ORIGINAL

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October 2, 2003

Ms. Blanca S. Bayo, Director Division of the Commission Clerk and Administrative Services Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Re: Docket No. 030867-TL

> Amended Petition of Verizon Florida Inc. to Reform Its Intrastate Network Access and Basic Local Telecommunications Rates in Accordance with Florida Statutes, Section 364.164

> > RECEIVED & FILED

FPSC-BUREAU OF RECORDS

Dear Ms. Bayo:

Please find enclosed for filing an original and 15 copies of Verizon Florida Inc.'s Request for Confidential Classification and Motion for Protective Order in connection with the Amended Direct Testimony of Orville D. Fulp and Amended Exhibits ODF-1, ODF-2 and ODF-3 in the above matter. Service has been made as indicated on the Certificate of Service. If there are any questions regarding this matter, please contact me at 813-483-1256.

Sincerely,

Richard M. Chaples

Richard A. Chapkis

RAC:tas **Enclosures**

NUS

CAF CMP COM CTR ECR GCL OPC MMS SEC

DOCUMENT NUMBER-DATE

09526 OCT-28

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition of Verizon Florida Inc. to Reform)
Its Intrastate Network Access and Basic Local)
Telecommunications Rates in Accordance with)
Florida Statutes, Section 364.164

Docket No. 030867-TL Filed: October 2, 2003

VERIZON FLORIDA INC.'S REQUEST FOR CONFIDENTIAL CLASSIFICATION AND MOTION FOR PROTECTIVE ORDER

Under Commission Rule 25-22.006, Verizon Florida Inc. (Verizon) seeks confidential classification and a protective order for certain information contained in the Amended Direct Testimony of Orville D. Fulp and Amended Exhibits ODF-1, ODF-2, and ODF-3 filed in this matter.

All of the information for which Verizon seeks confidential treatment falls within Florida Statutes section 364.183(3)(e), which defines the term, "proprietary confidential business information," to include "information relating to competitive interests, the disclosure of which would impair the competitive business of the provider of information." If competitors were able to acquire this detailed and sensitive information regarding Verizon, they could more easily develop entry and marketing strategies to ensure success in competing with Verizon. This would afford them an unfair advantage while severely jeopardizing Verizon's competitive position. In a competitive business, any knowledge obtained about a competitor can be used to the detriment of the entity to which it pertains, often in ways that cannot be fully anticipated. This unfair advantage skews the operation of the market, to the ultimate detriment of the telecommunications consumer.

While a ruling on this request is pending, Verizon understands that the information at issue is exempt from Florida Statutes section 119.07(1) and Staff The CATE

will accord it the stringent protection from disclosure required by Rule 25-22.006(3)(d).

One highlighted copy of the confidential information is attached to the original of this Request as Exhibit A. Two redacted copies are attached as Exhibit B. A detailed justification of the confidentiality of the information at issue is attached as Exhibit C.

Respectfully submitted on October 2, 2003.

By:

Richard A. Chaples
Richard Chapkis
P. O. Box 110, FLTC0717
Tampa, FL 33602
(813) 483-1256

Attorney for Verizon Florida Inc.

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included in the interstate access ARPM.

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Moreover, including the PICC in Verizon's interstate access rate is consistent with the Act. As stated above, the Act defines the term "intrastate switched network access rate" to include common line charges, but does not define the term "interstate switched network access rate."²³

The PICC is a federal common line charge.²⁴ Because the Act includes common line charges in Verizon's intrastate access rate, the analogous PICC federal common line charge must be included in Verizon's calculation of the interstate ARPM for a consistent comparison.

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- YOU STATED PREVIOUSLY THAT VERIZON WOULD HAVE TO 12 Q. 13 REDUCE INTRASTATE ACCESS **REVENUES** BY ITS APPROXIMATELY \$76.2 MILLION TO REDUCE ITS INTRASTATE 14 PLEASE EXPLAIN HOW YOU 15 ACCESS RATE TO PARITY. 16 CALCULATED THIS AMOUNT.
- As explained above, I calculated intrastate and interstate ARPMs of \$.0485441 and \$.0117043, respectively, using rates in effect on January 1, 2003 and units for the 12 months ending July 31, 2003. I then subtracted the interstate ARPM from the intrastate ARPM, and multiplied the difference (\$.0368398) by the intrastate demand (**

 MOUs). This produced a required access revenue reduction of

²³ Section 364.164(6).

²⁴ See Footnote 22.

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| 1 | | CUR | RENT ESTI | MATED | SUPPORT | | | |
|----|---------|-----------------------------|--------------|-----------------|-----------------|-----------|-----------------|---------------|
| 2 | | | RESI | DENCE | | | | |
| 3 | | | Annualized | Present | Present Rate | Order | ed Esti | imated |
| 4 | Service | Description | <u>Units</u> | Rate | w/EUCL | UNE- | <u> Տ</u> ւ | <u>ipport</u> |
| 5 | Basic L | ocal Exchange Service | | | | | | |
| 6 | Flat | Rate – 1 Party Service/Busi | iness | | | | | |
| 7 | Rate G | roup 1 | | \$10.12 | \$16.62 | \$35.7 | 5 - | 53.51% |
| 8 | Rate G | roup 2 | | \$10.95 | \$17.45 | | | - |
| 9 | Rate G | roup 3 | | \$11.33 | 17.83 | \$31.2 | 7 -4 | 42.98% |
| 10 | Rate G | roup 4 | | \$11.70 | \$18.20 | \$28.7 | 2 - | 36.63% |
| 11 | Rate G | roup 5 | | \$12.1 0 | \$18.60 | \$23.9 | 0 -2 | 22.18% |
| 12 | | | | | | | | |
| 13 | | CUF | RENT EST | MATED | SUPPORT | | | |
| 14 | | | BUS | SINESS | | | | |
| 15 | | | | | | | | |
| 16 | | | Annualized | Present | Present | | Ordered | Estimated |
| 17 | Service | <u> Description</u> | <u>Units</u> | Rate | Rate w/EUC | <u>DL</u> | UNE-P* | Support |
| 18 | Basic L | ocal Exchange Service | | | | | | |
| 19 | Flat | Rate – 1 Party Service/Bus | siness | | | | | |
| 20 | Rate G | roup 1 | | \$24.47 | \$30.97 | | \$35 .75 | -13.37% |
| 21 | Rate G | roup 2 | | \$26 .82 | \$33 .32 | | _ | - |
| 22 | Rate G | roup 3 | | \$28 .05 | \$34 .55 | | \$31 .27 | 10.49% |
| 23 | Rate G | roup 4 | | \$28 .85 | \$35 .35 | 1 | \$28 .72 | 23.08% |
| 24 | Rate G | roup 5 | | \$30 .35 | \$36 .85 | ! | \$23 .90 | 54.18% |
| 25 | | | | | | | | |
| 26 | Q. | HOW DID YOU DE | TERMINE V | VHAT E | LEMENTS 1 | O IN | CLUDE | E IN THE |
| 27 | | COMPOSITE RAT | E, AND W | HAT AS | SUMPTION | IS DI | D YO | U MAKE |
| 28 | | REGARDING SWI | TCHING AN | D TRAN | ISPORT US | AGE | ? | |
| 29 | A. | used the network | elements tha | at are ty | oically used | to pro | vide ba | asic local |

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residential and business telephone service. These elements are the loop, port, switching and transport. The loop and port elements are priced on a flat rate basis, and switching and transport are priced on a minute-of-use basis. I determined, based on typical usage patterns, that 2,376 switching minutes and 618 transport minutes are typically used to provision basic local service in Florida.

Α.

Q. WHAT ARE THE RESULTS OF YOUR COMPOSITE UNE ANALYSIS AND WHAT CONCLUSIONS DO YOU REACH?

Basic local residential rates are subsidized and receive substantial support. In all five basic residential rate groups, the current rates are below the ordered UNE rates. The estimated shortfall ranges from in Rate Group 1 to in Rate Group 5. The two-year rebalancing effort will make significant progress in eliminating support in residential rates, but a level of subsidy will remain in all exchanges even after residential rates are rebalanced.³⁶

With regard to business rates, there is currently a subsidy being provided to rates in Rate Group 1 (the least dense rate group) only. Rates (including the SLC) in Rate Groups 2 through 5 exceed their comparable composite UNE rates.³⁷ Even using the conservative composite UNE rates, this analysis confirms that basic local residential rates receive

³⁶ See Exhibit ODF-3.

³⁷ See Exhibit ODF-3.

| | Elosida | 3 | | | | | | |
|---|------------------------|-------------------|---------------------------------------|------------|--|--|--|--|
| Florida Calculation of the Interstate ATS ARPM | | | | | | | | |
| Calci | diation of the litters | : | | | | | | |
| | | | 1/1/2003 | 1/1/2003 | | | | |
| | Rate | Aug '02 - Jul '03 | Interstate | Interstati | | | | |
| Element | Application | Interstate Demand | Rates | Revenue | | | | |
| vitching | | | · · · · · · · · · · · · · · · · · · · | | | | | |
| End Office Switching - Bundled | | | | | | | | |
| Premium | Per MOU | | \$ 0.0032869 | | | | | |
| Information Surphores | DecMOU | | \$0 | | | | | |
| Information Surcharge | Per MOU | - | 20 | | | | | |
| End Office Trunk Port | | | | | | | | |
| Dedicated Voiceband Dedicated DS1 | Per Month Per Month | | \$ 25.00 \$ 9.65 | | | | | |
| Shared | Per MOU | | \$ 0.0002324 | | | | | |
| | | | | | | | | |
| ansport_ | | | | | | | | |
| Tandem Switching | | <u> </u> | | | | | | |
| Tandem Switched Facility | Per MOU/Mile | | | | | | | |
| Zone 1 Zone 2 | | - | \$ 0.0000627 | | | | | |
| Zone 3 | | | \$ 0.0000752 | | | | | |
| Tandem Switched Termination | Per MOU/Term | - | \$ 0.0000875 | | | | | |
| Zone 1 | | | \$ 0.0001731 | | | | | |
| Zone 2 | | | \$ 0.0002077 | | | | | |
| Zone 3 Tandem Switching Rate | Per MOU | | \$ 0.0002250 | | | | | |
| Zone 1 | 1 61 1100 | | \$ 0.0017800 | | | | | |
| Zone 2 | | | \$ 0.0022253 | | | | | |
| Zone 3 Shared Multiplexing | Per MOU | ļ <u>.</u> | \$ 0.0024106 | | | | | |
| Zone 1 | 1 0, 11.00 | | \$ 0.0000459 | | | | | |
| Zone 2 | | | \$ 0.0000459 | | | | | |
| Zone 3 Dedicated Tandem Trunk Port | | - | \$ 0.0000459 | | | | | |
| Voiceband | Per Month | | \$ 15.28 | | | | | |
| DS1_ | Per Month | | \$ 5.97 | | | | | |
| Interconnection Charge | Per MOU | | \$0 | | | | | |
| | . 0. 11.00 | | | | | | | |
| Direct Trunk Transport: | | | | | | | | |
| Voicegrade | Per Mile/Month | | | | | | | |
| Zone 1 | - | | \$4.30 | | | | | |
| Zone 2 | · | | \$4.30 | | | | | |
| Zone 3 DS1 Facility | Per Mile/Month | <u> </u> | \$4.30 | | | | | |
| Zone 1 | Per Mile/Month | | \$7.10 | | | | | |
| Zone 2 | | | \$8.03 | | | | | |
| Zone 3 | | | \$8.70 | | | | | |
| DS1 Termination | Per Month | | | | | | | |
| Zone 1 | | | \$21.30 | | | | | |
| Zone 2 | | | \$24.09 | | | | | |
| Zone 3 | | | \$26.10 | | | | | |
| DS3 Facility | Per Mile/Month | | | | | | | |
| Zone 1 | | | \$34.52 | | | | | |
| Zone 2 | | | \$36.50 | | | | | |
| Zone 3 | <u> </u> | | \$44.00 | | | | | |
| DS3 Termination | Per Month | | | | | | | |
| Zone 1 | | | \$346.88 | | | | | |
| Zone 2 | | | \$370.00 | | | | | |

