## William L. Voight

# TESTIMONY EXPERIENCE

Case No. TR-96-28	In the Matter of Southwestern Bell's tariff sheets designed to increase Local and Toll Operator Service Rates.
Case No. TT-96-268	In the Matter of Southwestern Bell Telephone Company's tariffs to revise PSC Mo. No. 26, Long Distance Message Telecommunications Services Tariff to introduce Designated Number Optional Calling Plan.
Case No. TA-97-313	In the Matter of the Application of the City of Springfield, Missouri, through the Board of Public Utilities, for a Certificate of Service Authority to Provide Nonswitched Local Exchange and Intrastate Interexchange Telecommunications Services to the Public within the State of Missouri and for Competitive Classification.
Case No. TA-97-342	In the Matter of the Application of Max-Tel Communications, Inc. for a Certificate of Service Authority to Provide Basic Local Telecommunications Service in Portions of the State of Missouri and to Classify Said Services and the Company as Competitive.
Case No. TA-96-345	In the Matter of the Application of TCG St. Louis for a Certificate of Public Convenience and Necessity to provide Basic Local Telecommunication Services in those portions of St. Louis LATA No. 520 served by Southwestern Bell Telephone Company.
Case No. TO-97-397	In the Matter of the Petition of Southwestern Bell Telephone Company for a Determination that it is Subject to Price Cap Regulation Under Section 392.245 RSMo. (1996).
Case No. TC-98-337	Staff of the Missouri Public Service Commission, Complainant, vs. Long Distance Services, Inc., Respondent.

- Case No. TO-99-227 Application of Southwestern Bell Telephone Company to Provide Notice of Intent to File an Application for Authorization to Provide In-Region InterLATA Services Originating in Missouri Pursuant to Section 271 of the Telecommunications Act of 1996.
- Case No. TA-99-298 In the Matter of the Application of ALLTEL Communications, Inc. for a Certificate of Service Authority to Provide Basic Local Telecommunications Service in Portions of the State of Missouri and to Classify Said Services and the Company as Competitive.
- Case No. TO-99-596 In the Matter of the Access Rates to be Charged by Competitive Local Exchange Telecommunications Companies in the State of Missouri.
- Case No. TO-99-483 In the Matter of an Investigation for the Purpose of Clarifying and Determining Certain Aspects Surrounding the Provisioning of Metropolitan Calling Area Service After the Passage and Implementation of the Telecommunications Act of 1996.
- Case No. TO-01-416 In the Matter of Petition of Fidelity Communications Services III, Inc. Requesting Arbitration of Interconnection Agreement Between Applicant and Southwestern Bell Telephone Company in the State of Missouri Pursuant to Section 252 (b)(1) of the Telecommunications Act of 1996.
- Case No. TO-01-467 In the Matter of the Investigation of the State of Competition in the Exchanges of Southwestern Bell Telephone Company.
- Case No. TT-02-129 In the Matter of AT&T Communications of the Southwest, Inc.'s Proposed Tariff to Establish a Monthly Instate Connection Fee and Surcharge.

### William L. Voight

## **Summary of Work Experience**

1974-1985

United Telephone Company. I began my telephone career on February 4, 1974 as a central office equipment installer with the North Electric Company of Gallion, Ohio. At that time, North Electric was the manufacturing company of the United Telephone System. My duties primarily included installation of all forms of central office equipment including power systems, trunking facilities, operator consoles, billing systems, Automatic Number Identification systems, various switching apparatuses such as line groups and group selectors, and stored program computer processors.

In 1976 I transferred from United's manufacturing company to one of United's local telephone company operations – the United Telephone Company of Indiana, Inc. I continued my career with United of Indiana until 1979, when I transferred to another United Telephone local operations company – the United Telephone Company of Missouri. From the period of 1976 until 1985, I was a central office technician with United and my primary duties included maintenance and repair of all forms of digital and electronic central office equipment, and programming of stored program computer processors. United Telephone Company is today known as Sprint Communications Corporation.

1985-1988

In 1985 I began employment with **Tel-Central Communications, Inc.**, which at that time was a Missouri-based interexchange telecommunications carrier with principal offices in Jefferson City, Missouri. As Tel-Central's Technical Services Supervisor, my primary duties included overall responsibility of network operations, service quality, and supervision of a technical staff. Tel-Central was eventually merged with and into what is today Worldcom.

In conjunction with Tel-Central, I co-founded **Capital City Telecom**, a small business, "non-regulated" interconnection company located in Jefferson City. As a partner and co-founder of Capital City Telecom, I planned and directed its early start-up operations, and was responsible for obtaining financing, product development, marketing, and service quality. Although Capital City Telecom continues in operations, I have since divested my interests in the company.

1988-1994

In 1988 I began employment with **Octel Communications Corporation**, a Silicon Valley-based manufacturer of Voice Information Processing Systems. My primary responsibilities included hardware and software systems integration with a large variety of Private Branch eXchange (PBX), and central office switching systems. Clients included a large variety of national and international Local Telephone Companies, Cellular Companies and Fortune 500 Companies. Octel Communications Corporation is today owned by Lucent Technologies.

1994-Present Missouri Public Service Commission

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Annual Report of		TAND DEDON'T

OMPETITIVE LOCAL EXCHANGE CARRIER ACCESS LINE REPORT

	COMPETITIVE LOCAL EXCHANGE CARRIER ACCESS LINE REPORT											
	Void	Residential Business Voice Grade Equivalent Lines Voice Grade Equivalent Lines						Public Access Lines				
Exchange	Pure Resale	UNE	UNE P	Full Facility Based	Pure Resale	UNE	UNE P	Full Facility Based	Public	Customer Owned Coin Telephone		
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MO		SOUTHWESTERN BELL	WYATT	Ν
МО	573-676	KINGDOM TELEPHONE CO.	MOKANE	N
МО	573-678	SOUTHWESTERN BELL	RICHWOODS	Ν
МО	573-680	AMERITECH CELLULAR SERVICES	JEFFERSNCY	Ν
МО	573-681	SPRINT/UNITED TELEPHONE CO. OF MISSOURI	JEFFERSNCY	Ν
МО	573-682	GTE NORTH INCORPORATED - MO	CENTRALIA	Ν
МО	573-683	SOUTHWESTERN BELL	CHARLESTON	Ν
МО	573-684	SOUTHWESTERN BELL	WELLSVILLE	Ν
МО	573-685	SPECTRA COMMUNICATIONS GROUP, LLC	SANTA FE	Ν
МО	573-686	SOUTHWESTERN BELL	POPLAR BLF	Ν
MO	573-687	GTE NORTH INCORPORATED - MO	STURGEON	Ν
МО	573-688	SOUTHWESTERN BELL	LILBOURN	Ν
MO	573-689	SPECTRA COMMUNICATIONS GROUP, LLC	BUNKER	Ν
МО	573-690	SWB MOBILE SYSTEMS	JEFFERSNCY	Ν
MO	573-691	UNITED STATES CELLULAR CORP MISSOURI	JEFFERSNCY	Ν
MO	573-692	TELECORP COMMUNICATIONS, INC.	LKOZKOSBCH	Ν
МО	573-693	TELECORP COMMUNICATIONS, INC.	LKOZKOSBCH	N
MO	573-694	SWB MOBILE SYSTEMS	JEFFERSNCY	Ν
МО	573-695	BPS TELEPHONE CO.	STEELE	Ν
МО		GTE NORTH INCORPORATED - MO	HALLSVILLE	Ν
MO	573-697	SPECTRA COMMUNICATIONS GROUP, LLC	BELLEVIEW	N
МО	573-698	GTE NORTH INCORPORATED - MO	ROCHEPORT	Ν
МО	573-699	GTE MIDWEST, INC MO (FORMERLY CONTEL)	SAFE	Ν
MO	573-700	•		Ν
МО	573-701	SOUTHWESTERN BELL	FARMINGTON	Ν
МО	573-708	AMERITECH CELLULAR SERVICES	FREDERCKTN	Ν
МО	573-711			Ν
MO	573-712	AT&T LOCAL	POPLAR BLF	N
МО	573-717	SOUTHWESTERN BELL	KENNETT	Ν
MO	573-718	AMERITECH CELLULAR SERVICES	POPLAR BLF	Ν
MO	573-720	SOUTHWESTERN BELL	BLYTHEVL	Ν
МО	573-721			Ν
MO	573-722	SOUTHWESTERN BELL	ADVANCE	Ν
МО	573-724	SWB MOBILE SYSTEMS	HAYTI	Ν
MO	573-727	SOUTHWESTERN BELL	POPLAR BLF	N
МО	573-728	SOUTHWESTERN BELL	ARGYLE	N
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## **REC'D** MAY 17 2001

### P.S.C. No. 1 **Local Service**

### Missouri State Discount Telephone

Original Sheet No. 46

- 3.3.2. Company is obligated to supply the E-911 service provider in Company's service area with accurate information necessary to update the E-911 database at the time Company submits customer orders to the local exchange telecommunications company whose service is being resold pursuant to these tariffs.
- 3.3.3. Company will collect 911 surcharges and remit all surcharge revenue to the appropriate governmental entity pursuant to RSMo. 190.310.
- 3.3.4. At the time Company provides basic local service to a Customer by means of Company's own cable pair, or over any other exclusively owned facility, Company will be obligated to make the necessary equipment or facility additions in the E-911 service provider's equipment in order to accurately and properly update the database for E-911.
- 3.3.5. Company will be obligated to provide facilities to route calls from the end users to the proper PSAP. The Company recognizes the authority of the E-911 customer to establish service specifications and grant final approval or denial of service configurations offered by the Company.

