

John B. Coffman Acting Public Counsel Bob Holden Governor

Office of the Public Counsel

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June 27, 2002

Mr. Dale Hardy Roberts Secretary/Chief Regulatory Law Judge Missouri Public Service Commission P. O. Box 360 Jefferson City, MO 65102

Re: Southwestern Bell Telephone Company

Case No.

Tariff Nos. 200201060 and 200201061

Dear Mr. Roberts:

Enclosed for filing in the above-referenced case, please find the original and 8 copies of the **Motion to Suspend.** I have on this date mailed, faxed, and/or hand-delivered the appropriate number of copies to parties of record. Please "file" stamp the extra-enclosed copy and return it to this office.

Thank you for your attention to this matter.

Very truly yours,

Michael F. Dandino Senior Public Counsel

MFD:kh

cc:

Counsel of Record

Enclosure

BEFORE THE PUBLIC SERVICE COMMISSION OF THE STATE OF MISSOURI

In the matter of the tariff filing of)	
Southwestern Bell Telephone, L.P., d/b/a)	Case No.
Southwestern Bell Telephone Company)	Tariff Nos. 200201060
Is introducing two new block of time plans.)	200201061

MOTION TO SUSPEND

COMES NOW the Office of the Public Counsel and respectfully moves the Public Service Commission of the State of Missouri to make and enter its order suspending Tariff Nos. 200201060 and 200201061 filed by Southwestern Bell Telephone Company to withdraw the present Local Plus Service and substitute a different service to which it intends to migrate customers.

1. Public Counsel believes that SWBT has provided insufficient evidence to demonstrate that the proposals limit the effective increase in the ultimate price to the consumer to 8% as required by the price cap statute, Section 392.245, RSMo 2000. At present Local Plus Service is offered at a flat rate of \$35 per month with unlimited calling to any number in the same LATA as the caller. The proposals filed by these tariffs withdraw this tariff and deletes the service in its present configuration and substitutes a block of time service at a slightly lower monthly price of \$33.95, but limits the amount of calling time available under this flat rate price and establishes a charge of 9 cents per minute for each minute over the time cap.

No matter how SWBT describes its plan to modify the rate structure for Local Plus, it is simply an increase in the effective rates for Local Plus subscribers; the customer gets less service and less product for more money. While \$35 bought unlimited time to call within the LATA or to gain toll free access to an Internet Service Provider,

\$32.95 buys only 1,000 minutes of calling time. It does not a sophisticated mathematical analysis to conclude that the "new" package capped at 1,000 minutes for \$32.95 is a price increase when the old price was unlimited time for \$35. If a customer uses the Local plus service for internet access, the 35 minutes a day is a significant reduction of the time available under the Local Plus service for toll free internet access. On June 24, 2002, Pew Internet & Internet Life reported that dialup internet users stay on line 83 minutes per day. This is approximately 2500 minutes per month. The price per month would balloon for the customer from \$35 to \$167.95 (\$32.95 + 1500 minutes over the cap at 9 cents per minute). The outcome for the consumer: less service for more money. For the same amount of internet usage, the customer pays almost 480% more.

Business customers now pay \$63.00 for unlimited minutes but will pay \$55 for 2000 minutes with additional usage at 8 cents per minute. Using the same 2500 typical minutes of dialup internet access per month, the business customer pays \$95 (\$55 + 500 minutes over the cap at 8 cents per minute). This is an increase of almost 150%.

Designated Number Optional Calling Plan (1+ Saver Direct) is \$15.00 for 300 minutes with 8 cents per minute over the block of time cap for business and \$16.92 for 500 minutes and 9 cents per minute for residential customers. Current prices are \$15.00 for unlimited calls and minutes to one number for business and \$16.20 for unlimited residential customer calls to one number.

The effect of SWBT's tariff proposals for Local Plus and Designated Number is an increase in price to the customer over and above the authorized price cap annual rate increase limit of 8%. SWBT has offered no support (other than its statement) to show that this proposal falls within the permitted price cap limit of an 8% annual increase. The

burden is on SWBT to come forward to affirmatively demonstrate that its proposal complies with Section 392.245, RSMo 2000. The PSC should suspend the tariff and set the matter for an evidentiary hearing to determine whether or not the proposal complies with the price cap statute.

