

MEMORANDUM

October 13, 1998

TO: DIVISION OF RECORDS AND REPORTING
FROM: DIVISION OF LEGAL SERVICES (BEDELL) *CB*
RE: DOCKET NO. 980897-TI - Initiation of show cause proceedings against Least Cost Routing, Inc. d/b/a Long Distance Charges for violation of Rule 25-4.118, F.A.C., Interexchange Carrier Selection.

Attached is a **LETTER FROM LONG DISTANCE CHARGES, INC. dated 9/17/98** to be filed in the above-referenced docket. Please note it was received on **SEPTEMBER 21, 1998**.

CB/slh
Attachment

ACK _____
AFA _____
APP _____
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DOCUMENT NUMBER-DATE

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FPSC-RECORDS/REPORTING

LONG DISTANCE CHARGES, INC.

RECEIVED

SEP 21 1998

September 17, 1998

CMU

Ms Cathy Bedell
Mr. Lou Yambor
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee FL 32399

Re: Docket No. 980897-T1

Dear Mr. Yambor and Ms. Bedell,

Pursuant to our recent conference call, Long Distance Charges ("LDC") would like to advise you of the following:

- 1) On June 14, 1998, LDC ordered all Independent Marketing Contractors ("IMC") to cease and desist from all solicitations of Florida customers.
- 2) LDC has resolved all 279 complaints referred to in the Initiation of Show Cause.
- 3) LDC continues to resolve customer complaints by issuing a complete credit to end user customers, re-rating, and/or issuing PIC credits.
- 4) LDC will pay a \$70,000 administrative fine, in three equal installments, 30 days apart. This will release LDC for all liability for customers sold on or before June 15, 1998 as evidenced by the date on the third party verification tape.
- 5) LDC agrees to continue to provide service and not increase rates for current Florida customers (approximately 6,600).

I appreciate the opportunity to resolve this matter amicably and expeditiously.

Sincerely,


Mr. Ned Gershenson
President

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MILLER