DOCKET NO.

IN THE MATTER OF THE PETITION OF INDEPENDENT TELEPHONE COMPANIES THAT HAVE PURCHASED U S WEST EXCHANGE AREAS FOR EXTENSION OF WAIVER OF SWITCHED ACCESS RULES

Public Utilities Commission of the State of South Dakota

DATE MEMORANDA 4/12/99 Felik a rephelitik; 4/17/97 TE 494 Helerg 4/18/97 Order Liga Leave to Interiore by US West, 5/21/97 Order Liga ding subjection; 6/23/97 Order Liga ding subjection to Cotony (Heliam & Waster); 7/29/97 Nacht Closed

Meyer & Rogers

-ATTORNEYS AT LAW-

P.O. RCX 89 - ONIDA SOUTH DAKOTA 57564 - TELEPHONE 605/258/2654

BRIAN B. MEYER

RECEIVED APR 15 1997 SOUTH DAKOTA PUBLIC

April 14, 1997

Camron Hoseck PUBLIC UTILITIES COMMISSION State Capitol Building 500 East Capitol Avenue Pierre, South Dakota 57501

Re: Petition for Extension of Waiver of Switched Access Rules

Dear Camron:

Please find enclosed herein original and ten copies of the Petition for Extension of Waiver of Switched Access Rules that is being filed on behalf of the independent telephone companies that have purchased US WEST exchanges.

Very truly yours,

Bris BM eye

Brian B. Meyer Attorney at Law

BBM/ph

Enclosures

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF SOUTH DAKOTA

IN THE MATTER OF THE SWITCHED ACCESS RATES IN ACQUIRED US WEST EXCHANGE AREAS Docket Number TC97-

PETITION FOR EXTENSION OF WAIVER OF SWITCHED ACCESS RULES

COME NOW the independent telephone companies that have purchased US WEST exchange areas thereinafter referred to as "Companies," listed in Exhibit A attached hereto and incorporated herein by this reference, by and through their attorney of record, Brian B. Meyer, and petition the South Dakota Public Utilities Commission (hereinafter referred to as Commission) to grant Companies an extension of the waiver of the switched access rules which the Commission granted as part of its final Order approving the sale of US WEST exchanges.

This Petition for Extension of Waiver is based upon the following:

- 1. As part of its process of reviewing each of the US WEST exchange sales to Companies, the Commission addressed the issue of what switched access rate(s) should be charged in the sold exchanges upon their actual transfer. In each case, the Commission approved a composite switched access rate of 7 cents per minute of use. The rate, which was stipulated to within the purchase agreements between US WEST and Companies, was accepted by the Commission and approved as a reasonable interim rate in recognition of the fact that no rate could be established pursuant to the Commission's switched access rules (ARSD Chapters 20:10.27 to 20:10.29) until each of the purchasing companies had operated the transferred exchange areas for at least a one-year time period.
- In approving the stipulated switched access rate, the Commission entered the following findings and conclusions:

Pursuant to ARSD 20:10:27:14, switched access rates are determined by the adoption of a historical test year. There will not be a historical test period upon which to base a cost study for intrastate switched access rate purposes pursuant to the Commission's regulations until after a period of 12 months.

The US WEST cost-based switched access rate in the areas to be sold, pursuant to ARSD 20:10.27 to 20:10.29, inclusive, would be 6:7394 cents per minute as determined in Docket TC93-108. In the Matter of the Establishment of Switched Access Rates for US WEST in that docket, US WEST was allowed to charge an interim rate of 3:14 cents per minute as a phased-in rate pursuant to ARSD 20:10:272-20.

The current intrastate switched access rates charged by some of the Buyers exceeds 10 cents per minute, which rates have been approved by the Commission in separate proceedings.

The Commission finds that an intrastate switched access rate of 7 cents per minute is a reasonable internii rate until May 1, 1997, and finds good cause to waive its switched access rules pursuant to 20:10:17/02.

The interexchange carriers who have objected to an intrastate switched access rate of 7 cents per minute which will be charged to them by the Buyer have failed to show that state-wide averaged toll rates will increase if the sale is approved. Thus the 7 cents per minute intrastate switched access rate to be charged until May 1, 1997, should not adversely affect the public.