2. In addition to the price cap statute issue, Public Counsel suggests that this proposal is not in the public interest and is detrimental to consumers. Local Plus and Designated Number optional calling plans had their origin in the controversy and public reaction to the PSC's order terminating the Community Optional Service Plans. Under those plans, customers could subscribe to a two-way service so that a subscriber and the callers to that subscriber's number could call toll free within the community of interests. In this manner, subscribers (mostly customers in the rural areas or the suburban areas that were outside of the Metropolitan Calling Area scopes) could contact emergency assistance (police, sheriff, fire, ambulance, hospital), medical care (doctor, dentist, pharmacists), public agencies (county and city offices such as collector and assessor), schools, and places of employment. Also, this service was important in the rural areas where frequent calls were made within the community of interest to check on friends and relatives who were isolated, disabled, or ill. With the demise of COS, the end of the Prime Toll Carrier Plan, and the discontinuation of EAS all in the name of competition. customers in the areas that formally relied on these services to reduce the cost of their calling within their community of interest had to turn to other types of toll plans offered by IXCs and SWBT as an InterLATA toll provider.

SWBT rolled out the Local Plus service and its designated number service (\$ 16.20 per month for unlimited calls to any one number in the LATA) as competition's

answer to the COS. These services were touted as a low cost alternative for customers now deprived of COS to reach internet service providers and to call (but not receive toll free calls) within their community of interest. The unlimited calls and minutes per month for a flat rate was a key feature of both the Local Plus and the Designated Number services.

SWBT now seeks to withdraw Local Plus and substitute another lesser value product to "replace" it without grandfathering existing Local Plus customers. SWBT seeks to increase the price of the service while lowering the amount of service provided. This may very well have a detrimental effect on the ability of customers of Local Plus and Designated Number optional services to reach internet service providers on a toll free basis which can further broaden the digital divide for urban and rural area telephone customers. Public Counsel urges the PSC to suspend the tariff to investigate the impact these tariffs will have on the provisioning of reasonable and inexpensive access to the internet and other advanced technologies and telecommunications services.

3. Public Counsel suggests that the minute limitations placed on these optional services significantly increases the cost of telephone service to customers. A limit of 500 minutes per month for a residential phone customer is approximately 63 phone calls per month (estimated 8 minutes per call), resulting in about 2 phone calls per day without exceeding the cap. Compare this calling plan with the unlimited calling features and the toll free return call aspects of the MCA plans. Again rural telephone consumers suffer at the hands of competition and do not enjoy the benefits of competition.

- 4. Public Counsel also suggests that the adoption of these tariffs will have an effect on consumers that is broader than just a discontinuation of a service by SWBT. One of the central conditions of approving Local Plus was that it was to be made available to both IXCs and CLECs on a resale basis. So long as the service was available for resale, SWBT was not required to demonstrate that the service could pass an imputation test to verify that it was offered at above cost by the noncompetitive company. The restructuring of the rate structure of Local Plus means that the customers of CLECs that subscribe to the resold SWBT Local Plus service will also see a restructuring of their CLEC service. Once again, consumers do not reap the benefit of competition. Consumers were deprived of a wanted and needed COS toll plan and were offered lesser value substitutes. Now those substitutes are diluted in value and in service and an inferior optional plan in both service and price is proposed to take the place of Local Plus and Designated Number.
- 5. Public Counsel suggests that this restructuring of the Local Plus service to offer less service for more money is another example of how competition and price cap regulation has not brought the Missouri customers of SWBT better service, more options, and lower prices. Once again, competition means higher prices for a lesser quality and a lesser quantity of service. This step backwards was not the intent of the Federal Telecommunications Act of 1996 and Senate Bill 557. SWBT uses Section 392.245 (designed to allow it to meet competition by lowering prices) as a way to restructure Local Plus to offer less calling time and to hide a price increase in the true cost of the service to the customer in a slight reduction in the flat rate.

6. Public Counsel suggests that the PSC has authority to suspend these tariffs and investigate the effect of the tariffs and to hold evidentiary hearings. Section 386.320. states that:

"The commission shall have the general supervision of all telegraph corporations or telephone corporations, and telegraph and telephone lines, as herein defined, and shall have power to and shall examine the same and keep informed as to their general condition, their capitalization, their franchises and the manner in which their lines and property, owned, leased, controlled or operated are managed, conducted and operated, not only with respect to the adequacy, security and accommodation afforded by their service, but also with respect to their compliance with all the provisions of law, orders and decisions of the commission and charter and franchise requirements.

