(Decision No. C92-746)

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF COLORADO

IN THE MATTER OF PROPOSED RULES) REGARDING BASIC TELEPHONE) SERVICE, 4 CCR 723-2.

DOCKET NO. 92R-282T

NOTICE OF PROPOSED RULEMAKING REGARDING BASIC TELEPHONE SERVICE, 4 CCR 723-2; RULEMAKING HEARINGS SET FOR AUGUST 24, 25, AND 28, 1992

Mailed Date: May 29, 1992 Adopted Date: May 27, 1992

STATEMENT

BY THE COMMISSION:

The Colorado Public Utilities Commission hereby gives notice of proposed rulemaking regarding the definition and provision of basic telephone service. The intent of the proposed rulemaking is to define and set forth the telephone services which regulated local exchange carriers shall be required to provide as part of adequate basic service. For example, the Commission shall investigate whether, in light of current technology and current customers' telecommunications needs, basic service requirements should currently include elements such as dual tone multi-frequency signalling, individual line service, enhanced 911, and data transmission capability. The Commission will also consider present future objectives for elements of basic service such as customized frequency and amplitude modification for voice signals, simultaneous voice and data transmission, etc. A copy of the proposed rules (<u>i.e.</u> proposed amendments to 4 CCR 723-2) attached to this notice of proposed rulemaking. The statutory authority for the proposed rules is found at §§ 40-2-108, 40-4-101 et seq., and 40-15-201, C.R.S.

The Commission will conduct a hearing on the proposed rules and related issues beginning on August 24, 1992, at 9:00 a.m. and continuing on August 25 and 28, 1992, if necessary. Hearings will be conducted in Hearing Room A, Office Level 2 (OL2), Logan Tower, 1580 Logan Street, Denver, Colorado. Parties wishing to participate in this docket may file an Entry of Appearance to be on the Commission's mailing list. Interested persons may file written comments with the Commission. The Commission requests that these comments be filed by July 24, 1992.

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ELECTIONS ATO ENGINE SECRETARY OF STATE

CR15-1063

THEREFORE THE COMMISSION ORDERS THAT:

- 1. This Notice of Proposed Rulemaking shall be filed with the Secretary of State for publication in the June 10, 1992, copy of <u>The Colorado Register</u>. This notice shall also be filed in the Office of Regulatory Reform.
- 2. Hearings on the proposed rules and related matters shall be held beginning August 24, 1992, at 9:00 a.m. in Hearing Room A and continuing, if necessary, on August 25 and 28, 1992.
- 3. Interested persons may file entries of appearance and written comments. Such comments are requested by July 24, 1992.

This Order is effective on its Mailed Date.

ADOPTED IN OPEN MEETING May 27, 1992.

(SEAL)

OF MISSION OF THE PROPERTY OF

ATTEST: A TRUE COPY

Bruce N. Smith Executive Secretary

THE PUBLIC UTILITIES COMMISSION OF THE STATE OF COLORADO

ARNOLD H. COOK

GARY L. NAKARADO

CHRISTINE E. M. ALVAREZ

Commissioners

TM:srs

4 CCR 723-2 AMENDMENTS TO THE RULES REGULATING TELECOMMUNICATIONS SERVICE PROVIDERS

ULES REGULATING TELECOMMUNICATIONS SERVICE PROVIDERS AND TELEPHONE UTILITIES

Basis, Purpose and Statutory Authority of Rules

The basis for these amendments to the existing rules is found in 40-4-101, C.R.S. which requires the Commission to prescribe rules and regulations for the performance of any service or the furnishing of any commodity by a public utility. In addition the Commission is authorized to promulgate rules by 40-15-201, C.R.S. to implement the provisions of Title 40, Article 15, part 2, C.R.S. concerning the provisions of basic local exchange service.

The purpose of these amendments is to update and revise certain rules within the <u>Rules Regulating Telecommunications Service Providers and Telephone Utilities</u> to ensure an adequate level of service is available to the public throughout the state. The update and revision of these rules is necessary to reflect the continuing evolution of the basic service standard which is expected by the public and is available through the changing technology being deployed in the telecommunications industry. In order to prepare for future evolution in services expected by the public from the expanded capabilities of the telecommunications network, a specific set of network enhancement goals are included with the basic service standard within the framework of a universal service standard. These amendments prescribe requirements for provision of certain services by Local Exchange Carriers.