### 4. Rates

(

4.1 The following schedule contains the Company's charges for service:

One Time Activation Charge (pe	er line)	\$30.00

Monthly Recurring Charges:

Local Service:	\$50.00
Optional Features:	
Call Waiting:	\$5.00
Call Forwarding:	\$5.00
Unpublished Number:	\$5.00
Call Return:	\$5.00
Caller ID:	\$5.00
Three-way Calling:	\$5.00

Non-Recurring Charges:

Each telephone number change: \$15.00

Effective Date: July 2, 2001 Date of Issue: May 17, 2001

> Harry Thielepape President Missouri State Discount Telephone 804 Elkins Lake Huntsville, TX 77340

Missouri Public Service Commission 01-334

### P.S.C. No. 1 Local Service

**RECD MAY 17 2001** 

### Missouri State Discount Telephone

Original Sheet No. 47

Each subsequent service order change:	\$24.00
Each service restoration/reconnection:	\$40.00
Each transfer of service to new address:	. \$50.00

The charges listed above do not include applicable taxes and surcharges, including 911, Relay-Missouri surcharges, and any Missouri Universal Service surcharges.

### 4.2 Return Check Charge

The Customer will be charged \$15.00 whenever a check or draft presented for payment of Service is dishonored by the institution upon which it is drawn.

### 4.3 Late Fees

All past due invoices will incur a monthly finance charge on the unpaid balance at a rate equal to the statutory maximum of one and one-half percent (1.5%).

### 4.4 Promotional Offerings

Company may, upon commission approval, offer customers specific rate incentives during specified promotional periods. Company will provide written notice to the Commission at least seven (7) days prior to the commencement of a promotional program specifying the terms of the promotion, the specific service offered, the location, and the beginning and ending dates of the promotional period.

Date of Issue: May 17, 2001

Effective Date: July 2, 2001

Harry Thielepape
President
Missouri State Discount Telephone
804 Elkins Lake
Huntsville, TX 77340

Missouri Public Service Commission FILED JUL 02 2001

### STATE OF MISSOURI PUBLIC SERVICE COMMISSION

At a Session of the Public Service Commission held at its office in Jefferson City on the 10th day of December, 1998.

In the Matter of AT&T Communications of the )
Southwest, Inc., Tariff Filing Proposing ) Case No. TT-99-237
Direct Inward Dial for Digital Link Service. ) Tariff No. 9900352

## ORDER DENYING MOTION TO SUSPEND TARIFF

AT&T Communications of the Southwest, Inc. (AT&T) filed tariff sheets on October 30, 1998, (tariff file No. 9900352) proposing to introduce Direct Inward Dial (DID) and Main Listed Number service for AT&T Digital Link Service. The tariff sheets bore an effective date of November 30, which was later extended by AT&T to December 7, and further extended on November 24 to December 14.

The Staff of the Commission (Staff) filed its Motion to Suspend Tariff Filing on November 24. In its Motion to Suspend Tariff Filing, Staff recommended the Commission suspend AT&T's tariff filing proposing Direct Inward Dial for Digital Link Service (tariff file No. specifically requested Staff additional time for consideration and analysis of AT&T's proposal to determine how it differs from basic local service without meeting requirements for basic local telecommunications services authorized for other local exchange companies (LECs). Staff stated in its motion that currently Digital Link Service is a facilities-based, local exchange service for business customers which permits outward local calling capabilities from a customer's premises utilizing Direct Outward Dialing (DOD) over dedicated digital facilities or an external local exchange company (LEC) provided Centrex service. Digital Link Service is a one-way, outbound service, and therefore, it cannot be a "basic" local telecommunications service. Staff stated that the current proposal contained in tariff file No. 9900352 proposes to add the ID capabilities to the Digital Link Service therefore providing AT&T a two-way switched voice service within a local calling scope. Staff stated that it was concerned that AT&T's proposal would not allow its end users the ability to obtain emergency telephone service (E-911), where available. There is no obligation to provide access to local emergency services from a telecommunications service considered to be a nonbasic local telecommunications service.

Staff further stated that it was concerned that AT&T's proposal would not conform to these and other standards previously established by the Commission or other LECs who offer two-way switched voice service within a local calling scope. Staff provided, by way of example, that AT&T's proposal does not list the exchanges of the incumbent in which AT&T seeks to provide Digital Link Service nor does AT&T's proposed tariff sheets acknowledge the exchange boundaries of any incumbent LEC. Staff stated that it was concerned that AT&T's proposal might not conform to the Commission's Report and Order Approving the Stipulation and Agreement and Granting a Certificate to AT&T in Case No. TA-96-322.

On December 4, AT&T filed its response to Staff's motion to suspend. AT&T stated in its response that the proposed tariff would

add Direct Inward Dial and Main Listed Number services to AT&T's existing Digital Link Service. AT&T stated that the existing Digital Link Service is a nonbasic local exchange service for business customers which permits outward local calling capability from a customer's premises utilizing DOD over dedicated facilities. AT&T stated that the addition of DID to the current Digital Link Service offering provides inward calling service from the telecommunications network to the customer's premise. Under the proposed tariff, AT&T stated that DID service will be offered in conjunction with DOD. AT&T stated further that DID and DOD are companion services to AT&T's long distance CustomNet Services and will provide certain business customers the ability to complete two-way switched voice calls within a local calling area.

basic local service offering contrary to Staff's contentions. AT&T stated that it intended to continue marketing Digital Link Service as a "nonbasic telecommunications service." In addition, AT&T stated that Digital Link Service is not intended to completely replace a business customer's existing basic local services. The service is intended to provide customers who utilize PBX equipment, with the requisite capabilities, a competitive option for originating and terminating calls within a local calling scope. AT&T stated that its target market for this product is medium to large businesses that tend to be sophisticated customers who understand the network and services available to them in an emerging competitive environment. Further, AT&T stated that customers in this category do not direct all of their

business to a single vendor but instead make and implement economic and vendor preference decisions. AT&T stated that the existing Digital Link tariff (DOD) requires customers to retain basic local service from an incumbent LEC or a competitive LEC as a condition of purchasing Digital Link Service.

The Commission has reviewed its case file, including the Staff's Motion to Suspend Tariff Filing and AT&T's response. The Commission finds that the tariff sheets proposed are reasonable and should not be suspended.

### IT IS THEREFORE ORDERED:

- 1. That the Motion to Suspend Tariff Filing filed by the Staff of the Commission on November 24, 1998 is denied.
- 2. That Tariff No. 9900352, submitted in File No. TT-99-237, by AT&T Communications of the Southwest, Inc. on October 30, 1998 shall be permitted to go into effect by operation of law on December 14, 1998.
  - 3. That this order shall become effective December 22, 1998.
  - 4. That this case may be closed December 23, 1998.

BY THE COMMISSION

Hale Hardy Roberts

Secretary/Chief Regulatory Law Judge

(SEAL)

Lumpe, Ch., Crumpton, Murray, Schemenauer, and Drainer, CC., concur

Register, Regulatory Law Judge

# Title 4—DEPARTMENT OF ECONOMIC DEVELOPMENT

Division 240—Public Service Commission Chapter 31—Missouri Universal Service Fund

### 4 CSR 240-31.010 Definitions

PURPOSE: This rule defines terms used in the rules comprising Chapter 31.

- (1) Commission—The Missouri Public Service Commission.
- (2) Cost—Cost of a telecommunications company as determined by the commission.
- (3) Disabled customer—Any customer who requests or receives residential essential local telecommunications service and who meets the definition of disabled set out in section 660.100.2, RSMo 1994.
- (4) Economically disadvantaged customer see low-income customer.
- (5) Essential local telecommunications services—Two (2)-way switched voice residential service within a local calling scope as determined by the commission, comprised of the following services and their recurring charges:
- (A) Single line residential service, including Touch-Tone dialing, and any applicable mileage or zone charges;
- (B) Access to local emergency services including, but not limited to, 911 service established by local authorities;
  - (C) Access to basic local operator services;
- (D) Access to basic local directory assistance;
  - (E) Standard intercept service;
- (F) Equal access to interexchange carriers consistent with rules and regulations of the Federal Communications Commission (FCC);
- (G) One (1) standard white pages directory listing; and
- (H) Toll blocking or toll control for qualifying low-income customers.
- (6) Fund Administrator—The agency, individual, firm, partnership, or corporation selected by the Missouri Universal Service Board to act as the independent neutral administrator of the Missouri Universal Service Fund.
- (7) Local calling scope—The geographic area determined by a local exchange telecommunications company's tariffs filed with and approved by the commission, within which telecommunications service is furnished under a non-optional, flat, monthly rate. A

local calling scope may include one (1) or more exchange service areas.