The Commission's general jurisdiction over telecommunications found in Section 386.250(2) was expanded by the Missouri General Assembly to extend to "all such other and additional matters and things, and in such further respects as may herein appear, either expressly or impliedly." Section 386.250(7) RSMo 2000.

Section 392.470 RSMo 2000 states:

The commission may impose any condition or conditions that it deems reasonable and necessary upon any company providing telecommunications service if such conditions are in the public interest and consistent with the provisions and purposes of this chapter...

The purposes of Chapter 392 appear in Section 392.185 RSMo 2000, and include the following:

- Promote diversity in the supply of telecommunications services and products throughout the State of Missouri (Section 392.185(3)); and
- Allow full and fair competition to function as a substitute for regulation when consistent with the protection of ratepayers and otherwise consistent with the public interest (Section 392.185(6)).

Section 392.185 provides that:

The provisions of this chapter shall be construed to:

- (1) Promote universally available and widely affordable telecommunications services;
- (2) Maintain and advance the efficiency and availability of telecommunications services;
- (3) Promote diversity in the supply of telecommunications services and products throughout the state of Missouri;
- (4) Ensure that customers pay only reasonable charges for telecommunications service;
- (5) Permit flexible regulation of competitive telecommunications companies and competitive telecommunications services;
- (6) Allow full and fair competition to function as a substitute for regulation when consistent with the protection of ratepayers and otherwise consistent with the public interest;
- (7) Promote parity of urban and rural telecommunications services;
- (8) Promote economic, educational, health care and cultural enhancements; and
- (9) Protect consumer privacy.

Section 386.330.1. authorizes the commission to "investigate or make inquiry, in a manner to be determined by it, as to any act or thing done or omitted to be done by any telecommunications company subject to its supervision, and the commission shall make such inquiry in regard to any act or thing done or omitted to be done by any such public utility, person or corporation in violation of any provision of law or in violation of any order or decision of the commission."

For those reasons, the PSC should suspend the tariffs and hold an evidentiary hearing to determine whether the tariffs comply with the limitations imposed on prices in Section 392.245, RSMo. and whether the proposed tariffs are in the public interest.

Respectfully submitted,

OFFICE OF THE PUBLIC COUNSEL

BY:

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was mailed or hand delivered this 27th day of June, 2002 to the following:

General Counsel Missouri Public Service Commission P. O. Box 360 Jefferson City, MO 65102

Paul Lane Southwestern Bell Telephone Company One Bell Center, Room 3520 St. Louis, MO 63101



June 6 . 2002

St. Louis, MO 63101

FILE COPY

The Honorable Dale Hardy Roberts Secretary/Chief Regulatory Law Judge Missouri Public Service Commission P.O. Box 360 Jefferson City, Missouri 65102

Dear Judge Roberts:

Southwestern Bell Telephone, L.P., d/b/a Southwestern Bell Telephone Company proposes to revise P.S.C. Mo.-No. 26, Long Distance Message Telecommunications Service Tariff. The purpose of this revision is to introduce a new residence and business block of time 1+Saversm plans and to make changes to the Designated Number Optional Calling Plan.

With this filing, SWBT is introducing two new block of time plans. A 1000 minute block of time plan will be available for residence customers and a 2000 minute block of time plan will be offered to business customers. These plans, which are priced below the current Local Plus plan, will be offered as replacement plans to current subscribers of Local Plus® as well as to new subscribers. Southwestern Bell is proposing to withdraw Local Plus in a separate filing.

We are also proposing changes to the Designated Number plan. We are changing the price and placing a cap on the minutes of use.

The issued date is June 10, 2002 and the proposed effective date is July 10, 2002. Questions may be directed to Sherry Myers on (314) 235-6380.