Based upon the evidence presented at the hearing, the interim rate of 7 cents per minute for originating and terminating intrastate access rates sought to be charged by the Buyer to interexchange carriers is consistent with the rate currently charged by local exchange companies pursuant to the Commission's rules and regulations regarding switched access rates. If any interexchange carrier believes that such rate is not fair and reasonable and consistent with such regulations of the Commission regarding switched access, then that interexchange carrier may file a complaint with the Commission.

3. Because Companies have not yet operated the acquired exchanges for one year, it is necessary to request from the Commission an extension of the waiver previously granted in the exchange sale dockets. Based on the following, the Companies request an extension of the waiver until such time that cost studies based on 1997 calendar year operations can be provided.

- On July 31, 1995, when the Commission issued orders approving most of the 3) sales, all parties felt that the purchasing companies would receive possession of the former US WEST exchanges soon, and certainly before year-end 1995. It was originally thought that the Companies would receive possession of the exchanges prior to January 1, 1996, and that the Companies would have 12 months of historical cost study data by December 31, 1996. The Companies would have then had the required 12 months of historical data needed to prepare a 1996 cost study. However, as a result of various problems encountered at the FCC and other difficulties, the Companies did not actually receive possession of the initial 55 US WEST exchanges sold until June 22, 1996. The possession date, the date on which the Companies gained control of the US WEST exchanges, was almost a full year after the Commission issued its orders approving the sales. Because of the delayed possession date, the Companies do not currently have 12 months of operations data which will allow them to comply with the historical test year requirement of ARSD 20:10:27:14.
- b) Moreover, the methods and facilities used in operating the acquired exchanges for the first six to nine months are in the process of undergoing substantial changes. At the time that the Companies acquired the exchanges, the vast majority of the exchanges were operated via remote switches connected to a US WEST host switch. Beginning in the last few months, the Companies have beginn upgrading and rehoming the switched access traffic of these acquired exchanges to the purchasing Company's host and/or tandem switch. In many cases, these upgrades involve expending additional funds for new fiber transport and switching facilities.
- c) Almost all of the Companies have either already completed or are in the process of adding new switching equipment and/or fiber optic facilities in order to incorporate the purchased exchange areas into their own networks. The estimated total amount that will be expended by the Companies for these upgrades during 1996 and 1997 is in excess of \$20 million.
- d) If the Companies were required to submit cost studies for switched access purposes that were based primarily on historical data from July 1996 through June 1997, it would be necessary for the filing Companies to make substantial "known and measurable change" adjustments to the studies. Adjustments would be needed to account for differences between prior year and current operating expenses and to reflect new facility and equipment investments already made or planned within the 1997 calendar year. Furthermore, these 1996/1997 cost studies would probably not be available until as late as fourth quarter 1997 due to the time required to prepare the studies. Rather than filing cost studies later this year and being faced with essentially having to make another "corrective" filing six months later, all parties would benefit if the Companies submit cost studies after year-end 1997. Submitting 1997 calendar year cost studies vidies after the properties of the properties of the companies.

to reflect additional investment costs more directly and accurately as historical test year costs.