The principal amendment repeals the existing Rule 17- Grades of Service within the existing <u>Rules Regulating Telecommunications</u> Service Providers and Telephone <u>Utilities</u> and replaces it with a new Rule 17 - Local Exchange Service Standard. This and the other amendments to the rules are clear and simple and can be understood by any persons expected to comply with them. They do not conflict with any other provision of law and there are no duplicating or overlapping rules.

RULE 2 - INTERPRETATIONAL DEFINITIONS FOR RULES

- 2.41 <u>DUAL TONE MULTIFREQUENCY SIGNALING</u> MEANS A METHOD OF SIGNALING USED ON A LOCAL ACCESS LINE WHICH USES A SIMULTANEOUS COMBINATION OF ONE OF A LOWER GROUP OF FREQUENCIES AND ONE OF A HIGHER GROUP OF FREQUENCIES TO REPRESENT EACH DIGIT OR CHARACTER TRANSMITTED FROM THE CUSTOMER'S STATION TO THE CENTRAL OFFICE.
- 2.42 ENHANCED 911 (E911) MEANS A TELEPHONE SYSTEM WHICH INCLUDES SUCH FEATURES AS AUTOMATIC NUMBER IDENTIFICATION, AUTOMATIC LOCATION IDENTIFICATION AND CALL ROUTING FEATURES TO FACILITATE PUBLIC SAFETY

RESPONSE. THIS SYSTEM AND ITS REQUIREMENTS ARE FURTHER DESCRIBED WITHIN THE RULES PRESCRIBING THE PROVISION OF EMERGENCY REPORTING SERVICES FOR EMERGENCY TELECOMMUNICATIONS SERVICE PROVIDERS AND TELEPHONE UTILITIES.

- 2.43

 GOVERNING BODY MEANS A BOARD OF COUNTY COMMISSIONERS, THE GOVERNING BODY OF A CITY OR TOWN, THE BOARD OF DIRECTORS OF A SPECIAL DISTRICT, ETC., RESPONSIBLE FOR RECEPTION OF E911 CALLS AS FURTHER DESCRIBED WITHIN THE RULES PRESCRIBING THE PROVISION OF EMERGENCY REPORTING SERVICES FOR EMERGENCY TELECOMMUNICATIONS SERVICE PROVIDERS AND TELEPHONE UTILITIES.
- 2.44 CUSTOMIZED FREQUENCY AND AMPLITUDE MODIFICATION FOR VOICE SIGNALS SERVICE MEANS A SERVICE PROVIDED TO A CUSTOMER FROM THE LOCAL CENTRAL OFFICE WHICH MODIFIES THE FREQUENCY AND/OR AMPLITUDE OF A VOICE (SPEECH) SIGNAL TO SUITE THE HEARING CAPABILITIES OF THE CUSTOMER.
- SIMULTANEOUS VOICE AND DATA TRANSMISSION SERVICE MEANS A SERVICE PROVIDED OVER A LOCAL ACCESS LINE WHICH PROVIDES DIGITAL CONNECTIVITY BETWEEN THE CUSTOMER'S STATION AND THE LOCAL CENTRAL OFFICE USING OUT-OF-BAND SIGNALLING AND PROVIDING ADDITIONAL DATA/VOICE CHANNELS USING, TYPICALLY, THE 2B+D INTERFACE (TWO BEARER PLUS ONE DATA CHANNELS). (GENERALLY, THIS SERVICE IS KNOWN AS NARROWBAND INTEGRATED SERVICES DIGITAL NETWORK.)

