FILE

BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Application of Western Reserve Telephone for Approval Of an Alternative Form of Regulation Pursuant to Chapter 4901:1-4, Ohio Administrative Code.))))	Case No. 04-1359-TP-ALT	0 0	PM 3: 28	
Administrative Code.)				

APPLICATION FOR REHEARING OF THE OFFICE OF THE OHIO CONSUMERS' COUNSEL

Pursuant to R.C. 4903.10 and Ohio Adm. Code 4901-1-35, the Office of the Ohio Consumers' Counsel ("OCC") hereby applies for rehearing from the October 13, 2004 Finding and Order ("F&O") issued by the Public Utilities Commission of Ohio ("Commission") in this proceeding. The OCC submits the F&O is unjust, unreasonable and contrary to law because:

- The Commission erred by unlawfully awarding alternative regulation to all of Western Reserve Telephone's ("Western Reserve" or "the Company") non-basic services under R.C. 4927.03(A) without the showing required by R.C. 4927.03(A) that each and every one of Western Reserve's non-basic services is subject to competition or that Western Reserve's customers have reasonably available alternatives for those services.
- 2. The Commission erred by concluding that incumbent local exchange companies ("ILECs") needed elective alternative regulation prior to a showing that competition has established a strong foothold.

 Respectfully submitted,

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BEFORE THE PUBLIC UTILITIES COMMISSION OF OHIO

In the Matter of the Application of)	
Western Reserve Telephone for Approval)	
Of an Alternative Form of Regulation)	Case No. 04-1359-TP-ALT
Pursuant to Chapter 4901:1-4, Ohio)	
Administrative Code.)	

MEMORANDUM IN SUPPORT OF THE OFFICE OF THE OHIO CONSUMERS' COUNSEL

This case, and the companion elective alternative regulation ("elective alt. reg.") case for ALLTEL Ohio, Inc. ("ALLTEL") (Case No. 04-1358-TP-ALT), mark the sixth and seventh times that the Commission has granted an incumbent local exchange company ("ILEC") elective alt. reg. since the establishment of the elective alt. reg. rule in 2001. Throughout the proceedings, the OCC has steadfastly adhered to the principle that there should be effective competition prior to a grant of the pricing and profit deregulation afforded by elective alt. reg.

In the ensuing time period, there has been much discussion regarding future and potential types of telecommunications competition. But the fact remains that for the vast majority of consumers in Ohio, these options or alternatives remain nothing more than promises for tomorrow that do not and cannot provide relief from the threat of a deregulated monopoly today. When faced with an ILEC's unregulated rate increases, many Ohio consumers -- particularly those in the Western Reserve service territory -- cannot turn for relief to technologies or services that do not yet exist. Instead, consumers are faced with the dilemma of paying the higher rate or

¹ United Telephone Company d/b/a Sprint (Case No. 02-2117-TP-ALT); SBC Ohio (Case No. 03-3069-TP-ALT); CenturyTel of Ohio, Inc. (Case No. 04-62-TP-ALT); Cincinnati Bell Telephone Company (Case No. 04-720-TP-ALT); and Chillicothe Telephone Company (Case No. 04-1253-TP-ALT).

dropping the service. This is not the intent of Ohio's telecommunications policy and is not in the best interest of Ohio's consumers.

The Commission continues to rely on the "record" from the 00-1532 proceeding² as a basis for concluding that telecommunications services for residential customers are subject to competition or that customers have reasonably available alternatives for those services.³

However, the fact remains that for the vast majority of Ohio consumers including Western Reserve customers, options or alternatives to the incumbent are limited and not comparable. With every headline touting potential and future alternatives, there are announcements of the demise of another competitive local exchange company ("CLEC") or the further reduction of residential service offerings.⁴ In light of the further and continual reduction in the competitive alternatives available to residential customers, the Commission should re-evaluate its position regarding elective alt. reg. and deny Western Reserve this deregulatory authority until Western Reserve's residential consumers have effective competitive alternatives.

² In the Matter of the Commission Ordered Investigation of an Elective Alternative Regulatory Framework for Incumbent Local Exchange Companies, Case No. 00-1532-TP-COI ("00-1532"), Opinion and Order (December 6, 2001). ("00-1532 Opinion and Order").

³ F&O at 4.

⁴ For example see, "More job cuts set by AT&T; Total to hit 20% of Staff," New York Times (October 8, 2004), announcing job cuts as a result of the pullback from the residential local market.

