

ORIGINAL



Charles J. Rehwinkel
General Attorney

110 Bay 2214
Tallahassee, FL 32301
Mailbox 1111/00010
Voice 850/847-0244
Fax 850/591-1355

VIA HAND DELIVERY

August 17, 1998

Blanca Bayo
Director
Division of Records and Reporting
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0853

RECEIVED FPSC
AUG 17 PM 4:56
RECORDS AND REPORTING

Re: Docket 980696-TP; Correction to Exhibit KWD-1

Dear Ms. Bayo:

Enclosed is the original and fifteen copies of page 5 of the "Results" section of Exhibit KWD-1 accompanying the prefiled direct testimony of Kent Dickerson [Document No. 08171-98]. Sprint was notified by another party that at least one copy of the exhibit was served without the attached page. Actually a duplicate of page 4 was submitted and numbered as page 5. As a precaution the correct page is being submitted. Recipients of copies of Mr. Dickerson's testimony and exhibits should replace the existing page 5 with this corrected page.

This correction is being served (along with a copy of this letter) upon all parties of record in accordance with the attached certificate of service.

Please acknowledge receipt of this filing by stamping and initialing a copy of this letter and returning same to the courier. If you have any questions, please do not hesitate to call me at 850/847-0244.

- ACK
- AFA 2
- APP _____
- CAF _____
- CMR
- CTR _____
- EAG _____
- LEG 2
- LIN Strong
- OPC _____
- RCH _____
- SEC 1
- WAS _____
- OTH _____

RECEIVED & FILED
[Signature]
FPSC-BUREAU OF RECORDS

Sincerely,
[Signature]
Charles J. Rehwinkel

cc: Parties of record (per certificate of service)

DOCUMENT NUMBER - DATE
08769 AUG 17 98
FPSC-RECORDS/REPORTING

Benchmark Cost Proxy Model Results

Key Elements

TOTAL SUMMARY

SPRINT

Investment: Capped¹

Lines Above \$10K Loop Investment = 7,635

FLORIDA
WIRE CENTERS [139]

Expense Account	Capped Annual Expense	Percentage	Monthly Per Line Cost
Plant Specific Expenses			
6110 Network Support	\$ 564,723	0.12%	\$ 0.02
6120 General Support	\$ 36,837,599	7.73%	\$ 1.58
6210 COE Switch	\$ 18,243,445	3.83%	\$ 0.78
6230 COE/IOF Transmission	\$ 15,007,666	3.15%	\$ 0.65
6310 Information IOT	\$ 2,581,423	0.54%	\$ 0.11
6411 Poles	\$ 373,289	0.08%	\$ 0.02
6421 Aerial Copper Cable	\$ 6,429,268	1.35%	\$ 0.28
6421 Aerial Fiber Cable	\$ 40,070	0.01%	\$ 0.00
6422 Underground Copper Cable	\$ 814,461	0.17%	\$ 0.04
6422 Underground Fiber Cable	\$ 224,973	0.05%	\$ 0.01
6423 Buried Copper Cable	\$ 55,695,973	11.68%	\$ 2.39
6423 Buried Fiber Cable	\$ 871,937	0.18%	\$ 0.04
6441 Conduit Investment System	\$ 2,479,741	0.52%	\$ 0.11
6410 Cable & Wire	\$ 66,927,710	14.04%	\$ 2.88
Total Plant Specific Expenses	\$ 140,164,567	29.40%	\$ 6.03
Plant Non-Specific Expenses			
6510 Other PP&E	\$ 23,256	0.00%	\$ 0.00
6530 Network Operations	\$ 54,419,180	11.42%	\$ 2.34
6560 Depreciation/Amort	\$ 195,958,516	41.11%	\$ 8.43
6610 Marketing	\$ 20,093,236	4.22%	\$ 0.86
6620 Customer Opr Service	\$ 16,488,547	3.46%	\$ 0.71
6710 Executive & Planning	\$ 2,744,215	0.58%	\$ 0.12
6720 General & Administration	\$ 42,535,334	8.92%	\$ 1.83
6790 Prov Uncollectibles	\$ 4,255,859	0.89%	\$ 0.18
Total Plant Non-Specific Expenses	\$ 336,518,143	70.60%	\$ 14.47
Total Operating Expense	\$ 476,682,709	100.00%	20.50
Federal and State Taxes	\$ 100,798,108		\$ 4.33
Return On Investment	\$ 161,599,288		\$ 6.95
Monthly Cost per Line	\$ 739,080,105		\$ 31.78
Gross Receipts Tax ²	\$ -		\$ -

¹ GRIDs with Average Loop Investment per line over \$10,000 are capped at \$10,000.