- e) Filing 1997 calendar year studies would also be consistent with the fiscal year used by the Companies for accounting purposes and consistent with the switched access studies filed by independent companies that are members of LECA. Making the historical test year period consistent between cost studies pertaining to acquired exchanges and those that are filed by LECA members would generate efficiencies for the Commission and the Companies.
- Allowing the Companies to prepare 1997 calendar year cost studies will also allow the Commission to incorporate into its process of reviewing new proposed rates any changes that may be necessary as a result of access reform proceedings that are now pending with the FCC. Although the current FCC access reform proceeding is directed primarily to making changes in its Part 69 cost allocation rules for application to incumbent LECs subject to price-cap regulation, certain changes under review may also be applied to non-price-cap or rate-of-return LECs (changes relating to the recovery of universal service support in access rates, the transport rate structure and common line rate structure). FCC Docket No. 96-262, In the Matter of Access Charge Reform, FCC 96-488, pp. 29, 30 (1997). The FCC has also stated that it intends to "initiate a separate proceeding in 1997 to undertake a comprehensive review of (its) regulation of rate-of-return incumbent LECs. That inquiry will take up the issue of whether substantial changes in (its) Part 69 cost allocation rules for the development of access charges for rate-ofreturn carriers are needed." FCC 96-488, p. 29. Rate-of-return regulated LECs, as referenced by the FCC, include all of South Dakota's independently owned, cooperative and municipal telephone companies.
- g) When access reform is completed by the FCC, changes in state access rules may be necessary to comply with federal law. In light of the pending federal reforms, if the Companies were required to file access cost studies this year, they would probably be faced with having to make a revised filing within a very short period of time. The amount of time and expense that goes into preparing cost studies and obtaining approval for access rate charges through the formal administrative process, as the Commission well knows, is substantial. The Companies and the Commission should avoid the unnecessary expenses associated with access cost study and rate filings that, under the circumstances, are likely to be used for only a brief time period.
- 4. In addition to the above, it should be noted that US WEST has indicated its support for an extension of the access rule waiver previously granted by the Commission and continuance of the current access rate until the Companies provide cost studies based on 1997 historical test year data. The purchase agreements entered into between US WEST and the Companies provided for the establishment of a 7 cents per minute rate until May 1, 1997, or such other later date as mutually agreed to by the par-

ties. US WEST, consistent with this provision, has agreed to an extension of the current access rate until such time that calendar year 1997 cost studies can be provided.

THEREFORE, Companies request the Commission to grant their petition for an extension of the waiver of the switched access rules until such time that calendar year 1997 cost studies can be provided.

Respectfully submitted this eleventh day of April, 1997.

INDEPENDENT PURCHASING TELEPHONE COMPANIES:

Brian B. Meyer Meyer & Rogers

P. O. Box 89 Onida, South Dakota 57564

Exhibit A

INDEPENDENT TELEPHONE COMPANIES THAT HAVE PURCHASED US WEST EXCHANGE AREAS

ACCENT COMMUNICATIONS, INC.

BRIDGEWATER-CANISTOTA INDEPENDENT TELEPHONE COMPANY

EAST PLAINS TELECOM, INC.

FORT RANDALL TELEPHONE COMPANY

G.W.S., INC.

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HANSON COMMUNICATIONS, INC.

HEARTLAND COMMUNICATIONS, INC.

INTRASTATE TELEPHONE COMPANY, INC.

KENNEBEC TELEPHONE CO., INC.

MOBRIDGE TELECOMMUNICATIONS CO.

RC COMMUNICATIONS, INC.

SANCOM, INC.

SPLITROCK PROPERTIES, INC.

STATELINE TELECOMMUNICATIONS, INC.

STOCKHOLM-STRANDBURG TELEPHONE COMPANY

VALLEY CABLE & SATELLITE COMMUNICATIONS, INC.

VENTURE COMMUNICATIONS, INC.

