BELLSOUTH

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May 14, 1997

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MAY 14 1997
Federal Communications Commission
Office of Secretary

Ms. Regina M. Keeney
Chief, Common Carrier Bureau
Federal Communications Commission
Room 500
1919 M Street, N.W.
Washington, D.C. 20554

Re: BellSouth Refund Plan for 800 Data Base Access Tariff Exogenous Disallowance (CC Docket Nos. 93-129 and 86-10)

Dear Ms. Keeney:

BellSouth is filing the attached Refund Plan in compliance with paragraph 50 of the Commission's April 14, 1997, Order on Reconsideration for 800 Data Base Access Tariffs and the 800 Service Management System Tariff and Provision of 800 Services (CC Docket Nos. 93-129 and 86-10).

Please call me if you have any questions.

Very truly yours,

W W Jordan

Executive Director - Federal Regulatory

Attachment

cc: Jim Schlichting

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List ABCDE

May 14, 1997

BELLSOUTH
Refund Plan for 800 Data Base Access Tariff Exogenous Disallowance
(CC Docket Nos. 93-129 & 86-10)

Background

On April 14, 1997, the Commission released its Order on Reconsideration for 800 Data Base Access Tariffs and the 800 Service Management System Tariff and Provision of 800 Services (CC Docket Nos. 93-129 and 86-10)(*Recon. Order*). The *Recon. Order* addressed Petitions for Reconsideration (PFRs) of the Commission's 800 Data Base Access Tariffs and the 800 Service Management System Tariff and Provision of 800 Services Report and Order, released October 28, 1996, (*Report and Order*). The *Report and Order* concluded the Commission's investigation of the 800 Data Base Access Tariff that became effective in May 1, 1993, and disallowed $43,355 of BellSouth's 800 Data Base exogenous costs. As required by the *Report and Order*, PCI adjustments were made in December 1996 to reflect the exogenous cost disallowance on a going forward basis.

The *Recon. Order* granted portions of the AT&T and MCI PFRs and ordered refunds back to May 1993 of the disallowed exogenous costs. LECs are required to file a schedule of proposed refunds and a refund plan by May 14, 1997.

Refund Analysis

To determine a refund obligation, if any, caused by an exogenous cost disallowance, there are two considerations in the Traffic Sensitive Basket that must be taken into account: (a) headroom/amount to cap and (b) sharing amounts over the period May 1, 1993 to December 1996.

First, BellSouth determined the headroom/amount to cap amount at the point in time the 800 Data Base Access Tariff became effective, May 1, 1993 (see line a, column 1 on the attached worksheet). The exogenous disallowance amount (line b, col. 1) was subtracted from the amount to cap to produce the recasted amount to cap (line c, col. 1). Since line c (the net of the amount to cap and disallowance amount) is an annual amount, it must first be converted to a monthly amount (line d, col. 1). This recast amount to cap is multiplied by the number of months and partial months (line e, col. 1) that the recast amount to cap would have been in place to produce the total recast amount to cap impact

for the Traffic Sensitive basket for the period this particular PCI was in effect (line f, col. 1) . This process is then repeated for each PCI change for the period through December 1996, i.e. each column represents a PCI change and each line f entry represents the cumulative recast amount to cap for the time period that column's PCI was in effect.

These line f recast amounts to cap are accumulated for the appropriate columns by calendar year with the following results (last line on attached worksheet):

Year	Cumulative Recast Amount to Cap
1993	$138,116
1994	$915,234
1995	$112,167
1996	$850,038

A positive Cumulative Recast Amount to Cap for a calendar year is the result of there being more than enough amount to cap/headroom to offset the exogenous disallowance amount for that calendar year. All calendar years above are positive. Therefore BellSouth does not have any refund obligation as a result of the Commission's *Recon. Order*. It is not necessary to calculate the effects of sharing, since the only impact would be to reduce any refund obligation.

