BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

IN RE: Amendment of Rule 25-4.113,) F.A.C., pertaining to Refusal or) Discontinuance of Service by) Company.) DOCKET NO. 891195-PU ORDER NO. 23294 ISSUED: 8-3-90

NOTICE OF RULEMAKING

NOTICE is hereby given that the Commission, pursuant to section 120.54, Florida Statutes, has initiated rulemaking to amend Rule 25-4.113, F.A.C., relating to Refusal or Discontinuance of Service by Company.

The attached Notice of Rulemaking will appear in the August 10, 1990, edition of the Florida Administrative Weekly. If requested, a hearing will be held at the following time and place:

> 9:30 a.m., Friday, September 21, 1990 Room 122, Fletcher Building 101 East Gaines Street Tallahassee, Florida

Written requests for hearing and written comments or suggestions on the rule must be received by the Director, Division of Records and Reporting, Florida Public Service Commission, 101 East Gaines Street, Tallahassee, FL 32399, no later than August 31, 1990.

By Direction of the Florida Public Service Commission, this <u>3rd</u> day of <u>AUGUST</u>, <u>1990</u>.

STEVE TRIBBLE Director Division of Records & Reporting

(SEAL)

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DOCUMENT NUMBER-DATE 07009 AUG -3 1990 FPSC-RECORDS/REPORTING

FLORIDA PUBLIC SERVICE COMMISSION

Division of Appeals

DOCKET NO. 891195-PU

RULE TITLE:

RULE NO.: 25-4.113

Refusal or Discontinuance of Service by Company 25-4.113 PURPOSE AND EFFECT: The purpose of the rule amendment is to assure that customers have sufficient notice and the opportunity to contact the telephone company before disconnection of service. The rule extends the notice period from five calendar days to five working days.

SUMMARY: The rule amendment changes the notice period for disconnection of telephone service from five calendar days to five working days and defines the term "working day" as a day on which the utility's business office is open and mail is delivered. RULEMAKING AUTHORITY: 350.127, F.S.

LAW IMPLEMENTED: 364.03, F.S.

SUMMARY OF THE ESTIMATE OF ECONOMIC IMPACT OF THIS RULE: Based on the companies' estimated increases in costs, this rule amendment will have the greatest impact on recurring expenses attributable to uncollectibles and cash flow carrying costs. The local exchange telephone companies (LECs) estimate a total increase of \$3.9 million in uncollectibles and a \$1.1 million increase in cash flow carrying costs. Estimated increases in accounting and billing costs were minimal.

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The rule amendment is not expected to result in increased costs for the agency. Benefits resulting from decreased consumer complaints relating to disconnection of service are not guantifiable.

WRITTEN COMMENTS OR SUGGESTIONS ON THE PROPOSED RULE MAY BE SUBMITTED TO THE FPSC, DIVISION OF RECORDS AND REPORTING, WITHIN 21 DAYS OF THE DATE OF THIS NOTICE FOR INCLUSION IN THE RECORD OF THE PROCEEDING. IF REQUESTED WITHIN 21 DAYS OF THE DATE OF THIS NOTICE, A HEARING WILL BE HELD AT THE DATE AND PLACE SHOWN BELOW: TIME AND DATE: 9:30 A.M., Friday, September 21, 1990 PLACE: Room 122, 101 East Gaines Street, Tallahassee, Florida. THE PERSON TO BE CONTACTED REGARDING THIS RULE AND THE ECONOMIC IMPACT STATEMENT IS: Director of Appeals, Florida Public Service Commission, 101 East Gaines Street, Tallahassee, Florida 32399 THE FULL TEXT OF THE RULE IS:

25-4.113 Refusal or Discontinuance of Service by Company.

(1) As applicable, the utility may refuse or discontinue telephone service under the following conditions provided that, unless otherwise stated, the customer shall be given notice and allowed a reasonable time to comply with any rule or remedy any deficiency:

(a) For non-compliance with and/or violation of any State or municipal law, ordinance or regulation pertaining to telephone service.

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(b) For the use of telephone service for any other property or purpose than that described in the application.

(c) For failure or refusal to provide the utility with a deposit to insure payment of bills in accordance with the utility's regulations.

(d) For neglect or refusal to provide reasonable access to the utility for the purpose of inspection and maintenance of equipment owned by the utility.

(e) For non-compliance with and/or violation of the Commission's regulations or the utility's rules and regulations on file with the Commission, provided five (5) <u>working</u> days' written notice is given before termination.

(f) For non-payment of bills for telephone service, provided that suspension or termination of service shall not be made without five (5) working days' written notice to the customer, except in extreme cases. The written notice shall be separate and apart from the regular monthly bill for service.

(g) For purposes of paragraphs (e) and (f), "working day" means any day on which the utility's business office is open and the U.S. Mail is delivered.

(h) (g) Without notice in the event of customer use of equipment in such manner as to adversely affect the utility's equipment or the utility's service to others.

(i) (h) Without notice in the event of tampering with the equipment furnished and owned by the utility.

(j) (i) Without notice in the event of unauthorized or fraudulent use of service. Whenever service is discontinued for fraudulent use of service, the utility may, before restoring service, require the customer to make, at his own expense, all changes in facilities or equipment necessary to eliminate illegal use and to pay an amount reasonably estimated as the loss in revenues resulting from such fraudulent use.

(2) In case of refusal to establish service, or whenever service is discontinued, the utility shall notify the applicant or customer in writing of the reason for such refusal or discontinuance.

(3) Service shall be initiated or restored when cause for refusal or discontinuance has been satisfactorily adjusted.

(4) The following shall not constitute sufficient cause for refusal of service to an applicant or customer:

(a) Delinquency in payment for service by a previous occupant of the premises, unless the current applicant or customer occupied the premises at the time the delinquency occurred and the previous customer continues to occupy the premises and such previous occupant shall benefit from such new service.

(b) Delinquency in payment for service by a present occupant who was delinquent at another address and subsequently joined the household of the subscriber in good standing.

(c) Delinquency in payment for separate telephone service of another subscriber in the same residence.

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(d) Failure to pay for business service at a different location and a different telephone number shall not constitute sufficient cause for refusal of residence service or vice versa.

(e) Failure to pay for a service rendered by the utility which is not regulated by the Commission.

(f) Failure to pay the bill of another customer as guarantor thereof.

(5) When service has been discontinued for proper cause, the utility may charge a reasonable fee to defray the cost of restoring service, provided such charge is set out in its approved tariff on file with the Commission.

Specific Authority: 350.127, F.S.

Law Implemented: 364.03, 364.19, F.S.

History: Revised 12/1/53, Amended 3/31/76, 10/25/84, 10/30/86. NAME OF PERSON ORIGINATING PROPOSED RULE: George Hanna, Division of Consumer Affairs

NAME OF SUPERVISOR OR PERSON(S) WHO APPROVED THE PROPOSED RULE: Florida Public Service Commission

DATE PROPOSED RULE APPROVED: July 17, 1990

If any person decides to appeal any decision of the Commission with respect to any matter considered at the rulemaking hearing, if held, a record of the hearing is necessary. The appellant must ensure that a verbatim record, including testimony and evidence forming the basis of the appeal is made. The Commission usually makes a verbatim record of rulemaking hearings.