#### Notestimes astyres server and traden OF THE STATE OF RISSOURL

In the matter of the application of American Operator Services, Inc. for a Case No. TA-88-218 certificate of service authority to provide Intrastate Operator-Assisted Resold Telecommunications Services. In the matter of Teleconnect Company for authority to file tariff sheets Case No. TR-88-282 designed to establish Operator Services within its certificate service area in the State of Missouri. In the matter of Dial U.S. for authority to file tariff sheets designed to establish Operator Services Case-No. TR-88-283 within its certificated service area in the State of Missouri. In the matter of Dial U.S.A. for authority to file tariff sheets Case No. TR-88-284 designed to establish Operator Services within its certificate service area in the State of Missouri. In the matter of International Telecharge, Inc. for authority to file tariff sheets designed to establish Case No. TR-89-6 Operator Services within its certificate service area in the State of Missouri.

## REPLY BRIEF OF OPERATOR ASSISTANCE NETWORK

Operator Assistance Network ("OAN"), by its undersigned counsel, hereby submits this brief in reply to issues raised by American Operator Services, Inc. ("AOSI") in its brief and in the brief of the Staff of the Public Service Commission of Missouri. Both AOSI and the Staff assert that, as a condition of providing

FOLED

DFC 30 1988

operator services in Missouri, the Operator Service Provider's ("OSP's") name, rather than that of the OSP's billing agent, must be listed on the local exchange carrier's ("LEC's") telephone bills. Neither AOSI nor the Staff supports this assertion in a convincing fashion. Indeed, the Staff has made no argument at all in support of its position, but has chosen instead to reserve its arguments supporting its recommendation until it files its reply brief. AOSI, for its part, merely cites unspecified consumer confusion and the possibility that "unscrupulous providers" may be able to operate as support for its position. Neither party has refuted, or even cited, testimony in the record refuting such arguments. As OAN demonstrated in its initial brief, the proposed requirement is unnecessary, infeasible, and burdensome to competition. The unsupported arguments of AOSI and Staff lack merit, and their proposed requirement should therefore be rejected.

## I. AOSI's Assertions Are Unsupported By The Record And Should Be Rejected

AOSI asserts that a requirement that the OSP's name, instead of the name of its billing agent, must be included on the caller's telephone bill is necessary to prevent "substantial customer confusion." Post-Hearing Brief of Applicant American Operator Services, Inc. at 41. AOSI states that Dennis. L. Ricca, Manager of Regulatory Affairs for Teleconnect (which submits call records to LECs through its agent, OAN, for billing and whose name

therefore does not appear on LEC bills), admitted that
Teleconnect's proposed services could lead to "substantial
consumer confusion." Id. AOSI further argues that inclusion of
the OSP name on the LEC bill is necessary to "reinforce the
protection of the caller from unscrupulous providers." Id. at 43.

As OAN demonstrated in its initial brief, the requirement to list the OSP's name on a caller's bill is unnecessary. See Brief of Operator Assistance Network at 5-8. Because of the billing inquiry service provided by the LECs, for which OAN contracts on behalf of its clients, the requirement is simply not necessary to protect consumers: consumers can obtain the information they need and resolve most complaints with but a single call to the LEC, who has the information necessary to resolve consumer questions about the fact that OAN's name, as agent, appears on their bill. OAN's initial brief further demonstrated to the Commission that the requirement is technically infeasible given technical constraints in LEC billing systems and would burden OSPs and impair competition. Id. at 8-10.

Moreover, OAN takes strong exception to AOSI's unfounded assertion that inclusion of the OSP's name on a telephone bill,

Contrary to AOSI's characterization, Mr. Ricca did not testify that the fact that Teleconnect's name is not on the bill would cause "substantial confusion." On the contrary, Mr. Ricca testified that LECs, who perform inquiry service on behalf of Teleconnect, are provided with sufficient information to eliminate any confusion which may arise. (Tr. at 303-4.)

instead of its billing agent's, is necessary to protect consumers against "unscrupulous providers." There has been absolutely no record evidence in this proceeding that Teleconnect, who bills through OAN, is "unscrupulous," or that OAN provides service for "unscrupulous providers," or would ever choose to provide service for "unscrupulous providers." The Commission should ignore AOSI's unfounded, gratuitous, and disparaging remarks. The Commission should instead rule that the proposed requirement is unnecessary.

# II. Commission Staff Has Failed To Support Its Proposed Requirement

The Commission Staff has declined to present any argument in its brief to support its proposed requirement that an OSP's name, instead of its billing agent's, must be listed on telephone bills. The Staff has failed to make any argument because it believes its proposals are not "controversial." Initial Brief of the Staff of the Public Service Commission of Missouri at 6. The Staff, however, clearly anticipates that certain of its proposed requirements will be challenged in the initial briefs of other parties, expressly noting that it expected that "differences of opinion" with respect to certain of its proposals would be raised in intial briefs. Id.