Zone 3

\$444.25

Docket No. 030867-TL
Amended Direct Testimony of Orville D. Fulp
Amended Exhibit No. ODF-1
FPSC Exhibit No.
Page 2 of 7

| | ERIZON Commu | incauons | | | | | | | |
|--|---------------------------------------|-------------------|------------|------------|--|--|--|--|--|
| | Florida | | | | | | | | |
| Calculation of the Interstate ATS ARPM | | | | | | | | | |
| · | | | 1/1/2003 | 1/1/2003 | | | | | |
| | Rate | Aug '02 - Jul '03 | Interstate | Interstate | | | | | |
| Element | Application | Interstate Demand | Rates | Revenues | | | | | |
| Entrance Facility: | | | i | | | | | | |
| Two Wire | Per Month | | | | | | | | |
| Zone 1 | · · · · · · · · · · · · · · · · · · · | | \$31.40 | | | | | | |
| Zone 2 | | | \$31.40 | | | | | | |
| Zone 3 | | | \$31.40 | | | | | | |
| Four Wire | Per Month | : | | | | | | | |
| Zone 1 | | | \$48.99 | | | | | | |
| Zone 2 | | | \$48.99 | _ | | | | | |
| Zone 3 | | | \$48.99 | | | | | | |
| DS1 | Each DS1, Per Month | | i | | | | | | |
| Zone 1 - per system | | | \$165.00 | | | | | | |
| Zone 2 - per system | ! | | \$250.00 | | | | | | |
| Zone 3 - per system | | | \$250.00 | | | | | | |
| DS3 Electrical | Each DS3, Per Month | | | | | | | | |
| Zone 1 | | | \$1,000.00 | | | | | | |
| Zone 2 | | | \$1,055.12 | | | | | | |
| Zone 3 | | | \$1,055.12 | | | | | | |
| DS1 to Voice Multiplexing | Each, Per Month | | | | | | | | |
| Zone 1 | | | \$250.00 | | | | | | |
| Zone 2 | | | \$250.00 | | | | | | |
| Zone 3 | | | \$250.00 | | | | | | |
| DS3 to DS1 Multiplexing | Each, Per Month | | | | | | | | |
| Zone 1 | | | \$346.88 | | | | | | |
| Zone 2 | | | \$370.00 | | | | | | |
| Zone 3 | | | \$444.25 | | | | | | |
| | | Total ATS Revenue | | | | | | | |
| | | ATS ARPM | | | | | | | |

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|----------------------------------|---------------------------------|--------------------|--------------|---------------------------------------|
| 0-1-1-1 | | | -14 - A DDIT | |
| Calculation | of PICC Equivalent ARPN | and lotal Compo | SITE ARPM | |
| | | · | 44410000 | |
| | | | 1/1/2003 | 1/1/2003 |
| | Rate | Aug '02 - Jul '03 | Interstate | Interstate |
| Element | Application | Intrastate Demand | Rates | Revenues |
| resubscribed Interexchange | Carrier Charge | | | |
| Multiline Business | Per Line, Per Month | | \$3.20 | |
| ISDN - PRI | Per Line, Per Month | | \$16.00 | |
| Centrex * | Per Line, Per Month | | \$0.36 | |
| 1 Line | | | \$3.20 | |
| 2 Line | | 1 | \$1.60 | |
| 3 Line | | | \$1.07 | |
| 4 Line | | | \$0.80 | |
| 5 Line | | 1 | \$0.64 | |
| 6 Line | | | \$0.53 | |
| 7 Line | | | \$0.46 | |
| 8 Line | | | \$0.40 | · · · · · · · · · · · · · · · · · · · |
| 9 + Lines | | T T | \$0.36 | |
| | | | | - |
| | i | Total PICC Revenue | | |
| | | | | |
| | | Intrastate Demand | | |
| | | PICC Equivalent AR | PM | |
| | | | | |
| * During the study period Centre | x was billed a composite rate o | f \$0.36 per line. | | |
| | | | 1 | |
| | | | | |
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| nterstate ATS ARPM | | | | |
| | | | | |
| PICC Equivalent ARPM | | | | |
| | | | **** | |

| Page | 4 of | 7 |
|------|------|---|

| | Flori | ida | | | | | |
|--------------------------------------|---------------------|-------------------|-------------|-------------|------------|--|-------------|
| Intractato | Rate Reductions to | | Composite | | | | <u> </u> |
| IIII astate i | Ale Reductions to | Neach Interstate | Composite | | | | + |
| | | | Current | Proposed | Current | Proposed | T . |
| | Rate | Aug '02 - Jul '03 | Intrastate | Intrastate | Intrastate | Intrastate | |
| Element | Application | Intrastate Demand | Rates | Rates | Revenue | Revenue | Differenc |
| | Арриосион | | | - | | | |
| 7 | | | | | | | |
| Information Surcharge | Per MOU | | \$0.0072000 | \$0 | - (2) | | |
| ansport * | | | | | | | 1 |
| Tandem Switching | | | ! | | | | |
| Tandem Switched Facility | Per MOU/Mile | | \$0.0000135 | \$0.0000135 | | | |
| Tandem Switched Termination | Per MOU/Term | | \$0.0001344 | \$0.0001344 | | | |
| Tandem Switching Rate | Per MOU | | \$0.0007500 | \$0.0007500 | | | |
| 1 | | | | | | | |
| Voicegrade | Per Mile/Month | | \$5.08 | \$5.08 | | | |
| DS1 Facility | Per Mile/Month | | \$5.00 | \$5.00 | | | 1 |
| DS1 Termination | Per Month | | \$30.00 | \$30.00 | | | |
| DS3 Facility | Per Mile/Month | | \$70.00 | \$70.00 | | | |
| DS3 Termination | Per Month | - | \$500.00 | \$500.00 | | | |
| Entrance Facility: | | | - | | | | + |
| Two Wire | Per Month | | \$33.08 | \$33.08 | | | + |
| Four Wire | Per Month | | \$52.93 | \$52.93 | | | 1 |
| DS1 - First system | Each DS1, Per Month | | \$260.00 | \$260.00 | | | |
| DS1 - Additional systems | Each DS1, Per Month | | \$130.00 | \$130.00 | | | |
| DS3 Electrical | Each DS3, Per Month | 100 | \$1,400.00 | \$1,400.00 | | | + |
| DS1 to Voice Multiplexing | Each, Per Month | | \$250.00 | \$250.00 | | | |
| DS3 to DS1 Multiplexing | Each, Per Month | - ANTALY FALL | \$581.63 | \$581.63 | | | - |
| arrier Common Line | | | | | | | + |
| Onginating Carner Common Line Access | Per MOU | | \$0.0159409 | \$0 | | | |
| Terminating Camer Common Line Access | | | \$0.0246950 | \$0.0031065 | | | |
| otal Revenue | | | | | | | |
| Total ARPM | | | | | | | |
| | | | L | | | in the second se | |
| | | | | | | | ! |

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|--|---------------------------------------|--|--------------|-------------|------------|--------------|--|
| Intracto | ite Switched Access | | Vand | | | | |
| mirasta | te Switched Access | s Rate Reductions | Tear I | | | | |
| | | | Current | Proposed | Current | Proposed | |
| ···· | Rate | Aug 102 - Jul 102 | Intrastate | Year 1 | Intrastate | Year 1 | |
| Element | Application | Aug '02 - Jul '03 Intrastate Demand | Rates | Rates | Revenue | Revenue | Differenc |
| Lienent | Application | miliastate Demanu | Rates | Nates | Veagure | Kevenue | Differenc |
| itching | | | | | | | |
| End Office Switching - Bundled | | | | | | | |
| Premium | Per MOU | | \$0.0089000 | \$0.0089000 | | | |
| nformation Surcharge | Per MOU | | \$0.0072000 | \$0 | | - | 1 |
| | | | | | | | |
| Insport * | | | ļ | <u> </u> | | | |
| Tandem Switching | | | | | | | |
| Tandem Switched Facility Tandem Switched Termination | Per MOU/Mile | | | \$0.0000135 | | | |
| Tandem Switching Rate | Per MOU/Term Per MOU | | \$0.0001344 | \$0.0001344 | | | |
| Tarrasti evitating Nate | r ei mioù | | \$0.0007300 | \$0.0007300 | | | |
| nterconnection Charge | Per MOU | | \$0.0102494 | \$0.0058073 | | | - |
| Direct Trunk Transport: | | | | | | | ! |
| Voicegrade | Per Mile/Month | | \$5.08 | \$5.08 | | | 1 |
| DS1 Facility | Per Mile/Month | | \$5.00 | \$5.00 | | | |
| DS1 Termination | Per Month | * | \$30.00 | \$30.00 | | | |
| DS3 Facility | Per Mile/Month | | \$70.00 | \$70.00 | | | |
| DS3 Termination | Per Month | | \$500.00 | \$500.00 | | - | |
| | | | | 1 | | | |
| Entrance Facility: | | | | | | | 1 |
| Two Wire | Per Month | | \$33.08 | \$33.08 | | | |
| Four Wire | Per Month | | \$52.93 | \$52.93 | **** | | |
| DS1 - First system | Each DS1, Per Month | | \$260.00 | \$260.00 | | | |
| DS1 - Additional systems DS3 Electrical | Each DS1, Per Month | | \$130.00 | \$130.00 | | | ļ |
| D33 Electrical | Each DS3, Per Month | | \$1,400.00 | \$1,400.00 | | | |
| OS1 to Voice Multiplexing | Each, Per Month | | \$250.00 | \$250.00 | | | 1 |
| | _ | | | | | | |
| DS3 to DS1 Multiplexing | Each, Per Month | | \$581.63 | \$581.63 | | | |
| rrier Common Line | | | Ī | | | | |
| Driginating Carner Common Line Access | Per MOU | | \$0.0159409 | \$0.0159409 | | | |
| Terminating Carner Common Line Access | Per MOU | | \$0.0246950 | \$0.0246950 | | | |
| tal Revenue | | | | | | | |
| Total ARPM | | | | | | | |
| I OLAI ARPM | · · · · · · · · · · · · · · · · · · · | | <u> </u> | | | | : |
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|---|--|-------------------|----------------------|----------------------|--------------|--------------|----------------|
| Intra | state Switched Access | | Year 2 | | | | |
| 11141 | Julio O William Access | Trate readed | 1 00.2 | | | | |
| | | | Year 1 | Proposed | Year 1 | Proposed | |
| | Rate | Aug '02 - Jul '03 | Intrastate | Year 2 | Intrastate | Year 2 | |
| Element | Application | Intrastate Demand | Rates | Rates | Revenue | Revenue | Difference |
| | лериосион | madata bomana | 114100 | 110000 | | 1 | |
| vitching | | | | | | | |
| End Office Switching - Bundled | | | | | | | |
| Premium | Per MOU | | \$0.0089000 | \$0.0089000 | | ļ | |
| Information Surcharge | Per MOU | | \$ 0 | \$0 | | 1 | |
| omation outcharge | Fel MOQ | | 30 | - 40 | _ | | |
| ansport * | | | ; | | | 1 | |
| Tandem Switching | | | | | | i | |
| Tandem Switched Facility | Per MOU/Mile | | \$0.0000135 | \$0.0000135 | | i i | |
| Tandem Switched Termination | Per MOU/Term | | | \$0.0001344 | | | |
| Tandem Switching Rate | Per MOU | | \$0.0007500 | \$0.0007500 | | | |
| Interconnection Charge | Per MOU | | \$0.0058073 | \$0 | | | |
| interconnection charge | FEI MICO | | 30.0036073 | 30 | | <u> </u> | |
| Direct Trunk Transport: | | | | | | | |
| Voicegrade | Per Mile/Month | | \$5.08 | \$5.08 | | | |
| DS1 Facility | Per Mile/Month | | \$5.00 | \$5.00 | | | |
| DS1 Termination | Per Month | | \$30.00 | \$30.00 | | | |
| DS3 Facility | Per Mile/Month | | \$70.00 | \$70.00 | | | |
| DS3 Termination | Per Month | | \$500.00 | \$500.00 | | | |
| Entrance Facility: | | | | | | 1 | |
| Two Wire | Per Month | | \$33.08 | \$33.08 | | i I | |
| Four Wire | Per Month | | \$52.93 | \$52.93 | | | ļ |
| DS1 - First system DS1 - Additional systems | Each DS1, Per Month Each DS1, Per Month | | \$260.00 \$130.00 | \$260.00 \$130.00 | | <u> </u> | <u> </u> |
| DS3 Electrical | Each DS3, Per Month | | \$1,400.00 | \$1,400.00 | | | |
| | | | | | | | : - |
| DS1 to Voice Multiplexing | Each, Per Month | | \$250.00 | \$250.00 | | | - |
| DS3 to DS1 Multiplexing | Each, Per Month | | \$581.63 | \$581.63 | | | |
| arrier Common Line | | | | | | | |
| Originating Carner Common Line Acces | | | \$0.0159409 | \$0 | | | |
| Terminating Carrier Common Line Acce | ess Per MOU | | \$0.0246950 | \$0.0228649 | | | |
| tal Revenue | | | ! | | | | |
| Total ARPM | | | | | | | |
| | | | | | | | |
| | | | | | | <u> </u> | 1 |
| - | | | <u> </u> | · | | | - |