- (8) Low-income customer—Any customer who requests or receives residential essential local telecommunications service and who has been certified by the Department of Social Services as economically disadvantaged by participation in Medicaid, food stamps, Supplementary Security Income (SSI), federal public housing assistance or Section 8, or Low Income Home Energy Assistance Program (LIHEAP).
- (9) Missouri Universal Service Board (board)—The board established by section 392.248.1, RSMo Supp. 1997 and comprised of members of the commission and the Public Counsel, which shall supervise the management of the MoUSF.
- (10) Missouri Universal Service Fund (MoUSF or Fund)—The universal service fund established by section 392.248, RSMo Supp. 1997 to be used:
- (A) To ensure the provision of reasonably comparable essential local telecommunications service, as defined in this rule, throughout the state including high cost areas, at just, reasonable, and affordable rates;
- (B) To assist low-income customers and disabled customers in obtaining affordable essential telecommunications services;
- (C) To pay the reasonable, audited costs of administering the MoUSF; and
- (D) To permit eligible incumbent local exchange companies to recover the reasonably projected changes in revenues from reductions in Federal Universal Service Fund (USF) payments caused by changes to the Federal USF program announced by the FCC no later than December 31, 1997, as determined by the commission.
- (11) Toll blocking—"Toll blocking" is a service provided by carriers that lets customers elect not to allow the completion of outgoing toll calls from their telecommunications channel.
- (12) Toll control—"Toll control" is a service provided by carriers that allows customers to specify a certain amount of toll usage that may be incurred on their telecommunications channel per month or per billing cycle.

AUTHORITY: sections 392.200.2 and 392.248, RSMo Supp. 1997 and 392.470.1, RSMo 1994.\* Original rule filed Aug. 15, 1997, effective April 30, 1998.

\*Original authority: 392.200, RSMo 1939, amended 1987, 1988, 1996; 392.248, RSMo 1996; and 392.470.1, RSMo 1987.

# 4 CSR 240-31.020 Organization and Meetings of the Board

PURPOSE: This rule establishes the organization and meetings of the board and other related responsibilities.

- (1) Within thirty (30) days after the effective date of this rule, the board shall convene its initial organizational meeting, at which time it shall elect a chairperson, a secretary, and such other officers as the board deems appropriate.
- (A) The chairperson shall preside over the initial, the regular and any special meetings of the board unless otherwise provided by a majority of the board.
- (B) The secretary shall be responsible for recording the minutes of the meetings of the board, which minutes shall be open records in accordance with Chapter 610, RSMo Supp. 1997.
- (C) Other officers of the board shall have those responsibilities as are delegated to them by the board.
- (2) The principal office of the board is located at the offices of the Missouri Public Commission in Jefferson City, Missouri.
- (3) The initial, regular, and any special meetings of the board shall be held in the agenda room of the commission unless otherwise posted. All meetings of the board shall be open to the public in accordance with Chapter 610, RSMo Supp. 1997. The time of each meeting and the matters to be discussed will be posted at the commission offices and will also be available to the public by accessing the commission's home page on the Internet.
- (4) A simply majority of the board will constitute a quorum for the transaction of business, the performance of any duty, or the exercise of any power by the board.
- (5) At the initial meeting of the board, or no later than thirty (30) days thereafter, the board will develop, and submit to the commission for its approval, a plan of operation for the Missouri Universal Service Fund (MoUSF) in accordance with section 392.248.8, RSMo Supp. 1997.
- (6) The board shall adopt procedures, which will include a competitive bid process, to retain an independent neutral Fund Administrator who will be responsible for the day-to-day operations of the MoUSF. These procedures shall provide, among other things, for the periodic review of the Fund Administrator and the opportunity for selection of an

# BEFORE THE PUBLIC SERVICE COMMISSION

## OF THE STATE OF MISSOURI

In the Matter of the Application of Missouri	)	
State Discount Telephone (M-SDT) for a	)	
Certificate of Service Authority to Provide	)	
Basic Local Telecommunications Service and	)	Case No. TA-2001-334
Long Distance Service in the State of	)	
Missouri and to Classify Said Services and	)	
Missouri State Discount Telephone as	)	
Competitive	)	

# ORDER GRANTING CERTIFICATE TO PROVIDE BASIC LOCAL EXCHANGE AND INTEREXCHANGE TELECOMMUNICATIONS SERVICE

### Procedural History

Missouri State Discount Telephone (M-SDT) applied to the Public Service Commission on November 29, 2000, for a certificate of service authority to provide basic local exchange and interexchange telecommunications services in Missouri under Sections 392.410 - .450, RSMo 2000. M-SDT supplemented its Application on December 18. M-SDT asked the Commission to classify it as a competitive company and to waive certain statutes and rules as authorized by Sections 392.361 and 392.420. M-SDT is a sole proprietorship owned by Mr. Harry L. Thielepape, Jr., with principal offices located at 804 Elkins Lake, Huntsville, Texas 77340.

The Commission issued a notice and schedule of applicants on December 5. That notice directed that interested parties wishing to intervene with regard to M-SDT's application to provide interexchange service should do so by December 20. The same notice directed that parties wishing to intervene with regard to M-SDT's application to provide basic



 $<sup>^{1}</sup>$  All statutory references are to Revised Statutes of Missouri 2000 unless otherwise indicated.

local service should do so by January 4, 2001. On December 20, the Missouri Independent Telephone Company Group (MITG)<sup>2</sup> filed an application to intervene. The Small Telephone Company Group (STCG)<sup>3</sup> filed an application to intervene on December 22. Both Applications to Intervene were granted on January 5, 2001. On February 28, the parties filed a Unanimous Stipulation and Agreement (Agreement), which is included with this order as Attachment 1. The Staff of the Commission filed Suggestions in Support of the Unanimous Stipulation and Agreement on March 9.

In the Agreement, the parties waive their rights to present testimony, cross-examine witnesses, present oral argument or briefs, and to seek rehearing or judicial review. The requirement for a hearing is met when the opportunity for hearing has been provided and no proper party has requested the opportunity to present evidence. Since no one has requested a hearing in this case, the Commission may grant the relief requested based on M-SDT's application and the Agreement.

### Discussion

M-SDT seeks certification to provide basic local exchange telecommunications service throughout Missouri, including exchanges served

The MITG includes the following members: Alma Telephone Company; Chariton Valley Telephone Corporation; Choctaw Telephone Company; Mid-Missouri Telephone Company; Modern Telecommunications, Inc.; MoKan Dial Inc.; and Northeast Missouri Rural Telephone Company.

The STCG includes the following members: BPS Telephone Company; Cass County Telephone Company; Citizens Telephone Company of Higginsville, Missouri, Inc.; Craw-Kan Telephone Cooperative, Inc.; Ellington Telephone Company; Farber Telephone Company; Goodman Telephone Company, Inc.; Granby Telephone Company; Grand River Mutual Telephone Corporation; Green Hills Telephone Corporation; Holway Telephone Company; Kingdom Telephone Company; KLM Telephone Company; Lathrop Telephone Company; Le-Ru Telephone Company; McDonald County Telephone Company; Mark Twain Rural Telephone Company; Miller Telephone Company; New Florence Telephone Company; New London Telephone Company; Orchard Farm Telephone Company; Oregon Farmers Mutual Telephone Company; Ozark Telephone Company; Peace Valley Telephone Company; Rock Port Telephone Company; Seneca Telephone Company; Spectra Communications Group, LLC; Steelville Telephone Exchange, Inc.; and Stoutland Telephone Company.

<sup>&</sup>lt;sup>4</sup> State ex rel. Rex Deffenderfer Enterprises, Inc. v. Public Service Commission, 776 S.W.2d 494, 496 (Mo. App. 1989)

by both large and small incumbent local exchange carriers. M-SDT also seeks certification to provide interexchange telecommunications service. M-SDT is requesting that its basic local and interexchange services be classified as competitive and that the application of certain statutes and regulations be waived.

## A. Requirements of 4 CSR 240-2.060(6)(C)

Commission Rule 4 CSR 240-2.060(6)(C) requires an applicant for certification to include in its application a proposed tariff with a 45-day effective date. M-SDT requested a temporary waiver of 4 CSR 240-2.060(6)(C) until it has entered into an interconnection agreement with an underlying local exchange carrier and that agreement has been approved by the Commission. M-SDT agreed to file its initial tariffs within 30 days after it is party to an approved interconnection agreement. The Agreement provides that M-SDT will give written notice of the tariff filing to all the parties to allow them the opportunity to participate in the tariff approval process. When filing its initial basic local tariff, M-SDT has agreed to provide a written disclosure of all resale or interconnection agreements that affect its Missouri service areas; all portions of its Missouri service areas for which it does not have a resale or interconnection agreement with the ILEC; and an explanation of why such a resale or interconnection agreement is unnecessary for such areas.