I. THE COMMISSION ERRED BY UNLAWFULLY AWARDING ALTERNATIVE REGULATION TO ALL OF WESTERN RESERVE'S NON-BASIC SERVICES UNDER R.C. 4927.03(A) WITHOUT THE SHOWING REQUIRED BY R.C. 4927.03(A) THAT EACH AND EVERY ONE OF WESTERN RESERVE'S NON-BASIC SERVICES IS SUBJECT TO COMPETITION OR THAT WESTERN RESERVE'S CUSTOMERS HAVE REASONABLY AVAILABLE ALTERNATIVES FOR THOSE SERVICES.

The Commission claims that its finding in Case No. 00-1532-TP-COI -- that each non-basic service of each ILEC was subject to competition or that customers of each service had reasonably available alternatives for that service -- was sufficient to justify both the elective alt. reg. rules themselves and the grant of effective alt. reg. to Western Reserve's non-basic services. The Commission has determined that the support for its decision in 00-1532 was found in the evidence of record. However, the only "evidence" in the 00-1532 case was the sworn non-expert testimony at the local public hearings; and the two affidavits filed by Ameritech Ohio and Sprint. There was absolutely no Western Reserve -specific evidence in 00-1532 and the Company failed to include any evidence of competition or reasonably available alternatives with its Application in this case. Moreover, the rest of the information in 00-1532 was scarcely evidence under any legal standard.

A review of the 00-1532 Opinion and Order (at 15-21) indicates that there was insufficient evidence and insufficient review of the information that was presented to meet the requirements of R.C. 4927.03(A). The record of 00-1532 did not demonstrate that each non-basic services of each Ohio ILEC was subject to competition or that customers of each service had reasonably available alternatives for that service. Specifically, the record of 00-1532 also

⁵ F&O at 4.

⁶ Id.

⁷ Ameritech Ohio has since changed its d/b/a to SBC Ohio.

failed to demonstrate that each of Western Reserve's non-basic services was subject to competition or that customers of each service had reasonably available alternatives for that service throughout Western Reserve's territory.

Moreover, the record here shows that the alleged benefits for Western Reserve customers of the commitments in the elective alt. reg. rules are unclear and uncertain and fail to provide sufficient benefits to meet the public interest standard required by R.C. 4927.03(A). The Commission's consideration of these vital issues in the F&O was incomplete.

The error in the Commission's Finding that each non-basic service of each ILEC was subject to competition or that customers of each service had reasonably available alternatives for that service is highlighted when brought to bear on Western Reserve's specific circumstances.

It is uncontested that there are no CLECs serving residential customers in Western Reserve's service territory. R.C. 4927.03(A)(2)(a)-(d) requires analysis of the status of competition, yet the F&O lacks such review. Because of this uncontested lack of actual competition in Western Reserve's territory, the Commission is relying on a generic record that does not focus on Western Reserve.

In the 00-1532 Opinion and Order, the Commission touted wireless service as a reasonably available alternative to ILEC non-basic services. Yet a careful look at the actual service showed that wireless service is hardly a reasonably available alternative in the Western Reserve service territory because of incomplete and uneven service coverage. Moreover, the fact that local competition may be occurring in the SBC Ohio or any other Ohio ILEC's service territory indicates nothing about whether competition is occurring in Western Reserve's territory.

⁸ See 00-1532, Additional Reply Comments of the Ohio Consumers' Counsel, filed September 7, 2001 at 26-27.

⁹ 00-1532, Opinion and Order at 15-20.

It is noteworthy that at the same time the Commission appears to be ignoring the lack of effective competition in the context of elective alt. reg. cases, the Commission is simultaneously denouncing the lack of effective competition for electric service customers. In *Monongahela Power Company* (PUCO Case No. 00-02-EL-ETP), which is currently on appeal before the Ohio Supreme Court (Case No. 04-305), the Commission has argued on brief through counsel that:

Although "effective competition" is not a defined term, by anyone's definition higher prices from the same provider without any other provider in the market is monopoly, not competition.¹⁰

Based on this assessment, as noted below, it is clear that elective alt. reg. ILECs have been able to impose rate increases on customers without fear of those customers switching service to competitors, because there is no effective competition for those services. To the extent that the Commission characterizes wireless or cable telephony service as a reasonably available alternative for wireline service, then the Commission might just as well characterize natural gas, propane, windmill or individual generators as comparable alternatives for electric service. Although natural gas, propane, windmills and individual generators can provide an energy source, they are not reasonable alternatives to an electric company for competitive purposes. Similarly, although wireless and cable telephony can provide telecommunications services, these are complements to wireline service and not alternatives to wireline service.

