# LAW OFFICES DONALD L. BELL, P.A.



104 East Third Avenue Tallahassee, Florida 32303 Telephone: (904) 681-3111 Telefax: (904) 681-9042

December 6, 1993

Mr. Steven C. Tribble, Director Division of Records and Reporting Florida Public Service Commission 101 East Gaines Street Fletcher Building Tallahassee, Florida 32399-0870

RE: Docket Numbers 920260-TL; 910163-TL; 910727-TL; and, 900960-TL.

Dear Mr. Tribble:

Enclosed for filing in the above described dockets are the original and 15 copies of the Prehearing Statement of The American Association of Retired Persons. As per Commission rule we are also filing a 3.5" diskette copy in WordPerfect format at this time. Copies of the Prehearing Statement and this letter hhave been served on all parties identified on the attached certificate of service. Please call me if you will require anything further.

Sincerely,

Thank you for your attention to this matter.

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FPSC-RECORDS/REPORTING

## BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION



In re: Comprehensive Review of )	LIFE O
the Revenue Requirements and Rate ) Stabilization Plan of SOUTHERN ) BELL )	Docket No. 920260-TL
In re: Investigation into the Integrity of SOUTHERN BELL's ) repair service activities and reports	Docket No. 910163-TL
In re: Show cause proceeding ) against SOUTHERN BELL for ) misbilling customers )	Docket No. 910727-TL
In re: Request by Broward Board ) of County Commissioners for ) extended area service between ) Ft. Lauderdale, Hollywood, ) North Dade and Miami.	Docket No. 900960-TL
)	Filed December 6, 1993

## AMERICAN ASSOCIATION OF RETIRED PERSONS' PREHEARING STATEMENT

Intervenor, American Association of Retired Persons ("AARP") hereby files its Prehearing Statement.

#### All Known Witnesses:

AARP has elected not to refile the testimony of Dr. Mark Cooper or Dr. David Chessler. AARP has no plans to file testimony at this time, but reserves the right to examine witnesses called by other parties. AARP also reserves the right to file testimony if new issues are added to the case, or if existing issues are substantially changed.

## Statement of Basic Position:

Many of the issues on which AARP had previously taken positions have been transferred to other dockets, have become moot, or they are at least temporarily resolved under the case as refiled by Southern Bell. Other issues have been substantially altered.

DOCUMENT NUMBER-DATE

AARP is still developing its positions on the remaining issues.

## Statement of Issues and Positions:

AARP's statement of issues and positions is based on the issues as stated in Appendix A of the Commission's <u>Additional Order</u> on <u>Prehearing Procedure Resulting From November 22, 1993, Status Conference</u>, Order No. PSC-93-1726-PCO-TL (December 1, 1993), as follows:

#### General Issues

Issue (1): Is the test year ended December 31, 1993 an
appropriate test year?

AARP's Position: No position at this time.

#### Rate Base

## Plant in Service

Issue (2): What is the appropriate amount of plant in service
for the test year?

AARP's Position: No position at this time.

Issue (2a): What adjustment, if any, should be made to plant in service, depreciation reserve and expense to account for plant investments shown on Southern Bell's Continuing Property Record System (CPR) for Circuit Other Account that does not represent physical plant in service?

<u>AARP's Position</u>: No position at this time.

Issue (2b): Is Southern Bell's investment in its interLATA internal company network prudent, reasonable, and necessary to enable it to provide service to rate payers? If not, what action should the Commission take?

## Depreciation Reserve

Issue (3): What is the appropriate amount of depreciation
 reserve for the test year?

AARP's Position: No position at this time.

## Plant Under Construction

Issue (4): What is the appropriate amount of construction work
in progress for the test year?

AARP's Position: No position at this time.

## Property Held For Future Use

Issue (5): What is the appropriate amount of property held for
future use for the test year?

AARP's Position: No position at this time.

## Working Capital

<u>Issue (6)</u>: What is the appropriate amount of working capital allowance for the test year?

<u>AARP's Position</u>: No position at this time.

<u>Issue (6a)</u>: Should the Company be allowed to include the unamortized portion of deferred Hurricane Andrew expenses in working capital?

AARP's Position: No position at this time.

Issue (6b): Should the Company be allowed to include the balance for unamortized deferred compensation absences in working capital?