Very truly yours,

Shenz Myers

I certify that a copy of the foregoing, including attachments, is being forwarded, postage prepaid, or delivered to the Office of Public Counsel, Post Office Box 7800, Jefferson City, Missouri 65102, this day of

____, 2002.

Attachment

Long Distance Message Telecommunications Service Tariff 4th Revised Sheet 45 Replacing 3rd Revised Sheet 45

LONG DISTANCE MESSAGE TELECOMMUNICATIONS SERVICE

1.12 OPTIONAL CALLING PLANS

1.12.1 General

A. Description

- Optional Calling Plans are optional offerings of Long Distance Message Telecommunications Service to residential and business local exchange customers whereby subscribing customers receive a discount on qualified usage.
- (AT) Qualified usage for these plans, except for Designated Number Optional Calling Plan, (AT) and the TOLL SAVER 1,000 Minute and TOLL SAVER 2,000 Minute Block of Time plans, is all intrastate intraLATA Long Distance Message Telecommunications Service minutes of use that is: 1) customer dialed, station-to-station, sent-paid, non-coin minutes of use, or 2) Telephone Company calling card minutes of use. For qualified Telephone Company calling card calls, Operator Service Charges listed in Section 1.4.6. B of this tariff apply in addition to the applicable Optional Calling Plan rates.
- (AT) Qualified usage for Designated Number Optional Calling Plan and the TOLL SAVER (AT) 1,000 Minute and TOLL SAVER 2,000 Minute Block of Time plans is all intrastate intraLATA customer dialed, station-to-station, sent-paid, non-coin Long Distance Message Telecommunications Service minutes of use.

B. Service Availability

- Service is furnished subject to the availability of both the telecommunications facilities and the required billing capabilities.
- Subject to the restriction in paragraph B.1 above
 - a. Service is available in exchanges where Southwestern Bell Telephone Company provides local exchange service.
 - b. Unless otherwise noted, service is available in the exchanges listed in the Schedule of Rates and Specific Regulations section in the front of this tariff.

Effective: July 10, 2002

Issued: June 10, 2002

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(RT)

By JAN NEWTON, President-Missouri Southwestern Bell Telephone, L.P., d/b/a Southwestern Bell Telephone Company St. Louis, Missouri

Long Distance Message Telecommunications Service Tariff 4th Revised Sheet 45.01 Replacing 3rd Revised Sheet 45.01

LONG DISTANCE MESSAGE TELECOMMUNICATIONS SERVICE

1.12 OPTIONAL CALLING PLANS (cont'd)

1.12.1 General(cont'd)

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(AT)

(CT)

C. Calling Options

- (AT) 1. Business 1+ Saver® and TOLL SAVER Optional Calling Plans
- (CT) Business customers can choose to subscribe to one of nine options. Rates and discounts are listed in Section 1.12.3 of this tariff, and are in addition to the established charges for the service with which the optional calling plan is associated. The optional calling plan rates and discounts apply to usage for all rate periods.
 - a. Discount Options: Business Options A, B, C and D are Discount Options. These options give the subscriber a specified percent discount on qualified usage for a flat monthly rate, except in the case of Option D which is provided free of charge when the customer also subscribes to either The WORKS[®], BizSaversm or the BASICSsm vertical services package.
 - b. Block-of-Time Options: Business Options E, F, G, and K are Block-of-Time Options. These options allow subscribers a specified amount of qualified usage per month at a flat rate. Subscribers are charged the full monthly rate even if the specified block of time is not used. An additional hourly rate applies to usage exceeding the initial specified block of time, prorated for fractional hours of usage. For Option K, an additional per minute rate applies. Time of day and holiday discounts are not applicable to the monthly rate or the hourly or per minute rate for additional usage.
 - c. Single Rate Option: Business option H is a Single Rate option. This option allows subscribers to pay a recurring monthly rate and receive all of their usage for a specified per-minute rate. Time of day and holiday discounts are not applicable to the monthly rate or the per-minute rate. This option is available to one (1) to five (5) line business customers who agree to purchase the service for a period of twelve (12) months.
- (AT) ® Registered Trademark of Southwestern Bell Telephone, L.P.

Long Distance Message Telecommunications Service Tariff 6th Revised Sheet 46 Replacing 5th Revised Sheet 46

LONG DISTANCE MESSAGE TELECOMMUNICATIONS SERVICE

1.12 OPTIONAL CALLING PLANS (cont'd)

- 1.12.1 General(cont'd)
 - C. Calling Options(cont'd)
- (AT) 2. Residence 1+ Saver and TOLL SAVER Optional Calling Plans
- (CT) Residence customers can choose to subscribe to one of ten options. Rates and discounts are listed in Section 1.12.3 of this tariff, and are in addition to the established charges for the service with which the optional calling is associated. The Residence Plan rates and (CT) discounts apply to usage for specified rate periods, as indicated below.
 - a. Discount Options: Residence Options A, B, C, and D are Discount Options. These options give the subscriber a specified percent discount on qualified usage for a flat monthly rate, except in the case of Option D which is provided free of charge when the customer also subscribes to either The WORKS® or the BASICSsm vertical services package.