VIVIAN TELEPHONE COMPANY

WESTERN TELEPHONE COMPANY

TC97-041	Application by One Step Billing Inc. for a Certificate of Authority to operate as a telecommunications company within the state of South Dakota. (Staff. TS/KC). "Applicant seeks authority to offer a full range of 1- interexchange telecommunications services on a resalle basis. Specifically, Applicant seeks authority to provide hTS- out WATS in WATS and calling card services." Applicant does not steed to trivial services. 900 or 700 services."	04/15/97	05/02/97
TC97 0 4 3	Application by Association Administrators, Inc. for a Certificate of Authority to operate as a telecommunications company within the state of South Dakota. (Staff: TSKC): "Applicant is a switchless reseller which intends to offer 1- direct dialing. 800 toll free, and travel card (no prepaid calling cards) service through resale of telephone services provided by facilities-based intereschange carriers."	04/17/97	05/02/97
	LOCAL EXCHANGE COMPANY COMPLIANCE WITH FCC PAYPHONE ORD	ERS	
TC97-039	Petition of MCI and AT&T to Certify all LECs as to Compliance With ECC Payphone Orders. MCI and AT&T hereby file this petition to investigate compliance of all certificated local exchange companies. (LECs) with the Federal Communications Commission (ECC) orders on paythone reclassification. Specifically, MCI and AT&T request that the Commission determine and certify whether all certificated LECs have met all state-specific requirements identified in the ECCs orders.	04/14/97	05-02-97
	WAIVER OF SWITCHED ACCESS RULES		
TC97-042	Petition of the independent felephone companies that have purchased U.S.WEST exchange areas for an extension of the water of the switched access rules which the Commission granted as part of its final Order approving the sale of U.S.WEST exchanges. The Commission approved a composite switched access rate of 7.5 cents per mutual of use. The fast which was stipulated to within the purchase agreements between U.S.WEST and [the purchasing] companies, was accepted to the Commission and approved as a reasonable interim rate in recognition of the fact that no rate could be established pursuant to the Commissions switched access rules (RRSD Chapters 20.10.21 to 20.10.29) until each of the purchasing companies have not operated the transferred exchange areas for at least a one year three period. Because (the purchasing) companies have not very operated the accurated exchanges for one year, if is necessary to request from the Commission an extension of the waiter previously granted in the exchange sale dockets. Based on the following the [purchasing] companies request an extension of the waiter and such time that crist shades based on 1972 calendar year operations can be provided.	04 15/97	05 02 97

important Notice: The lar 805-713-3609

PAGE 2 OF 2

South Dakota Public Utilities Commission State Capitol 500 E. Capitol Pierre, SD 57501-5070 Phone: (800) 332-1782 Fax: (605) 773-3809

TELECOMMUNICATIONS SERVICE FILINGS These are the telecommunications service filings that the Commission has received for the period of

04/11/97 through 04/17/97 filing taxed, overnight expressed, or mailed to you, please contact Detaine K

DOCKET NUMBER	TITLE/STAFF/SYNOPSIS	DATE	INTERVENTION DEADLINE			
REQUEST FOR CERTIFICATE OF AUTHORITY						
TC97-036	Application by IDT Corporation for a Certificate of Authority to operate as a telecommunications company within the state of South Dakota. (Staff: TS:CH): "Applicant is a switchless reseller which intends to offer 1+ direct daining 800 toll free, travel card, and prepaid calling card service through the resale of telephone services provided by facilities-based interexchange carriers."	04/11/97	05/02/97			
TC97-037	Application by America's Tele-Network Corp. for a Certificate of Authority to operate as a telecommunications company within the state of South Dakota. (Staff: TSKO): intrastate interLATA and, where permitted in that LATA telecommunication services will be offered to the public on a resade basis. The Company provides service to commercial enterprises and residential customers. This application does not seek authority at this time to provide any form of operator services nor any service to pay phones."	04/11/97	05/02/97			
TC97-038	Application by LDM Systems inc. for a Certificate of Authority to operate as a telecommunications company within the state of South Dakota. (Staff. DulCH). "Applicant respectfully seeks to amend its Certificate of [Authority] to permit it to provide resolutional exchange services in the state of South Dakota. The specific manner in which Applicant will provide local exchange service depends upon the result of negotations with the incumbent local exchange carriers currently operating within the State. Applicant seeks authority to resell local exchange service in the existing service areas of U.S.WEST and any other relevant carriers. Applicant is unable to file a proposed tariff. As soon as such rates are available and prior to the commencement of service. Applicant shall file a proposed tariff. (contaming its fates, terms and conditions of service) with the Commission for its review.	04/14/97	05/02/97			
TC97-040	Application by Tel Save. Inc. d bia The Phone Company for a Certificate of Authority to operate as a telecommunications company within the state of South Dakota. (Staff. DJICH). "Applicant is a reseller which intends to offer all local services provided by the incumbent LECs. Tel-Save seeks authority to resell local exchange services throughout the state of South Dakota in the areas served by any LECs in South Dakota that are not eligible for a small or fural carrier exemption pursuant to Section 251(f)(1) of the Federal Act. Tel-Save does not seek to provide resold services to customers in those small or rural certifications. The same application of the inferiornment of the same application for inferiornment and the same application of the inferiornment of the same application of the sa	04 15/97	05/02/97			