RULE 17 - LOCAL EXCHANGE SERVICE STANDARD

17.1 BASIC SERVICE STANDARD

EACH LEC SHALL CONSTRUCT AND MAINTAIN ITS NETWORK SO AS TO PROVIDE EACH CUSTOMER WITHIN ITS JURISDICTIONAL SERVICE AREA WITH THE FOLLOWING SERVICES OR CAPABILITIES WITHIN ITS TARIFFED RECURRING OR MONTHLY RATE FOR BASIC LOCAL EXCHANGE SERVICE:

- (A) INDIVIDUAL LINE SERVICE ON THE LOCAL ACCESS LINE;
- (B) DUAL TONE MULTIFREQUENCY SIGNALING CAPABILITY ON THE LOCAL ACCESS LINE;
- (C) FACSIMILE AND DATA TRANSMISSION CAPABILITY OF AT LEAST 2400 BITS PER SECOND ON ANALOG ACCESS LINES SERVED FROM THE PUBLIC SWITCHED NETWORK WHEN THE CUSTOMER USES MODULATION/DEMODULATION DEVICES RATED FOR SUCH CAPABILITY:
- (D) A LOCAL CALLING AREA THAT REFLECTS THE COMMUNITY OF INTEREST OF THE AREA IN WHICH THE CUSTOMER IS LOCATED;

- (E) ACCESS TO TOLL SERVICES;
- (F) PUBLIC INFORMATION CUSTOMER BILLING, LISTING, DIRECTORY ASSISTANCE, DIRECTORY ASSISTANCE INTERCEPT \mathbf{TO} THE AND DESCRIBED IN RULES 10, 11, 12 OF THESE RULES TELECOMMUNICATIONS REGULATING SERVICE PROVIDER AND TELEPHONE UTILITIES (4 CCR 723-2).

17.2 UNIVERSAL SERVICE STANDARD

EACH LEC SHALL CONSTRUCT AND MAINTAIN ITS NETWORK SO AS TO PROVIDE THE FOLLOWING SERVICES OR CAPABILITIES WHEN REQUESTED BY A CUSTOMER WITHIN ITS JURISDICTIONAL SERVING AREA, WITHIN THE SERVICE LIMITATIONS AND TIME FRAMES STATED IN THIS RULE UNLESS THE LEC PROPOSES AN ALTERNATIVE SCHEDULE WHICH IS ADOPTED BY THE COMMISSION UNDER THE PROVISIONS OF RULE 1.3:

- (A) THE BASIC SERVICE STANDARD SHALL BE UBIQUITOUSLY AVAILABLE UPON A REQUEST FOR SERVICE BY ANY CUSTOMER;
- (B) E911 SERVICE, AS PROVIDED BY THE LEC OR OTHER CERTIFIED PROVIDER UNDER RULES PRESCRIBING THE PROVISION OF EMERGENCY REPORTING SERVICES FOR EMERGENCY TELECOMMUNICATIONS SERVICE PROVIDERS AND TELEPHONE UTILITIES, SHALL BE UBIQUITOUSLY AVAILABLE TO ANY GOVERNING BODY UPON REQUEST;
- (C) CUSTOMIZED FREQUENCY AND AMPLITUDE MODIFICATION FOR VOICE SIGNALS SERVICE SHALL BE AVAILABLE TO CUSTOMERS UPON REQUEST WITHIN THE FOLLOWING TIME FRAME AND LIMITATIONS:
 - (1) FOR ALL LECS SERVING MORE THAN 50,000 ACCESS LINES, A TARIFF SHALL BE ON FILE WITH THE COMMISSION WITHIN ONE YEAR OF THE ADOPTION OF THIS RULE;
 - (2) WITHIN 48 MONTHS OF THE ADOPTION OF THIS RULE, THE SERVICE SHALL BE AVAILABLE IN ALL EXCHANGES SERVING MORE THAN 10,000 ACCESS LINES BY LECS MEETING THE CRITERIA OF 17.2(C)(1);
 - (3) WITHIN 60 MONTHS OF THE ADOPTION OF THIS RULE, THE SERVICE SHALL BE AVAILABLE IN ALL EXCHANGES SERVING MORE THAN 2,500 ACCESS LINES:
 - (4) WITHIN 72 MONTHS OF THE ADOPTION OF THIS RULE, THE SERVICE SHALL BE AVAILABLE IN ALL EXCHANGES SERVING MORE THAN 1,000 ACCESS LINES;
- (5) WITHIN 24 MONTHS OF THE ADOPTION OF THIS RULE, LECS, MEETING THE CRITERIA OF 17.2(C)(2), SHALL BE ABLE TO DEMONSTRATE CONTINUOUS