AARP's Position: No Position at this time.

AARP's Position: No position at this time.

<u>Issue (7)</u>: Should the unfunded FAS 106 liability be reduce rate base?

AARP's Position: No position at this time.

Issue (8): What is the appropriate amount of rate base for the test year?

AARP's Position: No position at this time.

## Cost of Capital

AARP's Position: No position at this time.

Issue (10): Is Southern Bell's proposed test year equity ratio
 prudent and reasonable? If not, how should this be
 treated?

AARP's Position: No position at this time.

Is Southern Bell's balance of accumulated deferred investment tax credits, prior to reconciliation to rate base, appropriate?

AARP's Position: No position at this time.

Issue (12): Is Southern Bell's balance of accumulated deferred
taxes, prior to reconciliation to rate base,
appropriate?

AARP's Position: No position at this time.

<u>Issue (13)</u>: What is the appropriate weighted average cost of capital including the proper components, amounts, and cost rates associated with the capital structure for the test year?

AARP's Position: No position at this time.

#### NET OPERATING INCOME

#### Operating Revenue

AARP's Position: No position at this time.

Issue (14a): Are all of the revenues from significant tariff revisions or planned tariff filings appropriately reflected in the test year?

Issue (14b): How should employee concessions be treated for ratemaking purposes?

AARP's Position: No position at this time.

<u>Issue (14c)</u>: Should an adjustment be made to intrastate revenues for the test period to recognize adjustments to IXC's percentage interstate usage (PIU)?

AARP's Position: No position at this time.

Issue (14d): What is the appropriate amount of gross directory advertising profit that should be included in the test period?

AARP's Position: No position at this time.

Issue (14e): In the event that the Commission changes the current regulatory practice regarding the inside wire operation, how should the change be treated for ratemaking purposes?

AARP's Position: No position at this time.

## Operation & Maintenance Expense

<u>Issue (15)</u>: What is the appropriate amount of O&M expense for the test year?

AARP's Position: No position at this time.

<u>Issue (15a)</u>: Are the allocations to non-regulated operations reasonable?

AARP's Position: No position at this time.

Issue (15b): What adjustment, if any, should be made to expenses
for USTA and FTA dues?

AARP's Position: No position at this time.

Is the amount of advertising and public relations expenses included in the Company's intrastate operating expenses appropriate for ratemaking purposes?

AARP's Position: No position at this time.

AARP's Position: No position at this time.

<u>Issue (15f)</u>: What is the appropriate treatment of the Company's promotional expenses, sponsorships, charitable contributions and other miscellaneous expenses?

<u>AARP's Position</u>: No position at this time.

<u>Issue (15g)</u>: Are the test year expenses for software reasonable?

<u>AARP's Position</u>: No position at this time.

Issue (15h): In the event that the Commission requires a different accounting practice for software additions than is currently employed by SBT, how should that change be treated for ratemaking purposes?

<u>AARP's Position</u>: No position at this time.

<u>Issue (15i)</u>: How should the Commission treat the Company's incentive compensation/bonus plan payments?

AARP's Position: No position at this time.

<u>Issue (15j)</u>: Should the Commission allow the Company to establish a casualty damage reserve? If so, what is the appropriate amount of annual expense?

<u>AARP's Position</u>: No position at this time.

<u>Issue (15k)</u>: What is the appropriate expense adjustment for Hurricane Andrew, if any, in the test period?

<u>Issue (151)</u>: Has Southern Bell's ESOP been treated appropriately for regulatory purposes?

AARP's Position: No position at this time.

<u>Issue (15m)</u>: How should the costs associated with debt refinancing be treated for ratemaking purposes?

AARP's Position: No position at this time.

Issue (15n): Has the Company properly recorded legal and professional services in connection with the Attorney General's investigation and the Davis anti-trust lawsuit as below the line expenses?

AARP's Position: No position at this time.

<u>Issue (150)</u>: Should the Company be allowed to recover a provision for pension expense in cost of service?

<u>AARP's Position</u>: No position at this time.

Issue (15p): How should the Commission treat the costs and the savings associated with the Company's labor reduction plan for ratemaking purposes? (combined previous issues 15p, 15q and 15r).

<u>AARP's Position</u>: No position at this time.

