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September 20, 1996

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> Blanca S. Bayo, Director Division of Records and Reporting Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FI 32399-0850

> > Re:

Docket No. 920260-TL

Dear Ms. Bayo:

Enclosed for filing and distribution are the original and fifteen copies of The Florida Interexchange Carriers Association's Prehearing Statement in the above docket.

I have also enclosed a disk containing the Prehearing Statement entitled "RED96.PHS," formatted in WordPerfect Version 5.1.

ACK	Please acknowledge receipt of the above on the extra copy enclose return it to me. Thank you for your assistance.	ed herein and
AFA	Sincerely,	
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RCH	RECEIVED & FILED	UIMPER-DATE
SEC	DOCUMENT	HUMBER-DATE

FPSC-BUREAU OF RECORDS

DOCUMENT NUMBER-DATE 10082 SEP 20 %

FPSC-RECORDS/REPORTING



BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Comprehensive Review of the Revenue)	
Requirements and Rate Stabilization Plan of)	Docket No. 920260-TL
Southern Bell Telephone and Telegraph Company.)	Filed: September 20, 1996
	}	

THE FLORIDA INTEREXCHANGE CARRIERS ASSOCIATION'S PREHEARING STATEMENT

Pursuant to Order No. PSC-96-1090-PCO-TL, the Florida Interexchange Carriers

Association (FIXCA) files its Prehearing Statement.

A. APPEARANCES:

JOSEPH A. MCGLOTHLIN and VICKI GORDON KAUFMAN, McWhirter, Reeves, McGlothlin, Davidson, Rief and Bakas, 117 S. Gadsden Street, Tallahassee, Florida 32301

On Behalf of the Florida Interexchange Carriers Association.

B. WITNESSES:

Witness	Subject Matter	Issues
Joseph Gillan	Disposition of required BellSouth revenue reduction	1-3

C. EXHIBITS:

None.

D. STATEMENT OF BASIC POSITION:

FIXCA's Statement of Basic Position:

The Commission should approve the Joint Proposal sponsored by ATT, MCI, Sprint, FIXCA, Ad Hoc and McCaw. At the core of this proposal is an access charge reduction. Such a reduction in access charges is now a policy imperative due to the

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FPSC-RECORDS/REPORTING

recent passage of the federal Telecommunications Act of 1996 (Act).

The main benefits of the Act can only be realized if BellSouth's carrier charges, including access, are cost-based. This will allow there to be competitively drawn local calling areas based on the demands of the market place. Due to the provisions of the Florida telecommunications law, this may be the Commission's last and best chance to achieve the needed access reform so that the benefits of local competition can be realized.

The Commission should use this opportunity to apply a portion of the unspecified refund to eliminate the "residual interconnection charge" (RIC). As the Commission has previously recognized, this charge has no cost basis and should be eliminated.

E. STATEMENT OF ISSUES AND POSITIONS:

1. <u>ISSUE</u>: Below are listed the proposals of various interested parties to this proceeding with respect to the disposition of the scheduled 1996 unspecified rate reductions. Which, if any, should be approved?

A)	BellSouth:	<u>millions</u>
1)	Reduce switched access (introduce zone density)	\$16.40
2)	Reduce PBX rates and introduce term contracts	13.45
3)	Waive certain business and residential	
	Secondary Service Order charges	5.81
4)	Reduce First Line Connection charge (Business)	3.22
5)	Introduce Area Plus for Business	2.25
6)	Eliminate usage charge on Remote Call Forwarding	2.01
7)	Reduce DID recurring and non-recurring charges	1.88
8)	Credit for ECS routes implemented	1.10
9)	Reduce Business Line monthly rates in Rate	
	Group 12	.62
10)	Reduce Megalink interoffice rates	.58

A)	BellSouth:	<u>millions</u>
11)	Reduce WATS and 800 Service access line charges	.36
12)	Eliminate the Secondary Service Order charge	
	for WatsSaver	.30
13)	Reduce SNAC charges for Business	.07
14)	Reduce DS-1 interoffice mileage rates	04
		\$48.09

B) Joint Proposal of ATT, MCI, Sprint Communications, FIXCA, Ad Hoc and McCaw Communications:

millione

		1111110113
1)	Reduce PBX and DID trunk charges	\$11.00
2)	Eliminate the Residual Interconnection Charge	35.00
3)	Reduce mobile interconnection rates	2.00
-		\$48.00

C) Public Counsel:

Establish a reserve fund to assist BST customers who have experienced problems with conversion to the 954 NPA.

D) FCTA:

Eliminate nonrecurring charges for interconnection trunks and special access circuits ordered by ALECs.

E) Palm Beach Newspapers, Inc./Florida Today:

Reduce usage rates for N11 service to \$.02 per minute.

FIXCA:

The Joint Proposal of ATT, MCI, Sprint, FIXCA, Ad Hoc and McCaw should be approved. This proposal calls for an access charge reduction, through the elimination of the RIC, which will move BellSouth's carrier charges toward a cost basis and hasten the benefits of the federal Telecommunications Act of 1996. (Gillan)

2. <u>ISSUE</u>: To the extent the Commission does not approve the plans proposed by BellSouth, Public Counsel, FCTA, Palm Beach Newspapers, Inc./Florida Today and AT&T, MCI, Sprint, FIXCA, Ad Hoc and McCaw, how should the

Commission implement the scheduled rate reduction?

FIXCA: The Commission should approve the Joint

Proposal as submitted by AT&T, MCI, Sprint,

FIXCA, Ad Hoc and McCaw. (Gillan).

3. <u>ISSUE</u>:

What should be the effective dates of the approved tariffs?

FIXCA:

No position at this time.

F. STIPULATED ISSUES:

None.

G. PENDING MOTIONS:

FIXCA has no pending motions.

H. OTHER MATTERS:

None at this time.

Joseph A. McGlothlin

Vicki Gordon Kaufman

McWhirter, Reeves,

eves, McGlothlin,

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Attorneys for The Florida Interexchange Carriers Association

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the The Florida Interexchange Carriers Association's Prehearing Statement has been furnished by hand delivery * or by U.S. Mail to the following parties of record, this 20th day of September, 1996:

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