² Application varies so much on a state by state basis, it is not included in the Monthly Cost.

Assumptions:

[WIRE CENTER] C:\BCPMD\RESULTS\FLUSF\FLUSF_WC_REPORT.CSV

PROCESSING - FLUSF : CAPCOST - FLUSF

**CERTIFICATE OF SERVICE
DOCKET NO. 980696-TP**

HEREBY CERTIFY that a true and correct copy of the foregoing was served by
U.S. Mail this 17th day of August, 1998 to the following:

Senate
Regulated Industries Committee
404 South Monroe Street
John Guthrie
Room 326 Senate Office Building
Tallahassee, Florida 32399-1100

Booter Imhof
Research Director for
House Utilities &
Communications Committee
428 House Office Building
425 South Monroe Street
Tallahassee, FL 32399-1300

AT&T Communications of the
Southern States, Inc.
Rhonda Merritt/Tracy Hatch
101 North Monroe Street
Suite 700
Tallahassee, Florida 32301-1549

Hopping Law Firm
Richard Melson
Post Office Box 6526
Tallahassee, Florida 32314

MCI Telecommunications Corp.
Thomas K. Bond
780 Johnson Ferry Road, Suite 700
Atlanta, GA 30342

Monica Barone, Esquire
Sprint
3100 Cumberland Circle
Atlanta, GA 30339

Lynne Brewer
Northeast Florida Telephone Company
P.O. Box 485
MacClenny, FL 32063

Everett Boyd
Ervin Law Firm
P.O. Drawer 1170
Tallahassee, Florida 32302

Steven Brown
Intermedia Communications, Inc.
3625 Queen Palm Drive
Tampa, Florida 33619-1309

David Erwin, Esquire
Attorney at Law
127 Riversink Road
Crawfordville, Florida 32327

Donna Canzano, Esquire
Wiggins & Villacorta
P.O. Drawer 1657
Tallahassee, Florida 32302

John Frons, Esquire
Ausley & MacMullen
227 South Calhoun Street
Tallahassee, Florida 32301

Kimberly Caswell, Esquire
GTE Florida Incorporated
P.O. Box 110, FLTC0007
Tampa, Florida 33601

David Daniel
316, The Capitol
402 S. Monroe Street
Tallahassee, Florida 32399-1300

Marc Dunbar, Esquire
Pennington, Moore Wilkinson, & Dunbar
P.O. Box 10095
Tallahassee, Florida 32302

Harriet Eudy
ALLTEL Florida, Inc.
206 White Avenue
Live Oak, Florida 32060-0550

John Ellis, Esquire
Rutledge, Ecenia, Underwood,
Purnell & Hoffman, P.A.
Post Office Box 551
Tallahassee, Florida 32302-0551

Mark Ellmer
GTC Inc.
P.O. Box 220
Port St. Joe, Florida 32457

Jack Shreve, Esquire
Charles Beck, Esquire
Office of Public Counsel
c/o The Florida Legislature
111W. Madison Street, Room 812
Tallahassee, Florida 32399-1400

Richard Spears
Community Assoc. Institute
9132 Ridge Pine Trail
Orlando, Florida 32819

Bill Thomas
GTC, Inc.
P.O. Box 220
Port St. Joe, Florida 32456

Jennifer Uhal
StateScape
1911 N. Ft. Myer Drive, Suite 702
Arlington, VA 22209

Nancy White
BellSouth Telecommunications, Inc.
150 S. Monroe Street, Suite 400
Tallahassee, Florida 32301

Nancy Sims
BellSouth Telecommunications, Inc.
150 S. Monroe Street, Suite 400
Tallahassee, Florida 32301-1556

David Swafford
Pennington, Moore, Wilkinson, & Dunbar
P.O. Box 10095
Tallahassee, Florida 32302

Michael Twomey, Esq.
8903 Crawfordville Road
Tallahassee, Florida 32310

Jeff Wahlen, Esquire
Ausley & McMullen
227 S. Calhoun Street
Tallahassee, Florida 32301

Patrick Wiggins, Esquire
Wiggins & Villacorta
P.O. Draw 1657
Tallahassee, Florida 32302



Charles J. Rehwinkel
Attorney For
Sprint-Florida, Inc.
P.O. Box 2214
MS: FLTLHO0107
Tallahassee Florida 32316-2214