<u>Issue (15g)</u>: Is the budgeted level of maintenance expense appropriate for ratemaking purposes?

AARP's Position: No position at this time.

<u>Issue (15r)</u>: Should an adjustment be made to uncollectible accounts expense?

AARP's Position: No position at this time.

Issue (15s): Should the Company be allowed to recover, in cost of service, the cost of the Supplemental Executive Retirement Plan (SERP)?

<u>AARP's Position</u>: No position at this time.

<u>Issue (15t)</u>: How should the Commission treat costs associated with Stock Appreciation Rights for ratemaking purposes?

<u>Issue (15u)</u>: Should the Company be allowed to recover, through cost of service, the cost of chauffeurs?

4 94

AARP's Position: No position at this time.

<u>Issue (15v)</u>: Are there any out-of-period expenses which should be removed from the test year?

AARP's Position: No position at this time.

<u>Issue (15w)</u>: Is the Company's performance adjustment to remove certain aircraft expenses reasonable?

AARP's Position: No position at this time.

<u>Issue (15x)</u>: Should an adjustment be made t; o the separations factor for the Corporate Operations Expense?

<u>AARP's Position</u>: No position at this time.

<u>Issue (15y)</u>: Should an adjustment be made to the separations factor related to the Universal Service Fund?

AARP's Position: No position at this time.

## Non-recurring Items

<u>Issue (16)</u>: Have non-recurring items been removed from the determination of revenue requirements?

<u>AARP's Position</u>: No position at this time.

#### Affiliated Transactions

Issue (17): Are the affiliated charges and overhead allocations to Southern Bell-Florida reasonable, including charges from the central management/service organization?

AARP's Position: No position at this time.

<u>Issue (17a)</u>: Are the ownership costs incurred at the corporate level appropriate for ratepayers to pay?

AARP's Position: No position at this time.

<u>Issue (17c)</u>: How should the Commission treat BST Research Organization expenses?

AARP's Position: No position at this time.

<u>Issue (17d)</u>: Should the Company be allowed to recover as expense, the return on affiliated assets designated as Intracompany Investment Compensation (ICIC)?

AARP's Position: No position at this time.

<u>Issue (17e)</u>: Has the Company properly removed all BSC corporate advertising costs?

AARP's Position: No position at this time.

<u>Issue (17f)</u>: Should an adjustment be made for BSC Corporate Affairs expenses which are charged to the Company?

AARP's Position: No position at this time.

<u>Issue (17g)</u>: Should as adjustment be made for BSC D.C. Public Relations costs which are charged to the Company?

AARP's Position: No position at this time.

<u>Issue (17h)</u>: Should an adjustment be made to remove BSC sponsorships which are charged to the Company?

AARP's Position: No position at this time.

<u>Issue (17i)</u>: Is the return on investment charged to the Company by BSC reasonable?

AARP's Position: No position at this time.

<u>Issue (17j)</u>: Should as adjustment be made for BSC's lease of the Campanile Building which is charged to the Company?

AARP's Position: No position at this time.

<u>Issue (17k)</u>: Should as adjustment be made to the 1993 budgeted BSC project costs charged to the Company?

AARP's Position: No position at this time.

Issue (171): Are any adjustments necessary to remove travel, meals, club dues, gifts, sporting events, other entertainment, and other miscellaneous expenses of BSC which are charged to the Company?

Issue (17m): Is the Company's adjustment to remove BSC dues

reasonable?

<u>AARP's Position</u>: No position at this time.

Issue (17n): Should an adjustment be made to remove BSC

donations which are charged to the Company?

AARP's Position: No position at this time.

Issue (170): Should an adjustment be made for BSC legal expenses

charged to the Company?

AARP's Position: No position at this time.

Issue (17p): Are any adjustments necessary to costs allocated or

charged to the Company from BellCore?

AARP's Position: No position at this time.

Issue (17q): Should certain Research and Development costs

charged to the Company be deferred or capitalized?

AARP's Position: No position at this time.

Issue (17r): How should the Commission treat the lease agreement

with Sunlink for ratemaking purposes?

AARP's Position: No position at this time.

Issue (17s): How should the Commission treat the agreement with

BellSouth Travel Service for ratemaking purposes?