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|--|---------------------|---------------------------------------|------------------------|------------------------|---------------|-------------|--|
| Internation | te Switched Access | | Voor 2 | | | | |
| mtrasta | te Switched Access | Kale Reductions | Teals | | | | |
| | | | Year 2 | Proposed | Year 2 | Proposed | |
| | Rate | Aug '02 - Jul '03 | Intrastate | Year 3 | intrastate | Year 3 | |
| Element | Application | Intrastate Demand | Rates | Rates | Revenue | Revenue | Difference |
| | · (ppnoonen | | | | | | |
| vitching | | · · · · · · · · · · · · · · · · · · · | | | | | |
| End Office Switching - Bundled | | | | | | | |
| Premium | Per MOU | | \$0.0089000 | \$0.0089000 | | | |
| Information Surcharge | Per MOU | | \$0 | \$0 | | | |
| Infolination Surcharge | Per MOU | | - 30 | 30 | | | + |
| ansport * | | | | | | | |
| Tandem Switching | | | | - | | | † |
| Tandem Switched Facility | Per MOU/Mile | | \$0.0000135 | \$0.0000135 | | | |
| Tandem Switched Termination | Per MOU/Term | | | \$0.0001344 | | | + |
| Tandem Switching Rate | Per MOU | | \$0.0007500 | \$0.0007500 | | | |
| | | | | | | | |
| Interconnection Charge | Per MOU | | \$0 | \$0 | | | |
| Direct Trunk Transport: | | | | | | | |
| Voicegrade | Per Mile/Month | | \$5.08 | \$5.08 | | | |
| DS1 Facility | Per Mile/Month | | \$5.00 | \$5.00 | | | |
| DS1 Termination | Per Month | | \$30.00 | \$30.00 | - | | |
| DS3 Facility | Per Mile/Month | | \$70.00 | \$70.00 | - | | 1 |
| DS3 Termination | Per Month | | \$500.00 | \$500.00 | | | |
| | i or mona. | | | | | | + |
| Entrance Facility: | | - | | | | | |
| Two Wire | Per Month | | \$33.08 | \$33.08 | | | |
| Four Wire | Per Month | | \$52.93 | \$52.93 | | | |
| DS1 - First system | Each DS1, Per Month | | \$260.00 | \$260.00 | | | |
| DS1 - Additional systems DS3 Electrical | Each DS1, Per Month | | \$130.00 \$1,400.00 | \$130.00 \$1,400.00 | | | |
| DS3 Electrical | Each DS3, Per Month | | \$1,400.00 | \$1,400.00 | | | + |
| DS1 to Voice Multiplexing | Each, Per Month | | \$250.00 | \$250.00 | | i | |
| | | | | | | | |
| DS3 to DS1 Multiplexing | Each, Per Month | | \$581.63 | \$581.63 | | | |
| arrier Common Line | | | | - | | - | + |
| arrier Common Line Originating Carner Common Line Access | Per MOU | | \$0 | \$0 | | | |
| Terminating Camer Common Line Access | | | | \$0.0031065 | | | |
| | | | | | | | |
| otal Revenue | | | - | | | | |
| | | | | | | | |
| Total ARPM | <u> </u> | | | | | - | |
| | | | | | | | + |
| | - | | | | | | + |
| | | | | | | | |

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FLORIDA RATE REBALANCING SUMMARY

| BUSINESS | BASIC | EXCHANGE | RATES |
|-----------------|--------------|-----------------|--------------|
| | | | |

| Basic Flat Rate 1-party | Present Rate | Proposed Rate Yr-1 | Proposed Rate Yr-2 | Proposed Rate Yr-3 |
|-------------------------|--------------|--------------------|--------------------|--------------------|
| Rate Group 1 | \$24.47 | \$26.98 | \$29.49 | \$32.00 |
| Rate Group 2 | \$26.82 | \$28.54 | \$30.26 | \$32.00 |
| Rate Group 3 | \$28.05 | \$29.37 | \$30.69 | \$32.00 |
| Rate Group 4 | \$28.85 | \$29.90 | \$30.95 | \$32.00 |
| Rate Group 5 | \$30.35 | \$30.35 | \$31.60 | \$32.00 |
| Service Charges (NRC) | | | | |
| Network Access | \$33.90 | \$33.90 | \$33.90 | \$34.00 |
| Established charges | | | ŕ | * |

RESIDENTIAL BASIC EXCHANGE RATES

| Basic Flat Rate 1-party | Present Rate | Proposed Rate Yr-1 | Proposed Rate Yr-2 | Proposed Rate Yr-3 |
|---------------------------|--------------|--------------------|--------------------|--------------------|
| Rate Group 1 | \$10.12 | \$11.70 | \$13.28 | \$14.85 |
| Rate Group 2 | \$10.95 | \$12.53 | \$14.11 | \$15.68 |
| Rate Group 3 | \$11.33 | \$12.91 | \$14.49 | \$16.06 |
| Rate Group 4 | \$11.70 | \$13.28 | \$14.86 | \$16.43 |
| Rate Group 5 | \$12.10 | \$13.68 | \$15.26 | \$16.83 |
| Service Charges (NRC) | | | | , |
| Network Access | \$20.00 | \$21.00 | \$23.00 | \$25.00 |
| Establishment Charge | | | , = | 42 3.33 |
| Central Office Connection | \$35.00 | \$36.00 | \$38.00 | \$40.00 |

FLORIDA RATE REBALANCING **BUSINESS BASIC EXCHANGE ACCESS** Summary of 1, 2 and 3 year Impacts

1-Oct-03

| FLORIDA | RATE REBALANCING | Year 1 | | | |
|-------------|---------------------|---------------------------|-------------------|-----------|-------------|
| Sui | mmary | | | | |
| | | Total Switched Access | Reduction | \$ | 76,231,567 |
| | Presen | t Proposed | | | |
| | Revenue | Revenue - Year 1 | Increase - Year 1 | | |
| Residential | | | | | |
| Business | | | | | |
| Total | | | | <u>\$</u> | - |
| | Total Basic Res and | Bus Recovered - over (und | ler) | \$ | (76,231,567 |

| FLORIDA RATE F | REBALANCING | Year 2 | | | |
|----------------|-----------------------|---------------------------|-------------------|-------|----------------|
| Summary | | Total Switched Access | Reduction | \$ | 76,231,567 |
| | Present | Proposed | | | Cummulative |
| | <u>Revenue</u> | Revenue - Year 2 | Increase - Year 2 | Reven | ue Years 1 & 2 |
| Residential | | | | | \$(|
| Business | | | | | \$0 |
| Total | | | | \$ | - |
| ı | Total Basic Res and B | lus Recovered - over (und | ler) | \$ | (76,231,567 |

| FLORIDA RATER | REBALANCING | Year 3 | | | |
|---------------|-----------------------|--------------------------|-------------------|-------|-------------------|
| Summary | | | | _ | |
| | | Total Switched Access | Reduction | \$ | 76,231,567 |
| | Present | Proposed | | | Cummulative |
| | Revenue | Revenue - Year 3 | Increase - Year 3 | Reven | ue Years 1, 2, &3 |
| Residential | | | | | \$0 |
| Business | | | | | .\$ 0 |
| Total | | | | \$ | - |
| | Total Basic Res and B | us Recovered - over (und | der) | \$ | (76,231,567) |

REDACTED

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FLORIDA RATE REBALANCING **BUSINESS BASIC EXCHANGE ACCESS**

Year 1 - Impact

| Row | Service Description | Billing Type | Annualized <u>Units</u> | | resent Rate | | oposed te-Year1 | Inc. (Dec.) | Annual Present Revenue | Annual Proposed Revenue - Year 1 | Annual Revenue <u>Change - Year 1</u> |
|----------|--|-----------------|----------------------------|----|----------------|----|--------------------|------------------|------------------------------|--|---|
| | Basic Local Exchange Service | | | | | | | | | | |
| 3 | Flat Rate - 1 Party Service/Business | | | | | | | | | | |
| 4 | Rate Group 1 | MRC | | \$ | 24.47 | \$ | 26 98 | \$2.51 | | | |
| 5 | Rate Group 1 - RESALE | MRC | | \$ | 21.28 | \$ | 23 46 | \$2.18 | | | |
| 6 | • | | | | | | | | | | |
| 7 | Rate Group 2 | MRC | | \$ | 26 82 | | 28.54 | \$1 72 | | | |
| 8 | Rate Group 2 - RESALE | MRC | | \$ | 23.32 | \$ | 24.82 | \$1.50 | | | |
| 9 | | | | | | | | | | | |
| | Rate Group 3 | MRC | | \$ | 28 05 | \$ | 29.37 | \$1.32 | | | |
| | Rate Group 3 - RESALE | MRC | | \$ | 24.39 | \$ | 25.54 | \$1.15 | | | |
| 12 | | MRC | | s | 28 85 | | 29.90 | #1 DE | | | |
| | Rate Group 4 Rate Group 4 - RESALE | MRC | | \$ | 25 09 | | 26.00 | \$1 05 \$0.91 | | | |
| 15 | | WIRC | | Φ | 25 09 | Ð | 20.00 | \$0.91 | | | |
| | Rate Group 5 | MRC | | s | 30.35 | 2 | 30.35 | \$0.00 | | | |
| | Rate Group 5 - RESALE | MRC | | Š | 26.39 | | 26.39 | \$0.00 | | | |
| 18 | | | | | | | | • | | | |
| 19 | Total Business Rategro | ıps | | | | | | | | | |
| 20 | | | | | | | | | | | |
| 21 | | | | | | | | | | | |
| 22 | · · - | 5 | | | | | | | | | |
| | Business 1-Party Extended Calling Service | | | | | _ | | | | | |
| | - Call Connection | Usage | | \$ | 0.04 | \$ | 0.04 | \$0.00 | | | |
| | Detail Billing | | | | 0.44 | | | ** ** | | | |
| 26 27 | - Charge Per Page of Billing Detail | Usage | | \$ | 0.11 | Ð | 0.11 | \$0.00 | | | |
| 28 | Total ECS Usa | 200 | | | | | | | | | |
| 29 | | igo | | | | | | | | | |
| 30 | | | | | | | | | | | |
| 31 | | | | | | | | | | | |
| 32 | Network Access Establishment Charge | NRC | | \$ | 33.90 | \$ | 33.90 | \$0.00 | | | |
| 33 | Network Access Establishment Charge - RESALE | NRC | | \$ | 29.48 | \$ | 29.48 | \$0.00 | | | |
| 34 | | | | | | | | | | | |
| 35 | | ges | | | | | | | | | |
| 36 | | | | | | | | | | | |
| 37 | Total Basic Business Serv | ice | | | | | | | | | |

| FLORIDA | RATE REBALANCING Summary | | Year 1 | | | |
|-------------|--------------------------|--------|---|------|----|--------------|
| | | | Total Switched Access Reduction | \$ | \$ | 76,231,567 |
| | | resent | Proposed Revenue - Year 1 Increase - Ye | 1 | | |
| Residential | 116 | venue | revolue - 1eai Inclease - 1 | al I | | |
| Business | | | | | | |
| Total | | | | \$ | \$ | - |
| | Total Basis Res | and Bu | s Recovered - over (under) | • | 5 | (76,231,567) |

