

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: PROPOSED TARIFF FILING BY UNITED)	DOCKET NO. 891209-TL
TELEPHONE COMPANY OF FLORIDA TO CREATE)	ORDER NO. 22291
A BASE RATE AREA FOR WEST KISSIMMEE)	
EXCHANGE. (T-89-516 FILED 10/5/89))	
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	ISSUED: 12-11-89

The following Commissioners participated in the disposition of this matter:

MICHAEL McK. WILSON, Chairman
 THOMAS M. BEARD
 BETTY EASLEY
 JOHN T. HERNDON

ORDER APPROVING TARIFF

BY THE COMMISSION:

On October 5, 1989, United Telephone Company filed a tariff to create two Base Rate Areas in the West Kissimmee exchange. The exchange is divided in the middle by Disney World and Epcot which are served by Vista-United Telephone. The split exchange has heavy growth on both sides, due to its location. United estimates the areas are 80% developed. United alleges that this has created the need to have a BRA on both sides of the exchange.

Generally, Base Rate Areas are requested to comply with Rule 25-4.035, Florida Administrative Code, which requires local exchange companies to add to their existing BRA any territory that has reached a fifty percent development level.

The proposed BRA creation will allegedly reduce rates for 5,140 customers. Based on United's figures it appears that 4,752 customers will realize reductions due to the elimination of zone charges because they will be located inside the BRA. The remaining 388 customers will have reduced zone charges due to their zone being located closer to the BRA. There are 54 four-party customers who will be forced to upgrade to at least two-party service as a result of the BRA creation. Assuming all of the customers upgrade to two-party service, each four-party customer will experience an increase of \$.70 per month.

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United alleges that as a result of the reduction or elimination of zone charges, it will realize an annual revenue loss of \$88,542. The Company will have an annual revenue increase of \$453.60 from the forced four-party upgrade to two-party service. The combined revenue effect to the Company will be an annual revenue reduction of \$88,088.40.

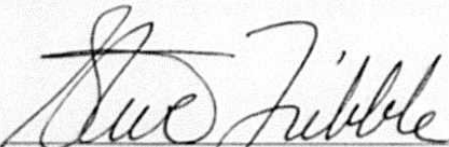
We believe the proposed BRA creation will benefit the general body of rate payers in West Kissimmee. The reduction in rates to the 5,140 customers who currently pay zone charges outweighs the increase in rates that the existing four-party customers will experience. Therefore, we approve United's request to create two Base Rate Areas in the Kissimmee exchange.

Based on the foregoing, it is hereby

ORDERED that United Telephone Company's request to create Base Rate Areas in West Kissimmee is approved effective December 4, 1989. It is further,

ORDERED that this Docket is closed.

By ORDER of the Florida Public Service Commission,
this 11th day of DECEMBER, 1989.



STEVE TRIBBLE, Director
Division of Records and Reporting

(S E A L)

JSR

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

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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 the Commission's final action in this matter may request: 1) reconsideration of the decision by filing a motion for reconsideration with the Director, Division of Records and Reporting within fifteen (15) days of the issuance of this order in the form prescribed by Rule 25-22.060, Florida Administrative Code; or 2) 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 sewer 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 after the issuance of this order, 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.