AARP's Position: No position at this time.

Issue (17t): Should the Commission allow the Company to charge

its affiliates a return on investment for the use

of common plant and equipment?

AARP's Position: No position at this time.

#### FAS 112 and 106

<u>Issue (18)</u>: Should the Commission adopt FAS 112 for ratemaking

purposes?

Issue (18a): What adjustment, if any, should be made for
 postemployment benefits for the test year related
 to FAS 112?

AARP's Position: No position at this time.

<u>Issue (18b)</u>: Does the recognition of FAS 112 expense in 1993 duplicate budgeted expenses in 1993?

AARP's Position: No position at this time.

AARP's Position: No position at this time.

## <u>Depreciation and Amortization Expenses</u>

AARP's Position: No position at this time.

Issue (19a): How and when should the reserve deficit caused by Hurricane Andrew damage be recognized for ratemaking purposes?

AARP's Position: No position at this time.

<u>Issue (19b)</u>: Has the Company properly computed the adjustment for expiring amortization? If not, what is the appropriate adjustment?

AARP's Position: No position at this time.

#### Taxes

Issue (20): What is the appropriate amount of taxes other than
income for the test year?

<u>AARP's Position</u>: No position at this time.

<u>Issue (20a)</u>: Should an adjustment be made to the gross receipts tax expense?

AARP's Position: No position at this time.

<u>Issue (20b)</u>: Should an adjustment be made to the separation factor for taxes, other than income?

AARP's Position: No position at this time.

Issue (21a): Has the Company implemented FAS 109, Accounting for Income Taxes, in accordance with Rule 25-14.013, Florida Administrative Code?

AARP's Position: No position at this time.

Issue (21b): Should the tax savings that BellSouth Corporation retains in connection with the PAYSOP and LESOP plans be allocated to Florida?

<u>AARP's Position</u>: No position at this time.

Issue (21c): Should a parent Company debt adjustment be made because of: (1) the debt issued by BellSouth Capital Funding Corporation and (2) the debt issued by the trust which holds the shares for the LESOP?

AARP's Position: No position at this time.

Issue (22): What is the appropriate achieved
 test year net operating income?

AARP's Position: No position at this time.

#### ATTRITION

Issue (23): Is Southern Bell's attrition (accretion) allowance
appropriate?

AARP's Position: No position at this time.

#### REVENUE REQUIREMENT

Issue (24): What is the appropriate amount of revenue
increase/decrease for the test year?

<u>AARP's Position</u>: No position at this time.

Issue (24a): Did Southern Bell earn above 14% Return on Equity (ROE) for 1992 therefore requiring a sharing of earnings between the company and ratepayers per Order No. 20162 in DN 880069-TL? If so, what is the amount to be shared?

AARP's Position: No position at this time.

Issue (24b): Did Southern Bell experience an increase in earnings when netting rate changes against changes in earnings due to exogenous factors and debt refinancing, therefore requiring a refund and/or a permanent disposition for 1992 per Order No. 20162? If so, what is the amount?

AARP's Position: No position at this time.

<u>Issue (24c)</u>: What amount of revenue, if any, is subject to disposition for 1993 due to orders issued in DN 920260? How should this revenue be disposed of?

AARP's Position: No position at this time.

<u>Issue (24d)</u>: What is the appropriate revenue expansion factor to be used in determining revenue requirements?

AARP's Position: No position at this time.

#### INCENTIVE REGULATION

<u>Issue (25a)</u>: What criteria should the Commission use to evaluate Southern Bell's performance under the current form of regulation?

<u>AARP's Position</u>: No position at this time.

Issue (25b): Has the current incentive regulation plan under which Southern Bell has been operating achieved the goals as set forth in DN 20162? What are the positive and negative results, if any?

AARP's Position: No position at this time.

Issue (26): Should the Commission continue the current form of regulation of SBT? If not, what is the appropriate form of regulation for SBT?

AARP's Position: No position at this time.

#### POLICY AND PRICING

## Billing Units

Issue (27): Are Southern Bell's test year billing units
appropriate?

<u>Issue (27a)</u>: Have billing units for employee concessions been properly accounted for in MFR Schedule E-la?

AARP's Position: No position at this time.

