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REPLY TO: P.O. BOX 10095 TALLAMASSEE, FL 32302-2095

December 11, 1995

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

via Hand Delivery

Re: Resolution Petition(s) to Establish of Nondiscriminatory Rates, Terms, and Conditions for Resale Involving Local Exchange Companies Alternative Local Exchange Companies Pursuant to Section 364.161, Florida Statutes; Docket No.

950984-TP

Dear Ms. Bayo:

cc:

ROH

OTH ____

Enclosed for filing please find an original and fifteen copies of Time Warner AxS of Florida, L.P.'s and Digital Media Partners' Prehearing Statement for the above-referenced docket. You will also find a copy of this letter and a diskette in Word Perfect 5.1 Please date-stamp the copy of this letter to format enclosed. indicate that the original was filed and return to me.

		If you	u have any	questions	regarding	this	matter,	please	feel
ACK	free	to co	ntact me.						
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All Parties of Record (w/ enclosure)

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FPSC-RECORDS/REPORTIN

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

Resolution of Petition(s) to Establish Nondiscriminatory Rates, Terms, and Conditions for Resale Involving Local Exchange Companies and Alternative Local Exchange Companies Pursuant to Section 364.161, Florida Statutes

Docket No. 950984-TP Filed: December 11, 1995

PREHEARING STATEMENT BY TIME WARNER AXS OF FLORIDA, L.P. AND DIGITAL MEDIA PARTNERS

COMES NOW, Time Warner AxS of Florida, L.P. and Digital Media Partners (collectively "Time Warner"), and pursuant to Rule 25-22.038, Florida Administrative Code, and the Order Establishing Procedure, respectfully submits its Prehearing Statement in the above-captioned docket to the Florida Public Service Commission ("Commission" or "FPSC").

A. WITNESSES, TESTIMONY AND ISSUES

None.

B. EXHIBITS

None.

C. STATEMENT OF BASIC POSITION

Time Warner has joined and supports a stipulation that would partially resolve the issues in this proceeding. Time Warner believes that for local competition to develop and be sustained, there must be facilities-based alternatives to the local exchange companies. Chapter 364.161, Florida Statutes, requires local exchange companies to unbundle all of their network features, functions, and capabilities, including access to databases, systems and routing processes, and offer them to any

DOCUMENT NUMBER-DATE

other telecommunications provider requesting them for resale. However, Time Warner believes that facilities-based providers should not be required to price their retail services at a discount for use by resellers. An aggressive resale policy to promote simple resale or rebranding of local exchange service elements will operate to deter the development of facilities-based competition. However, the price for unbunbled elements provided by the LECs must pass an imputation test to insure that new entrants are not caught in a price squeeze.

D-G. ISSUES AND POSITIONS

ISSUE 1: WHAT ELEMENTS SHOULD BE MADE AVAILABLE BY BELLSOUTH TO MCIMETRO AND MFS-FL ON AN UNBUNDLED BASIS (E.G., LINK ELEMENTS, PORT ELEMENTS, LOOP CONCENTRATION, LOOP TRANSPORT)?

TIME WARNER'S POSITION: Time Warner has joined and supports a stipulation that would partially resolve this issue. Time Warner takes no additional position at this time.

ISSUE 2: WHAT ARE THE APPROPRIATE TECHNICAL ARRANGEMENTS FOR THE PROVISION OF SUCH UNBUNDLED ELEMENTS?

TIME WARNER'S POSITION: No position at this time.

ISSUE 3: WHAT ARE THE APPROPRIATE FINANCIAL ARRANGEMENTS FOR EACH SUCH UNBUNDLED ELEMENT?

TIME WARNER'S POSITION: Time Warner has joined and supports a stipulation that would partially resolve this issue. Additionally, Time Warner takes the following position: Although

Chapter 364 requires incumbent local exchange companies, including BellSouth, to unbundle the functions and features of their networks, Time Warner believes that, as a general policy, facilities based providers should not be required to price their retail services at a discount for use by resellers.

Time Warner further recognizes that existing LEC services such as special access provide a contribution toward the preservation of universal service and carrier of last resort obligations, and that until the conclusion of rate and universal service reform, it may not be appropriate to lose this contribution. However, the price for unbundled elements provided by the LECs must pass an imputation test to ensure that new entrants are not caught in a price squeeze.

ISSUE 4: WHAT ARRANGEMENTS, IF ANY, ARE NECESSARY TO ADDRESS OTHER OPERATIONAL ISSUES?

TIME WARNER'S POSITION: No position at this time.

H. STIPULATIONS

Time Warner has joined other parties in the proposed stipulation and motion filed on December 8, 1995.

I. PENDING MOTIONS

Time Warner has joined other parties in the proposed stipulation and motion filed on December 8, 1995.

J. COMPLIANCE WITH ORDER ON PREHEARING PROCEDURE

Time Warner is aware of no requirements with which it cannot comply.

RESPECTFULLY SUBMITTED this 11th day of December, 1995.

chen, of

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Counsel for: Time Warner AxS of Florida, L.P. and Digital Media Partners

CERTIFICATE OF SERVICE DOCKET NO. 950984-TP

I HEREBY CERTIFY that a true and correct copy of the Prehearing Statement by Time Warner AxS of Florida, L.P. and Digital Media Partners has been served by Hand Delivery or Federal Express this 11th day of December, 1995, to the following parties of record:

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