Thus, by the Commission's own position in *Monongahela*, the 00-1532 record is clearly insufficient to show that each Western Reserve non-basic service was subject to competition or that customers had reasonably available alternatives to each non-basic service throughout Western Reserve's territory. Western Reserve has not shown that it meets the standards of R.C. 4927.03. Accordingly, elective alt. reg. cannot be granted for each and every one of Western

¹⁰ Monongahela Power Company v. Pub. Util. Comm., Case No. 04-305, Merit Brief Filed on Behalf of the Public Utilities Commission of Ohio (May 21, 2004) at 17.

Reserve's non-basic services. The Commission erred in approving Western Reserve's application.

II. THE COMMISSION ERRED BY CONCLUDING THAT INCUMBENT LOCAL EXCHANGE COMPANIES NEEDED ELECTIVE ALTERNATIVE REGULATION PRIOR TO A SHOWING THAT COMPETITION HAS ESTABLISHED A STRONG FOOTHOLD.

In the F&O, the Commission rejected the OCC's assertion that there was an absence of competition in the Western Reserve service territory. 11 Instead, the Commission stated:

One of the reasons for alternative regulation is to allow ILECs to counter increasing competition and customer attrition with packaging of regulated and de-regulated services. To wait, as the OCC suggests, until competition has demonstrated a strong foothold, may be too late for an ILEC to react with an effective competitive response. ¹²

First, this rationale assumes facts not in evidence. There is no record evidence that if competitors actually were able to market in Western Reserve's service territory, that Western Reserve would be incapable of developing a timely response. This is especially true because competition would take time to grow and does not just happen over night. Further, the Commission's explanation of the reasons or the justifications for elective alt. reg. is entirely missing from the 00-1532 Opinion and Order. This explanation was developed ex post facto as a justification for granting elective alt. reg. In addition, there was nothing in Western Reserve's prior regulatory scheme that would have prevented the company from "packaging... regulated and deregulated services."

Moreover, if the Commission's assertion about elective alt. reg. being used as a "precompetitive" response is correct, then the ILECs having already filed for and been granted

¹¹ F&O at 4.

¹² Id.

elective alt. reg. would have used that regulatory freedom to make filings that created these new packages. However, as demonstrated in Attachment 1 of this Application for Rehearing, a review of the Commission's docket since the first grant of elective alt. reg. authority less than two years ago indicates that there have been over 50 different filings by four of the ILECs (Sprint, SBC Ohio, Cincinnati Bell, and Chillicothe Telephone) that have been granted elective alt. reg. The vast majority of those filings have been for **rate increases**, which is not a competitive response strategy and not new service offerings. More specifically, the ILECs have raised rates for over 100 different services, while offering only 14 new service packages. There is nothing about the new packages that required elective alt. reg. authority in order to be implemented.

Furthermore, as demonstrated by an October 12, 2004 tariff application by Talk America in Case No. 04-1562-TP-ZTA telecommunications providers are justifying **rate increases** by claiming that rates must be raised to keep in line with the charges of other service providers. Such rate increases, and the justification for them, totally contradicts how a truly competitive market operates and also flies in the face of the intent behind R.C. 4927.04 and elective alt. reg.

The only conclusion that can be reached from this data is that ILECs are using the regulatory freedom afforded by elective alt. reg. to raise rates at an unprecedented pace, without the scrutiny and public participation available through a rate case. Other than SBC Ohio, the ILECs can and have implemented these rate increases "willy nilly" because they face no competition and because customers have no reasonable alternatives. This demonstrates how prior grants of elective alt. reg. have failed to satisfy the requirements set forth by R.C. 4927.03 and even the Commission's own expectations. It is not in the public interest for consumers to

face this onslaught of rate increases without viable alternatives that can provide the same or reasonably similar service today.

III. CONCLUSION

The Commission's recognition in the F&O that competition has yet to establish "a strong foothold" in Western Reserve's service territory is an acknowledgement that the Company faces no effective competition. The Commission's Finding is contrary to the requirements set forth in R.C. 4927.03. The Commission has diluted that statutory requirement so that customers have no options or alternatives when faced with arbitrary automatic rate increases. The Commission's determinations are out of balance in favor of ILECs and to the unlawful detriment of the captive customers who are forced to endure rate increases with no options or alternatives.

For the reasons set forth herein, the OCC's Application for Rehearing should be granted.

The approval of Western Reserve's Application should be reversed or modified.

Respectfully submitted,

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¹³ F&O at 6.