### Proposed Optional expanded Local Service (ELS) Plan

- Issue (28):

  Southern Bell has proposed an "Optional Expanded Local Service " (ELS) plan. Customers who subscribe would pay \$.02 per minute for all calls within the existing local calling area and \$.08 per minute for all intraLATA calls up to approximately forty miles. The proposed plan includes many components and features including seven digit dialing, reduced flat rate buy-ins, and usage caps. It would be available to both business and residential customers.
  - (a). Should Southern Bell's proposed Optional Expanded Local Service (ELS) plan be approved? If not, what alternative plan, if any, should be approved and what should be the criteria? What is the first year revenue impact?

AARP's Position: No position at this time.

- (b). If the Company's Optional ELS plan or any other alternative is approved, should stimulation be taken into account? If so, how?
- (c). If the Commission approves an OLES or similar plan, what other action should the Commission take, if any? (e.g., route-specific switched access charges, l+ IntraLATA presubscription).
- (d). Is Southern Bell's proposal to amend, eliminate, or grandfather various existing measured and message rate offerings appropriate?

<u>AARP's Position</u>: No position at this time.

#### Toll/Access/Mobile Interconnection

<u>Issue (29)</u>: Southern Bell has made the following proposals:

- A) To reduce the local transport element for both originating and terminating access from \$.01600 to \$.01289.
- B) To reduce the current FGD originating CCL from \$.02660 to \$.02600.

- C) To reduce the current FGD terminating CCL from \$.03660 to \$.02927.
- D) Not to flow through the switched access reductions to mobile interconnection usage rates.
- E) To make no changes to its toll services rates.

Should SBT's proposals be approved? If not, what actions should the Commission take with respect to SBT's switched access, toll, and /or mobile interconnection usage rates? What is the test year revenue impact?

AARP's Position: No position at this time.

## Vertical Services

Issue (30a): Should the Company's proposals to reduce Residential Call Waiting from \$3.50 to \$3.35 and the Residential Call Forwarding-Variable from \$2.45 to \$2.20 be approved?

<u>AARP's Position</u>: No position at this time.

<u>Issue (30b)</u>: The Company has made no proposal to change its current Touchtone charges. Is this appropriate? If not, what action should be taken and what is the test year revenue impact?

AARP's Position: No position at this time.

Issue (30c): Should customers be allowed to subscribe to Call Forward-Busy in lieu of rotary or hunting service? If so what is the test year revenue impact?

<u>AARP's Position</u>: No position at this time.

Issue (30d): Should Southern Bell be required to offer Billed Number Screening for collect and third number billed calls at no charge to subscribers? If so what is the test year revenue impact?

AARP's Position: No position at this time.

## Service Connection Charges

Issue (31): Southern Bell has proposed to restructure and reduce its Service Connection Charges as shown below. What changes, if any, should be made to Service Connection Charges? What is the test year revenue impact?

Current	<u>Proposed</u>	
<u>Residential</u>	Residential	
	Line Connection - First	\$40.00
	Line Connection - Add'l	12.00
Access Line Connection	Line Change - First	23.00
Charge - C.O. Work 19.50	Line Change - Add'l	11.00
Access Line Connection	Secondary Service Charge	10.00
Charge - New Line 31.50	-	
Number Change - per S.O. 9.00		
Number Change - per No. 11.50	0	

## <u>Business</u> <u>Business</u>

Primary Service Order \$35.00	Line Connection - First	\$56.00
Secondary Service Order 12.50	Line Connection - Add'l	12.00
	Line Change - First	38.00
Charge - C.O. Work 19.50	Line Change - Add'l	11.00
Access Line Connection	Secondary Service Charge	19.00
Charge - New Line	31.50	
Number Change - per S.O.	12.50	
Number Change - per No.	11.50	

AARP's Position: No position at this time.

#### Extended Area Service

Is a toll relief plan warranted for the routes in Docket No. 911034-TL (Between Ft. Lauderdale and Miami; Ft Lauderdale and N. Dade; and Hollywood and Miami)? If so, what is the appropriate form of toll relief?

AARP's Position: No position at this time.

Issue (32b): Should the modifications to the OEAS and EOEAS plans in section A3.7 of the General Subscriber Service Tariff be approved as proposed? If not, what action, if any, should be taken? What is the test year revenue impact?