FLORIDA RATE REBALANCING BUSINESS BASIC EXCHANGE ACCESS Year 2 - Impact

| 4 | Ι. | ^ | cl | | n | 2 |
|---|----|---|----|---|---|---|
| | - | u | | - | u | |

| | | | | Ye | ar 2 - | mpa | ict | | | | |
|----------|--|-----------------|----------------------------|----|----------------|-----|--------------------|------------------|------------------------------|--|---|
| Row | Service Description | Billing Type | Annualized <u>Units</u> | | resent Rate | | oposed e-Year 2 | inc. (Dec.) | Annual Present Revenue | Annual Proposed Revenue - Year 2 | Annual Revenue <u>Change - Year 2</u> |
| 1 | | | | | | | | | | | |
| | Basic Local Exchange Service | | | | | | | | | | |
| 3 | Flat Rate - 1 Party Service/Business | MRC | | | 26 98 | | 29.49 | \$2.51 | | | |
| | Rate Group 1 | MRC | | | 23 46 | | 29.49 25.64 | \$2.51 \$2.18 | | | |
| | Rate Group 1 - RESALE | MICC | | Ф | 23 40 | Φ | 23.04 | ⊅ ∠ 10 | | | |
| 6 | tate Group 2 | MRC | | \$ | 28 54 | • | 30.26 | \$1.72 | | | |
| | tate Group 2 tate Group 2 - RESALE | MRC | | | 24 82 | | 26 31 | \$1.72 | | | |
| 9 | rate Group 2 - RESALE | MINC | | Ф | 24 02 | Þ | 20 31 | \$1.50 | | | |
| - | tate Group 3 | MRC | | \$ | 29 37 | • | 30 69 | \$1.32 | | | |
| | tale Group 3 tale Group 3 - RESALE | MRC | | | 25 54 | | 26.69 | \$1.15 | | | |
| 12 | tale Group 3 - NESAEE | WIITC | | Ψ | 25 54 | Ψ | 20.03 | Ψ1.13 | | | |
| | tate Group 4 | MRC | | \$ | 29 90 | • | 30 95 | \$1.05 | | | |
| | tate Group 4 - RESALE | MRC | | | 26 00 | | 26 91 | \$0.91 | | | |
| 15 | rate Group 1 The Grace | | | * | 20 00 | * | 200. | 40.01 | | | |
| | tate Group 5 | MRC | | \$ | 30.35 | \$ | 31.60 | \$1.25 | | | |
| | tate Group 5 - RESALE | MRC | | | 26.39 | | 27.48 | \$1.09 | | | |
| 18 | | | | | | | | • | | | |
| 19 | Total Business Rategroup | os | | | | | | | | | |
| 20 | | | | | | | | | | | |
| 21 | | | | | | | | | | | |
| 22 :C | S Usage for Routes Established Before 7/1 | /95 | | | | | | | | | |
| 23 B | Susiness 1-Party Extended Calling Service | | | | | | | | | | |
| 24 | - Call Connection | Usage | | \$ | 0.04 | \$ | 0.04 | \$0.00 | | | |
| 25 D | Petail Billing | | | | | | | | | | |
| 26 | - Charge Per Page of Billing Detail | Usage | | \$ | 0 11 | \$ | 0.11 | \$0.00 | | | |
| 27 | | | | | | | | | | | |
| 28 | Total ECS Usag | ge | | | | | | | | | |
| 29 | | | | | | | | | | | |
| 30 | | | | | | | | | | | |
| 31 | Service Charges for Basic Business | | | | | | | | | | |
| | letwork Access Establishment Charge | NRC | | • | 33 90 | - | 33.90 | \$0 00 | | | |
| | letwork Access Establishment Charge - RESALE | NRC | | \$ | 29.48 | \$ | 29.48 | \$0.00 | | | |
| 34 | * | | | | | | | | | | |
| 35 | Total Service Charge | 95 | | | | | | | | | |
| 36 37 | Total Basic Business Service | | | | | | | | | | |
| 31 | Total Basic Business Service | C U | | | | | | | | | |

| LONDA | RATE REBALANCING Summary | otal Switched Access Reduction \$ | 76,231,567 |
|-------------------------|-----------------------------|---|-------------------------------|
| | Present Revenue | Proposed Revenue - Year 2 Increase - Year 2 Rever | Cummulative nue Years 1 &2 |
| Residential Business | | | \$0 \$0 |
| Total | | \$ | - |
| | Total Basis Res and | sus Recovered - over (under) \$ | (76,231,567) |

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FLORIDA RATE REBALANCING **BUSINESS BASIC EXCHANGE ACCESS**

| Yea | ır 3 | - Ir | npact | |
|-----|------|------|-------|--|

| | | | | | ears - | impa | act | | | | | |
|-------------|--|-----------------|----------------------------|----|-----------------------|------|---------------------|----------------|------------------------------|---|--------------------------------------|--|
| Row | Service Description | Billing Type | Annualized <u>Units</u> | | resent <u>Rate</u> | | oposed te-Year 3 | Inc. (Dec.) | Annual Present Revenue | Annual Proposed <u>Revenue - Year 3</u> | Annual Revenue Change - Year 3 | |
| 1 | | | | | | | | | | | | |
| | Local Exchange Service | | | | | | | | | | | |
| | lat Rate - 1 Party Service/Business | | | _ | | _ | | | | | | |
| 4 Rate G | | MRC | | | 29.49 | | 32.00 | \$2.51 | | | | |
| | roup 1 - RESALE | MRC | | \$ | 25.64 | \$ | 27.83 | \$2.18 | | | | |
| 6 | | | | | | | | | | | | |
| 7 Rate G | | MRC | | | | | 32.00 | \$1.74 | | | | |
| | roup 2 - RESALE | MRC | | \$ | 26 31 | \$ | 27.83 | \$1.51 | | | | |
| 9 | | | | | | | | | | | | |
| 10 Rate G | | MRC | | \$ | | | 32.00 | \$1.31 | | | | |
| | roup 3 - RESALE | MRC | | \$ | 26.69 | \$ | 27.83 | \$1.14 | | | | |
| 12 | | | | | | | | | | | | |
| 13 Rate G | roup 4 | MRC | | \$ | 30 95 | \$ | 32.00 | \$1.05 | | | | |
| 14 Rate G | roup 4 - RESALE | MRC | | \$ | 26 91 | \$ | 27 83 | \$0.91 | | | | |
| 15 | | | | | | | | | | | | |
| 16 Rate G | roup 5 | MRC | | \$ | 31.60 | \$ | 32.00 | \$0.40 | | | | |
| 17 Rate G | roup 5 - RESALE | MRC | | \$ | 27.48 | \$ | 27.83 | \$0.35 | | | | |
| 18 | • | | | | | | | | | | | |
| 19 | Total Business Rategroup | 5 | | | | | | | | | | |
| 20 | · . | | | | | | | | | | | |
| 21 | | | | | | | | | | | | |
| 22 CS Us | age for Routes Established Before 7/1/ | 95 | | | | | | | | | | |
| 23 Busine | ss 1-Party Extended Calling Service | | | | | | | | | | | |
| | Connection | Usage | | \$ | 0.04 | s | 0.04 | \$0.00 | | | | |
| 25 Detail I | | | | • | 0.0. | • | 0.01 | 4 0.00 | | | | |
| | rge Per Page of Billing Detail | Usage | | \$ | 0.11 | s | 0.14 | \$0.03 | | | | |
| 27 | g- · · · · · · · · · g - · · - · · · · · | | | ٠ | • | • | | ****** | | | | |
| 28 | Total ECS Usag | e | | | | | | | | | | |
| 29 | | | | | | | | | | | | |
| 30 | | | | | | | | | | | | |
| | ervice Charges for Basic Business | | | | | | | | | | | |
| | k Access Establishment Charge | NRC | | \$ | 33 90 | s | 34.00 | \$0.10 | | | | |
| | Access Establishment Charge - RESALE | NRC | | | 29 48 | | 29.57 | \$0.09 | | | | |
| 34 | | | | • | | • | | | | | | |
| 35 | Total Service Charge | s | | | | | | | | | | |
| 36 | | | | | | | | | | | | |
| 37 | Total Basic Business Servic | e | | | | | | | | | | |
| | | | | | | | | | | | | |

| FLORIDA | RATE REBALANCING Summary | Year 3 | | |
|-------------------------|--------------------------|---------------------------------|--------------|---------------------------------|
| | • | Total Switched Access Reduction | \$ | 76,231,567 |
| | Prese Revenu | | ear 3 Revenu | Cummulative ue Years 1, 2 &3 |
| Residential Business | | | | \$0 \$0 |
| Total | | | \$ | - |
| | Total Basis Res an | Bus Recovered - over (under) | \$ | (76,231,567) |

FLORIDA RATE REBALANCING RESIDENCE BASIC EXCHANGE ACCESS

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| | | 1 | | Year 1 | mpact | 1 | | | |
|----------|--|---------|--------------|-------------------|-------------------|------------------|---------|------------------|-----------------|
| | | | | | | | Annual | Annual | Annual |
| | | Billing | Annualized | Present | Proposed | Inc. | Present | Proposed | Revenue |
| Row | Service Description | Type | <u>Units</u> | Rate | Rate-Year 1 | (Dec.) | Revenue | Revenue - Year 1 | Change - Year 1 |
| 1 | Basic Local Exchange Service | | | | | | | | |
| 2 | Flat Rate - 1 Party Service/Residence | | | | | | | | |
| 3 | Rate Group 1 | MRC | | \$10 12 | | \$1 58 | | | |
| 4 | Rate Group 1 - 50% Emp Concession | MRC | | \$5 06 | \$5 85 | \$0.79 | | | |
| 5 | Rate Group 1 - RESALE | MRC | | \$8 80 | \$10 17 | \$1 37 | | | |
| 6 | | | | | | | | | |
| 7 | Rate Group 2 | MRC | | \$10 95 | \$12 53 | \$1 58 | | | |
| 8 | Rate Group 2 - 50% Emp Concession | MRC | | \$5 48 | \$6 27 | \$0.79 | | | |
| 9 | Rate Group 2 - RESALE | MRC | | \$9 52 | \$10.90 | \$1 37 | | | |
| 10 | | **** | | *** ** | *** | 44.50 | | | |
| 11 | Rate Group 3 | MRC | | \$11 33 | \$12 91 | \$1 58 | | | |
| 12 | Rate Group 3 - 50% Emp Concession | MRC | | \$5 67 | \$6 46 | \$0.79 | | | |
| 13 | Rate Group 3 - RESALE | MRC | | \$ 9 85 | \$11 23 | \$1 37 | | | |
| 14 | | *** | | *44.70 | *** | 44.50 | | | |
| 15 | Rate Group 4 | MRC | | \$11 70 | \$13.28 | \$1 58 | | | |
| 16 | Rate Group 4 - 50% Emp Concession | MRC | | \$5.85 \$10.17 | \$6 64 \$11 55 | \$0.79 | | | |
| 17 | Rate Group 4 - RESALE | MRC | | \$10.17 | \$11.55 | \$1 37 | | | |
| 18 | B. 0. f | MDC | | *** | **** | *4.50 | | | |
| 19 | Rate Group 5 | MRC | | \$12 10 \$6 05 | \$13 68 \$6 84 | \$1.58 \$0.79 | | | |
| 20 | Rate Group 5 - 50% Emp Concession | MRC | | \$10 52 | \$0.84 \$11.90 | \$1.37 | | | |
| 21 22 | Rate Group 5 - RESALE | MIRC | | \$10.52 | \$1190 | \$1 3/ | | | |
| 22 | Total Residential Rategroups | | | | | | | | |
| | Total Residential Rategroups | | | | | | | | |
| 24 25 | Vacation Service - Residence | | | | | | | | |
| | | MDC | | \$ 5 77 | ec 77 | en no | | | |
| 26 | Vacation Service/Residence | MRC | | 35 // | \$5 77 | \$0.00 | | | |
| 27 28 | Total Basic Residential Vacation Service | | | | | | | | |
| 28 | Total Dasic Residential Vacation Service | | | | | | | | |
| 30 | ECS Usage for Routes Established Before 7/1/95 | | | | | | | | |
| 31 | Residence 1-Party Extended Calling Service | | | | | | | | |
| 32 | - Call Connection | Usage | | \$0.25 | \$0.25 | \$0.00 | | | |
| 33 | Can Confidence | osago | | • | •••• | •• •• | | | |
| 34 | Total ECS Usage | | | | | | | | |
| 35 | | | | | | | | | |
| 36 | Service Charges for Basic Residence | | | | | | | | |
| 37 | Network Access Establishment Charge | NRC | | \$ 20 00 | \$ 2100 | \$1 00 | | | |
| 38 | Network Access Establishment Charge - RESALE | NRC | | \$ 1739 | | \$0.87 | | | |
| 39 | Central Office Line Connection | NRC | | \$ 35 00 | | \$1.00 | | | |
| 40 | Central Office Line Connection - RESALE | NRC | | \$ 30 44 | | \$0.87 | | | |
| 41 | | | | | | | | | |
| 42 | Total Service Charges | | | | | | | | |
| 43 | • | | | | | | | | |
| 44 | Total Basic Residential Service | | | | | | | | |

| FLORIDA | RATE REBALANCING Summary | Year 1 | | |
|-------------|-----------------------------|----------------------------------|----|--------------|
| | • | Total Switched Access Reduction | \$ | 76,231,567 |
| | Present | Proposed | | |
| | Revenue | Revenue - Year 1 Increase - Year | 1 | |
| Residential | | | | |
| Business | | | | |
| Total | | | \$ | - |
| | Total Basis Res and Bu | us Recovered - over (under) | \$ | (76,231,567) |