The Commission has found that holding open the certificate case until a tariff is filed may result in the case being left open without activity for an extended period. Therefore, this case will be closed and, when M-SDT files the required tariff, it will be assigned a new case number. M-SDT will be directed to provide the notice and disclosures required by the Agreement when it files its proposed tariff.

### B. Basic Local Service Certification

Section 392.455 sets out the requirements for granting certificates to provide basic local telecommunications service to new entrants. A new entrant must: (1) possess sufficient technical, financial and managerial resources and abilities to provide basic telecommunications service; (2) demonstrate that the services it proposes to offer satisfy the minimum standards established by the Commission; (3) set forth the geographic area in which it proposes to offer service and demonstrate that such area follows exchange boundaries of the ILEC and is no smaller than an exchange; and (4) offer basic local telecommunications service as a separate and distinct service. In addition, the Commission must give due consideration to equitable access for all Missourians to affordable telecommunications services, regardless of where they live or their income.

In the Agreement, the parties agree that there is sufficient evidence from which the Commission can find and conclude that:

- a. M-SDT possesses sufficient technical, financial and managerial resources and abilities to provide basic local telecommunications service and local exchange telecommunications service, including exchange access service and interexchange service;
- b. M-SDT proposes and agrees to offer basic local services that satisfy the minimum standards established by the Commission;
- c. M-SDT has sufficiently identified the geographic area in which it proposes to offer basic local telecommunications service and such area follows exchange boundaries of the ILECs in the same area, and such area is no smaller than an exchange;
  - d. M-SDT will offer basic local telecommunications service as a separate and distinct service;

- e. M-SDT has agreed to provide equitable access to affordable basic local telecommunications services, as determined by the Commission, for all Missourians within the geographic area in which M-SDT will offer basic local services, regardless of where they live or their income;
- f. In areas served by small LECs, M-SDT will offer telecommunications services that the Commission has determined are essential for purposes of qualifying for state universal service fund support found in 4 CSR 240-31.010(5)<sup>5</sup> and will advertise the availability of such essential services and the charges therefor using media of general distribution in compliance with Section 392.451, RSMo; and
- g. M-SDT has sought authority that will serve the public interest.

### C. Competitive Classification

Section 392.361.2 provides that the Commission may classify a telecommunications provider as a competitive company if the Commission determines that the provider is subject to sufficient competition to justify a lesser degree of regulation. In making that determination, the Commission may consider such factors as market share, financial resources

<sup>4</sup> CSR 240-31.010(5) defines essential telecommunications services as follows: Essential local telecommunications services - Two (2)-way switched voice residential service within a local calling scope as determined by the commission, comprised of the following services and their recurring charges:

<sup>(</sup>A) Single line residential service, including Touch-Tone dialing, and any applicable mileage or zone charges;

<sup>(</sup>B) Access to local emergency services including, but not limited to, 911 service established by local authorities;

<sup>(</sup>C) Access to basic local operator services;

<sup>(</sup>D) Access to basic local directory assistance;

<sup>(</sup>E) Standard intercept service;

<sup>(</sup>F) Equal access to interexchange carriers consistent with rules and regulations of the Federal Communications Commission (FCC);

<sup>(</sup>G) One (1) standard white pages directory listing; and

<sup>(</sup>H) Toll blocking or toll control for qualifying low-income customers.

and name recognition, among others.<sup>6</sup> Section 392.361.3 provides that the Commission may classify a telecommunications company as a competitive telecommunications company only upon a finding that all telecommunications services offered by such company are competitive telecommunications services. The Commission has found that whether a service is competitive is a subject for case-by-case examination and that different criteria may be given greater weight depending upon the service being considered.<sup>7</sup>

The parties have agreed that M-SDT should be classified as a competitive telecommunications company. The parties further agree that M-SDT's switched exchange access services may be classified as a competitive service, conditioned upon certain limitations on M-SDT's ability to charge for its access services. The agreed upon limitations are that, unless otherwise ordered by the Commission, M-SDT's originating and terminating access rates will be capped at the levels authorized by the Commission in In the Matter of Access Rates to be Charged by Competitive Local Exchange Telephone Companies in the State of Missouri, Case No. TO-99-596. Accordingly, the parties acknowledge and agree that M-SDT may submit tariffs providing for originating and terminating exchange access rates equal to or less than those of the directly competing ILEC in each exchange in which M-SDT is authorized to provide basic local telecommunications services. Additionally, M-SDT agrees that if the directly competing ILEC, in whose service area M-SDT is operating, decreases its originating or terminating access service rates, M-SDT shall file an appropriate tariff amendment to reduce its originating or terminating access rates in order to

In the Matter of the Investigation for the Purpose of Determining the Classification of the Services Provided by Interexchange Telecommunications Companies Within the State of Missouri, 30 Mo. P.S.C. (N.S.) 16 (1989); In the Matter of Southwestern Bell Telephone Company's Application for Classification of Certain Services as Transitionally Competitive, 1 Mo. P.S.C. 3d 479, 484 (1992).

<sup>&#</sup>x27; Id. at 487.

maintain the cap. The parties further agree that the grant of service authority and competitive classification to M-SDT should be expressly conditioned on the continued applicability of Section 392.200, and on the requirement that any increases in switched access services rates above the maximum switched access service rates set forth in the agreement shall be made pursuant to Sections 392.220 and 392.230, and not Sections 392.500 and 392.510.

The parties agree that waiver of the following statutes is appropriate with regard to M-SDT's basic local service offerings: Sections 392.210.2; 392.240.1; 392.270; 392.280; 392.290; 392.300.2; 392.310; 392.320; 392.330; and 392.340. The parties also agree that application of these Commission rules should be waived with regard to M-SDT's basic local service offerings: 4 CSR 240-10.020; 4 CSR 240-30.010(2)(C); 4 CSR 240-30.040; 4 CSR 240-32.030(4)(C); 4 CSR 240-33.030; and 4 CSR 240-35.

The parties agree that waiver of the following statutes is appropriate with regard to M-SDT's interexchange and non-switched service offerings: Sections 392.210.2; 392.240(1); 392.270; 392.280; 392.290; 392.300.2; 392.310; 392.320; 392.330; and 392.340. The parties also agree that application of these Commission rules should be waived with regard to M-SDT's interexchange and non-switched service offerings: 4 CSR 240-10.020; 4 CSR 240-30.010(2)(C); 4 CSR 240-30.040; 4 CSR 240-33.030; and 4 CSR 240-35.

## **Findings of Fact**

The Public Service Commission, having considered all of the competent and substantial evidence upon the whole record, makes the following findings of fact:

- A. The Commission finds that competition in the basic local exchange telecommunications market is in the public interest.
- B. The Commission finds that M-SDT has met the requirements of 4 CSR 240-2.060 for applicants for certificates of service authority to provide telecommunications services with the exception of the filing of a tariff with a 45-day effective date.
- C. The Commission finds that M-SDT has demonstrated good cause to support a temporary waiver of the tariff filing requirement and the waiver shall be granted.
- D. The Commission finds that M-SDT meets the statutory requirements for provision of basic local telecommunications services and has agreed to abide by those requirements in the future. The Commission determines that granting M-SDT a certificate of service authority to provide basic local exchange telecommunications services is in the public interest. M-SDT's certificate shall become effective when its tariff becomes effective.
- E. The Commission finds that M-SDT is a competitive company and should be granted waiver of the statutes and rules set out in the ordered paragraph below.
- F. The Commission finds that M-SDT's certification and competitive status should be expressly conditioned upon the continued applicability of Section 392.200, and on the requirement that any increases in switched access services rates above the maximum switched access service rates set forth in the agreement shall be made pursuant to Sections 392.220 and 392.230, rather than Sections 392.500 and 392.510.

### **Conclusions of Law**

The Public Service Commission has reached the following conclusions of law:

The Commission has the authority to grant certificates of service authority to provide telecommunications service within the state of Missouri. M-SDT has requested certification under Sections 392.410 - .450, which permit the Commission to grant a certificate of service authority where it is in the public interest. Sections 392.361 and .420 authorize the Commission to modify or suspend the application of its rules and certain statutory provisions for companies classified as competitive or transitionally competitive.

The federal Telecommunications Act of 1996 and Section 392.455 were designed to institute competition in the basic local exchange and interexchange telecommunications markets in order to benefit all telecommunications consumers. See Section 392.185.

The Commission has the legal authority to accept a Stipulation and Agreement as offered by the parties as a resolution of the issues raised in this case, pursuant to Section 536.060. Based upon the Commission's review of the applicable law, the Agreement of the parties, and upon its findings of fact, the Commission concludes that the Agreement should be approved.

### IT IS THEREFORE ORDERED:

- 1. That the Stipulation and Agreement of the parties, filed on February 28, 2001, is approved.
- 2. That Missouri State Discount Telephone is granted a certificate of service authority to provide basic local telecommunications services in the state of Missouri, subject to the conditions of certification set out above and to all applicable statutes and Commission rules except as specified in this order. The certificate of service

authority shall become effective when the company's tariff becomes effective.