<u>AARP's Position</u>: No position at this time.

Issue (32c): Should the proposed modifications to the Local Exceptions in Section A3.8 of the GSST be approved? If not, what action, if any, should be taken? What is the test year revenue impact?

#### Basic Local Exchange Rates

Issue (33a): Southern Bell has proposed to reduce the rates and modify the rate relationships between certain of its business access lines as shown below. It has proposed no other changes to business rate relationships? Is this appropriate? If not, what changes, if any, should be made to business access line rate relationships? What is the test year revenue impact?

Service	Reduction	Cur./Prop. B-1 Ratio
Business Rotary (or hunting)	31%	.50/ .35
Residential PBX Trunks	22%	.84/ .66
Business PBX Trunks	24%	2.24/1.70
Network Access Registers	24%	2.24/1.70
NARs - Small, Medium, Large	42%	1.03/ .59

AARP's Position: No position at this time.

Issue (33b): Should SBT be required to revise its tariff to change the Directory Assistance (DA) call allowance from one DA call per Centrex/ESSX main station line to 3 DA calls per NAR so as to be comparable with DA call allowances on PBX trunks? If so, what is the test year revenue impact?

AARP's Position: No position at this time.

Issue (33c): SBT's current rates for Customized Code Restriction (CCR) for B-1 and PBX subscribers are greater than the rates for equivalent services to the company's ESSX subscribers. Is this appropriate? If not, what adjustment(s) should be made?

AARP's Position: No position at this time.

<u>Issue (33d)</u>: The Company has made no other proposals to change its basic local exchange rates. Is this appropriate? If not, what changes should be made?

<u>AARP's Position</u>: No position at this time.

#### **Stimulation**

Issue (34): Are Southern Bell's proposed stimulation rates and levels appropriate? If not, what is appropriate?

#### Miscellaneous Issues

<u>Issue (35)</u>: Should Southern Bell be required to itemize customer bills on a monthly basis?

AARP's Position: No position at this time.

Issue (36): Should SBT be allowed to unbundle the Gross Receipts Tax from base rates and bill it as a separate line item on customer bills? If so, what is the test year revenue impact of doing so?

AARP's Position: No position at this time.

Issue (37): What other rate changes, if any, should be approved?

AARP's Position: No position at this time.

## Effective Date/ Customer Notification/ Bill Stuffers

<u>Issue (38a)</u>: What should be the effective date(s) of any rate changes approved in this docket?

AARP's Position: No position at this time.

<u>Issue (38b)</u>: What information should be contained in the billstuffers sent to customers and when should such notification take place?

AARP's Position: No position at this time.

#### ISSUES IN DOCKET NO. 900960-TL

AARP's Position: No position at this time.

Issue (202): Did SBT misbill its customers by misinforming them or misleading them with respect to what was the most economic or least expensive service, with the result that the customers were billed for service they did not desire?

Issue (203): How many customers were charged for services not requested through non-contact sales and what is the total amount of such charges that has been collected from SBT customers? Have these charges been refunded appropriately?

AARP's Position: No position at this time.

<u>Issue (204)</u>: Did SBT's management know or should they have known that customers were being billed through non-contact sales for services not ordered and were appropriate actions taken?

AARP's Position: No position at this time.

Issue (205): Did SBT have adequate internal controls for noncontact sales to prevent customers from being
misbilled?

<u>AARP's Position</u>: No position at this time.

Issue (206): Did SBT's employees take any other inappropriate actions in regard to marketing and sales of telephone services? If so, what was the impact and what action should the Commission take?

<u>AARP's Position</u>: No position at this time.

Issue (207): If SBT did charge customers through non-contact sales for services not requested and/or took any other inappropriate actions in its marketing and sales of telephone services, did these actions violate Chapter 364, Florida Statutes, or Commission Rules?

AARP's Position: No position at this time.

## ISSUES IN DOCKET NOS. 910163-TL AND 910727-TL

Issue (301): Did any of SBT's employees misreport or otherwise
miscode trouble reports?

- a. If so, how?
- b. How widespread were such activities?
- c. Did Southern Bell take timely action to stop the practices?

Issue (302): Has SBT violated any commission Rules or Florida
Statutes in regard to its repair and rebate
operations? If so, what?