PROGRESS IN MEETING THE IMPLEMENTATION SCHEDULE FOR THIS SERVICE;

- (D) SIMULTANEOUS VOICE AND DATA TRANSMISSION SERVICE ON A DIGITAL ACCESS LINE, COMPATIBLE WITH ANSI STANDARD T1.601-1992, SHALL BE AVAILABLE TO CUSTOMERS, USING C O M P A T I B L E PREMISE EQUIPMENT, UPON REQUEST WITHIN THE FOLLOWING TIME FRAME AND LIMITATIONS:
 - (1) FOR ALL LECS SERVING MORE THAN 50,000 ACCESS LINES, A TARIFF SHALL BE FILED WITH THE COMMISSION WITHIN 90 DAYS OF THE ADOPTION OF THIS RULE;
 - (2) WITHIN 12 MONTHS OF THE ADOPTION OF THIS RULE, THE SERVICE SHALL BE AVAILABLE WITHIN THE BASE RATE AREA(S) OF AT LEAST 50 PERCENT OF THE TOTAL NUMBER OF EXCHANGES, HAVING MORE THAN 25,000 ACCESS LINES WITHIN THE EXCHANGE, SERVED BY A LEC MEETING THE CRITERIA OF 17.2(D)(1);
 - WITHIN 36 MONTHS OF THE ADOPTION OF THIS RULE, THE SERVICE SHALL BE AVAILABLE WITHIN THE BASE RATE AREA(S) OF ALL EXCHANGES WITH MORE THAN 25,000 ACCESS LINES SERVED BY A LEC CRITERIA OF 17.2(D)(1) MEETING THEINTEROFFICE TRANSMISSION CAPABILITY FOR THIS EXIST BETWEEN SERVICE SHALL ALL SUCH **EXCHANGES:**
 - (4) WITHIN 72 MONTHS OF THE ADOPTION OF THIS RULE, THE SERVICE SHALL BE AVAILABLE IN THE BASE RATE AREA(S) OF ALL EXCHANGES SERVING MORE THAN 1,000 ACCESS LINES WITH INTEROFFICE TRANSMISSION CAPABILITY FOR THIS SERVICE. (IF NO BASE RATE AREA EXISTS IN AN EXCHANGE, SUCH SERVICE SHALL BE AVAILABLE WITHIN A RADIUS OF AT LEAST 1.5 MILES OF THE SERVING CENTRAL OFFICE WITHIN THE EXCHANGE.).
 - (5) WITHIN 12 MONTHS OF THE ADOPTION OF THIS RULE, LECS, MEETING THE CRITERIA OF 17.2(D)(2), SHALL BE ABLE TO DEMONSTRATE CONTINUOUS PROGRESS IN MEETING THE IMPLEMENTATION SCHEDULE FOR THIS SERVICE.

Decision No. C92-748

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF COLORADO

IN THE MATTER OF PROPOSED NEW RULE 31)	
TO THE RULES FOR GAS UTILITIES OF THE)	
COLORADO PUBLIC UTILITIES COMMISSION,)	
4 CODE OF COLORADO REGULATIONS 723-4,)	DOCKET NO. 92R-270G
CONCERNING THE POTENTIAL FOR LOCAL)	
GAS DISTRIBUTION COMPANIES TO USE)	
EXCESS FLOW VALVES AND THE SAFETY)	
ASPECTS OF EXCESS FLOW VALVES.)	

COMMISSION ORDER GIVING NOTICE OF PROPOSED RULEMAKING CONCERNING EXCESS FLOW VALVES ADDING RULE 31 TO THE COMMISSION'S RULES FOR GAS UTILITIES, 4 CODE OF COLORADO REGULATIONS 723-4; AND NOTICE OF RULEMAKING HEARING FOR OCTOBER 19 AND OCTOBER 20, 1992.