U S WEST, Inc. 1801 California Street Surie 5100 Denver Colorado: 80202 303 672-2810 Facistrile 303 795 7069

USWEST

William P. Heaston

VIA OVERNIGHT DELIVERY

RECEIVED

APR 3 0 1997

April 29, 1997

SOUTH DAKOTA PUBLIC UTILITIES COMMISSION

Mr. William Bullard, Jr. Executive Director South Dakota Public Utilities Commission State of South Dakota 500 East Capitol Avenue Pierre, South Dakota 57501

> Re: In Re: Petition of Independent Telephone Companies Regarding A Waiver of Switched Access Rules Docket No. TC97-042

Dear Mr. Bullard:

Enclosed for filing in the above-referenced docket is an original and ten (10) copies of USWEST's Petition for Leave to Intervene.

Please file stamp the extra copy enclosed and return to me in the enclosed self-addressed stamped envelope. Thank you

Yours truly.

William P. Heaston by Mass

WPH:mb Enclosures

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF SOUTH DAKOTA

IN RE: PETITION OF INDEPENDENT)	
TELEPHONE COMPANIES REGARDING)	DOCKET NO. TC97-042
A WAIVER OF SWITCHED ACCESS RULES	,	

PETITION FOR LEAVE TO INTERVENE

Pursuant to SDCL 1-26-17 Land ARSD 20 10:01:15-02, U.S.WEST Communications, Inc. (°T SWC"), by and through its attorney, hereby petitions for an Order allowing it to intersene in this docket, and as grounds therefor states.

- 1. On or about April 15, 1997, a petition was filed by independent telephone companies that have purchased US WEST exchange areas for an extension of the waiver of the switched access rules which the Commission granted as part of its final Order approxing the sale of US WEST exchanges.
- USWC believes its intervention should be granted because USWC has a pecuniary interest in this filing.

Respectfully submitted.

S WEST COOMUNICATIONS, INC.

William P. Heaston 1801 California Street, Suite 5100

Denver, Colorado 80202 Telephone: (303) 672-2810

CERTIFICATE OF SERVICE

The undersigned certifies that on this \mathcal{L}^0 day of April, 1997, an original and ten (10) copies of the foregoing PFHHOM FOR LLAXT TO INTERVENT of USANTST Communications, Inc. was sent via overmeptit and to the following

Mr. William Bullard Loccutive Director South Dakota Public Utilities Commission State of South Dakota 800 East Capitol Pierre, South Dakota 57501

and a true and correct copy was deposited into the United States mail, postage prepaid, addressed to the following:

Brian B. Meyer Meyer & Rogers P.O. Box 89 Omda, SD 57564

Meigue Burns

LAW OFFICES

OLINGER, LOVALD, ROBBENNOLT & MCCAHREN, P.C.

117 EAST CAPITOL P.O. BOX 66

PIERRE, SOUTH DAKOTA 57501-0066

Telephone (605)224-8651 Facsimile (605)224-8269

RONALD D OLINGER
JOHN S. LOVALD
JAMES ROBBENNOLT
LEE C. "KIT" MCCAHREN
WADE A. REIMERS

April 29, 1997

RECEIVED

MAY 0 1 1997

William Bullard, Executive Director South Dakota Public Utilities Commission 500 E. Capitol Pierre, SD 57501

SOUTH DAKOTA PUBLIC UTILITIES COMMISSION

RE: In the Matter of the Petition of Independent Telephone Companies That Have Purchased U S WEST Exchange Areas for Extension of Switched Access Rules – Docket TC97-042

Dear Mr. Bullard:

I am writing to you on behalf of my client, AT&T Communications of the Midwest, Inc. ("AT&T") to advise that AT&T is not going to file to intervene with respect to the request filed with the Commission by the independent companies that have purchased the U S WEST exchanges to extend the previous waiver of the Commission's switched access rules.