800 Database Access Tariff Exogenous Disallowance
Refund Plan Worksheet

Below Cap amounts for Traffic Sensitive & 800 Database (Revised for LIDB filing)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
Filing Date - (sequenced by filed date)	3-01-93	6-17-93	8-30-93	8-31-93	11-03-93	12-27-93	1-5-94	4-1-94	4-1-94	7/14/94	5/9/95	9/14/95	6/27/96	7/25/96	11/96
Description -	800 db	Ann F/gsf	lidb	exog	flexserv	ONA	DA	Supp. TRP	Ann. Filing	admin mgt scvs	1995 annual	ewp	1996 Ann Filing	TS & DA Rate Chg	800db
Transmittal number-	94	121	137	135/139	159	179	181	Letter 4/1/94	197 & 213	234	287 & ltr	321	356	361	383
Tariff Effective Date -	5-1-93	7-2-93	10-13-93	10-16-93	**12-18-93**	2-10-94	**1-19-94**	4-1-94	7-1-94	11/28/94	8/1/95	9/14/95	7/1/96	08/08/96	12/96
TRAFFIC SENSITIVE															
PCI -	93.4171	84.8844	84.8641	84.9301	84.9099	84.9099	84.9099	84.9099	**83.8894**	**83.8894**	**76.6641**	**76.6641**	**77.1851**	**77.1851**	**77.1792**
API -	93.3536	84.8825	84.8621	84.9014	84.9014	84.9011	84.5133	84.5133	**83.8894**	**83.8867**	**76.6641**	**76.5917**	**76.5917**	**77.0717**	**77.0708**
base demand X proposed rates -	933,882,126	913,746,395	911,478,710	911,901,226	911,901,226	911,898,000	907,732,725	**499,984,355**	**526,988,717**	**526,972,347**	**528,672,014**	**528,187,533**	**561,984,390**	**565,406,222**	**565,400,036**
800 Database	93.2185	**88.9179**	**88.9179**	**88.9179**	**88.9179**	**88.9179**	**88.9179**	**88.9179**	**88.9179**	**88.9179**	**85.3224**	**85.3224**	**85.3224**	**85.3224**	**85.3224**
base demand X proposed rates -	**16,564,157**	**17,543,581**	**17,543,581**	**17,543,581**	**17,543,581**	**17,543,581**	**17,543,581**	**17,543,581**	**22,897,020**	**22,897,020**	**31,155,401**	**31,155,401**	**34,320,973**	**34,320,973**	**34,320,973**
UPPER LIMIT -	98.0210	**88.9179**	**88.9659**	**88.9659**	**88.9659**	**88.9659**	**88.9659**	**88.9659**	**92.2417**	**92.2417**	**85.3224**	**85.3224**	**90.1974**	**90.1974**	**90.1905**
LOWER LIMIT -	88.6856	80.4687	80.4495	80.4929	80.4929	80.4929	80.4929	80.4929	83.3441	83.3441	73.0315	73.0315	77.0720	77.0720	77.0659
a. Traffic Sensitive AMT TO CAP -	**$635,235**	**$20,453**	**$21,481**	**$308,258**	**$91,296**	**$94,518**	**$4,259,765**	**$2,346,303**	**$0**	**$16,961**	**$0**	**$499,281**	**$4,354,017**	**$831,915**	**$795,235**
b. Traffic Sensitive reduction amt.	**$43,355**	**$43,355**	**$43,355**	**$43,355**	**$43,355**	**$43,355**	**$43,355**	**$43,355**	**$43,355**	**$43,355**	**$43,355**	**$43,355**	**$43,355**	**$43,355**	**$43,355**
c. = a. - c. (Recast Traffic Sensitive Cap)	**$591,880**	**($22,902)**	**($21,874)**	**$264,903**	**$47,941**	**$51,163**	**$4,216,410**	**$2,302,948**	**($43,355)**	**($26,394)**	**($43,355)**	**$455,926**	**$4,310,662**	**$788,560**	**$751,880**
d. Monthly Amount (c./12.0)	$49,323	($1,908)	($1,823)	$22,075	$3,995	$4,264	$351,368	$191,912	($3,613)	($2,199)	($3,613)	$37,994	$359,222	$65,713	$62,657
e. Number of Months effective-	2	3.5	0	2	1	1.5	1	3	5	8	1.5	9.5	1	4	
f. Amount Below Cap - (d. x e.)	$98,646	($6,678)	$0	$44,150	$3,995	$6,396	$351,368	$575,736	($18,065)	($17,592)	($5,420)	$360,943	$359,222	$262,852	

	1993	1994	1995	1996	Total
Calendar Year Amount below Cap (Jan - Dec)	$138,116	$915,234	$112,167	$850,038	$2,015,554