The Staff was clearly on notice that it proposal to require an OSP's name on LEC bills is "controversial". Staff witness VanEschen was subjected to considerable cross-examination on the

subject, Tr. at 384-93, and his testimony was directly contradicted by that of Mr. Ricca, who testified on behalf of Teleconnect (Tr. at 303-4), and Mr. Bailey, who testified on behalf of Southwestern Bell (Tr. at 591-93). Indeed, Mr. VanEschen testified that he recommends that this particular proposal be waived until LECs modify their billing systems to be able to accommodate the requirement. (Tr. at 393.) This caveat to the recommendation is not mentioned in Staff's brief.

Because the Staff has not included any argument in support of its proposed requirement or any attempt to refute Mr. Ricca's and Mr. Bailey's testimony that the requirement is unnecessary, OAN is unable to respond to the unarticulated concerns of the Staff. By choosing not to submit arguments to support its position in light of contradictory testimony in the record, the Staff has effectively denied OAN its ability to reply to its arguments. Should the Staff include any argument concerning the proposed requirement in its reply brief, OAN requests an opportunity to take a surreply in order to ensure a fair and even-handed briefing mechanism.

### III. CONCLUSION

Because the arguments raised by AOSI are unsupported by the record, and the Staff has not raised any arguments at all, the proposed requirement that an OSP's name must be listed on all

telephone bills, in lieu of its billing agent's name, should be rejected. Respectfully submitted, Andrew D. Lipman Jean L. Kiddoo SWIDLER & BERLIN, Chtd. 3000 K St., N.W. Washington, D.C. 20007-3841 (202) 944-4300 Willard C. Reine Harvey M. Berg 314 E. High General Manager Jefferson City, MO 65101 Operator Assistance Network (314) 634-3355 7755 Haskell Avenue Van Nuys, California 91406 (818) 768-4626 Counsel for Operator Assistance Network Dated: November 30, 1988 - 6 -

## CERTIFICATE OF SERVICE

I hereby certify that on December 30, 1988, copies of the Reply Brief of Operator Assistance Network have been sent by first-class, postage-prepaid mail to the following:

Jeffrey T. Smith
Patton, Boggs and Blow
2550 M Street, N.W.
Washington, D.C. 20037

Mark P. Johnson Spencer, Fane, Britt & Brown 1400 Commerce Bank Building 1000 Walnut Street Kansas City, MO 64106-2140

Richard S. Brownlee III Attorney at Law 235 East High Street P.O. Box 1069 Jefferson City, MO 65102

Andrew Kever
Attorney at Law
San Jacinto Center, Suite 1800
98 San Jacinto Blvd.
Austin, TX 78701

Phillip R. Newmark
Attorney at Law
7777 Bonhomme, Suite 1910
Clayton, MO 63105

Edward J. Cadieux
Regulatory Attorney
MCI Telecommunications
MCI Building
100 South Fourth Street
St. Louis, MO 63102

Leland B. Curtis and Carl J. Lumley Attorneys 130 South Bemiston Suite 200 Clayton, MO 63105 Brad E. Mutschelknaus James F. Bryan National Telephone Services 6100 Executive Boulevard Rockville, MD 20852

Michael T. Payne Thomas Horn Southwestern Bell Telephone 100 North Tucker, Room 618 St. Louis, MO 63101

Jeremiah D. Finnegan Attorney at Law 4049 Pennsylvania, Suite 300 Kansas City, MO 64111

Terry Troughton
Fidelity Telephone Company
64 North Clark
Sullivan, MO 63080

Joel W. Mixon, Network Manager Communications Cable-Laying Co., Inc., d/b/a Dial U.S.A. 1045 East Trafficway Springfield, MO 65802

W. R. England III, and Paul Boudreau Attorneys at Law P.O. Box 456 312 East Capitol Avenue Jefferson City, MO 65102

Mark P. Royer
Attorney-Southern Region
AT&T Communications
1100 Walnut, Room 2432
P.O. Box 419418
Kansas City, MO 64141-6418

David K. Knowles and J. Richard Smith United Telephone Co. of Missouri 5454 West 110th Street Overland Park, KS 66211

Elizabeth Davidson Kirk Organization 101 South Hanley, Suite 1250 St. Louis, MO 63105

Wayne Clark Missouri Telephone Company Eastern Missouri Tele. Co. P.O. Box 180 Bolivar, MO 65613

Harold Fisher Citizens Telephone Co. of Higginsville, MO P.O. Box 737 Higginsville, MO 64037

C. Brent Stewart Assistant General Counsel Staff of the Missouri Public Service Commission 301 West High Street, 5th Floor Jefferson City, MO 65102 P.O. Box 360 Jefferson City, MO 65102-0360

Jane Gisselquist 375 Westwood Drive Barrington, IL 60010 Vernon C. Maulson Associate General Counsel GTE North Inc. 1312 East Empire Street Bloomington, IL 61701

Howard Keister Contel of Missouri, Inc. P.O. Box 307 Wentzville, MO 63385

Harold A. Jones Mid-Missouri Telephone Co. P.O. Box 38 Pilot Grove, MO 65276

Ray Ford Northeast Missouri Rural Telephone Company 718 South West Street Green City, MO 63545

Joni K. Ott Mark D. Wheatley Office of the Public Counsel P.O. Box 7800

Latinya & Ruthy war