Notice of Proposed Rulemaking Adopted Date: May 27, 1992

The Colorado Public Utilities Commission ("PUC" or "commission") hereby gives notice of proposed rulemaking. The commission will examine its Gas Utilities Rules, 4 Code of Colorado Regulation 723-7, for the potential for local gas distribution companies to use excess flow valves, and to study the safety aspects of excess flow valves.

An Excess Flow Valve is a device placed on a gas service line¹ a line which branches from the main gas line. The valve is designed to cut the supply of gas in the service line, if the service line is ruptured (e.g., cut during excavation operations.) Once

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^{1.} The United States Department of Transportation, Office of Pipeline Safety, defines a "service line" to mean "a distribution line that transports gas from a common source of supply to (a) a customer meter or the connection to a customer's piping, whichever is farther downstream, or (b) the connection to a customer's piping if there is no customer meter. A customer meter is the meter that measures the transfer of gas from an operator to a consumer." 49 CFR § 192.3 (1990).

service is repaired, the small "bleed-by flow" allowed by the excess flow valve device equalizes the pressure in the line and the device automatically opens, allowing full flow conditions. It is important to note that the device is designed for catastrophic ruptures and will not operate for small, slow leaks in the line (i.e., corrosion leaks).

On October 20, 1990, the commission established Docket No. 90M- 644G as a repository for information concerning the safety aspects of excess flow valves. The Commission also allowed written comments to be filed and to be placed in Docket 90M-644G. The Colorado Public Utilities Commission investigated the potential for local gas distribution companies to use excess flow valves at a special open meeting on December 20, 1990. The National Transportation Safety Board; UMAC Inc., a manufacturer of excess flow valves; Public Service Company of Colorado; Greeley Gas Company; and the City of Colorado Springs made comments at the special open meeting.

The major issues that came out of the special open meeting process were the reliability of Excess Flow Valves, the cost of installing the valve, and system design concerns. Public Service Company of Colorado stated in written comments filed after the special open meeting, that recent performance of excess flow valves other utilities indicated that reliability of excess flow valves was no longer a service concern.

Public Service Company of Colorado proposed in their written comments to conduct a pilot program where they would install a minimum of 100 Excess Flow Valves.

The pilot program would be done in a location that was isolated which would minimize the immediate impact on their system operations and emergency procedures

The purpose of the pilot program was to help identify the total cost of the device, and provide a basis for reliability under Colorado's field conditions. Public Service Company of Colorado ("Public Service") began the pilot program in 1991. By July 1991,

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Public Service had installed 5 excess flow valves. By the end of 1991, Public Service had installed 100 excess flow valves.

After over a year of experience with the excess flow valve pilot program, Public Service Company Of Colorado filed a report with the commission on April 8, 1992. In their written comments, Public Service Company of Colorado stated that it was encouraged by the improved performance, and potential safety, of excess flow valves. Further, Public Service Company of Colorado recommended:

- Public Service Company of Colorado should continue with the field pilot program. The objectives will be to prove the technology of other excess flow valve designs and to subject them to severe cold weather. An extended cold weather period should determine if the valves are prone to false closures due to load surges, or debris, or dust.
- Specific changes to engineering and operations standards need to be identified and implemented. Specific tracking methods, by paperwork and computer, need to be developed.
- Excess Flow Valves should not be purchased in large quantities until at least one other valve is commercially marketed.
- Laboratory testing should be performed on production model excess flow valves by Dresser and Driscopipe when available. Also, laboratory testing should be performed on the UMAC, Inc.'s high capacity valve for potential use on large residential and small commercial loads.
- The results of the U.S. Department of Transportation cost benefit study, since their database encompasses the entire nation, should be used in any Public Service Company Of Colorado policy-making.
- A discussion of cost allocation should be initiated with the Colorado PUC. The discussion is needed on the effect of excess flow valves on shareholders, customers (via ratebase), and homebuilders.