Under Residence Option A, the percent discount applies to qualified usage for the Evening and Night/Weekend rate periods.

Under Residence Options B, C, and D, the percent discount applies to qualified usage for all rate periods.

- b. Block-of-Time Options: Residence Options E, F, G, and K are Block-of-Time Options. These options allow subscribers a specified amount of qualified usage per month at a flat rate. Subscribers are charged the full monthly rate even if the specified block-of-time is not used. An additional hourly rate applies to usage exceeding the initial specified block-of-time, prorated for fractional hours of usage. For Option K, an additional per minute rate applies. Under Residence Options F, G, H, and K qualified usage includes usage from all rate periods. Time of day and holiday discounts are not applicable to the monthly rate or the hourly or per minute rate for additional usage.
- c. Single Rate Options: Residence Options H and I are Single Rate Options. These options allow subscribers to pay a recurring monthly rate and receive all of their usage for a specified per-minute rate. Time of day and holiday discounts are not applicable to the monthly rate or the per minute rate.

Issued: June 10, 2002 Effective: July 10, 2002

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Long Distance Message Telecommunications Service Tariff 5th Revised Sheet 47 Replacing 4th Revised Sheet 47

LONG DISTANCE MESSAGE TELECOMMUNICATIONS SERVICE

- 1.12 OPTIONAL CALLING PLANS (cont'd)
 - 1.12.1 General (cont'd)
 - C. Calling Options (cont'd)
 - 3. Designated Number Optional Calling Plan

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(CT)

Designated Number Optional Calling Plan is available to residence and business customers for one-way calling to a designated telephone number within the LATA. Customers subscribing to this calling plan receive a specified amount of qualified usage per month at a flat rate. Additional usage is charged per minute Additional blocks of qualified usage for calling to additional designated telephone numbers within the LATA may be purchased at an additional, monthly rate for each such designated number selected.

Long Distance Message Telecommunications Service Tariff Original Sheet 47.01

LONG DISTANCE MESSAGE TELECOMMUNICATIONS SERVICE

1.12 OPTIONAL CALLING PLANS (cont'd)

- 1.12.1 General (cont'd)
 - C. Calling Options (cont'd)
 - 4. Residence TOLL SAVER 1,000 Minute and Business TOLL SAVER 2,000 Minute Block of Time Plans
 - a. The Residence TOLL SAVER 1,000 Minute and Business TOLL SAVER 2,000 Minute Block of Time Plans are optional one-way outbound LDMTS services that offer discounted block of time calling beyond a subscriber's local calling scope to all rate centers within the customer's LATA. An additional per minute rate applies to usage exceeding the specified block of time.
 - b. These plans allow subscribers a specified amount of qualified usage per month at a flat rate. Subscribers are charged the full monthly rate even if the specified block of time usage is not used.
 - c. Customers who subscribe to optional MCA service will receive these plans at the discounted rate specified in 1.12.3 D of this tariff.
 - d. These plans shall be available only after the Commission approves SWBT's filing to withdraw Local Plus service.
 - e. Customers who currently subscribe to Local Plus will be automatically transferred to the Residence TOLL SAVER 1,000 Minute or Business TOLL SAVER 2,000 Minute Block of Time Plans after written notification by SWBT unless the customer indicates that they do not wish to subscribe to this plan.
 - An implementation schedule will be provided to the Commission within 30 days after tariff approval.
 - f. The monthly recurring rates for these plans apply on a per line or per trunk basis, except for Plexar or Centrex type services which are billed on a per trunk equivalent basis.
 - g. Unless otherwise stated, the Rules and Regulations contained elsewhere in this tariff also apply to these plans.