- 3. That Missouri State Discount Telephone is granted a certificate of service authority to provide intrastate interexchange telecommunications services in the state of Missouri, subject to all applicable statutes and Commission rules except as specified in this order.
- 4. That Missouri State Discount Telephone is classified as a competitive telecommunications company. Application of the following statutes and rules shall be waived with regard to Missouri State Discount Telephone's basic local service offerings:

### <u>Statutes</u>

```
392.210.2 - uniform system of accounts
392.240(1) - rates-rentals-service & physical
            connections
392.270
          - valuation of property (ratemaking)
392.280
          - depreciation accounts
392.290
          - issuance of securities
392.300.2 - acquisition of stock
392.310 - stock and debt issuance
392.320
          - stock dividend payment
392.330
          - issuance of securities, debts and notes
392.340 - reorganization(s)
```

### Commission Rules

```
4 CSR 240-10.020 - depreciation fund income
4 CSR 240-30.010(2)(C) - posting of tariffs
4 CSR 240-30.040 - uniform system of accounts
4 CSR 240-32.030(4)(C) - exchange boundary maps
4 CSR 240-33.030 - minimum charges
4 CSR 240-35 - reporting of bypass and customer-specific arrangements
```

5. That application of the following statutes and rules shall be waived with regard to Missouri State Discount Telephone's interexchange and non-switched service offerings:

### Statutes

```
392.210.2 - uniform system of accounts
392.240.1 - rates-rentals-service & physical connections
392.270 - valuation of property (ratemaking)
392.280 - depreciation accounts
```

392.290 - issuance of securities
392.300.2 - acquisition of stock
392.310 - stock and debt issuance
392.320 - stock dividend payment
392.330 - issuance of securities, debts and notes
392.340 - reorganization(s)

### Commission Rules

4 CSR 240-10.020 - depreciation fund income
4 CSR 240-30.010(2)(C) - posting of tariffs
4 CSR 240-30.040 - uniform system of accounts
4 CSR 240-33.030 - minimum charges
4 CSR 240-35 - reporting of bypass and customer-specific arrangements

That the service authority and service classification for switched exchange access granted herein is expressly conditioned on the continued applicability of Section 392.200, and on the requirement that any increases in switched access service rates above the maximum switched access service rates set forth in the Unanimous Stipulation and Agreement shall be made pursuant to Sections 392.220 and 392.230, and not Sections 392.500 and 392.510. If the directly competing ILEC, in whose service area Missouri State Discount Telephone is operating, decreases its originating or terminating access service rates, Missouri State Discount Telephone shall file an appropriate tariff amendment to reduce its originating or terminating access rates in the directly competing ILEC's service area within thirty days of the directly competing ILEC's reduction of its originating or terminating access rates in order to maintain the cap. Missouri State Discount Telephone is not required to file a tariff amendment if it has concurred in the directly competing ILEC's access tariff or its existing originating or terminating access rates are not higher than the directly competing ILEC's originating or terminating access rates following the ILEC's reduction of rates.

7. That the request for waiver of 4 CSR 240-2.060(6)(C), which requires the filing of a 45-day tariff, is granted.

- 8. That Missouri State Discount Telephone shall file tariff sheets with a minimum 45-day effective date reflecting the rates, rules, regulations and the services it will offer within 30 days after the effective date of a Commission order approving a resale or interconnection agreement that will allow it to provide services. The tariff shall include a listing of the statutes and Commission rules waived above.
- 9. That Missouri State Discount Telephone shall give notice of the filing of the tariffs described above to all parties or participants in this case. In addition, Missouri State Discount telephone shall file a written disclosure of all resale or interconnection agreements that affect its Missouri service areas, all portions of Missouri service areas for which it does not have a resale or interconnection agreement, and an explanation of why no resale or interconnection agreement is necessary for those areas.
- 10. That the service authority and service classification granted in this order are subject to the requirements of Section 392.200, RSMo 2000 and are conditional and shall not be exercised until such time as tariffs for services have become effective.
  - 11. That this order shall become effective on March 26, 2001.
  - 12. That this case may be closed on March 27, 2001.

BY THE COMMISSION

HAK HARD Roberts

(SEAL)

Dale Hardy Roberts
Secretary/Chief Regulatory Law Judge

Morris L. Woodruff, Senior Regulatory Law Judge, by delegation of authority pursuant to Section 386.240, RSMo 2000.

Dated at Jefferson City, Missouri, on this 16th day of March, 2001.

### LAW OFFICES

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OF COUNSEL RICHARD T. CIOTTONE

March 13, 2002

Secretary
Missouri Public Service Commission
P. O. Box 360
Jefferson City, Missouri 65102

Re: BPS Telephone Company - Election of Price Cap Regulation

Dear Mr. Roberts:

Section 392.245 RSMo 2000 sets forth a framework for the regulation of incumbent local exchange carriers pursuant to a "price cap" form of regulation. Subsection 2 of that statute provides, among other things, that

"(a) small incumbent local exchange telecommunications company may elect to be regulated under this section upon providing written notice to the Commission if an alternative local exchange telecommunications company has been certified to provide basic local telecommunications service and is providing such service in any part of the small incumbent company's service area, and the incumbent company shall remain subject to regulation under this section after such election."

Please be advised that BPS Telephone Company hereby elects to be regulated under this price cap form of regulation, as provided in Section 392.245 RSMo 2000. BPS states that it qualifies for such election inasmuch as 1) it is a small incumbent local exchange company (serving approximately 3900 access lines); 2) an alternative local telecommunications company (i.e., Missouri State Discount Telephone Company) has been certified to provide basic local telecommunications service (MoPSC Case No. TA-2001-334, Order Granting Certificate to Provide Basic Local Exchange and Interexchange Telecommunications Service, issued March 16, 2001); and 3) such alternative local exchange company is providing service in BPS's service area.

Would you please see that this election is brought to the attention of the appropriate Commission personnel. If there are any questions regarding this matter, would you please direct them to me at the above number. Thank you in advance for your attention to and cooperation in this matter.

Sincerely,

W.R. England UF

WRE/da

cc:

