STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a Session of the Public Service Commission held at its office in Jefferson City on the 23rd day of October, 1985.

Case No. TO-84-223

In the matter of the investigation into WATS resale applications for certificates of public convenience and necessity.

Case No. TC-85-126

In the matter of the investigation into the reasonableness of permitting competition in the intraLATA telecommunications market in Missouri.

Case No. TO-85-130

In the matter of the Missouri interLATA access charge and intraLATA toll pools.

Case No. TA-86-65

In the matter of the application of Long Distance Discount, Inc., for a certificate of public convenience and necessity to operate as a WATS Reseller.

ORDER

On October 11, 1985, AT&T Communications of the Southwest, Inc. (AT&T) and Staff filed Motions for Extension of Time for Filing Rebuttal Testimony. AT&T requested an extension of six (6) days to file its prepared rebuttal testimony to allow it further time to develop its testimony in regard to assignment of costs to access services and to allow one of its witnesses who is simultaneously involved in regulatory proceedings in the State of Arkansas more time. Staff stated that only Dr. Michael J. Ileo's prepared rebuttal testimony would need to be filed after the deadline and that an additional five (5) days would be needed. Staff further stated that it was requesting the extension since Dr. Ileo had spent many hours in telephone

conversations with various parties to these cases clarifying the elements and effects of the various pooling or pooling replacement proposals submitted in prepared direct testimony and needed additional time to complete his rebuttal testimony. The Commission finds that AT&T's and Staff's request for additional time to file rebuttal testimony is reasonable and should be granted.

On October 22, 1985, a Joint Motion for Order Revising Procedural Schedule was filed by the Staff of the Public Service Commission on behalf of Staff, the Office of the Public Counsel, Southwestern Bell Telephone Company, the Missouri Independent Telephone Group, Alltel, Inc. and AT&T Communications of the Southwest, These parties were continuously present at the prehearing conference scheduled in these matters. The parties to the Joint Motion request that the current schedule of proceedings be modified to allow the parties to use the new non-traffic sensitive revenue requirement for telephone companies nationwide figures recently released by the National Exchange Carriers Association. The use of such data is important according to the parties to the Joint Motion as it is the most current and presumably the most accurate data available, the new data will provide the basis for administration of the federal Universal Service Fund and therefore should be used by the Commission to provide the most accurate assessment of the effects of the proposed pooling and alternative compensation plans, and the fact that there apparently are significant differences between the new data and the data underlying the analyses already submitted.

The proposed procedural schedule is as follows:

Filing of Prepared Surrebuttal Testimony for all Parties' Non-Pooling Witnesses

Filing of Hearing Memorandum

Hearings covering Non-Pooling Witnesses

Filing of Prepared Surrebuttal Testimony for all Parties' Pooling Witnesses

Hearings covering Pooling Witnesses

Dec. 11-13/16-20, 1985

The parties to the Joint Motion note that this schedule separates witnesses having testimony predominantly in the areas of resale of WATS and related services,

intraLATA competition and intraLATA toll pricing flexibility from those witnesses with testimony predominantly in the areas of pooling and alternative compensation mechanisms. Having considered the Joint Motion, the Commission finds that it is reasonable and should be granted.

On October 22, 1985, Long Distance Discount, Inc., (LDD) filed its application for certification as a wholesale and retail seller and lessor of interstate and intrastate long line, telephone and telecommunications services. Case No. TA-86-65 was established to consider this matter. LDD also filed its prepared direct testimony on October 22, 1985.

The Commission pursuant to 4 CSR 240-2.110(17) determines that Case No. TA-86-65 should be joined with Case No. TO-84-223 for purposes of these proceedings including hearing. The Commission notes that any prepared rebuttal testimony on Case No. TA-86-65 should be filed on or before October 30, 1985 and surrebuttal testimony on Case No. TA-86-65 should be filed on or before November 1, 1985.

It is, therefore,

ORDERED: 1. That AT&T Communications of the Southwest, Inc.'s and the Staff of the Missouri Public Service Commission's Motions for Extension of Time for Filing Prepared Rebuttal Testimony be, and hereby is, granted.

ORDERED: 2. That unless otherwise ordered by the Commission or Hearing Examiner, all parties shall file fifteen (15) copies of its prepared surrebuttal testimony and schedules for non-pooling witnesses with the Secretary of the Commission, and serve two (2) copies of same upon the Public Counsel and a copy of same upon all other parties on or before October 28, 1985.

ORDERED: 3. That unless otherwise ordered by the Commission or Hearing Examiner, all parties shall file fifteen (15) copies of its prepared surrebuttal testimony and schedules for pooling witnesses with the Secretary of the Commission, and serve two (2) copies of same upon the Public Counsel and a copy of same upon all other parties on or before November 26, 1985.

ORDERED: 4. That a witnesses' testimony shall be designated as an "Exhibit," and any attachments to a witnesses' testimony shall be designated as "Schedules."

ORDERED: 5. That all prepared testimony and other exhibits and schedules shall contain the following information, in the following format, in the upper right hand corner of a cover sheet:

Exhibit No.: (To be marked by hearing reporter)

Issue: (If known at the time of filing)

Witness/Type of Exhibits: (Specify witnesses' last name only and whether direct,

rebuttal, surrebuttal or other type of exhibit).

Sponsoring Party:

Company:

Case No.:

ORDERED: 6. That the parties shall file a hearing memorandum setting out the issues to be heard, definitions of terms used in describing those issues and each party's position on those issues on or before October 30, 1985.

ORDERED: 7. That all parties shall present their non-pooling witnesses' testimony and schedules for examination and cross-examination at a hearing commencing at 9:00 a.m. on November 4, 1985, continuing through November 8, 1985 and continuing on November 12, 1985 through November 13, 1985, as necessary. Said hearings shall be held in the Commission's hearing room on the fifth floor of the Harry S. Truman State Office Building, 301 West High Street, Jefferson City, Missouri.

ORDERED: 8. That all parties shall present their pooling witnesses' testimony and schedules for examination and cross-examination at a hearing commencing at 9:00 a.m. on December 11, 1985, continuing through December 13, 1985 and continuing on December 16, 1985 through December 20, 1985, as necessary. Said hearings shall be held in the Commission's hearing room on the fifth floor of the Harry S. Truman State Office Building, 301 West High Street, Jefferson City, Missouri.

ORDERED: 9. That Case No. TA-86-65 be, and hereby is, joined with Case No. TO-84-223 for purposes of these proceedings.

ORDERED: 10: That all further pleadings and testimony filed in these dockets shall be captioned: TO-84-223, et al.

ORDERED: 11. That any prepared rebuttal testimony in Case No. TA-86-65 shall be filed with the Secretary of the Commission and served upon the Public Counsel and all other parties on or before October 30, 1985.

ORDERED: 12. That any prepared surrebuttal testimony in Case No. TA-86-65 shall be filed with the Secretary of the Commission and served upon the Public Counsel and all other parties on or before November 1, 1985.

ORDERED: 13. That any party that desires to make an opening statement in these cases shall be limited to twenty (20) minutes for the non-pooling issues and twenty (20) minutes for the pooling issues.

ORDERED: 14. That this Order shall become effective on the date hereof.

BY THE COMMISSION

January S. Klabbas.

Secretary

(SEAL)

Steinmeier, Chm., Mueller, Hendren and Fischer, CC., Concur. Musgrave, C., Absent.