CERTIFICATE OF SERVICE

I hereby certify that a copy of the Application for Rehearing of the Office of the Ohio

Consumers' Counsel was served via hand delivery, first class mail, postage prepaid to the parties

identified below this 12th day of November, 2004.

Maureen Grady

Assistant Consumers' Counsel

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ATTACHMENT 1

Filing	Company /Case	Description of Service	Old	New	%
&/or	Nos.	_	Rate	Rate	Increase
Effective					
Date					
12-18-02	Sprint	New Tier 2 Local Calling			
		Packages:	1	<u> </u>	
	02-3281-TP-ALT	Sprint Personal II Solution		\$31.95	
	90-5041-TP-TRF	Sprint Home II Solution		\$26.95	
2-10-03	Sprint				
	02-2117-TP-ALT	Three-way Calling	\$0.75	\$0.95	26.67%
	90-5041-TP-TRF	Repeat dialing	\$0.75	\$0.95	26.67%
		Return Call	\$0.75	\$0.95	26.67%
		Express Touch Feature Pkg.:			
		Advantage	\$12.00	\$14.00	16.67%
		Sprint Essentials	\$15.00	\$17.00	13.33%
		Sprint Solutions Local Calling			
		Bundled Pkgs.:			
		Ideal Solutions	\$30.95	\$32.95	6.46%
		Sure Solution I	\$27.95	\$29.95	7.16%
		Sure Solution II	\$26.95	\$27.95	3.71%
		Custom Solution I	\$23.95	\$25.95	8.35%
		Classic Solution	\$24.95	\$26.95	8.02%
		Message Toll Service,			
		Day Rate - First Minute:			
		0-10 miles	\$0.25	\$0.25	0%
		11-22 miles	\$0.25	\$0.25	0%
		23-125+ miles	\$0.29	\$0.30	3.45%
		Day Rate - Each Add. Min.:			
		0-10 miles	\$0.14	\$0.20	42.86%
		11-22 miles	\$0.16	\$0.20	25%
		23-125+ miles	\$0.14	\$0.25	78.57%
		Evening Rate – First Min.:			
		0-10 miles	\$0.18	\$0.20	11.11%
		11-22 miles	\$0.18	\$0.20	11.11%
		23-125+ miles	\$0.22	\$0.25	13.64%
		Eve. Rate – Each Add. Min.:			
		0-10 miles	\$0.08	\$0.15	87.50%
		11-22 miles	\$0.11	\$0.15	36.36%
		23-125+ miles	\$0.16	\$0.20	25%
		Night/Weekend Rate - First			
		Min.:			
		0-10 miles	\$0.12	\$0.15	25%
		11-22 miles	\$0.12	\$0.15	25%
		23-125+ miles	\$0.17	\$0.20	17.65%

			1	T	Т —
		Night/Weekend Rate – Each]	
		Add. Min.			
		0-10 miles	\$0.05	\$0.10	100%
		11-22 miles	\$0.08	\$0.10	25%
		23-125+ miles:	\$0.10	\$0.10	50%
3-14-03	Sprint	New Tier 2 Service:	\$0.10	\$0.13	30%
3-14-03	03-700-CT-ZTA			6400	
	03-700-C1-Z1A	Toll and Casual Dialing		\$4.00	
5 /1 /00		restriction – per access line			
7/1/03	Sprint	Increased the rate for the			
	03-1444-TP-ZTA	following services:]	
	90-5041-TP-TRF	Directory Assistant-direct dial	\$0.20	\$0.50	150%
		Directory Assistant-via an			
		attendant	\$0.40	\$1.00	150%
		Directory Call Completion-per			
		call	\$0.35	\$0.50	42.86%
		Reduced the Directory			
		Assistance Monthly Call	"up to	"up to	
		Allowance without charge	5"	2"	
7/9/03	Sprint	Residence Additional Listing	\$0.90	\$1.50	66.67%
	03-1498-TP-ZTA	Foreign Residence Additional	****		00.0.70
	90-5041-TP-TRF	Listing	\$0.90	\$1.50	66.67%
	70 30 11 - 1 RI	Residence extra line matter,	\$0.50	Ψ1.50	00.0770
		each line	\$0.90	\$1.50	66.67%
		*	\$0.90	\$1.50	00.0770
		Non-published telephone	01.05	#2 AA	6007
		service	\$1.25	\$2.00	60%
		Basic Call Forwarding	\$1.25	\$2.00	60%
		Speed Dial 8	\$1.25	\$2.00	60%
		Three-way calling	\$1.25	\$2.00	60%
		Speed Dial 30	\$2.75	\$3.50	27.27%
		Signal Ring Plus: First			
		Number, Second Number and			
		Third Number	\$2.75	\$3.50	27.27%
		Residence Intercom	\$0.50	\$0.75	50%
		Residence Warm Line	\$1.90	\$2.50	31.58%
		Residence Fixed Call			
		Forwarding	\$1.40	\$2.00	42.86%
		Toll Restriction-per line	\$4.00	\$5.00	25%
		Sprint Classics Calling Pkg	\$13.00	\$15.00	15.38%
		opinit Classics Calmig I kg	1 413.00	413. 00	15.5070
		Decreased the monthly rate for			
	1]		
	İ	I the following services:	I		
		the following services:	¢2.75	¢2 50	0.000/
		Enhanced Call Forwarding	\$2.75	\$2.50	-9.09%
			\$2.75 \$25.95	\$2.50 \$24.95	-9.09% -3.85%