FLORIDA RATE REBALANCING RESIDENCE BASIC EXCHANGE ACCESS Year 2 Impact

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| | | | | Year 2 II | mpact | | | | |
|----------|--|------------|--------------|---------------------|---------------------|-------------------|---------|------------------|-----------------|
| | | | | | | | Annual | Annual | Annual |
| | | Billing | Annualized | Present | Proposed | Inc. | Present | Proposed | Revenue |
| Row | Service Description | Type | <u>Units</u> | Rate | Rate - Year 2 | (Dec.) | Revenue | Revenue - Year 2 | Change - Year 2 |
| 1 | Basic Local Exchange Service | | | | | | | | |
| 2 | Flat Rate - 1 Party Service/Residence | | | *** 70 | *** | | | | |
| 3 | Rate Group 1 | MRC | | \$11 70 | \$13 28 | \$1 58 | | | |
| 4 | Rate Group 1 - 50% Emp Concession | MRC MRC | | \$5 85 \$10 17 | \$6 64 \$11 55 | \$0 79 \$1 37 | | | |
| 5 6 | Rate Group 1 - RESALE | MRC | | \$10.17 | \$11 33 | \$1.37 | | | |
| 7 | Rate Group 2 | MRC | | \$12 53 | \$14.11 | \$1.58 | | | |
| á | Rate Group 2 - 50% Emp Concession | MRC | | \$6 27 | \$7.06 | \$0.79 | | | |
| 9 | Rate Group 2 - RESALE | MRC | | \$10.90 | \$12 27 | \$1 37 | | | |
| 10 | Nate Group & NEGNEE | , | | \$10 50 | 4,12,2, | 4 1.37 | | | |
| 11 | Rate Group 3 | MRC | | \$12 91 | \$14.49 | \$1.58 | | | |
| 12 | Rate Group 3 - 50% Emp Concession | MRC | | \$6 46 | \$7 25 | \$0.79 | | | |
| 13 | Rate Group 3 - RESALE | MRC | | \$11.23 | \$12 60 | \$1 37 | | | |
| 14 | • | | | | | | | | |
| 15 | Rate Group 4 | MRC | | \$13.28 | \$14.86 | \$1 58 | | | |
| 16 | Rate Group 4 - 50% Emp Concession | MRC | | \$6 64 | \$7 43 | \$0.79 | | | |
| 17 | Rate Group 4 - RESALE | MRC | | \$11 55 | \$12.92 | \$1.37 | | | |
| 18 | | | | | | | | | |
| 19 | Rate Group 5 | MRC | | \$13 68 | \$15 26 | \$1.58 | | | |
| 20 | Rate Group 5 - 50% Emp Concession | MRC | | \$6 84 | \$7 63 | \$0 79 | | | |
| 21 | Rate Group 5 - RESALE | MRC | | \$11 90 | \$13 27 | \$1 37 | | | |
| 22 23 | Total Residential Rategroups | | | | | | | | |
| 24 | i otal Residential Rategroups | | | | | | | | |
| 25 | Vacation Service - Residence | | | | | | | | |
| 26 | Vacation Service/Residence | MRC | | \$5 77 | \$5 77 | \$0.00 | | | |
| 27 | Vacanton Connectino | | | ••• | •• | ***** | | | |
| 28 | Total Basic Residential Vacation Service | | | | | | | | |
| 29 | | | | | | | | | |
| 30 | ECS Usage for Routes Established Before 7/1/95 | | | | | | | | |
| 31 | Residence 1-Party Extended Calling Service | | | | | | | | |
| 32 | - Call Connection | Usage | | \$0 25 | \$0 25 | \$0.00 | | | |
| 33 | | | | | | | | | |
| 34 | Total ECS Usage | | | | | | | | |
| 35 | | | | | | | | | |
| 36 | Service Charges for Basic Residence | | | | | | | | |
| 37 | Network Access Establishment Charge | NRC | | \$21 00 | \$23 00 | \$2 00 | | | |
| 38 | Network Access Establishment Charge - RESALE | NRC | | \$ 18 26 | | \$1.74 | | | |
| 39 40 | Central Office Line Connection Central Office Line Connection - RESALE | NRC NRC | | \$36 00 \$ 31 31 | \$38 00 \$ 33 04 | \$2 00 \$1 74 | | | |
| 41 | Cerman China China Contraction - LEGALE | MIC | | . 3131 | a 33 U4 | #1 / 4 | | | |
| 42 | Total Service Charges | | | | | | | | |
| 43 | Total Service Charges | | | | | | | | |
| 44 | Total Basic Residential Service | | | | | | | | |
| . , | | | | | | | | | |

| FLORIDA | RATE REBALANCING Summary | Year 2 | | |
|-------------|-----------------------------|------------------------------------|---------|--------------|
| | • | Total Switched Access Reduction | \$ | 76,231,567 |
| | Prese | t Proposed | | Cummulative |
| | Revenu | Revenue - Year 2 Increase - Year 2 | Revenue | Years 1 &2 |
| Residential | | | \$ | - |
| Business | | | \$ | - |
| Total | | | \$ | - |
| | Total Basis Res and | us Recovered - over (under) | \$ | (76,231,567) |

FLORIDA RATE REBALANCING RESIDENCE BASIC EXCHANGE ACCESS Year 3 Impact

1-Oct-03

| | | | | Year 3 li | mpac(| | | | |
|----------|--|----------------|--------------|----------------|-----------------|----------------|---------|------------------|-----------------|
| | | | | | | - | Annual | Annual | Annual |
| | | Billing | Annualized | Present | Proposed | Inc. | Present | Proposed | Revenue |
| Row | Service Description | Type | <u>Units</u> | Rate | Rate - Year 3 | (Dec.) | Revenue | Revenue - Year 3 | Change - Year 3 |
| 1 | Basic Local Exchange Service | | | | | | | | |
| 2 | Flat Rate - 1 Party Service/Residence | | | | | | | | |
| 3 | Rate Group 1 | MRC | | \$13 28 | \$14 85 | \$1 57 | | | |
| 4 | Rate Group 1 - 50% Emp Concession | MRC | | \$6 64 | \$7 43 | \$0.79 | | | |
| 5 | Rate Group 1 - RESALE | MRC | | \$11.55 | \$1 2 91 | \$137 | | | |
| 6 | | | | | | | | | |
| 7 | Rate Group 2 | MRC | | \$14 11 | \$15 68 | \$1 57 | | | |
| 8 | Rate Group 2 - 50% Emp Concession | MRC | | \$7.08 | \$7 84 | \$0.79 | | | |
| 9 | Rate Group 2 - RESALE | MRC | | \$12.27 | \$13 64 | \$1 37 | | | |
| 10 | | | | | | | | | |
| 11 | Rate Group 3 | MRC | | \$14 49 | \$16 06 | \$1 57 | | | |
| 12 | Rate Group 3 - 50% Emp Concession | MRC | | \$7 25 | \$8 03 | \$0 78 | | | |
| 13 | Rate Group 3 - RESALE | MRC | | \$12 60 | \$ 13 97 | \$1 37 | | | |
| 14 | | | | | | | | | |
| 15 | Rate Group 4 | MRC | | \$14 86 | \$16 43 | \$1 57 | | | |
| 16 | Rate Group 4 - 50% Emp Concession | MRC | | \$7 43 | \$8 22 | \$0 79 | | | |
| 17 | Rate Group 4 - RESALE | MRC | | \$12 92 | \$14 29 | \$1 37 | | | |
| 18 | | | | | | | | | |
| 19 | Rate Group 5 | MRC | | \$15 26 | \$16 83 | \$1.57 | | | |
| 20 | Rate Group 5 - 50% Emp Concession | MRC | | \$7 63 | \$8 42 | \$0.78 | | | |
| 21 | Rate Group 5 - RESALE | MRC | | \$13 27 | \$14 64 | \$ 1 37 | | | |
| 22 | * | | | | | | | | |
| 23 | Total Residential Rategroups | | | | | | | | |
| 24 | | | | | | | | | |
| 25 | Vacation Service - Residence | | | | | | | | |
| 26 | Vacation Service/Residence | MRC | | \$ 5 77 | \$ 6 00 | \$0 23 | | | |
| 27 | | | | | | | | | |
| 28 | Total Basic Residential Vacation Service | | | | | | | | |
| 29 | | | | | | | | | |
| 30 | ECS Usage for Routes Established Before 7/1/95 | | | | | | | | |
| 31 | Residence 1-Party Extended Calling Service | | | | | | | | |
| 32 | - Call Connection | Usage | | \$0 25 | \$ 0 25 | \$0 00 | | | |
| 33 34 | T-4-1 F00 H | | | | | | | | |
| 34 35 | Total ECS Usage | | | | | | | | |
| 36 | Service Charges for Basic Residence | | | | | | | | |
| | | NEC | | | *** | *** | | | |
| 37 | Network Access Establishment Charge | NRC | | \$23 00 | \$25 00 | \$2 00 | | | |
| 38 39 | Network Access Establishment Charge - RESALE Central Office Line Connection | NRC | | \$20 00 | | \$1 74 | | | |
| 40 | Central Office Line Connection - RESALE | NRC | | \$38 00 | \$40 00 | \$2 00 | | | |
| 41 | Central Cities Contraction - MESALE | NRC | | \$33 04 | \$ 34.78 | \$1 74 | | | |
| 42 | Total Service Charges | | | | | | | | |
| 43 | Total Service Charges | | | | | | | | |
| 44 | Total Basic Residential Service | | | | | | | | |
| 44 | LOTE DESIGNATION SELVICE | | | | | | | | |

| | TE REBALANCING ummary | Year 3 | | | |
|-------------|------------------------|-----------------------------|-------------------|---------|---------------|
| | | Total Switched Access Re | eduction | \$ | 76,231,567 |
| | Present | Proposed | | | Cummulative |
| | Revenue | Revenue - Year 3 | Increase - Year 3 | Revenue | Years 1, 2 &3 |
| Residential | | | | \$ | - |
| Business | | | | \$ | - |
| Total | | | | \$ | • |
| | Total Basis Res and Be | us Recovered - over (under) | | s | (76,231,567) |

Docket No. 030867-TL Amended Direct Testimony of Orville D. Fulp Amended Exhibit No. ODF-3 FPSC Exhibit No.