Our understanding is that this is the only request made to the Commission in Docket TC97-042 and, as we do not object to the extension, we will not be seeking intervention.

Yours very truly

JOHN S. LOVALI Attorney at Law

ISI /le

cc: Rick Wolters Brian B. Meyer

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF SOUTH DAKOTA

IN THE MATTER OF THE PETITION OF) ORDER GRANTING INDEPENDENT TELEPHONE COMPANIES) INTERVENTION THAT HAVE PURCHASED U S WEST) EXCHANGE AREAS FOR EXTENSION OF) TC97-042 WAIVER OF SWITCHED ACCESS RILLES

On April 15 1997, the South Davota Public Unitires Commission (Commission) received a pertor of the independent teleprone companies that have purchased U.S. WEST exchange areas for an extension of the waiver of the switched access rules which the Commission granted as part of its final Order approving the sale of U.S. WEST exchanges. The Commission approved a composite switched access rate of 7 cents per minute of use. "The rate, which was stipulated to within the purchase approved as a reasonable intermi rate in recognition of the fact that no rate could be established pursuant to the Commission's switched access rules (ARSD Chapters 20 10.27 to 20.10.29) until each of the purchasing companies had operated the transferred exchange areas for at least a one-year time period. It is necessary to request from the Commission an extension of the waiver previously granted in the exchange sale dockets. The [purchasing] companies request an extension of the waiver until such time that cost studies based on 1997 calendar, year operations can be provided."

On April 17, 1997, the Commission electronically transmitted notice of the filing and the intervention deadline of May 2, 1997, to interested individuals and entities

The Commission finds that it has jurisdiction over this matter pursuant to SDCL Chapters 1-26 and 49:342, specifically 1-26-17 1, 49-34A-4, 49-34A-6, 49-34A-8, 49-34A-12, 49-34A-13 1 and ARSD 20.10.01.15.02 and 0.3

On April 30, 1997, the Commission received a Petition to Intervene from U.S.WEST Communications, Inc., requesting that the Commission grant it full party status in this matter. On May 13, 1997, at its regularly scheduled meeting, the Commission considered the Petition to Intervene. The Commission finds that pursuant to its authority under SDCL 1-26-17.1 and ARSD 20.10.01.15.02 and .03, the petition of U.S.WEST was timely filed and demonstrates good cause to grant intervention. It is therefore.

ORDERED that U.S. WEST shall be granted intervention and shall be considered a party in this matter.

Dated at Pierre, South Dakota, this 21 ot day of May, 1997

CERTIFICATE OF SERVICE

The undersigned hereby certifies that this document has been served today upon all paties of record in this docket as listed on the docket service list by facsimile or by first class mail in properly addressed envelopes, with charges prepaid therepor.

B. Deller X. 160

OFFICIAL SEAL)

BY ORDER OF THE COMMISSION

JAMES A BURG, Chairman

PAM NELSON Commissioner

U S WEST, Inc. 1801 California Street, Suite 5100 Denver Colorado 80202 303 672 2810 Facamele 303 295 7059

USWEST

William P. Heaston

VIA OVER-NIGHT DELIVERY

RECEIVED

iUN - 1997

June 20, 1997

SOUTH DAKOTA PUBLIC UTILITIES COMMISSION

Mr. William Bullard, Jr. Executive Director South Dakota Public Utilities Commission State of South Dakota 500 East Capitol Avenue Pierre, South Dakota 57501

> Re: In Re: Petition of Independent Telephone Companies Regarding a Waiver of Switched Access Rules Docket No. TG97-042

In Re: Petition of MCI Communications Corporation and AT&T Communications, Inc. to Certify LECS as to Compliance with FCC Payphone Orders Docket No. TC97-039

Dear Mr. Bullard:

Enclosed for filing in the above-referenced dockets is an original and one copy of an Order Admitting Non-Resident Attorney allowing Mr. William P. Heaston to represent U.S.WEST Communications, Inc. in these matters

Please file stamp an extra copy of each order, enclosed, and return to me in the enclosed self-addressed stamped envelope. Thank you