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	Eliminated the discount for purchasing the multiple features for various services.			
Sprint 03-1627-TP-ZTA	New "Safe and Sound II Solution" calling plan.		\$18.95	
03-2328-TP-ATA 90-5041-TP-TRF	Filed to "de-average the Lebanon exchange into a separate Rate Schedule and add one-way flat rate EAS routes to the Lebanon calling scope."			
	Expanded the calling area between the Lebanon and the Cincinnati Bell exchanges through one-way flat rate EAS calling.			
Sprint 04-855-TP-ZTA 90-5041-TP-TRF	New "Core Solution Plus" calling plan.		\$38.75	
Sprint 90-5041-TP-TRF	Basic Call Forwarding Three-way calling Express touch feature Pkgs: Advantage Sprint Essentials Sprint Elite Sprint Classics	\$2.00 \$2.00 \$14.00 \$17.00 \$20.00 \$15.00	\$3.00 \$3.00 \$15.00 \$18.00 \$21.00 \$16.00	50% 50% 7.14% 5.88% 5% 6.67%
	Solutions local calling packages: Ideal Solution Sure Solution II Choice Solution Custom Solution I Standard Solution II Basic Solution Classic Solution Core Solution Plus Filed to "de-average" the Lima, Mansfield and Warren exchanges into separate Rate	\$32.95 \$29.95 \$27.95 \$25.95 \$25.95 \$20.95 \$28.95 \$26.95 \$34.75 \$33.75 \$38.75	\$33.95 \$30.95 \$28.95 \$26.95 \$26.95 \$21.95 \$27.95 \$35.75 \$34.75 \$39.75	3.03% 3.34% 3.58% 3.85% 4.77% 3.45% 3.71% 2.88% 2.96% 2.58%
	03-1627-TP-ZTA 03-2328-TP-ATA 90-5041-TP-TRF Sprint 04-855-TP-ZTA 90-5041-TP-TRF Sprint	purchasing the multiple features for various services. Sprint 03-1627-TP-ZTA 03-2328-TP-ATA 90-5041-TP-TRF Expanded the calling area between the Lebanon and the Cincinnati Bell exchanges through one-way flat rate EAS calling. Sprint 04-855-TP-ZTA 90-5041-TP-TRF Sprint 90-5041-TP-TRF Basic Call Forwarding Three-way calling Express touch feature Pkgs: Advantage Sprint Elite Sprint Classics Solutions local calling packages: Ideal Solution Sure Solution I Sure Solution Custom Solution II Basic Solution Custom Solution Classic Solution Classic Solution Core Solution Co	purchasing the multiple features for various services. Sprint 03-1627-TP-ZTA New "Safe and Sound II Solution" calling plan. 03-2328-TP-ATA 90-5041-TP-TRF Lebanon exchange into a separate Rate Schedule and add one-way flat rate EAS routes to the Lebanon calling scope." Expanded the calling area between the Lebanon and the Cincinnati Bell exchanges through one-way flat rate EAS calling. Sprint 04-855-TP-ZTA 90-5041-TP-TRF Sprint 90-5041-TP-TRF Basic Call Forwarding Three-way calling Express touch feature Pkgs: Advantage Sprint Elite Sprint Elite Sprint Classics Solutions local calling packages: Ideal Solution Solution II S20.95 Sure Solution II S20.95 Sure Solution II S20.95 Custom Solution II S20.95 Standard Solution S20.95 Custom Solution S20.95 Classic Solution S20.95 Classic Solution S20.95 Core Solution S33.75 Core Solution Plus Filed to "de-average" the Lima, Mansfield and Warren exchanges into separate Rate	purchasing the multiple features for various services. Sprint 03-1627-TP-ZTA Solution" calling plan. 03-2328-TP-ATA 90-5041-TP-TRF Filed to "de-average the Lebanon exchange into a separate Rate Schedule and add one-way flat rate EAS routes to the Lebanon calling scope." Expanded the calling area between the Lebanon and the Cincinnati Bell exchanges through one-way flat rate EAS calling. Sprint 04-855-TP-ZTA 90-5041-TP-TRF Sprint Basic Call Forwarding 90-5041-TP-TRF Basic Call Forwarding Three-way calling Express touch feature Pkgs: Advantage Sprint Essentials Sprint Elite Sprint Sprint Classics Sprint Classics Sprint Classics Solutions local calling packages: Ideal Solution Sprint Choice Solution II Sprint Standard Solution II Sprint Standard Solution II Sprint Standard Solution II Sprint Classic Solution Classic Solution Classic Solution Sprint Standard Solution Sprint Standard Solution Sprint Sprint Sprint Standard Solution Sprint S

