## FLORIDA PUBLIC SERVICE COMMISSION Capital Circle Office Center • 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

## MEMORANDUM

May 29, 1997

TO: DIRECTOR, DIVISION OF RECORDS AND REPORTING (BAYO)

FROM: DIVISION OF COMMUNICATIONS (STAVANJA)

RE: DOCKET NO. 970375-TP - REQUEST FOR APPROVAL OF RESALE AGREEMENT NEGOTIATED BY BELLSOUTH TELECOMMUNICATIONS,

INC. WITH WORLD ACCESS COMMUNICATIONS CORPORATION

AGENDA: JUNE 10, 1997 - REGULAR AGENDA - PARTIES MAY PARTICIPATE

CRITICAL DATES: COMMISSION MUST APPROVE OR DENY BY JUNE 23, 1997 PER TELECOMMUNICATIONS ACT OF 1996

SPECIAL INSTRUCTIONS: S:\PSC\CMU\WP\970375TP.RCM

## CASE BACKGROUND

On March 25, 1997, BellSouth Telecommunications, Inc. (BellSouth) and World Access Communication Corporation (WAC) filed a request for approval of a resale agreement. The agreement is for two years beginning April 1, 1997. The parties are seeking approval of the agreement under the Telecommunications Act of 1996.

DOCUMENT NUMBER-DATE
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DOCKET NO. 970375-TP DATE: MAY 29, 1997

## DISCUSSION OF ISSUES

ISSUE 1: Should the Commission approve the proposed agreement between BellSouth and WAC?

RECOMMENDATION: Yes. The Commission should approve the proposed resale agreement between BellSouth and WAC. The Commission should require BellSouth and WAC to file any subsequent supplements or modifications to their agreement for Commission review under the provision of 47 U.S.C. §252(e). (STAVANJA)

STAFF ANALYSIS: As stated in the Case Background, BellSouth and WAC are seeking approval of their resale agreement (see Attachment A) under the Telecommunications Act of 1996 (the Act). The Act encourages parties to enter into negotiated agreements to bring about local exchange competition as quickly as possible. If the parties reach a negotiated agreement, under 47 U.S.C. § 252 (e), the agreement is to be filed with the state commission for approval. 47 U.S.C. § 252(a)(1) requires that "the agreement shall include a detailed schedule of itemized charges for interconnection and each service or network element included in the agreement." Under 47 U.S.C. §252(e)(4), the state commission must approve or reject the agreement within 90 days after submission, or the agreement shall be deemed approved. However, approval of this agreement by the Commission in no way constitutes a determination that BellSouth has met the requirements of Section 271 of the Act.

The agreement is a two year agreement governing the relationship between the companies regarding the resale of tariffed telecommunications services and Line Information Data Base (LIDB) storage. The agreement states that telecommunications services provided by BellSouth for resale will be available for purchase by WAC at a discount rate of 18% for residential services and 12% for business services.

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ISSUE 2: Should Docket No. 970375-TP be closed?

RECOMMENDATION: Yes, with the adoption of staff's recommendation in Issue 1, and issuance of the Commission's order approving the agreement, Docket No. 970375-TP should be closed. (STOVER)

STAFF ANALYSIS: With the adoption of staff's recommendation in Issue 1, and issuance of the Commission's order approving the agreement, Docket No. 970375-TP should be closed.