Yours truly,

Marjore Larres

Marjøde Burns Legal Secretary

Enclosures

RECEIVED

JUN 2 3 1997

STATE OF SOUTH DAKOTA

IN CIRCUIT COURTLITIES COMMISSION

COUNTY OF HUGHES

SIXTH JUDICIAL CIRCUIT

DOCKET NO. 97-042

ORDER ADMITTING

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF SOUTH DAKOTA

IN RE: PETITION OF INDEPENDENT TELEPHONE COMPANIES REGARDING A WAIVER OF SWITCHED ACCESS RULES) NON-RESIDENT ATTORNEY

It is hereby

ORDERED that the Molion for Admission for William P. Heaston, a non-resident attorney, to appear on behalf of U.S.WEST Communications, Inc., before the Public Utilities Commission and this Court relating to this matter is granted

Dated June 8 1997.

BY THE COURT

Honorable Steven L. Zinter ne Circuit Court-Judge

Sixth Judicial Circuit

ATTEST

Mary L Erickson Clerk of Courts

(SEAL)

STATE OF SOUTH DAKOTA

JUN 1 8 1997

Mary L. Frichand CLERK

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF SOUTH DAKOTA

IN THE MATTER OF THE PETITION OF INDEPENDENT TELEPHONE COMPANIES THAT HAVE PURCHASED U S WEST EXCHANGE AREAS FOR EXTENSION OF WAIVER

ORDER GRANTING EXTENSION OF WAIVER OF SWITCHED ACCESS RULES

TC97-042

On April 15, 1997, the South Dakota Public Utilities Commission (Commission), received a petition of the independent telephone companies that have purchased U S WEST exchange areas for an extension of the waiver of the switched access rules which the Commission granted as part of its final Orders approving the sales of U S WEST exchanges. The Commission approved a composite switched access rate of 7 cents per minute of use. The purchasing companies request an extension of the waiver until such time that cost studies based on 1997 calendar year operations can be provided.

On April 17: 1997, the Commission electronically transmitted notice of the filing and the intervention deadline of May 2, 1997 to interested individuals and entities. On May 13: 1997. U. S WEST was granted intervention.

At its regularly scheduled meeting of July 15, 1997, the Commission considered the matter along with comments from Staff

The Commission finds that it has jurisdiction over this matter pursuant to SDCL Chapters 1-26 and 49-34A and ARSD 20 10 27 02. Further, the Commission finds that it has good cause to grant an extension of the waiver of the switched access rules and petitioner shall provide staff with a date certain regarding the time at which cost studies based on 1997 calendar year operations will be forthcoming. It is therefore

ORDERED, that the request for an extension of the waiver of switched access rules is hereby granted, and it is further

ORDERED, that petitioner shall provide staff with a date certain regarding the time at which cost studies based on 1997 calendar year operations will be forthcoming

Dated at Pierre, South Dakota, this 290 day of July, 1997

CERTIFICATE OF SERVICE

The undersigned hereby certifies that this document has been served today upon all paties of record in this docket, as listed on the docket service list, by facsimile or by first class mail in properly, addressed envelopes, with charges prepaid theight.

PA

PAM NELSON, Commissione

JAMES A BURG Chairma

BY ORDER OF THE COMMISSION

(OFFICIAL SEAL)

LASKA SCHOENFELDER Commissione

Richard D. Coit

Bette Dozier Administrative Assistant

August 4, 1997

Harlan Best Public Utilities Commission 500 East Capitol Avenue Pierre, SD 57501 RECEIVED
AUG 0 5 1997
SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION

Re Docket TC97-042

Dear Harlan

As indicated during our discussion the other day, those independent companies that petitioned the Commission in the above referenced Docket and received a continuation of the waiver from the current switched access rules so that they may submit a 1997 calendar year switched access cost study do intend to file their studies as quickly as possible in 1997 after the necessary data becomes available in a form that is suitable to prepare such studies.

The companies believe their cost study information covering purchased US WEST exchange properties can be filed with the Commission by April 30, 1998.

If filing the study information by that date is not acceptable, please advise.

Thank you for your cooperation in this matter.

Sincerely,

Executive Director and General Counsel

RDC:bd