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8/20/04	Sprint	Directory Assistance-Direct	\$0.50	\$0.95	90%
	04-1313-TP-ZTA	dialed			
	90-5041-TP-TRF	Eliminated the Directory Assistance two call monthly			
		allowance			
10/12/04	Sprint	Enhanced Call Waiting	\$2.75	\$3.00	9.09%
10/12/07	90-5041-TP-TRF	Enhanced Call waiting w/two	Ψ2.75	45.00	3.0770
		or more features	\$2.00	\$2.20	10%
		Calling package "Standard	,	,	
		Solution I"	\$21.95	\$22.20	1.14%
		Operator handled Director			
		Assistance	\$1.00	\$1.45	45%
1/13/03	SBC	Area Wide calling (including			
	90-5032-TP-TRF	30 minutes of use)	\$4.50	\$5.00	11.11%
		Day, Evening, Night &			
		Weekend Rates for IntraLATA			
		Toll Schedule A and Schedule			1
		B:			
		Day Rate (for Initial 1			
		minute and each add'l minute)	\$0.20	\$0.21	5%
		Evening Rate (for initial 1	20.16	00.15	6.050/
		minute and each add'l minute)	\$0.16	\$0.17	6.25%
		Night & Weekend Rate (for	\$0.14	\$0.15	7 1 40/
		initial 1 minute and each add'1	30.14	\$0.13	7.14%
2/11/03	SBC	minute) Reduced the monthly rate for			
2/11/03	90-5032-TP-TRF	the 2-line Complete Solution			
	30-3032-11-1KI	Package	\$65.50	\$61.50	-6.11%
		Reduce the monthly rate for	Ψ05.50	W01.50	0.1170
		the Complete Solution Package	\$47.30	\$38.30	-19.03%
2/21/03	SBC	Change in Directory			
	90-5032-TP-TRF	Assistance Rates			
		Local DA		\$0.75	
		Toll DA		\$0.95	
		National DA		\$1.25	
3/7/03	SBC	Reduce the per minute rate for			
	90-5032-TP-TRF	Anytime Rate Calling Plan		\$0.07	
4/25/03	SBC	Grandfathered the BASICS			
	03-1058-TP-ZTA	features package (includes Call			
		Waiting, Call Forwarding,			
		Three-way Calling, Caller ID			
		and Caller ID with Name)			ļ
4/25/03	SBC	New BASICS Choice Features			
	03-1059-TP-ZTA	Package.	ı	\$17.95	

4/25/03	SBC 03-1060-TP-ZTA	Modified components of the 2- line Complete Solution Package to include the BASICS Choice feature package in place of the	
4/25/03	SBC	BASICS. Modified the name of the	
4/23/03	03-1061-TP-ZTA	Sensible Solution Package to "Sensible Local Solution"	
4/25/03	SBC 03-1062-TP-ZTA	Modified components of the Complete Solution Package to include the BASICS Choice feature package in place of the BASICS.	
4/25/03	SBC 03-1063-TP-ZTA	New residential package- Sensible Solution	\$29.43
4/25/03	SBC 03-1064-TP-ZTA	New residential package- Economy Solution Plus	\$24.65
4/25/03	SBC 03-1065-TP-ZTA	New residential package-2 Line Complete Solution Plus	\$61.55
4/25/03	SBC 03-1066-TP-ZTA	New residential package- Complete Solution Plus	\$38.35
4/25/03	SBC 03-1067-TP-ZTA	New residential package- Sensible Solution Plus	\$29.58
4/25/03	SBC 03-1068-TP-ZTA	If subscribe to BASICS choice, Economy Solution Plus and the Economy Local Solution packages will receive a discount on the Talking Call Waiting feature	
4/25/03	SBC 03-1069-TP-ZTA	If subscribe to BASICS Choice, Economy Solution Plus and the Economy Local Solution packages will receive a discount on the Privacy Manager feature	
4/25/03	SBC 03-1070-TP-ZTA	Rename the Economy Solution Package Plan to "Economy Local Solution"	
4/25/03	SBC 03-1071-TP-ZTA	New residential package- Economy Solution	\$24.45