Office of Public Counsel

Mr. W. F. Provance

### SWITCHED ACCESS RATE COMPARISON of INCUMBENT LOCAL EXCHANGE CARRIERS (ILECS) Sorted by Total IntraLATA Rates\* All figures in USA Dollars IntraLATA Carrier Common Line (CCL) Local Line FGC&D .cot (2 x) ∴ TOTALS LS2+L1+ Rate Telephone Company INTERLATA INTRALATA Switching Termn. Local Inter-Intra-Grigmate: Terminate: Orig.(P) Orig.(d) Term.(P) Term.(d) **LT** LS2 Transport Transport LATA LATA\* Order 0.1296 0.0720 0.1296 0.0118 0.0149 0.0189 0.0912 0.2927 0.2927 I Northeast Missouri Rural Telephone 0.0720 2 Ellington Telephone 0.0380 0.0652 0.0610 0.0369 0.1045 0.0632 0.2112 0.0118 0.0149 0.0273 0.1080 0.27350.1052 0.0530 0.1052 0.2598 0.0530 0.0118 0.0149 0.0241 0.1016 0.2598 3 Peace Valley Telephone Steelville Telephone 0.0197 0.1152 0.0197 0.11525 0.0369 0.0140 :0:1018: 0:2367 -0.2367Mid-Missouri Telephone 0.0708 0.0958 0.0407 0.0697 8110.0 0.0149 0.0281 0.1096 0.2762 0.2200 0.08200.0445 0.0205 0.2210 6 Citizens Telephone 0.04450.0757 0.0268 0.0946 0.2148Grand River Mutual Telephone 0.0682 0.11700.0418 0.0717 0.0110 0.0118 0.0149 0.0221 0.0976 0.2828 0.2111 8 Holway Telephone 0.0425 0.08200.0425 0.0820 0.0118 0.0149 0.0153 0.0840 0.2085 0.2085 0.0745 9 KLM Telephone 0.0446 0.07450.0446 0.0118 0.0149 0.0155 0.0844 0.2035 0.2035 0.0208 0.0357 0.0393 0.0675 0.0429 0.0149 0.0192 0.0918 ·0.1483 10 New Florence Telephone 0.0250 0.0118 0.1986 0.04010.0678 0.0401 0.0678 0.0228 11 Sprint Missouri 0:0225 .0.0906 0.1985 0.1985 12 Century Tel 0.0299 0.0714 0.02990.0714 0.02823 :0.0049 0:0133 0.0927 0.1940 0.194012 BPS Telephone 0.0299 0.0714 0.0299 0.0714 0.0282 0.0049 0.0133 0.0927 0.1940 0.1940 0.0299 0.0714 0.0299 0.0714 0.0282 0.0049 0.0133 0.0927 12 Cass County Telephone 0.1940 0.1940 12 Modern Telecommunications 0.0299 0.0714 0.0299 0.0714 0.0282 0.0049 0.0133 0.0927 0.1940 0.1940 313 Miller Telephone 0.0986 0.1690 0.0400 0.0017 0.0686 0.0029 0.0118 0.0149 0.0124 0.0782 0:3458 0.1868 0.0381 0.03810.0381 0.0381 0.10970.1858 14 Fidelity Telephone 0.0111 0:0051 0.0387 0:1858 0.0391 0.0692 15 Oregon Farmers Mutual Telephone 0.0391 0.06920.0118 0.0149 0.0107 0.0748 0.1830 0.1830 0.0251 0.0600 16 Iowa Telecom 0.0251 0.0600 0.0282 0.0049 0.0133 0.0927 0.1779 0.1779 17 Mark Twain Rural Telephone 0.0492 0.0842 0.0329 0.0144 0.0564 0.0246 0.0118 0.0149 0.0139 0.0812 0.19850.1705 18 Farber Telephone 0.0335 0.0574 0.0263 0.0202 0.0451 0.0346 0.0118 0.0149 0.0226 0.0986 0.1895 0.1700 0.0317 0.0543 0.0350 0.0229 0.0600 0.0392 0.0149 0.0106 0.0746 19 Granby Telephone 0.0118 0.1606 0.1696 0.0842 0.1443 0.0332 0.0007 0.0569 0.0012 0.0149 20 MoKan Dial 0.0118 0.0112 0.07580:3043 0.1659 21 Le Ru Telephone 0.0267 0.0457 0.0267 0.0457 0.02710:0191 0.0924 0.1648 0.1648 22 Verizon Midwest 0.0210 0.0501 0.0210 0.0501 0.0282 0.0049 0.0133 0.0927 0.1638 0.1638 0.0440 0.0754 0.0322 0.0180 0.0552 0.0309 0.0118 0.0149 0.0104 0.1936 23 Chariton Valley Telephone 0.0742 0.1616 0.0254 0.0553 0.0254 0.0553 0.0118 24 IAMO Telephone 0.0149 0.0137 0.0808 0.1614 0.1614 0:0361 0.0619 .0.0118 0.0149 25 Orchard Farm Telephone 0.0468 0.0802 0.02690.04610.0046 0.0626 0.18960.1606 0.0270 0.0459 26 McDonald County Telephone. 0.0267 0.0459 0.0267 0.0143 0.0826 0.1551 0.1551 27 ALLTEL Missouri 0.0489 0.08800.0237 0.0427 0.0267 0.0167 0.2236 0.1530 0.0867 0.0074 0.0543 0.0127 0.2223 28 Choctaw Telephone 0.10220.0317 0.0118 0.0149 0.0035 0.0597 0.0604 0.1464 0.0038 0.0422 29 Kingdom Telephone 0.0384 0.0659 0.0247 0.0065 0.0118 0.0149 0.0115 0.0764 0.1807 0.1433 30 Stoutland Telephone 0.0500 0.1538 0.0239 0.0407 0.0118 0.0149 0.0126 0.0786 0.2824 0.1432 0.014731 Green Hills Telephone 0.0147 0.0507 0.0507 0.0118 0.0149 0.0100 0.0734 0.13880.1388 0.0595 0.0216 0.0371 0.0118 0.0149 32 Craw-Kan Telephone 0.0347 0.00170.00290.00810.0696 0.1638 0.1283 0.0385 33 Seneca Telephone 0.0192 0.01920.0385 0.0179 0.0165 0.06880:1265 0.1265 0.0024 0.0145 0.0249 0.0041 34 Alma Telephone 0.0302 0.0518 0.0118 0.0149 0.0137 0.0808 0.1628 0.1202 35 New London Telephone 0.0394 0.0675 0.0100 0.0100 0.0118 0.0149 0.0115 0.0764 0.1833 0.0964 36 Rock Port Telephone 0.0100 0.0147 0.0100 0.0147 0.0199 0.0139 0.0923 0.0676 0.0923 37 Goodman Telephone 0.0164 0.0100 0.0164 0.0153 0.01000.0165 0.0637 0.0901 0.0901 38 Lathrop Telephone 0:0112 0.01120.0112 0.0112 0.0176 0.0133 0.0618 0.08420.0842 39 Southwestern Bell Telephone 0.00980.0178 0.00980.01780.0083 0:0075 0.0593 0.0317 0.0593 40 Century Tel of Northwest Arkansas 0.0100 0.0100 0.0140 0.0045 0.0140 0.0063 0.0090 0.0046 0.02730.0513 0.051341 Ozark Telephone 0.0100 0.0100 0.0100 0.0100 0.0071 0.00140.0038 0.0245 0.0445 0.0445 Total = 44 Incumbent Local Exchange Carriers P = Premium Rate d = Discounted Rate

### SWITCHED ACCESS RATE COMPARISON of INCUMBENT LOCAL EXCHANGE CARRIERS (ILECs) Sorted by Total InterLATA Rates\* All figures in USA Dollars InterLATA Carrier Common Line (CCL) Local Line FGC&D (2 x)TOTALS\* INTERLATA INTRALATA Switching Termn. Local LS2+ LT+ Inter-Intra-Rate Telephone Company Terminate Orig.(P) Orig.(d) Term.(P) Term.(d) LS2 LT Transport Transport LATA\* LATA Order Originate 0.0986 0.1690 0.0400 0.0017 0.0686 0.0029 0.0118 0.0149 0.0124 0.0782 0.3458 0.1868 1 Miller Telephone 0.0007 0.0149 0.0758 0.3043 2 MoKan Dial 0.0842 0.1443 0.0332 0.0569 0.0012 0.0118 0.0112 0.1659 0.1296 0.0189 0.2927 3 Northeast Missouri Rural Telephone 0.0720 0.1296 0.0720 0.0118 0.0149 0.0912 0.2927 0.1170 0.0418 0.0064 0.0717 0.0110 0.0118 0.0149 0.0221 0.0976 0.2828 0.2111 4 Grand River Mutual Telephone 0.0682 0.0500 0.1538 0.0239 0.0407 0.0118 0.0149 0.0126 0.0786 0.2824 0.1432 5 Stoutland Telephone 0.0958 0.0407 0.0697 0.0118 0.0149 0.0281 0.1096 0.2762 0.2200 6 Mid-Missouri Telephone 0.0708 0.0530 0.1052 0.0118 0.0149 0.0241 0.1016 0.2598 0.2598 0.0530 0.1052 7 Peace Valley Telephone 0.0197 0.1152 0.0197 0.1152 0.0369 0.0140 0.1018 0.2367 0.2367 8 Steelville Telephone 0.2236 0.0880 0.0237 0.0427 0.0267 0.0167 0.0867 0.1530 0.0489 9 ALLTEL Missouri 0.0597 0.1022 0.0317 0.0074 0.0543 0.0127 0.0118 0.0149 0.0035 0.0604 0.2223 0.1464 10 Choctaw Telephone 0.0757 0.0268 0.0205 0.2210 0.0445 0.0946 0.2148 11 Citizens Telephone 0.0445 0.0820 0.1045 0.0632 0.0118 0.0149 0.0273 0.2112 0.0380 0.0652 0.0610 0.0369 0.10800.2735 12 Ellington Telephone 0.0425 0.0820 0.0118 0.0149 0.0153 0.2085 13 Holway Telephone 0.0425 0.0820 0.0840 0.2085 0.0745 0.0118 0.0155 0.0844 14 KLM Telephone 0.0446 0.0745 0.0446 0.0149 0.2035 0.2035 15 Mark Twain Rural Telephone 0.0492 0.0842 0.0329 0.0144 0.0564 0.0246 0.0118 0.0149 0.0139 0.0812 0.1985 0.1705 0.0228 0.0225 16 Sprint Missouri 0.0401 0.0678 0.0401 0.0678 0.0906 0.1985 0.1985 17 CenturyTel 0.0299 0.0714 0.0299 0.0714 0.0282 0.0049 0.0133 0.0927 0.19400.1940 0.0299 0.0714 0.0299 0.0714 0.0282 0.0049 0.0133 0.0927 0.19400.1940 17 BPS Telephone 17 Cass County Telephone 0.0299 0.0714 0.0299 0.0714 0.0282 0.0049 0.0133 0.0927 0.19400.1940 17 Modern Telecommunications 0.0299 0.0714 0.0299 0.0714 0.0282 0.0049 0.0133 0.0927 0.1940 0.1940 0.0754 0.0322 0.0180 0.0552 0.0309 0.0118 0.0149 0.0104 0.0742 0.1936 0.1616 18 Chariton Valley Telephone 0.0440 19 Orchard Farm Telephone 0.0468 0.0802 0.0361 0.0269 0.0619 0.0461 0.0118 0.0149 0.0046 0.0626 0.1896 0.1606 0.0226 20 Farber Telephone 0.0335 0.0574 0.0263 0.0202 0.0451 0.0346 0.0118 0.0149 0.0986 0.1895 0.17000.0381 0.0381 0.0381 0.0381 0.0111 0.0051 0.0387 0.1097 0.1858 0.1858 21 Fidelity Telephone 0.0675 0.0394 0.0100 0.0100 0.0118 0.0149 0.0115 0.0764 0.1833 0.0964 22 New London Telephone 23 Oregon Farmers Mutual Telephone 0.0391 0.0692 0.0391 0.0692 0.0118 0.0149 0.0107 0.0748 0.1830 0.1830 0.0384 0.0659 0.0247 0.0038 0.0422 0.0118 0.0149 0.0115 0.0764 0.1807 0.1433 0.0065 24 Kingdom Telephone 25 Iowa Telecom 0.0251 0.0600 0.0251 0.0600 0.0282 0.0049 0.0133 0.0927 0.1779 0.1779 0.0267 0.0457 0.0267 0.0457 0.0271 0.0191 0.0924 0.1648 0.1648 25 Le-Ru Telephone 0.0210 0.0501 0.0210 0.0501 0.0282 0.0049 0.0133 0.0927 0.1638 0.1638 26 Verizon Midwest 0.0595 0.0216 0.0017 0.0371 0.0029 0.0118 0.0149 0.0081 0.1638 0.0347 0.0696 0.1283 27 Craw-Kan Telephone 0.0518 0.0145 0.0024 0.0249 0.0041 0.0118 0.0149 0.0137 0.0302 0.0808 0.1628 0.1202 28 Alma Telephone 0.0254 0.0553 0.0254 0.0553 0.0118 0.0149 0.0137 0.0808 29 IAMO Telephone 0.1614 0.1614 0.0229 0.0600 0.0392 0.0149 0.0350 0.0118 0.0106 30 Granby Telephone 0.0317 0.0543 0.0746 0.16060.1696 0.0270 31 McDonald County Telephone 0.0267 0.0459 0.0267 0.0459 0.0143 0.0826 0.1551 0.1551 0.0192 32 New Florence Telephone 0.0208 0.0357 0.0393 0.0250 0.0675 0.0429 0.0118 0.0149 0.0918 0.1483 0.1986 33 Green Hills Telephone 0.0147 0.0507 0.0147 0.0507 0.0118 0.0149 0.0100 0.0734 0.1388 0.1388 0.0385 0.0179 34 Seneca Telephone 0.0192 0.0385 0.0192 0.0165 0.0688 0.1265 0.1265 0.0100 0.0147 0.0100 0.0147 0.0199 0.0139 0.0923 0.0923 35 Rock Port Telephone 0.0676 0.0100 0.0164 0.0100 0.0164 0.0153 0.0165 0.0637 0.0901 0.0901 36 Goodman Telephone 0.0112 0.0112 0.0112 0.0112 0.0176 0.0133 0.0842 37 Lathrop Telephone 0.0618 0.0842 0.0178 0.0083 38 Southwestern Bell Telephone 0.0098 0.0178 0.0098 0.0075 0.0317 0.0593 0.0593