Long Distance Message Telecommunications Service Tariff Original Sheet 47.02

LONG DISTANCE MESSAGE TELECOMMUNICATIONS SERVICE

1.12 OPTIONAL CALLING PLANS (cont'd)

(MT) 1.12.2 Regulations

- A. This service is furnished under the guidelines contained in the General Regulations section of this tariff. In addition, the following regulations apply:
 - 1. This service is available to all classes and grades of residence and business customers located in the state of Missouri.
 - 2. This service is not offered in conjunction with Foreign Exchange, Foreign Serving Office, Customer-Owned Pay Telephone, or Cellular Services, or comparable services offered by other local exchange companies in their exchanges listed in the Schedule of Rates and Specific Regulations section in the front of this tariff.
 - 3. This service may only be used for the communications of a single end user. It may not be used to aggregate the long distance communications of multiple end users for resale (including, but not limited to, arrangements using services such as Simultaneous Call Forwarding or TeleBranch to aggregate long distance calling capability for resale or to provision communications services for others).
 - 4. Only one option of the Business and Residence 1+ Saver Optional Calling Plans may apply to any single account.
 - 5. Unless otherwise stated, the Business and Residence Optional Calling Plans are available to multi-line customers on a per account basis only.

(CT) (MT)(CT)

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Long Distance Message Telecommunications Service Tariff 8th Revised Sheet 48 Replacing 7th Revised Sheet 48

LONG DISTANCE MESSAGE TELECOMMUNICATIONS SERVICE

1.12 OPTIONAL CALLING PLANS (cont'd)

1.12.2 Regulations(cont'd)

- (AT)
- 6. Designated Number Optional Calling Plan (OCP) and Residence TOLL SAVER 1,000 Minute and Business TOLL SAVER 2,000 Minute block of time plan subscribers are not required to purchase these plans on all access lines of a multiline account except in cases where customer dialed, station-to-station minutes of use cannot be billed on a per line basis. Such exceptions include, but are not limited to, the following:
- (AT)
- (AT)
- a. When a single working telephone number is used for multiple access lines, TOLL SAVER plans and Designated Number OCP must be purchased on all access lines associated with the single working telephone number.
- (CT)
- b. For Plexar II, Plexar Custom, Centrex or similar type services which are billed on a PBX trunk equivalent basis, as specified in the General Exchange Tariff and/or Local Exchange Tariff of the local exchange company providing basic local service to the subscriber, these plans must be purchased on all Outward and Combination PBX-equivalent trunks (it need not be purchased on Inward PBX-equivalent trunks).
- 7. The minimum service period of subscription to any particular option of this service is one month per option.
- 8. Customers may subscribe to more than one Optional Calling Plan where the necessary telecommunications facilities and the required billing capabilities exist, subject to the restriction in paragraph 1.12.2.A.5 preceding. In addition, Optional Calling Plans are available to customers subscribing to Outstate Calling Area (OCA) Service. If a customer subscribes to more than one of these plans, only one of the plans' rates apply to any given call. First, Designated Number Optional Calling Plan (OCP) rates apply to applicable usage under the Designated Number OCP; second, the OCA rates apply to any remaining applicable usage under the OCA plan; and last, Business and Residence 1+ Saver Optional Calling Plan rates apply to any remaining applicable usage under those plans.

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Long Distance Message Telecommunications Service Tariff 3rd Revised Sheet 48.01 Replacing 2nd Revised Sheet 48.01

LONG DISTANCE MESSAGE TELECOMMUNICATIONS SERVICE

1.12 OPTIONAL CALLING PLANS (cont'd)

1.12.3 Rates

(AT)

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- A. Application of Rates and Discounts-General
 - 1. Optional Calling Plan rates and charges are in addition to all other rates and charges paid by a subscriber for all other services of the local exchange company providing basic local service to the Optional Calling Plan subscriber.
- (CT) B. Application of Rates and Discounts-Business and Residence Optional Calling Plans
 - For the Discount Options, after a subscriber's monthly intrastate intraLATA Long
 Distance Message Telecommunications Service bill is determined, including applicable
 rate period discounts, an additional percent discount will be applied to the total qualified
 portion of the bill, as defined previously. When the application of the discount results in a
 fractional charge, the amount will be rounded to the nearest cent. The monthly rate
 applies per customer account.
 - 2. For the Block-of-Time Options, with the exception of Residence Option K and Business Option J, the monthly rate applies per customer account. The additional hourly rate applies to usage exceeding the specified block of time, and is prorated by minute of use for fractional hours of usage. For Residence Option K and Business Option J, the recurring monthly rate applies per line and the additional usage rate applies per minute
 - 3. For those plans that apply per account, rates and discounts apply to usage accumulated from all lines of a customer's account per class of service.
 - C. Application of Rates and Discounts-Designated Number Optional Calling Plan
 - 1. A monthly rate applies per subscribed access line for qualified calls to the first designated telephone number. Another monthly rate applies per subscribed access line for qualified calls to each additional designated telephone number selected. These monthly rates apply on a PBX trunk equivalent basis for Plexar II, Plexar Custom, Centrex or similar type services which are billed on a PBX trunk equivalent basis as specified in the General Exchange Tariff and/or Local Exchange Tariff of the local exchange company providing basic local service to the Designated Number OCP subscriber.