4/28/03	SBC	Grandfathered the WORKS			
	03-1084-TP-ZTA	feature package (including Call			
		Waiting, Call Forwarding,			
		Three-way Calling, Repeat			
		Dialing, Automatic Callback,			
		Caller ID, Caller ID with			
C/4.0/00	00.065.000	Name and Speed Calling 8)			
6/10/03	03-965-TP-SLF	Revised the Late Payment		Greater	
		Charge. Charge does not	1	of \$5.00	
		apply until unpaid balance		or 1.5%	
		exceeds \$25.00			
		Increased returned check	\$15.00	\$25.00	66.67%
		charge	*10.00	J2 5.00	00.0770
6/30/03	SBC	Grandfathered the Economy			
	03-1442-TP-ZTA	Local Solution package and			
		the Sensible Local Solution			
		package			
7/9/03	SBC	Changed the name of the			
	03-1503-TP-ZTA	following packages:	e		
		Complete Solution to			
		Complete Local Solution			
		Complete Solution Plus to			
		Complete Local Solution Plus			
		2-Line Complete Solution to			
		2-Line Complete Local Solution			
		2-Line Complete Solution Plu	5		
		to 2-Line Complete Local			
		Solution Plus			
8/1/03	SBC	Limit the number of Call			
	03-1689-TP-ZTA	Forwarding calls that will be	"multi	"up to	
		transferred simultaneously	ple"	5"	
8/1/03	SBC	Increased Busy Line			
	90-5032-TP-TRF	Verification charge	\$1.75	\$1.00	75%
		Increased Busy Line Interrupt			
0.11.100	67.0	charge	\$2.00	\$1.30	53.85%
8/1/03	SBC	Increased additional White	60.00	01.50	(((70)
	90-5032-TP-TRF	Page directory listings charge	\$0.90	\$1.50	66.67%

10/3/03	SBC	Lower the monthly rate for the			
	03-2043-TP-ZTA	Economy Solution Plus Pkg	\$24.65	\$24.50	-0.61%
10/24/03	SBC	Introduced new plan "All			
	03-2147-TP-ZTA	Distance Connections"		ļ	
		combining local and long		\$48.95	
		distance calling			
11/10/03	SBC	Reduce the monthly rate for			
	90-5032-TP-TRF	the Multi-Ring service	\$4.00	\$2.95	-26.25%
12/30/03	SBC	Grandfather the following			
	03-2553-TP-ZTA	packages:			
		Complete Local Solution			
		Complete Local Solution Plus			
		2-Line Complete Local			
		Solution			
		2-Line Complete Local			
		Solution Plus			
3/11/04	SBC	Increased the WORKS feature			
	90-5032-TP-TRF	package	\$19.95	\$20.95	5.01%
		Increased the BASICS feature			
		package	\$15.95	\$16.95	6.27%
3/12/04	SBC	Operator handled surcharge			
	90-5032-TP-TRF	rates:			
		Calling Card Station to			
		Station	\$0.50	\$0.95	90%
		Customer Dialed Calling			
		Card Station to Station	\$1.25	\$1.95	56%
		Operator Assisted Station to			
		Station	\$1.10	\$1.75	56.09%
		Person to Person	\$3.00	\$3.75	25%
		Operator Assistance 3 rd			
		number billed	\$1.50	\$2.25	50%
		Directory Assistance (local			
		and toll) customer direct dials	\$0.75	\$1.10	46.67%
		Directory Assistance (local		12	
		and toll) operator assisted	\$0.95	\$1.10 ¹³	
		National Directory Assistance	\$1.25	\$1.50	20%
3/15/04	SBC	Area Wide calling (including			
	90-5032-TP-TRF	30 minutes of use)	\$5.00	\$5.50	10%

 $^{^{13}}$ The charge will be \$1.10 plus whichever Operator Assistance charge is applicable.