FLORIDA RATE REBALANCING BASIC EXCHANGE ACCESS SUMMARY UNE-P IMPACT - With Usage

Page 1 of 9

| Row | Service Description | Annual Present Revenue | Annual Estimated Costs at Ordered UNE-P* Rates | Estimated Contribution Margin* | Contribution Margin % |
|-----|---------------------------------|---------------------------|--|--------------------------------------|-----------------------|
| 1 | | | | | |
| 2 | Total Basic Business Service | | | | |
| 3 | Current View | | \$ - | | |
| 4 | Year 1 | | \$ - | | |
| 5 | Year 2 | | \$ - | | |
| 6 | Year 3 | | \$ - | | |
| 7 | | | | | |
| 8 | Total Basic Residential Service | | | | |
| 9 | Current View | | \$ - | | |
| 10 | Year 1 | | \$ - | | |
| 11 | Year 2 | | \$ - | | |
| 12 | Year 3 | | \$ - | | |
| 13 | | | | | |
| 14 | Total Basic Service | | | | |
| 15 | Current View | | \$ - | | |
| 16 | Year 1 | | \$ - | | |
| 17 | Year 2 | | \$ - | | |
| 18 | Year 3 | | \$ - | | |

^{*}UNE-P calculated as Loop, Port & estimated Usage as ordered in Dkt. 990649-B-TP and are used in this analysis only as a cost indicator. VZ does not believe ordered UNE rates are a valid approximation of cost and are provided only to prove the validity of VZ's proposed rate design.

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FLORIDA RATE REBALANCING BUSINESS BASIC EXCHANGE ACCESS

UNE-P IMPACT - CURRENT - With Usage

| | (A) | (B) | (C) | (D) | (E) | (F | F)=(D)+(E) | | (G) | (H)=(F)-(G) | (I)=(C)*(F) | (J)=(C)*(G) | (K)=(I)-(K) | (L)=(K)/(J) |
|------------------|---|---------|------------|---|---------|----------|------------|----|---|--------------|----------------|---|---------------------------|--------------|
| | | Billing | Annualized | Proposed | | | Proposed | 0 | stimated Costs at Ordered UNE-P* | Unit | Annual Present | Annual Estimated Costs at Ordered UNE- | Estimated Contribution | Contribution |
| Row | Service Description | Туре | Units | Rate | | | te w/EUCL | | Rates | Contribution | Revenue | P* Rates | Margin* | Margin % |
| 1 | Ly | | | | | | | | | | | | | · |
| 2 | Basic Local Exchange Service Flat Rate - 1 Party Service/Business | | | | | | | | | | | | | |
| - | Rate Group 1 | MRC | | \$ 24.47 | \$ 6.50 | s | 30.97 | s | 35.75 | | | | | |
| | Rate Group 1 - RESALE | MRC | | | \$ 6.50 | - | 27.78 | | 35.75 | | | | | |
| 6 | That Group F The Group | | | • | • 0.00 | • | 21 | • | 00.70 | | | | | |
| 7 | Rate Group 2 | MRC | | \$ 26.82 | \$ 6.50 | \$ | 33.32 | | | | | | | |
| 8 | Rate Group 2 - RESALE | MRC | | \$ 23.32 | \$ 6.50 | \$ | 29 82 | | | | | | | |
| 9 | | | | | | _ | | _ | | | | | | |
| | Rate Group 3 | MRC | | | \$ 6.50 | | 34 55 | | 31 27 | | | | | |
| 11 | Rate Group 3 - RESALE | MRC | | \$ 24 39 | \$ 6.50 | 3 | 30.89 | Þ | 31.27 | | | | | |
| | Rate Group 4 | MRC | | \$ 28.85 | \$ 6.50 | 2 | 35.35 | s | 28 72 | | | | | |
| | Rate Group 4 - RESALE | MRC | | | \$ 6.50 | | 31 59 | | 28 72 | | | | | |
| 15 | | | | | | | | | | | | | | |
| | Rate Group 5 | MRC | | | \$ 6.50 | | 36.85 | | 23 90 | | | | | |
| | Rate Group 5 - RESALE | MRC | | \$ 26 39 | \$ 6.50 | \$ | 32.89 | \$ | 23.90 | | | | | |
| 18 | | | | | | | | | | | | | | |
| 19 2 0 | | • | | | | | | | | | | | | |
| 21 | | | | | | | | | | | | | | |
| 22 | | | | | | | | | | | | | | |
| 23 | Business 1-Party Extended Calling Service | | | | | | | | | | | | | |
| | - Call Connection | Usage | | \$ 0.04 | | \$ | 0.04 | \$ | 0 04 | | | | | |
| | Detail Billing | | | | | _ | | _ | | | | | | |
| 26 | | Usage | | \$ 0.11 | | \$ | 0.11 | \$ | 0.11 | | | | | |
| 27 28 | | | | | | | | | | | | | | |
| 29 | | | | | | | | | | | | | | |
| 30 | | | | | | | | | | | | | | |
| 31 | | | | | | | | | | | | | | |
| | Network Access Establishment Charge | NRC | | \$ 33.90 | | \$ | | | 33.90 | | | | | |
| | Network Access Establishment Charge - RESALE | NRC | | \$ 29.48 | | \$ | 29.48 | \$ | 29.48 | | | | | |
| 34 | | | | | | | | | | | | | | |
| 35 | | | | | | | | | | | | | | |
| 36 | | | | | | | | | | | | | | |
| 37 | Total Basic Business Service | • | | | | | | | | | | | | |

*UNE-P calculated as Loop, Port & estimated Usage as ordered in Dkt. 990649-B-TP and are used in this analysis only as a cost indicator. VZ does not believe ordered UNE rates are a valid approximation of cost and are provided only to prove the validity of VZ's proposed rate design

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FLORIDA RATE REBALANCING BUSINESS BASIC EXCHANGE ACCESS UNE-P IMPACT - YEAR 1 PROPOSED - With Usage

| | (A) | (B) | (C) | | (D) | (| E) | (F)= | =(D)+(E) | | (G) | (H)=(F)-(G) | (I)=(C)*(F) | (J)=(C)*(G) | (K)=(I)-(K) | (L)=(K)/(J) |
|-----|--|-----------------|---------------------|----------|----------------|----|--------------|------|-------------------------|----|---|----------------------|---------------------------|--|--------------------------------------|--------------------------|
| Row | Service Description | Billing Type | Annualized Units | | oposed Rate | El | JCL | 1 | oposed Rate /EUCL | l | Estimated Costs at dered UNE- P* Rates | Unit Contribution | Annual Present Revenue | Annual Estimated Costs at Ordered UNE-P* Rates | Estimated Contribution Margin* | Contribution Margin % |
| | l 2 Basic Local Exchange Service 3 | | | | | | | | | | | | | | | |
| | 4 Rate Group 1 | MRC | | \$ | 26 98 | \$ | 6 50 | s | 33 48 | \$ | 35 75 | | | | | |
| | 5 Rate Group 1 - RESALE | MRC | | \$ | 23 46 | | 6 50 | | 29 96 | | 35 75 | | | | | |
| | S Nate Group 1 - NESALL | WIII | | • | 20 40 | • | 0.00 | • | 23 30 | • | 0575 | | | | | |
| | 7 Rate Group 2 | MRC | | \$ | 28 54 | \$ | 6 50 | \$ | 35 04 | | | | | | | |
| | B Rate Group 2 - RESALE | MRC | | \$ | 24 82 | \$ | 6 50 | \$ | 31 32 | | | | | | | |
| | Ð | | | _ | | _ | | _ | | _ | | | | | | |
| | 7 Rate Group 3 | MRC MRC | | \$ \$ | 29 37 25 54 | | 6 50 6 50 | | 35 87 32 04 | | 31 27 31 27 | | | | | |
| 1 | 1 Rate Group 3 - RESALE | WING | | 4 | 23 34 | J | 6 30 | Ð | 32 04 | Ф | 31 21 | | | | | |
| | 3 Rate Group 4 | MRC | | \$ | 29 90 | \$ | 6 50 | \$ | 36 40 | \$ | 28 72 | | | | | |
| | 4 Rate Group 4 - RESALE | MRC | | \$ | 26 00 | \$ | 6 50 | \$ | 32 50 | \$ | 28 72 | | | | | |
| 1 | | | | _ | | _ | | _ | | | | | | | | |
| | 6 Rate Group 5 | MRC MRC | | \$ \$ | 30 35 26 39 | | 6.50 6.50 | | 36 85 32 89 | | 23 90 23 90 | | | | | |
| 1 | 7 Rate Group 5 - RESALE | MINC | | Ф | 26 39 | 3 | 6 50 | Þ | 32 69 | Þ | 23 90 | | | | | |
| | 9 Total Business Rategroups | | | | | | | | | | | | | | | |
| 2 | | | | | | | | | | | | | | | | |
| 2 | | | | | | | | | | | | | | | | |
| 2 | | | | | | | | | | | | | | | | |
| | 3 Business 1-Party Extended Calling Service | Unnan | | • | 0 04 | | | • | 0.04 | | 0.05 | | | | | |
| | 4 - Call Connection 5 Detail Billing | Usage | | \$ | 0 04 | | | \$ | 0 04 | Þ | 0.05 | | | | | |
| | 6 - Charge Per Page of Billing Detail | Usage | | \$ | 0 11 | | | \$ | 0 11 | \$ | 0 14 | | | | | |
| 2 | | | | | | | | • | | • | | | | | | |
| | 8 Total ECS Usage | | | | | | | | | | | | | | | |
| 2 | | | | | | | | | | | | | | | | |
| 3 | | | | | | | | | | | | | | | | |
| 3 | 1 Service Charges for Basic Business 2 Network Access Establishment Charge | NRC | | s | 33 90 | | | \$ | 33 90 | æ | 34 00 | | | | | |
| | 3 Network Access Establishment Charge - RESALE | NRC | | \$ | 29 48 | | | Š | 29 48 | | 29 48 | | | | | |
| 3 | | | | • | | | | • | 20 .0 | • | 20 10 | | | | | |
| 3 | 5 Total Service Charges | | | | | | | | | | | | | | | |
| 3 | | | | | | | | | | | | | | | | |
| 3 | 7 Total Basic Business Service | | | | | | | | | | | | | | | |

*UNE-P calculated as Loop, Port & estimated Usage as ordered in Dkt 990649-B-TP and are used in this analysis only as a cost indicator VZ does not believe ordered UNE rates are a valid approximation of cost and are provided only to prove the validity of VZ's proposed rate design

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FLORIDA RATE REBALANCING <u>BUSINESS</u> BASIC EXCHANGE ACCESS UNE-P IMPACT - YEAR 2 PROPOSED - With Usage

| | (A) | (B) | (C) | (D) | (E) | (F)= | (D)+(E) | | (G) | (H)≑(F)-(G) | (I)=(C)*(F) | (J)=(C)*(G) | (K)=(I)-(K) | (L)=(K)/(J) |
|----------|--|------------|------------|----------|---------------------------------------|----------|---------|----|------------------|--------------|----------------|------------------|--------------|--------------|
| | | | | |] | 1 | | 4 | imated sts at | | | Annual Estimated | Estimated | |
| İ | | Billing | Annualized | Proposed | | Pro | posed | | red UNE | Unit | Annual Present | Costs at Ordered | Contribution | Contribution |
| Row | Service Description | Type | Units | Rate | | | w/EUCL | | Rates | Contribution | Revenue | UNE-P* Rates | Margin* | Margin % |
| 1 | | | • | | | | | | | | | | | |
| | Basic Local Exchange Service Flat Rate - 1 Party Service/Business | | | | | | | | | | | | | |
| 3 | | MRC | | \$ 29.4 | \$ 6 50 | | 35 99 | | 35 75 | | | | | |
| | Rate Group 1 | | | | | | | | | | | | | |
| | Rate Group 1 - RESALE | MRC | | \$ 256 | \$ 6.50 | \$ | 32 14 | 3 | 35 75 | | | | | |
| 6 | Rate Group 2 | MRC | | \$ 30.2 | \$ 6 50 | s | 36 76 | | | | | | | |
| | Rate Group 2 - RESALE | MRC | | | \$ 650 | | 32 81 | | | | | | | |
| 9 | | | | | | • | | | | | | | | |
| 10 | Rate Group 3 | MRC | | \$ 30.6 | \$ 6 50 | \$ | 37 19 | \$ | 31 27 | | | | | |
| 11 | Rate Group 3 - RESALE | MRC | | \$ 26.6 | \$ 6 50 | \$ | 33 19 | \$ | 31 27 | | | | | |
| 12 | | | | • | | | -7.45 | | | | | | | |
| | Rate Group 4 | MRC MRC | | | 5 \$ 6 50 1 \$ 6 5 0 | | 37 45 | | 28 72 | | | | | |
| 14 15 | Rate Group 4 - RESALE | MKC | | 3 269 | 1 3 6 5U | • • | 33 41 | Þ | 28 72 | | | | | |
| | Rate Group 5 | MRC | | \$ 316 | \$ 6 50 | s | 38 10 | \$ | 23 90 | | | | | |
| | Rate Group 5 - RESALE | MRC | | | \$ 6.50 | | 33 98 | | 23 90 | | | | | |
| 18 | | | | | | | | | | | | | | |
| 19 | | | | | | | | | | | | | | |
| 20 | | | | | | | | | | | | | | |
| 21 | | | | | | | | | | | | | | |
| 22 | | | | | | | | | | | | | | |
| | Business 1-Party Extended Calling Service - Call Connection | Usage | | \$ 0.0- | | \$ | 0 04 | e | 0.05 | | | | | |
| | Detail Billing | Usaye | | Ψ 0.0 | • | A. | 0 04 | Ð | 0.05 | | | | | |
| 26 | | Usage | | \$ 01 | 1 | \$ | 0 11 | \$ | 0 14 | | | | | |
| 27 | | • | | | | | | | | | | | | |
| 28 | | | | | | | | | | | | | | |
| 29 | | | | | | | | | | | | | | |
| 30 | | | | | | | | | | | | | | |
| 31 | Service Charges for Basic Business Network Access Establishment Charge | NRC | | \$ 33 9 | 1 | • | 33 90 | | 34 00 | | | | | |
| | Network Access Establishment Charge - RESALE | NRC | | \$ 294 | | \$ \$ | 29 48 | | 29 48 | | | | | |
| 34 | | | | | - | • | | - | | | | | | |
| 35 | | | | | | | | | | | | | | |
| 36 | | | | | | | | | | | | | | |
| 37 | Total Basic Business Service | | | | | | | | | | | | | |

