

BELLSOUTH

DOCKET FILE COPY ORIGINAL

Ben G. Almond
Executive Director-
Federal Regulatory

Suite 900
1133-21st Street, N.W.
Washington, D.C. 20036
202 463-4112
FAX 202 463-4138

EX PARTE OR LATE FILED

August 15, 1996

Mr. William F. Caton
Acting Secretary
Federal Communications Bureau
1919 M Street, NW, Room 222
Washington, D.C. 20554

RECEIVED
AUG 15 1996
FEDERAL COMMUNICATIONS BUREAU
OFFICE OF SECRETARY

**RE: In the matter of Implementation of the Pay Telephone Reclassification
and Compensation Provisions of the Telecommunications Act of 1996
CC Docket No. 96-128 Ex Parte**

Dear Mr. Caton:

The attached document is provided in response to an issue raised during a recent ex parte by representatives of BellSouth Corporation. Notification of this meeting was dutifully filed with your office on August 8. The document indicates that two of the large interexchange carriers also compete in the payphone market as payphone service providers in addition to the ROBCs, Independent Payphone Providers and others.

Please associate this notification and the accompanying document with the referenced docket proceeding.

If there are questions concerning this matter, please contact the undersigned.

Sincerely,



Ben G. Almond
Executive Director-Federal Regulatory

cc: Michael Carowitz
Rose Crellin
Glenn Reynolds
Tom Zagorsky

No. of Copies rec'd
LIB: ABCDE

021

MEMORANDUM

TO: David Cockcroft, Director of Regulatory Strategy, BellSouth Public Communications

FROM: Jim Hawkins, President - BellSouth Public Communications **JBH**

RE: Major Losses to Carriers' Payphone Units in Southeastern States

DATE: August 14, 1996

Below is a list of several major payphone contracts which have been won by AT&T's and MCI's payphone units. Each of these accounts is still in force today with either AT&T or MCI, as indicated. In some instances, subcontracted payphone providers are utilized to serve accounts.

Please feel free to share this memo with the staff members of the Federal Communications Commission during your upcoming meetings.

Please note that only the estimated amount of annual local and intraLATA toll ("BOC") revenues as of the time of loss are shown. When interLATA revenues are added, these accounts each generate multi-million dollar revenue streams annually, and all of these accounts are under multi-year contracts.

MCI

<u>Account</u>	<u>Date of Loss</u>	<u>Stations</u>	<u>BOC Rev.</u>
State of Kentucky	Feb-95	829	\$1.4M
State of Louisiana	May-96	2151	\$3.7M
Orange County, FL ¹	Nov-95	548	\$1.4M

AT&T

<u>Account</u>	<u>Date of Loss</u>	<u>Stations</u>	<u>BOC Rev.</u>
AAFES ²	Jun-87	3057	\$2.0M
NAVRESSO ³	Jun-90	1959	\$1.4M
Hartsfield Airport	Nov-94	430	\$1.0M
Marriott Hotels	Jul-94	482	\$0.4M

¹Includes nation's largest convention center

²Army Air Force Exchange Service ("AAFES")

³Navy Resale and Services Support Office ("NAVRESSO")