3/15/04	SBC	Day, Evening, Night &			
	90-5032-TP-TRF	Weekend Rates for IntraLATA			
		toll Schedule A and B:			
		Day rate (for initial 1 minute		-	İ
		and each add'l minute)	\$0.21	\$0.23	9.52%
		Evening rate (for initial 1	Ì	-	
		minute and each add'l minute)	\$0.17	\$0.19	11.76%
		Night & Weekend rate (for			
		initial 1 minute and each add'l	\$0.15	\$0.17	13.33%
		minute)			
					į
		Adds a monthly recurring			
		charge for the Anytime Rate		\$2.95	
		(local toll) Calling Plan			
		A.v.	¢4.10	\$5.00	21.050/
		Automatic callback	\$4.10	}	21.95%
		Automatic callback (per use)	\$0.70	\$0.95	35.71%
		Three way calling	\$4.00	\$5.00	25%
		Three way calling (per use) Caller ID with name	\$0.70 \$7.95	\$0.95	35.71%
				\$8.95	12.58%
		Repeat dialing	\$4.10	\$5.00	21.95%
		Talking call waiting	\$2.50	\$3.00	20%
		Talking call waiting (with a	#2.00	00.05	10 500/
		calling plan)	\$2.00	\$2.25	12.50%
		Call screening	\$4.00	\$5.00	25%
C 12 10 4	CDC	Call forwarding	\$4.00	\$5.00	25%
6/1/04	SBC	Introduced new feature-			
	04-831-TP-ZTA	Distinctive Ring which can		60.05	
		designate up to five telephone numbers		\$2.95	
7/30/04	SBC	Busy Line verification charge	\$1.75	\$2.50	42.86%
7730704	90-5032-TP-TRF	Increased Busy Line interrupt	\$1.75	φ2.50	42.0070
	50-5052-11-11d	charge	\$2.50	\$2.75	37.5%
7/30/04	SBC	Grandfathered the following	Ψ2.50	Ψ2.75	37.370
7750701	04-1203-TP-ZTA	Optional Toll Calling Plans:			
	04-1203-11-2171	Peak/off peak plan-MRC			
		\$2.95, per minute usage			
		Peak \$0.24, Off Peak \$0.09	l		
		Saver Pack 30 @ \$3.90, per			
		minute after 30 minute			
		allowance @ \$0.10			
		Saver Pack 60 @ \$6.60, per			
		minute after 60 minute			
		allowance @ \$0.07			

		Saver Pack 120 @ \$10.00,	T	T	
		per minute after 120 minute			
		allowance @ \$0.07			
7/30/04	SBC	Grandfathered the following			1
	04-1204-TP-ATA	Optional Local Calling Plans:			
		Community Calling Service-	}		
		calling to exchanges within the			
		same LATA that are not over			
		22 airline miles from the			İ
		customers' home exchange.			
	}	The incremental monthly			
		Message Rate and Flat Rate at			
		\$15.15 are in addition to the			
		monthly rates for the network			
		access, central office			
		termination and usage. The			
		incremental rates are for the			
		first two hours of use. Each			
		additional 15 minutes of use or			
		fraction thereof is \$1.80 for all			
		residence services.			
		Optional Local Area Service-			
		includes calling to exchanges			
		in addition to those exchange			
		areas included in Community			
		Calling Service. The monthly			
		residence Flat Rate range from			
		\$9.20 to \$11.45 and the			
		monthly Message Rate range	:		
		from \$6.65 to \$8.75.			
		Econo-Call Service-available			
		in various exchanges that may			
		call other specific exchanges at			
		a monthly rate of \$2.90. The			
		monthly usage includes 30			
		messages per month with each			
		additional message charge			
		\$0.08.			
7/30/04	SBC	Additional White Page			
	90-5032-TP-TRF	directory listings charge	\$1.50	\$2.00	33.33%
7/30/04	SBC	Eliminate the IntraLATA			
	04-1213-TP-ZTA	Presubscription			
		Implementation Charge (per	\$0.001	-	
		minute of use)	401		

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8/17/04	Cincinnati Bell 04-1293-TP-SLF 04-1294-TP-SLF	Late Payment Charge. Charge does not apply until unpaid balance exceeds \$25.00.		Greater of \$5.00 or 1.5%	
	90-5013-TP-TRF	Increased return check charge	\$15.00	\$25.00	66.67%
11/01/04	Chillicothe Telephone 90-5012-TP-TRF	Increased IntraLATA directory assistance: Customer direct dial Customer uses operator	\$.30 \$.45	\$.95 \$.95	216.67% 111.11%
		Establish local directory assistance charge	\$0	\$.95	
		Increase local directory assistance for 614 and 740 area codes	\$.30	\$.95	216.67%