AARP's Position: No position at this time.

Issue (303): Did SBT's management encourage behavior that led to any violations of Commission Rules or Florida Statutes in regard to its repair and rebate operations? If so, how?

AARP's Position: No Position at this time.

- Issue (304): Has SBT filed any inaccurate Commission Forms
  PSC/CMU 28 (12/86) or Schedules 2, 11, 17, or 18?
  - a. If so, how?
  - b. Has Southern Bell filed corrected Quarterly Reports?
  - c. If not, what actions should the Commission take?

AARP's Position: No position at this time.

Issue (305): Did SBT have sufficient controls in place to detect or prevent any possible repair and rebate falsification from occurring? If not, where and how were the controls insufficient?

AARP's Position: No position at this time.

<u>Issue (306)</u>: Under what circumstances have rebates been improperly denied to SBT's customers, if any?

AARP's Position: No position at this time.

Issue (307): Were customers denied rebates due to mismanagement,
 if any, by SBT?

AARP's Position: No position at this time.

Issue (308): Should SBT be prospectively required to rebate outof-service over 24 hours reports for the full
period of the outage under Rule 25-4.110(2) by
rounding up each pro rata portion of a 24 hour
period to equal one full day?

Issue (309): Should SBT be required to file a report with the Commission for rebates given to customers due to these investigation dockets? If so, what should be contained in the report?

AARP's Position: No position at this time.

<u>Issue (310)</u>: Should the Commission modify SBT's reporting requirements, document retention policy, or make any other changes?

AARP's Position: No position at this time.

## GENERAL ISSUES PERTAINING TO DNS 910163, 900960, AND 920260

- Issue (401): Has SBT refunded the appropriate amounts due in
   order to make its customers whole for the dockets
   listed below? If not, what action should the
   Commission take?
  - a. Docket No. 900960-TL; Non-Contact Sales
  - b. Docket No. 910163-TL; Repair
  - c. Docket No. 910727-TL; Rebate

<u>AARP's Position</u>: No position at this time.

- Issue (402): Has SBT taken adequate steps to prevent any recurrence of these inappropriate activities, if any, and, if not, what should the Commission require SBT to do to prevent these inappropriate activities from occurring again for the dockets listed below?
  - a. Docket No. 900960-TL; Non-Contact Sales
  - b. Docket No. 910163-TL; Repair
  - c. Docket No. 910727-TL; Rebate

- Issue (403): Should the Commission penalize SBT for poor quality of service, mismanagement, or violations, if any, of Commission Rules and Florida Statutes for the dockets listed below? If so, how?
  - a. Docket No. 900960-TL; Non-Contact Sales
  - b. Docket No. 910163-TL; Repair

- c. Docket No. 910727-TL; Rebate
- d. Docket No. 920260-TL; Quality of Service

<u>AARP's Position</u>: No position at this time.

Issue (404): Did SBT's settlement with the Office of Statewide Prosecutor sufficiently compensate potentially affected subscribers so that no additional compensation for subscribers is warranted for the dockets listed below?

- a. Docket No. 900960-TL; Non-Contact Sales
- b. Docket No. 910163-TL; Repair
- c. Docket No. 910727-TL; Rebate

<u>AARP's Position</u>: No position at this time.

## DN 920260-TL: Quality of Service

<u>Issue (39)</u>: Is Southern Bell's quality of service adequate?

AARP's Position: No position at this time.

Issue (39a): Do Rules 25-4.070 & 25-4.110 require SBT to provide a rebate for an out-of-service condition when the company fails to notify, within 24 hours of the trouble report, that the trouble is located in the Customer Premises Equipment (CPE)?

AARP's Position: No position at this time.

Respectfully submitted this 6th day of December, 1993.

Donald L. Bell

104 East Third Ave.

Tallahassee, Florida 32303

Counsel for The American Association of Retired Persons

## CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing document has been served on the parties identified on the attached service list by United States Mail this 6th day of December, 1993.