The commission agrees with Public Service Company Of Colorado that additional time should be given to the field pilot program to include the testing of additional excess

flow valves by other manufacturers. However, the commission also feels that the time has come to start rulemaking on excess flow valves. The rules on excess flow valves will not be effective until May 1, 1993 and will give Public Service Company Of Colorado the opportunity to continue the current field test, and to test excess flow valves other than the product manufactured by UMAC, Inc. For discussion purposes only, the commission will attach as Appendix "1" to this notice of proposed rulemaking an excess flow valve rule. The rule, if adopted as written or modified, would be new Rule 31 to Commission's Gas Utilities Rules, 4 Code of Colorado Regulations 723-4. The commission will file a notice of these proposed rules with the Office of Regulatory Reform during May 1992, because they may affect small businesses. The commission will send the notice of proposed rulemaking to the Secretary of State, who will publish the notice in the Colorado Register on or about June 10, 1992. See Colorado Revised Statutes § 24-4-103.5 (1988 Repl. Vol. 10A) (requiring 10-days advance notice to the office of regulatory reform); Colorado Revised Statutes § 24-4-103(3)(a) (1988 Repl. Vol.10A) (requiring a minimum of 20-days notice of hearing after publication by the secretary of state). The commission will conduct public hearings on the proposed new Rule 31 on Monday and Tuesday October 19 and 20, 1992 commencing each day at 9:00 o'clock a.m., unless otherwise ordered by the commission.

THEREFORE THE COMMISSION ORDERS THAT:

- 1. The Executive Secretary of the Colorado Public Utilities Commission shall file with the Colorado Secretary of State the necessary documents to allow for notice of the proposed new Rule 31 to the Commission's Rules for Gas Utilities, 4 Code of Colorado Regulations 723-4, to be published in the Colorado Register on or before June 10, 1992.
- 2. Chairman Arnold H. Cook, sitting as hearings commissioner, will conduct public hearings on the proposed rules as follows:

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CR15-1072

Date: Monday and Tuesday October 19 and 20, 1992.

Time: 9:00 o'clock a.m.

Place: Colorado Public Utilities commission

Logan Tower

1580 Logan Street, Office Level 2 Commission Hearing Room "A"

Denver, Colorado 80203

3. All parties wishing to participate in this docket may file an Entry of Appearance to be on the commission's official mailing list, and shall do so by October 2, 1992. It is not necessary to petition to intervene.

4. Initial comments on the proposed rules shall be filed on or before Friday October 9, 1992.

ADOPTED IN OPEN MEETING ON May 27, 1992.

(SEAL)

Bruce N. Executive Secretary and Division Director

A TRUE COPY

Smith

THE PUBLIC UTILITIES COMMISSION OF THE STATE OF COLORADO

ARNOLD H. COOK

GARY L. NAKARADO

CHRISTINE E. M. ALVAREZ

Commissioners

Dated: May 29, 1992.

RULES OF THE COLORADO PUBLIC UTILITIES COMMISSION CONCERNING THE FEDERAL PIPELINE SAFETY PROGRAM

BASIS, PURPOSE AND STATUTORY AUTHORITY

The basis and purpose for this rule is to comply with the mandates of the United States Department of Transportation (DOT) which requires state agencies which are certified as federal agents to the Federal Pipeline Safety Program to adopt and enforce DOT rules and to comply with § 40-2-115, C.R.S. The statutory authority for these rules is §40-2-108, C.R.S., which authorizes the Commission to promulgate rules necessary to properly administer and enforce Title 40, C.R.S. Gas corporations and pipeline corporations are public utilities under § 40-1-103(1)(a), C.R.S. The Commission may promulgate rules which are more stringent than federal rules.

RULE 31

Service lines: Excess flow valves.

An excess flow valve shall be installed in each new, and renewable residential and small commercial service lines where the anticipated inlet pressure to the service line and the customer load are within the operating limits of available flow limiting devices. It shall be installed at the connection to the main or common source of supply. "New services" are services which are installed in conjunction with main installed after the effective date of this rule. "Renewable services" are existing services that are being repaired.

Exception: Services with connected loads which may exceed the activation flow of available excess flow valves."

This rule will become effective on May 1, 1993.

REFERENCES

References to service regulators and service lines are found at 49 CFR, Part 192, Subpart H (1990) are Minimum Federal Safety Standards issued by the United States Department of Transportation, Office of Pipeline Safety.