Long Distance Message Telecommunications Service Tariff 9th Revised Sheet 49 Replacing 8th Revised Sheet 49

LONG DISTANCE MESSAGE TELECOMMUNICATIONS SERVICE

1.12 OPTIONAL CALLING PLANS (cont'd)

1.12.3 Rates (cont'd)

(CT) D. Business and Residence Optional Calling Plans-Recurring and Usage Charges, and Discounts

Discount or Block Option	Monthly Recurring <u>Rate</u>	Initial Block of Minutes	Percent Discount	Additional Usage <u>Rate</u>	Qualified Rate Periods
1. Business Options	•				
(A) Discount	\$3.00	N/A	10%	N/A	All
(B) Discount	\$8.00	N/A	15%	N/A	All
(C) Discount	\$20.00	N/A	20%	N/A	All
(D) Discount (1)	No Charge	N/A	10%	N/A	All
(E) Block of Time	\$8.35	60	N/A	\$7.80/hour	All
(F) Block of Time	\$36.00	300	N/A	\$7.20/hour	All
(G) Block of Time	\$60.00	600	N/A	\$6.00/hour	All
(H) Single Rate	\$4.95	N/A	N/A	\$0.12/Minute	All



(1) Available only to customers subscribing to either The WORKS[®], BizSaversm or the BASICSsm packages as set forth in Section 44 of the General Exchange Tariff. Available in Southwestern Bell exchanges only.

Issued: June 10, 2002 Effective: July 10, 2002

By JAN NEWTON, President-Missouri Southwestern Bell Telephone, L.P., d/b/a Southwestern Bell Telephone Company St. Louis, Missouri

Long Distance Message Telecommunications Service Tariff Original Sheet 49.01

LONG DISTANCE MESSAGE TELECOMMUNICATIONS SERVICE

1.12 OPTIONAL CALLING PLANS (cont'd)

1.12.3 Rates (cont'd)

D. Business and Residence Optional Calling Plans-Recurring and Usage Charges, and Discounts (cont'd)

	Discount or Block Option	Monthly Recurring <u>Rate</u>	Initial Block of <u>Minutes</u>	Percent Discount	Additional Usage <u>Rate</u>	Qualified Rate <u>Periods</u>
	1. Business Options					
(MT)	 (I) Designated Number Optional Calling Plan- Recurring Charges (a) First Designated Number 	\$15.00(CR)	300	N/A	\$0.08(NR)	All
(MT)	(b) Additional Designated Number	\$15.00(CR)	300	N/A	\$0.08(NR)	All
	(J) TOLL SAVER 2,000 Minute Block of Time (a) Full Rate (b) Optional MCA Rate	\$55.00(NR) \$45.00(NR)	2000 2000	N/A N/A	\$0.08(NR) \$0.08(NR)	All Ali

Long Distance Message Telecommunications Service Tariff 8th Revised Sheet 50 Replacing 7th Revised Sheet 50

LONG DISTANCE MESSAGE TELECOMMUNICATIONS SERVICE

1.12 OPTIONAL CALLING PLANS (cont'd)

1.12.3 Rates (cont'd)

(CT) D. Business and Residence Optional Calling Plans-Recurring and Usage Charges, and Discounts