Donald L. Bell

104 East Third Ave.

Tallahassee, Florida 32303

Counsel for

The American Association of Retired Persons

#### SERVICE LIST

Marshall Criser, III
BellSouth Telecommunications,
Inc. (Southern Bell Telephone & Telegraph Company)
150 South Monroe St., Suite 400
Tallahassee, FL 32301

Harris B. Anthony
BellSouth Telecommunications,
Inc. (Southern Bell Telephone & Telegraph Company)
150 W. Flagler St., Suite 1910
Miami, FL 33130

Doug Lackey
BellSouth Telecommunications,
Inc. (Southern Bell Telephone & Telegraph Company)
4300 Southern Bell Center
Atlanta, GA 30375

Robin Norton
Division of Communications
Florida Public Service
Commission
101 East Gaines Street
Tallahassee, FL 32301

Stan Greer Division of Communications Florida Public Svc. Commission 101 East Gaines Street Tallahassee, Florida 32399-0863

Angela Green
Division of Legal Services
Florida Public Service
Commission
101 East Gaines Street
Tallahassee, FL 32301

Gerald B. Curington Michael Gross Department of Legal Affairs Attorney General The Capitol, 16th Floor Tallahassee, FL 32399-1050 Edward Paschall Florida AARP Capital City Task Force 1923 Atapha Nene Tallahassee, FL 32301

Richard D. Melson Hopping, Boyd, Green & Sams 23 South Calhoun Street P.O. Box 6526 Tallahassee, FL 32314

Michael J. Henry MCI Telecommunications Corp. MCI Center Three Ravinia Drive Atlanta, GA 30346

Joseph A. McGolthlin Vicki Gordon Kaufman McWhirter, Grandoff & Reeves 522 East Park Ave., Suite 200 Tallahassee, FL 32301

Rick Wright AFAD Florida Public Service Commission 101 East Gaines Street Tallahassee, FL 32301

Charles J. Beck Jack Shreve Public Counsel State of Florida Office of the Public Counsel 111 West Madison St., Rm. 812 Tallahassee, FL 32399-1400

Laura Wilson Florida Cable Television Assoc. P.O. Box 10383 310 North Monroe Street Tallahassee, FL 32302

Dan B. Hendrickson P.O. Box 1201 Tallahassee, FL 32302

Monte Belote Florida Consumer Action Network 4100 West Kennedy Blvd., # 128 Tampa, FL 33609 Joseph P. Gillan J.P. Gillan & Associates P.O. Box 541038 Orlando, FL 32854-1038

Floyd R. Self
Messer, Vickers, Caparello,
French, Madsen & Lewis, P.A.
P.O. Box 1876
215 South Monroe St., Suite 701
Tallahassee, FL 32302-1876

Chanthina R. Bryant Sprint 3065 Cumberland Circle Atlanta, GA 30339

C. Everett Boyd, Jr.
Ervin, Varn, Jacobs, Odom & Ervin
305 South Gadsden Street
Post Office Drawer 1170
Tallahassee, Fl. 32302

Michael W. Tye
AT&T Communications of the
Southern States, Inc.
106 East College Avenue
Suite 1410
Tallahassee, FL 32301

Mr. Cecil O. Simpson
General Attorney
Mr. Peter Nyce, Jr.
General Attorney
Regulatory Law Office
Advocate General
Department of The Army
901 North Stuart Street
Arlington, VA 22203-1837

Thomas F. Woods, Esquire Gatlin, Woods, Carlson, & Cowdery 1709-D Mahan Drive Tallahassee, Florida 32308

Douglas S. Metcalf (Ad Hoc) Communications Consultants, Inc. Post Office Box 1148 Winter Park, Florida 32790-1148 Benjamin H. Dickens, Jr.
Blooston, Mordkofsky, Jackson,
& Dickens
2120 L. Street, N.W.
Washington, D.C. 20037

Lance C. Norris, President Fla. Pay Telephone Ass'n. Inc. 315 South Calhoun Street Suite 710, Barnett Bank Bldg. Tallahassee, Florida 32302

Michael Fannon Cellular One 2735 Capital Circle, NE Tallahassee, Florida 32308

Floyd R. Self Messer, Vickers, Caparello, Madsen, Lewis Goldman & Metz, P.A. P.O. Box 1876 Tallahassee, Florida 32302-1876

Kenneth A. Hoffman
Messer, Vickers, Caparello,
 Madsen, Lewis Goldman & Metz, P.A.
P.O. Box 1876
Tallahassee, Florida 32302-1876