0.0100

0.0100

P = Premium Rate

0.0140

0.0100

0.0100

0.0100

0.0045

0.0140

0.0100

d = Discounted Rate

0.0063

Revision 36: 07-25-02 Resorted IntraLATA and InterLATA charts.

39 CenturyTel of Northwest Arkansas

Total = 44 Incumbent Local Exchange Carriers

40 Ozark Telephone

Prepared by A P Kuss

0.0014

0.0046

0.0038

0.0090

0.0071

Printed 07/25/02

0.0273

0.0245

11:23 AM

0.0513

0.0445

0.0513

0.0445

	by Total IntraLATA Rates*	1	n USA Dolla	Carrier Comr	non line //			Local	Line	FGC&D	(2 x)	TOTA	AT C+
raLATA Rate	I	ENTO E		Larrier Comi		ALATA		Switching	Termin.	Local	LS2+ LT+	Inter-	ALS- Intra-
Rate Telephone Company Order	Originate	RLATA Terminate	Orig.(P)	Orig.(d)	Term.(P)	Term.(d)	LS2	LT	Transport	Transport	LATA	LATA	
1	Northeast Missouri Rural Telephone	0.0720	0.1296	0.0720		0.1296		0.0118	0.0149	0.0189	0.0912	0.2927	0.29
2	Ellington Telephone	0.0380	0.0652	0.0610	0.0369	0.1045	0.0632	0.0118	0.0149	0.0273	0.1080	0.2112	0.27
3	Peace Valley Telephone	0.0530	0.1052	0.0530		0.1052		0.0118	0.0149	0.0241	0.1016	0.2598	0.25
4	Steelville Telephone	0.0197	0.1152	0.0197		0.1152		0.0369		0.0140	0.1018	0.2367	0.23
5	Mid-Missouri Telephone	0.0708	0.0958	0.0407		0.0697		0.0118	0.0149	0.0281	0.1096	0.2762	0.22
	Citizens Telephone	0.0445	0.0820	0.0445		0.0757		0.0268		0.0205	0.0946	0.2210	0.2
7	Grand River Mutual Telephone	0.0682	0.1170	0.0418	0.0064	0.0717	0.0110	0.0118	0.0149	0.0221	0.0976	0.2828	0.2
8	Holway Telephone	0.0425	0.0820	0.0425		0.0820		0.0118	0.0149	0.0153	0.0840	0.2085	0.2
9	KLM Telephone	0.0446	0.0745	0.0446		0.0745		0.0118	0.0149	0.0155	0.0844	0.2035	0.2
	New Florence Telephone	0.0208	0.0357	0.0393	0.0250	0.0675	0.0429	0.0118	0.0149	0.0192	0.0918	0.1483	0.1
11	Sprint Missouri	0.0401	0.0678	0.0401		0.0678		0.0228		0.0225	0.0906	0.1985	0.1
	CenturyTel	0.0299	0.0714	0.0299		0.0714		0.0282	0.0049	0.0133	0.0927	0.1940	0.1
12	Cass County Telephone	0.0299	0.0714	0.0299		0.0714		0.0282	0.0049	0.0133	0.0927	0.1940	0.1
12	Modern Telecommunications	0.0299	0.0714	0.0299		0.0714		0.0282	0.0049	0.0133	0.0927	0.1940	0.1
	Miller Telephone	0.0986	0.1690	0.0400	0.0017	0.0686	0.0029	0.0118	0.0149	0.0124	0.0782	0.3458	0.1
14	Fidelity Telephone	0.0381	0.0381	0.0381		0.0381		0.0111	0.0051	0.0387	0.1097	0.1858	0.1
15	Oregon Farmers Mutual Telephone	0.0391	0.0692	0.0391		0.0692		0.0118	0.0149	0.0107	0.0748	0.1830	0.1
16	Iowa Telecom	0.0251	0.0600	0.0251		0.0600		0.0282	0.0049	0.0133	0.0927	0.1779	0.1
17	Mark Twain Rural Telephone	0.0492	0.0842	0.0329	0.0144	0.0564	0.0246	0.0118	0.0149	0.0139	0.0812	0.1985	0.1
18	Farber Telephone	0.0335	0.0574	0.0263	0.0202	0.0451	0.0346	0.0118	0.0149	0.0226	0.0986	0.1895	0.1
19	Granby Telephone	0.0317	0.0543	0.0350	0.0229	0.0600	0.0392	0.0118	0.0149	0.0106	0.0746	0.1606	0.1
20	MoKan Dial	0.0842	0.1443	0.0332	0.0007	0.0569	0.0012	0.0118	0.0149	0.0112	0.0758	0.3043	0.1
21	Le-Ru Telephone	0.0267	0.0457	0.0267		0.0457		0.0271		0.0191	0.0924	0.1648	0.1
22	Verizon Midwest	0.0210	0.0501	0.0210		0.0501		0.0282	0.0049	0.0133	0.0927	0.1638	0.1
23	Chariton Valley Telephone	0.0440	0.0754	0.0322	0.0180	0.0552	0.0309	0.0118	0.0149	0.0104	0.0742	0.1936	0.1
24	IAMO Telephone	0.0254	0.0553	0.0254		0.0553	i	0.0118	0.0149	0.0137	8080.0	0.1614	0.1
25	Orchard Farm Telephone	0.0468	0.0802	0.0361	0.0269	0.0619	0.0461	0.0118	0.0149	0.0046	0.0626	0.1896	0.1
26	McDonald County Telephone	0.0267	0.0459	0.0267		0.0459		0.0270		0.0143	0.0826	0.1551	0.1
	ALLTEL Missouri	0.0489	0.0880	0.0237		0.0427		0.0267		0.0167	0.0867	0.2236	0.1
28	Choctaw Telephone	0.0597	0.1022	0.0317	0.0074	0.0543	0.0127	0.0118	0.0149	0.0035	0.0604	0.2223	-0.1
	Kingdom Telephone	0.0384	0.0659	0.0247	0.0038	0.0422	0.0065	0.0118	0.0149	0.0115	0.0764	0.1807	0.1
	Stoutland Telephone	0.0500	0.1538	0.0239		0.0407		0.0118	0.0149	0.0126	0.0786	0.2824	0.1
31	Green Hills Telephone	0.0147	0.0507	0.0147		0.0507		0.0118	0.0149	0.0100	0.0734	0.1388	0.1
	Craw-Kan Telephone	0.0347	0.0595	0.0216	0.0017	0.0371	0.0029	0.0118	0.0149	0.0081	0.0696	0.1638	0.1
	Seneca Telephone	0.0192	0.0385	0.0192		0.0385		0.0179		0.0165	0.0688	0.1265	0.1
34	Alma Telephone	0.0302	0.0518	0.0145	0.0024	0.0249	0.0041	0.0118	0.0149	0.0137	0.0808	0.1628	0.1
35	New London Telephone	0.0394	0.0675	0.0100		0.0100		0.0118	0.0149	0.0115	0.0764	0.1833	0.0
36	BPS Telephone	0.0147	0.0350	0.0147		0.0350		0.0162		0.0065	0.0455	0.0951	0.0
37	Rock Port Telephone	0.0100	0.0147	0.0100		0.0147		0.0199		0.0139	0.0676	0.0923	0.0
38	Goodman Telephone	0.0100	0.0164	0.0100		0.0164		0.0153		0.0165	0.0637	0.0901	0.0
	Lathrop Telephone	0.0112	0.0112	0.0112		0.0112		0.0176		0.0133	0.0618	0.0842	0.0
~ 40	Southwestern Bell Telephone	0.0098	0.0178	0.0098		0.0178		0.0083		0.0075	0.0317	0.0593	0.0
41	CenturyTel of Northwest Arkansas	0.0100	0.0140	0.0100	0.0045	0.0140	0.0063	0.0090		0.0046	0.0273	0.0513	0.0
	Ozark Telephone	0.0100	0.0100	0.0100		0.0100		0.0071	0.0014	0.0038	0.0245	0.0445	0.0