Discount or Block Option	Monthly Recurring <u>Rate</u>	Initial Block of <u>Minutes</u>	Percent Discount	Additional Usage <u>Rate</u>	Qualified Rate <u>Periods</u>
2. Residence Options					•
(A) Discount	\$1.50	N/A	15%	N/A	All
(B) Discount	\$2.50	N/A	20%	N/A	All
(C) Discount (1)	\$2.00	N/A	20%	N/A	All
(D) Discount (1)	No Charge	N/A	10%	N/A	All
(E) Block of Time	\$8.40	60	N/A	\$8.40/hour	All
(F) Block of Time	\$36.00	300	N/A	\$7.20/hour	All
(G) Block of Time	\$60.00	600	N/A	\$6.00/hour	All
(H) Single Rate (1)	\$4.95	N/A	N/A	\$0.10/Minute	All
(I) Single Rate	\$1.95	N/A	N/A	\$0.10/Minute	All



⁽¹⁾ Available only to customers subscribing to either The WORKS® or the BASICSsm packages as set forth in Section 44 of the General Exchange Tariff. Available in Southwestern Bell exchanges only.

Issued: June 10, 2002

Effective: July 10, 2002

Long Distance Message Telecommunications Service Tariff 8th Revised Sheet 51 Replacing 7th Revised Sheet 51

LONG DISTANCE MESSAGE TELECOMMUNICATIONS SERVICE

1.12 OPTIONAL CALLING PLANS-(Continued)

(RT)

(RT)

(AT)

 (A_1T) 1.12.3 Rates (cont'd)

D. Business and Residence Optional Calling Plans-Recurring and Usage Charges, and Discounts

Discount or Block Option	Monthly Recurring Rate	Initial Block of Minutes	Percent Discount	Additional Usage Rate	Qualified Rate Periods
2. Residence Options (cont'd)					
 (J) Designated Number Optional Calling Plan Recurring Charges (a) First Designated Number (b) Each Additional Designated Number 	\$16.95(CR) \$10.95(CR)	500 500	N/A N/A	\$0.09(NR) \$0.09(NR)	All All
(K) TOLL SAVER 1,000 Minute Block of Time					
(a) Full Rate(b) Optional MCA Rate	\$32.95(NR) \$21.95(NR)	1000 1000	N/A N/A	\$0.09(NR) \$0.09(NR)	All All

Issued: June 10, 2002

Effective: July 10, 2002

By JAN NEWTON, President-Missouri Southwestern Bell Telephone, L.P., d/b/a Southwestern Bell Telephone Company St. Louis, Missouri St. Louis, MO 63101

FILE COP

June 6, 2002

The Honorable Dale Hardy Roberts Secretary/Chief Regulatory Law Judge Missouri Public Service Commission P.O. Box 360 Jefferson City, Missouri 65102

Dear Judge Roberts:

Southwestern Bell Telephone, L.P., d/b/a Southwestern Bell Telephone Company proposes to withdraw Section 48 of P.S.C. Mo.-No. 35, General Exchange Tariff, in its entirety.

With this filing, SWBT is proposing to withdraw Local Plus® service due to increasing access expense associated with the service. Existing customers will be notified by mail once the filing is approved. Under separate cover, we are filing a tariff proposing new block of time plans for business and residence customers as a substitute plan for Local Plus. We are requesting a 60 day effective date to allow time to migrate customers to the new plan.

The issued date is June 10, 2002 and the proposed effective date is August 10, 2002. Questions may be directed to Sherry Myers on (314) 235-6380.

Very truly yours,

Sheny Myen

Attachment

JIN 1 1 2002

I certify that a copy of the foregoing, including attachments, is being forwarded, postage prepaid, or delivered to the Office of Public Counsel, Post Office Box 7800, Jefferson City, Missouri 65102, this Little day of Munic. 2002.

P.S.C. Mo.- No. 35

No Supplement to this tariff will be issued except for the purpose of canceling this tariff. General Exchange Tariff
Section 48
3rd Revised Sheet 1
Replacing 2nd Revised Sheet 1
5th Revised Sheet 2
4th Revised Sheet 3
5th Revised Sheet 4
3rd Revised Sheet 5
4th Revised Sheet 6
1st Revised Sheet 7
Original Sheet 7.1

LOCAL PLUS®

The Local Plus Service, Section 48 of the General Exchange Tariff, P.S.C. Mo.-No. 35, has been withdrawn, in its entirety, and the contents completely removed.

® Registered Trademark of Southwestern Bell Telephone Company

Issued: June 10, 2002

Effective: August 10, 2002