NO. 921074-TP) ORDER NO. PSC-95-1371-FOF-TP) ISSUED: November 3, 1995

The following Commissioners participated in the disposition of this matter:

SUSAN F. CLARK, Chairman J. TERRY DEASON JULIA L. JOHNSON

ORDER SUSPENDING TARIFFS

BY THE COMMISSION:

By Order No. PSC-95-0034-FOF-TP, issued January 9, 1995 (Transport Order), we decided that expanded interconnection for switched access was in the public interest. We also approved a new structure for switched access local transport to match the rate structure adopted by the Federal Communications Commission. However, we required that the rates be revised and refiled with cost and other supporting data. GTE Florida Incorporated, Central Telephone Company of Florida, United Telephone Company of Florida, and BellSouth Telecommunications, Inc. d/b/a Southern Bell Telephone and Telegraph Company's proposed tariffs constitute the local exchange companies' (LECs') proposed rates for local transport in conformance with that order.

In the Transport Order, we required the LECs to refile proposed local transport rates, stating that the rates should be designed to encourage efficient utilization of the LEC network and that the rates should relate to each other and to their underlying costs such that they provide the appropriate incentives for interexchange carrier (IXC) customers to order and load their facilities efficiently. The following guidelines were established:

1) The intrastate pricing and structure of local transport should accurately reflect the underlying cost structure. Prices should recover incremental costs and provide a contribution to joint and common costs;

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- 2) The relationship between prices for various transport options should encourage the optimal and most efficient utilization of the LEC network; and
- 3) It is not necessary that contribution levels between the three types of switched transport be identical. However, contribution levels should not be so disparate as to be unreasonably discriminatory or as to distort demand.

In addition to these guidelines, the Transport Order required that the tariffs include the following information:

- 1) LECs shall develop estimates of their costs for their Entrance Facilities, Tandem Switched, and Direct Trunked transport rate elements to serve as benchmarks against which to measure their pricing proposals. The LECs shall provide incremental cost estimates for each of these elements. Also, to the extent possible, the LEC shall identify the amount of any costs that, while not directly attributable to one of these elements, is associated with this service;
- LECs shall provide an analysis justifying the contribution levels which they incorporate into their proposed rates;
- 3) LECs shall include a cross-over point analysis in their filings. The cross-over point analysis shall cover different mileage distances, and cross-over points shall be calculated for Entrance Facilities separately from interoffice channels. The Residual Interconnection Charge (RIC) shall not be included; and
- 4) The LECS may use demand estimates for the RIC based on currently configured networks, using 1994 demand and as much actual data as is available in the timeframe allowed so that the results will be more accurate.

These proposed tariffs are hereby suspended to allow sufficient time to analyze them and conduct a hearing, if necessary. We plan to study the cost data and the price relationships between the various transport offerings and between the LECs. Also, we expect this proceeding to be controversial. Accordingly, these tariffs are suspended.

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Based on the foregoing, it is

ORDERED by the Florida Public Service Commission that the tariffs revising and restructuring the switched access local transport rate element filed by GTE Florida Incorporated, Central Telephone Company of Florida, United Telephone Company of Florida, and BellSouth Telecommunications, Inc. d/b/a Southern Bell Telephone and Telegraph Company are hereby suspended. It is further

ORDERED that this docket shall remain open.

By ORDER of the Florida Public Service Commission, this 3rd day of November, 1995.

BLANCA S. BAYÓ, Director Division of Records and Reporting

(SEAL)

DLC

NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.59(4), Florida Statutes, to notify parties of any 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.

Any party adversely affected by this order, which is preliminary, procedural or intermediate in nature, may request: (1) reconsideration within 10 days pursuant to Rule 25-22.038(2), Florida Administrative Code, if issued by a Prehearing Officer; (2)

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reconsideration within 15 days pursuant to Rule 25-22.060, Florida Administrative Code, if issued by the Commission; or (3) judicial review by the Florida Supreme Court, in the case of an electric, gas or telephone utility, or the First District Court of Appeal, in the case of a water or wastewater utility. A motion for reconsideration shall be filed with the Director, Division of Records and Reporting, in the form prescribed by Rule 25-22.060, Florida Administrative Code. Judicial review of a preliminary, procedural or intermediate ruling or order is available if review of the final action will not provide an adequate remedy. Such review may be requested from the appropriate court, as described above, pursuant to Rule 9.100, Florida Rules of Appellate Procedure.