J. Phillip Carver General Attorney BellSouth Telecommunications, Inc.

c/o Nancy H. Sims Suite 400 150 So. Monroe Street Tallahassee, Florida 32301 Telephone: 305 347-5558

March 11, 1996

Ms. Blanca S. Bayo Director, Division of Records and Reporting Florida Public Service Commission 2540 Shumard Oak Boulevard Betty Easley Conference Center, Rm. 110 Tallahassee, Florida 32399-0850

RE: Docket No. 930173-TL Polo Park EAS

Dear Ms. Bayo:

Enclosed please find an original and fifteen copies of BellSouth Telecommunications Inc.'s Direct Testimony of Joseph A. Stanley, Jr., which we ask that you file in the captioned docket.

A copy of this letter is enclosed. Please mark it to indicate that the original was filed and return the copy to me. Copies have been served to the parties shown on the attached Certificate of Service.

Sincerely yours,

J. Phillip Caum (BL)
J. Phillip Carver

Enclosures

cc: All Parties of Record

R. G. Beatty

A. M. Lombardo

R. Douglas Lackey

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DOCUMENT NUMBER-DATE

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FPSC-RECORDS/REPORTING

CERTIFICATE OF SERVICE Docket No. 930173-TL

I HEREBY CERTIFY that a copy of the foregoing has been furnished by U.S. Mail this \coprod day of $\underline{\text{May}}$, 1996 to:

J. Adams
Staff Counsel
Florida Public Service Commission
2540 Shumard Oak Boulevard
Betty Easley Conference Center, Rm. 110
Tallahassee, FL 32399-0850

Alan N. Berg Senior Attorney United Telephone Company of Florida Post Office Box 165000 Altamonte Springs, FL 32716-5000

James W. Tyler Vista-United Telecomm. Post Office Box 10180 Lake Buena Vista, FL 32830

J. Phillip Carver

Testimony of Joseph A. Stanley, Jr. Before the Florida Public Service Commission	
Before the Florida Public Service Commission	
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4 Docket No. 930173-TL	
5 March 11, 1996	
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8 Q. Please state your name and business address.	
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10 A. I am Joseph A. Stanley, Jr. My business addre	ess is
11 3535 Colonnade Parkway, Birmingham, Alabama 3	5243.
12	
13 Q. By whom are you employed?	
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15 A. I am employed by BellSouth Telecommunications	, Inc.
as a Director in the Consumer Services Organia	zation.
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18 Q. Please give a brief description of your backg	round
19 and experience.	
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21 A. I graduated from Auburn University with a Bac	helor of
22 Science degree in Industrial Engineering and	
University of Alabama in Birmingham with a Ma	
Business Administration. I have 27 years expenses	erience
in the telephone industry and am currently	

1 responsible for developing tariffs and pricing for 2 local exchange and toll residential services in the nine BellSouth states. 3 4 Have you previously testified before this Commission? 5 Q. 6 7 Yes, I testified during the hearing on BellSouth's A. Extended Calling Service (ECS) filing last year. 8 9 10 Q. What is the purpose of your testimony? 11 The purpose of my testimony is to address the issues 12 A. identified in Docket No. 930173-TL. These issues 13 include whether a sufficient community of interest 14 exists between Haines City and Orlando to justify a 15 plan that would provide toll relief and what the 16 revenue impact would be on BellSouth. 17 18 Which routes associated with this Docket involve 19 Q. 20 BellSouth exchanges? 21 22 The only route involved is Haines City to Orlando. Α. Orlando is a BellSouth exchange. 23

Did BellSouth conduct traffic studies on this route?

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1 2 No. BellSouth did not conduct traffic studies on the A. 3 route from Orlando to Haines City. This is an interLATA route; Orlando is in the Orlando LATA and 5 Haines City is in the Gainesville LATA. Data is not 6 available to BellSouth on interLATA routes. 7 Commission has recognized this in other Dockets and 8 relieved BellSouth of the requirement to file traffic 9 data on the interLATA route in those Dockets (Docket 10 No. 941281-TL). 11 Does BellSouth have a position as to whether 13 0. 14

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sufficient community of interest exists between Orlando and Haines City to justify non-optional flat rate Extended Area Service (EAS)?

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In the absence of traffic data, we do not have 19 Α. any evidence to know whether a sufficient community 20 21 of interest exists. We are not aware of any other significant community of interest consideration that 22 23 would justify flat rate EAS.

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25 Does BellSouth think that an alternative plan, such 0.

as Extended Calling Service (ECS), should be recommended as a method to provide toll relief?

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A. No. Because this is an interLATA route, BellSouth

would be required to obtain waivers in order to

provide service between Orlando and Haines City. In

the past, the only such waivers that we have been

successful in obtaining are for non-optional flat

rate EAS.

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If EAS is not approved, and the Commission wishes to consider an ECS alternative, then the issues would seem to be the same as for the routes considered in the Commission Staff's workshop on January 23, 1996 where a modified ECS (MECS) plan was presented. MECS plan includes a per message rate for residence and per minute rate for business (as described in BellSouth's existing ECS tariff), and also includes a 10% additive in the access line rate of the petitioning exchange. The petitioning exchange would also be required to be balloted, with the results of the ballot determining whether a waiver would be The Haines City to Orlando route was not requested. included in the routes that were discussed during the

1 workshop by the Commission Staff. 2 3 If non-optional flat rate EAS or an alternative plan, Q. 4 such as modified ECS, was ordered, what would be the revenue effect to BellSouth? 5 6 7 Without supporting data, we are unable to determine Α. 8 our access revenue loss. BellSouth would incur 9 additional cost associated with either leasing or constructing facilities in order to complete calls 10 between Orlando and Haines City, since today we are 11 prohibited from transporting those calls. We can not 12 estimate this cost since we do not know the traffic 13 14 volumes. 15 What effect will the passage of the Federal 16 Q. 17 legislation have on BellSouth's ability to provide a "calling plan" between Orlando and Haines City? 18 19 At this time it is unknown what effect the new 20 A. legislation will have. We do feel that it will be 21 some time before BellSouth will be allowed to compete 22 in the interLATA long distance market, and then only 23

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under the quidelines that will be set forth by the

Q. Please summarize your testimony. BellSouth does not support non-optional flat rate EAS A. between Orlando and Haines City. Rule 25-4.060(3) is clear on the traffic and distribution of call requirements. In the absence of traffic and distribution data, we have no way of knowing that these requirements have been met. If the Commission still feels that some toll relief is justified, then we recommend that an alternative plan such as ECS be considered. Does this conclude your testimony? Q. A. Yes.