Prepared by A P Kuss

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5:34 PM

### PROPOSED BPS SWITCHED ACCESS RATE COMPARISON of INCUMBENT LOCAL EXCHANGE CARRIERS (ILECs) Sorted by Total InterLATA Rates\* All figures in USA Dollars IntraLATA Carrier Common Line (CCL) FGC&D TOTALS\* Local Line (2 x)Telephone Company INTERLATA Rate INTRALATA Switching Termn. Local LS2+ LT+ Inter-Intra-Order Originate Terminate Orig.(P) Orig.(d) Term.(P) Term.(d) LS2 LT Transport Transport LATA\* LATA 0.0986 | Miller Telephone 0.1690 0.0400 0.0017 0.0686 0.0029 0.0118 0.0149 0.0124 0.3458 0.1868 0.0782 0.0842 0.1443 0.0332 0.0007 0.0569 0.0012 2 MoKan Dial 0.0118 0.0149 0.0112 0.0758 0.3043 0.1659 0.0720 0.1296 0.0720 0.1296 3 Northeast Missouri Rural Telephone 0.0118 0.0149 0.0189 0.0912 0.2927 0.2927 4 Grand River Mutual Telephone 0.0682 0.0418 0.0064 0.0110 0,1170 0.0717 0.0118 0.0149 0.0221 0.0976 0.2828 0.2111 5 Stoutland Telephone 0.0500 0.1538 0.0239 0.0407 0.0149 0.0118 0.0126 0.0786 0.2824 0.1432 6 Mid-Missouri Telephone 0.0708 0.0958 0.0407 0.0697 0.0118 0.0149 0.0281 0.1096 0.2762 0.2200 7 Peace Valley Telephone 0.0530 0.0530 0.1052 0.1052 0.0118 0.0149 0.0241 0.1016 0.2598 0.2598 8 Steelville Telephone 0.0197 0.1152 0.0197 0.1152 0.0369 0.0140 0.1018 0.2367 0.2367 9 ALLTEL Missouri 0.0489 0.0880 0.0237 0.0427 0.0267 0.0167 0.2236 0.0867 0.1530 0.0317 0.0074 0.0543 10 Choctaw Telephone 0.0597 0.1022 0.0127 0.01180.0149 0.0035 0.0604 0.2223 0.1464 11 Citizens Telephone 0.0445 0.0820 0.0445 0.0757 0.0268 0.0205 0.0946 0.2210 0.2148 12 Ellington Telephone 0.0380 0.0652 0.0610 0.0369 0.1045 0.0632 0.0118 0.0149 0.0273 0.1080 0.2112 0.2735 13 Holway Telephone 0.0425 0.0820 0.0425 0.0820 0.0149 0.0153 0.0118 0.0840 0.2085 0.2085 14 KLM Telephone 0.0446 0.0745 0.0446 0.0745 0.0118 0.0149 0.0155 0.0844 0.2035 0.2035 15 Mark Twain Rural Telephone 0.0492 0.0842 0.0329 0.0144 0.0564 0.0246 0.0118 0.0149 0.0139 0.0812 0.1985 0.1705 16 Sprint Missouri 0.0401 0.0678 0.0401 0.0678 0.0228 0.0225 0.0906 0.1985 0.1985 17 CenturyTel 0.0299 0.0714 0.0299 0.0714 0.0282 0.0049 0.0133 0.0927 0.1940 0.194017 Cass County Telephone 0.0299 0.0714 0.0299 0.0714 0.0282 0.0049 0.0133 0.1940 0.0927 0.1940 17 Modern Telecommunications 0.0299 0.0714 0.0299 0.0714 0.0282 0.0049 0.0133 0.0927 0.1940 0.1940 18 Chariton Valley Telephone 0.0440 0.0754 0.0322 0.0180 0.0552 0.0309 0.0118 0.0149 0.0104 0.0742 0.1936 0.1616 19 Orchard Farm Telephone 0.0468 0.0802 0.0361 0.0619 0.0269 0.0461 0.0118 0.0149 0.0046 0.0626 0.1896 0.1606 20 Farber Telephone 0.0335 0.0574 0.0263 0.0202 0.0451 0.0346 0.0118 0.0149 0.0226 0.0986 0.1895 0.1700 21 Fidelity Telephone 0.0381 0.0381 0.0381 0.0381 0.0111 0.0051 0.0387 0.1097 0.1858 0.185822 New London Telephone 0.0394 0.0100 0.0100 0.0675 0.0118 0.0149 0.0115 0.0764 0.1833 0.0964 23 Oregon Farmers Mutual Telephone 0.0391 0.0692 0.0391 0.0692 0.0118 0.0149 0.0107 0.0748 0.1830 0.1830 24 Kingdom Telephone 0.0384 0.0659 0.0247 0.0038 0.0422 0.0065 0.0118 0.0149 0.0115 0.0764 0.1807 0.1433 25 Iowa Telecom 0.0251 0.0600 0.0251 0.0600 0.0282 0.0049 0.0133 0.0927 0.1779 0.1779 26 Le-Ru Telephone 0.0267 0.0457 0.0267 0.0457 0.0271 0.0191 0.0924 0.1648 0.1648 27 Verizon Midwest 0.0210 0.0282 0.0501 0.0210 0.0501 0.0049 0.0133 0.0927 0.1638 0.1638 0.0347 0.0595 0.0216 0.0017 0.0371 0.0029 28 Craw-Kan Telephone 0.0118 0.0149 0.0081 0.0696 0.1638 0.1283 29 Alma Telephone 0.0302 0.0518 0.0145 0.0024 0.0249 0.0041 0.0118 0.0149 0.0137 0.0808 0.1628 0.1202 30 IAMO Telephone 0.0254 0.0553 0.0254 0.0553 0.0118 0.0149 0.0137 0.0808 0.1614 0.1614 31 Granby Telephone 0.0317 0.0543 0.0350 0.0229 0.0600 0.0392 0.0118 0.0149 0.0106 0.0746 0.1606 0.1696 32 McDonald County Telephone 0.0267 0.0459 0.0267 0.0459 0.0270 0.0143 0.1551 0.0826 0.1551 33 New Florence Telephone 0.0208 0.0357 0.0393 0.0250 0.0675 0.0429 0.0118 0.0149 0.0192 0.0918 0.1483 0.1986 34 Green Hills Telephone 0.0147 0.0507 0.0147 0.0507 0.0149 0.0118 0.0100 0.0734 0.1388 0.1388 35 Seneca Telephone 0.0192 0.0385 0.0192 0.0385 0.0179 0.0165 0.0688 0.1265 0.1265 0.0147 0.0350 36 BPS Telephone 0.0147 0.0350 0.0162 0.0065 0.0455 0.09510.0951 0.0100 0.0100 0.0199 37 Rock Port Telephone 0.0147 0.0147 0.0139 0.0676 0.0923 0.0923 0.0100 38 Goodman Telephone 0.0100 0.0164 0.0164 0.0153 0.0165 0.0637 0.0901 0.0901 39 Lathrop Telephone 0.0112 0.0112 0.0112 0.0112 0.0176 0.0133 0.0618 0.0842 0.0842 0.0098 0.0178 40 Southwestern Bell Telephone 0.0098 0.0178 0.0083 -0.00750.0593 0.0317 0.0593 0.0045 41 CenturyTel of Northwest Arkansas 0.0100 0.0140 0.0100 0.0140 0.0063 0.0090 0.0046 0.0513 0.0273 0.0513

42 Ozark Telephone

Total = 44 Incumbent Local Exchange Carriers

0.0100

0.0100

0.0100

P = Premium Rate

0.0100

d = Discounted Rate

Prepared by A P Kuss

0.0038

0.0014

0.0071

Printed 07/25/02

0.0245

0.0445

0.0445