*UNE-P calculated as Loop. Port & estimated Usage as ordered in Dkt 990649-B-TP and are used in this analysis only as a cost indicator. VZ does not believe ordered UNE rates are a valid approximation of cost and are provided only to prove the validity of VZ's proposed rate design

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FLORIDA RATE REBALANCING BUSINESS BASIC EXCHANGE ACCESS UNE-P IMPACT - YEAR 3 PROPOSED - With Usage

| | (A) | (B) | (C) | (D) | (E) | (F)=(D)+(E) | | (G) Estimated | (H)=(F)-(G) | (I)=(C)*(F) | (J)=(C)*(G) | (K)=(I)-(K) | (L)=(K)/(J) |
|----------------|--|---------|-------|----------|---------|-------------|-------|---------------------------|--------------|----------------|-----------------------------------|---------------------------|--------------|
| | | Billing | | Proposed | | | te O | Costs at rdered UNE-P* | Unit | Annual Present | Annual Estimated Costs at Ordered | Estimated Contribution | Contribution |
| Row | Service Description | Туре | Units | Rate | EUCL | w/EUCL | | Rates | Contribution | Revenue | UNE-P* Rates | Margin* | Margin % |
| 3 | Basic Local Exchange Service | | | | | | | | | | | | |
| 4 | Rate Group 1 | MRC | | \$ 32 00 | \$ 6 50 | \$ 385 | 0 \$ | 35 75 | | | | | |
| | 5 Rate Group 1 - RESALE 5 | MRC | | \$ 27.83 | \$ 6 50 | \$ 343 | 3 \$ | 35 75 | | | | | |
| 7 | Rate Group 2 | MRC | | \$ 32 00 | \$ 6 50 | \$ 38 5 | 0 | | | | | | |
| 6 | Rate Group 2 - RESALE | MRC | | \$ 27 83 | \$ 6 50 | \$ 343 | 3 | | | | | | |
| | Rate Group 3 | MRC | | | \$ 6 50 | | 0 \$ | | | | | | |
| 11 | Rate Group 3 - RESALE | MRC | | \$ 27.83 | \$ 6 50 | \$ 343 | 3 \$ | 31 27 | | | | | |
| 12 | | | | | | | | | | | | | |
| | Rate Group 4 | MRC | | | \$ 6 50 | | 0 \$ | | | | | | |
| | Rate Group 4 - RESALE | MRC | | \$ 27.83 | \$ 6 50 | \$ 343 | 3 \$ | 28 72 | | | | | |
| 15 | | | | | | | _ | | | | | | |
| | Rate Group 5 | MRC | | | \$ 6 50 | | 0 \$ | | | | | | |
| 17 18 | | MRC | | \$ 27.83 | \$ 6 50 | \$ 343 | 3 \$ | 23 90 | | | | | |
| 19 20 2 |) | | | | | | | | | | | | |
| 22 | ECS Usage for Routes Established Before 7/1/95 | | | | | | | | | | | | |
| | Business 1-Party Extended Calling Service | | | | | | | | | | | | |
| | 4 - Call Connection 5 Detail Billing | Usage | | \$ 0.04 | | \$ 00 | 14 \$ | 0 05 | | | | | |
| 26 27 | | Usage | | \$ 0.14 | | \$ 0.1 | 4 \$ | 0.14 | | | | | |
| 20 29 30 | Total ECS Usage | | | | | | | | | | | | |
| 3 | | | | | | | | | | | | | |
| | Network Access Establishment Charge | NRC | | \$ 34 00 | | | 0 \$ | | | | | | |
| | Network Access Establishment Charge - RESALE | NRC | | \$ 29 57 | | \$ 29.5 | 7 \$ | 29 48 | | | | | |
| 3: 3: | | | | | | | | | | | | | |
| 30 | | | | | | | | | | | | | |
| 3 | | | | | | | | | | | | | |

^{*}UNE-P calculated as Loop, Port & estimated Usage as ordered in Dkt. 990649-B-TP and are used in this analysis only as a cost indicator. VZ does not believe ordered UNE rates are a valid approximation of cost and are provided only to prove the validity of VZ's proposed rate design

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FLORIDA RATE REBALANCING RESIDENCE BASIC EXCHANGE ACCESS UNE-P IMPACT - CURRENT - With Usage

| | | | _ | _ | _ | | | | | | | | |
|----------|--|---------|------------|-----------------|------------------|---------|----------------|----------------|--------------|----------------|-----------------------|--------------|--------------|
| _ | (A) | (B) | (C) | (D) | <u>(E)</u> | (F)=(D) |)+(E) | (G) | (H)=(F)-(G) | (I)=(C)*(F) | (J)=(C)*(G) | (K)=(I)-(K) | (L)=(K)/(J) |
| | | | | | 1 | | | Estimated | | | | | |
| | | D | | | | | | Costs at | l | | Annual Estimated | Estimated | |
| 1_ | S-1 S | Billing | Annualized | Present | | Present | | Ordered UNE- | Unit | Annual Present | Costs at Ordered UNE- | Contribution | Contribution |
| Row | Service Description | Туре | Units | Rate | EUCL | w/EU | CL | P* Rates | Contribution | Revenue | P° Rates | Margin* | Margin % |
| 1 | Basic Local Exchange Service | | | | | | | | | | | | |
| 2 3 | Flat Rate - 1 Party Service/Residence Rate Group 1 | MRC | | \$ 10 12 | \$ 6 50 | | 16 62 | \$ 35.75 | | | | | |
| 3 | Rate Group 1 - 50% Emp Concession | MRC | | | \$ 6.50 | | 11.56 | | | | | | |
| 5 | Rate Group 1 - RESALE | MRC | | \$ 880 | | | 15 30 | | | | | | |
| 6 | Nate Gloup 1 - NESAEE | MING | | J 000 | a 0 30 | • | 13 30 | a 3373 | | | | | |
| 7 | Rate Group 2 | MRC | | \$ 10.95 | \$ 6 50 | \$ | 17 45 | | | | | | |
| , 8 | Rate Group 2 - 50% Emp Concession | MRC | | | \$ 650 | | 11 98 | | | | | | |
| 9 | Rate Group 2 - RESALE | MRC | | | \$ 650 | | 16 02 | | | | | | |
| 10 | ·· | | | | | | | | | | | | |
| 11 | Rate Group 3 | MRC | | \$ 1133 | \$ 650 | \$ | 17 83 | \$ 31 27 | | | | | |
| 12 | Rate Group 3 - 50% Emp Concession | MRC | | \$ 567 | \$ 650 | \$ | 12 17 | \$ 31 27 | | | | | |
| 13 | Rate Group 3 - RESALE | MRC | | \$ 985 | \$ 650 | \$ | 16 35 | \$ 31 27 | | | | | |
| 14 | | | | | | | | | | | | | |
| 15 | Rate Group 4 | MRC | | | \$ 6 50 | | 18 20 | | | | | | |
| 16 | Rate Group 4 - 50% Emp Concession | MRC | | | \$ 6 50 | | 12 35 | | | | | | |
| 17 | Rate Group 4 - RESALE | MRC | | \$ 10 17 | \$ 6 50 | \$ | 16 67 | \$ 28 72 | | | | | |
| 18 | Data Carrie E | MRC | | \$ 12.10 | • 0 50 | | 40.00 | • 22.00 | | | | | |
| 19 20 | Rate Group 5 Rate Group 5 - 50% Emp Concession | MRC | | | \$ 650 \$ 650 | | 18 60 12.55 | | | | | | |
| 21 | Rate Group 5 - RESALE | MRC | | | \$ 650 | | 17 02 | | | | | | |
| 22 | Nate Group 3 - NESACE | WITTO | | ¥ 10.52 | • 0 50 | • | 11 02 | 2 23 30 | | | | | |
| 23 | Total Residential Rategroups | | | | | | | | | | | | |
| 24 | , | | | | | | | | | | | | |
| 25 | Vacation Service - Residence | | | | | | | | | | | | |
| 26 | Vacation Service/Residence | MRC | | \$ 577 | \$ 6 50 | \$ | 12 27 | \$ 25 27 | | | | | |
| 27 | | | | | | | | | | | | | |
| 28 | Total Basic Residential Vacation Service | | | | | | | | | | | | |
| 29 | | | | | | | | | | | | | |
| 39 | | | | | | | | | | | | | |
| 40 | ECS Usage for Routes Established Before 7/1/95 | | | | | | | | | | | | |
| 41 | Residence 1-Party Extended Calling Service | | | • 005 | | _ | | | | | | | |
| 42 | - Call Connection | Usage | | \$ 0.25 | | \$ | 0.25 | \$ 0.25 | | | | | |
| 43 44 | Total ECS Usage | | | | | | | | | | | | |
| 45 | Total ECS Usage | | | | | | | | | | | | |
| 46 | Service Charges for Basic Residence | | | | | | | | | | | | |
| 47 | Network Access Establishment Charge | NRC | | \$ 20 00 | | \$ | 20 00 | \$ 20 00 | | | | | |
| 48 | Network Access Establishment Charge - RESALE | NRC | | \$ 1739 | | \$ | 17 39 | | | | | | |
| 49 | Central Office Line Connection | NRC | | \$ 35.00 | | Š | 35 00 | | | | | | |
| 50 | Central Office Line Connection - RESALE | NRC | | \$ 30 44 | | \$ | 30 44 | | | | | | |
| 51 | | - | | | | | | • • | | | | | |
| 52 | Total Service Charges | | | | | | | | | | | | |
| 53 | _ | | | | | | | | | | | | |
| 54 | Total Basic Residential Service | | | | | | | | | | | | |
| 54 | Total Basic Residential Service | | | | | | | | | | | | |

*UNE-P calculated as Loop, Port & estimated Usage as ordered in Dkt 990649-B-TP and are used in this analysis only as a cost indicator. VZ does not believe ordered UNE rates are a valid approximation of cost and are provided only to prove the validity of VZ's proposed rate design.

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FLORIDA RATE REBALANCING RESIDENCE BASIC EXCHANGE ACCESS UNE-P* IMPACT - YEAR 1 PROPOSED - With Usage

| | (A) | (B) | (C) | (D) | | (E) | (F): | =(D)+(E) | | (G) | (H)=(F)-(G) | (I)=(C)*(F) | (J)=(C)*(G) | (K)=(I)-(K) | (L)=(K)/(J) |
|----------|--|------------|------------|----------------------|----|--------------|------|----------|----|------------------|---------------|----------------|----------------------|--------------|--------------|
| [| | | I | I | T | | T | oposed | F | timated Costs at | | T | T | | I |
| i i | | Billing | Annualized | Proposed | l | | | Rate | | ordered UNE-P* | Unit | Annual Present | Annual Surrogate | Contribution | Contribution |
| Row | Service Description | Type | Units | Rate | ı | EUCL | | ÆUCL | ` | Rates | Contribution | Revenue | Costs at UNE-P Rates | Margin | Margin % |
| 1 | Basic Local Exchange Service | .,,,, | | 1 | ч | | | | | | O SINTIPULION | 1 TOVOTOO | COSTS ET CHE-1 TELES | mai giii | margin 76 |
| 2 | Flat Rate - 1 Party Service/Residence | | | | | | | | | | | | | | |
| 3 | Rate Group 1 | MRC | | \$ 1170 | \$ | 6 50 | s | 18 20 | s | 35 75 | | | | | |
| 4 | Rate Group 1 - 50% Emp Concession | MRC | | \$ 585 | | 6 50 | | 12 35 | | 35 75 | | | | | |
| 5 | Rate Group 1 - RESALE | MRC | | \$ 10 17 | | 6 50 | | 16 67 | | 35 75 | | | | | |
| 6 | · | | | | | | | | | | | | | | |
| 7 | Rate Group 2 | MRC | | \$ 1253 | \$ | 6 50 | \$ | 19 03 | | | | | | | |
| 8 | Rate Group 2 - 50% Emp Concession | MRC | | \$ 627 | | 6 50 | \$ | 12 77 | | | | | | | |
| 9 | Rate Group 2 - RESALE | MRC | | \$ 10 90 | \$ | 6 50 | \$ | 17 40 | | | | | | | |
| 10 | | | | | | | | | | | | | | | |
| 11 | Rate Group 3 | MRC | | \$ 1291 | | 6 50 | | 19 41 | | 31 27 | | | | | |
| 12 | Rate Group 3 - 50% Emp Concession | MRC | | \$ 646 | | 6 50 | | 12 96 | | 31 27 | | | | | |
| 13 | Rate Group 3 - RESALE | MRC | | \$ 1123 | \$ | 6 50 | \$ | 17 73 | \$ | 31 27 | | | | | |
| 14 | | | | | _ | | _ | | _ | | | | | | |
| 15 | Rate Group 4 | MRC | | \$ 13.28 | | 6 50 | | 19.78 | | 28 72 | | | | | |
| 16 | Rate Group 4 - 50% Emp Concession | MRC | | \$ 664 | | 6 50 | | 13 14 | | 28 72 | | | | | |
| 17 | Rate Group 4 - RESALE | MRC | | \$ 11 55 | 2 | 6 50 | 2 | 18.05 | 2 | 28 72 | | | | | |
| 18 19 | Rate Group 5 | MRC | | \$ 13 68 | | 0.50 | | 20 18 | | 22.00 | | | | | |
| 20 | Rate Group 5 - 50% Emp Concession | MRC | | \$ 684 | | 6.50 6.50 | | 13 34 | | 23 90 23 90 | | | | | |
| 21 | Rate Group 5 - 30% Emp Concession | MRC | | \$ 1190 | | 6 50 | | 18 40 | | 23 90 | | | | | |
| 22 | Nate Group 3 NEG/ICE | | | ¥ 1130 | • | 0.50 | • | 10 40 | • | 25 50 | | | | | |
| 23 | Total Residential Rategroups | | | | | | | | | | | | | | |
| 24 | • | | | | | | | | | | | | | | |
| 25 | Vacation Service - Residence | | | | | | | | | | | | | | |
| 26 | Vacation Service/Residence | MRC | | \$ 577 | \$ | 6 50 | \$ | 12 27 | \$ | 25 27 | | | | | |
| 27 | | | | | | | | | | | | | | | |
| 28 | Total Basic Residential Vacation Service | | | | | | | | | | | | | | |
| 29 | | | | | | | | | | | | | | | |
| 39 | | | | | | | | | | | | | | | |
| 40 | ECS Usage for Routes Established Before 7/1/95 | | | | | | | | | | | | | | |
| 41 | Residence 1-Party Extended Calling Service | | | | | | | | | | | | | | |
| 42 | - Call Connection | Usage | | \$ 0.25 | | | \$ | 0 25 | \$ | 0 25 | | | | | |
| 43 | | | | | | | | | | | | | | | |
| 44 | Total ECS Usage | | | | | | | | | | | | | | |
| 45 | | | | | | | | | | | | | | | |
| 46 | Service Charges for Basic Residence | | | _ | | | | | | | | | | | |
| 47 | Network Access Establishment Charge | NRC | | \$ 21 00 | | | \$ | 21 00 | | 21 00 | | | | | |
| 48 | Network Access Establishment Charge - RESALE | NRC | | \$ 18 26 | | | \$ | 18 26 | | 18 26 | | | | | |
| 49 50 | Central Office Line Connection Central Office Line Connection - RESALE | NRC NRC | | \$ 36 00 \$ 31 31 | | | \$ | 36 00 | | 36 00 | | | | | |
| 50 51 | Califial Otice Fille Colliscion - REPACE | NHC | | \$ 3131 | | | \$ | 31 31 | 2 | 31 31 | | | | | |
| 52 | Total Service Charges | | | | | | | | | | | | | | |
| 53 | Total Service Charges | | | | | | | | | | | | | | |
| 54 | Total Basic Residential Service | | | | | | | | | | | | | | |
| | Com Casio (Calacinia) Selvice | | | | | | | | | | | | | | |

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FLORIDA RATE REBALANCING RESIDENCE BASIC EXCHANGE ACCESS UNE-P IMPACT - YEAR 2 PROPOSED - With Usage

| | (A) | (B) | (C) | (D) | (E) | (F)=(C | D)+(E) | | (G) | (H)≃(F)-(G) | (I)=(C)*(F) | (J)=(C)*(G) | (K)=(I)-(K) | (L)=(K)/(J) |
|----------|---|------------|------------|-----------------|--------------------|--------|----------------|----|------------------|--------------|----------------|-------------------------|--------------|--------------|
| | | | | | | I | | | X., | | | 1 1 | | 197 (1739) |
| 1 | | | | | - | | | Es | timated Costs at | | | l | Estimated | |
| i | | Billing | Annualized | Proposed | ļ | | osed | 0 | rdered UNE-P* | Unit | Annual Present | Annual Estimated Costs | Contribution | Contribution |
| Row | Service Description | Туре | Units | Rate | EUCL | Rate w | /EUCL | | Rates | Contribution | Revenue | at Ordered UNE-P* Rates | Margin* | Margin % |
| 1 | Basic Local Exchange Service | | | | | | | | | | | | | |
| 2 | Flat Rate - 1 Party Service/Residence | ***** | | | | _ | | | | | | | | |
| 3 | Rate Group 1 50% Emp Consession | MRC MRC | | | \$ 6 50 | | 19 78 | | 35 75 | | | | | |
| 5 | Rate Group 1 - 50% Emp Concession Rate Group 1 - RESALE | MRC | | | \$ 6 50 \$ 6 50 | | 13 14 18 05 | | 35 75 35 75 | | | | | |
| 6 | Rate Group 1 - NESACE | WING | U | 3 1133 | \$ 0.50 | • | 10 03 | J | 33 / 3 | | | | | |
| 7 | Rate Group 2 | MRC | 0 | \$ 14 11 | \$ 6 50 | 2 | 20 61 | | | | | | | |
| Ŕ | Rate Group 2 - 50% Emp Concession | MRC | | | \$ 6 50 | | 13 56 | | | | | | | |
| 9 | Rate Group 2 - RESALE | MRC | | | \$ 6 50 | | 18 77 | | | | | | | |
| 10 | · | | | | | | | | | | | | | |
| 11 | Rate Group 3 | MRC | | | \$ 6 50 | | 20 99 | | 31 27 | | | | | |
| 12 | Rate Group 3 - 50% Emp Concession | MRC | | | \$ 6 50 | | 13 75 | | 31 27 | | | | | |
| 13 | Rate Group 3 - RESALE | MRC | 0 | \$ 12 60 | \$ 6 50 | \$ | 19 10 | \$ | 31 27 | | | | | |
| 14 | | *** | | | | _ | | _ | | | | | | |
| 15 | Rate Group 4 | MRC | | | \$ 6 50 | | 21 36 | | 28 72 | | | | | |
| 16 | Rate Group 4 - 50% Emp Concession | MRC MRC | | | \$ 6 50 | | 13 93 | | 28 72 | | | | | |
| 17 18 | Rate Group 4 - RESALE | MIKC | U | D 1292 | \$ 6 50 | a a | 19 42 | Þ | 28 72 | | | | | |
| 19 | Rate Group 5 | MRC | 0 | \$ 15.26 | \$ 6 50 | e | 21 76 | e | 23 90 | | | | | |
| 20 | Rate Group 5 - 50% Emp Concession | MRC | | | \$ 6 50 | | 14.13 | | 23 90 | | | | | |
| 21 | Rate Group 5 - RESALE | MRC | | | \$ 6 50 | | 19.77 | | 23 90 | | | | | |
| 22 | Nate Group of Theories | | · · | | • • • • • | • | | • | 2000 | | | | | |
| 23 | Total Residential Rategroups | | 0 | | | | | | | | | | | |
| 24 | , | | | | | | | | | | | | | |
| 25 | Vacation Service - Residence | | | | | | | | | | | | | |
| 26 | Vacation Service/Residence | MRC | 0 | \$ 577 | \$ 650 | \$ | 12 27 | \$ | 25 27 | | | | | |
| 27 | | | | | | | | | | | | | | |
| 28 | Total Basic Residential Vacation Service | | | | | | | | | | | | | |
| 29 | | | | | | | | | | | | | | |
| 39 | | | | | | | | | | | | | | |
| 40 | ECS Usage for Routes Established Before 7/1/95 | | | | | | | | | | | | | |
| 41 | Residence 1-Party Extended Calling Service | | 0 | \$ 0.25 | | s | 0 25 | | 0 25 | | | | | |
| 42 | - Call Connection | Usage | U | 3 025 | | • | 0.25 | 2 | 0.25 | | | | | |
| 43 44 | Total ECS Usage | | | | | | | | | | | | | |
| 45 | Total 203 Gage | | | | | | | | | | | | | |
| 46 | Service Charges for Basic Residence | | | | | | | | | | | | | |
| | Network Access Establishment Charge | NRC | 0 | \$ 23 00 | | \$ | 23 00 | s | 23 00 | | | | | |
| 48 | Network Access Establishment Charge - RESALE | NRC | ō | | | Š | 20 00 | | 20 00 | | | | | |
| 49 | Central Office Line Connection | NRC | 0 | | | S | 38 00 | | 38 00 | | | | | |
| 50 | Central Office Line Connection - RESALE | NRC | 0 | | | \$ | 33 04 | | 33 04 | | | | | |
| 51 | | | | | | | | | | | | | | |
| 52 | Total Service Charges | | | | | | | | | | | | | |
| 53 | | | | | | | | | | | | | | |
| 54 | Total Basic Residential Service | | | | | | | | | | | | | |

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FLORIDA RATE REBALANCING RESIDENCE BASIC EXCHANGE ACCESS UNE-P IMPACT - YEAR 3 PROPOSED - With Usage

| | | (D) | (0) | (D) | (E) | (E)=(D)+(C) | | (C) | (LI)=(E) (C) | (I)=(C)*(E) | (1)=(0)*(0) | 40-0 40 | 41)= 42 \ (1) |
|----------|--|------------|------------|---------------------|--------------------|-----------------|----------|----------------|--------------|---------------|-------------------------|--------------|-----------------|
| | 1 | (B) | (C) | (D) | (E) | (F)=(D)+(E) | | (G) | (H)=(F)-(G) | r (I)=(C)*(F) | (J)=(C)*(G) | (K)=(I)-(K) | (L)=(K)/(J) |
| Į | | | | | i | | | Estimated | | | | | |
| 1 | | | | B | İ | l | I | Costs at | | | | Estimated | |
| !_ | | Billing | Annualized | Proposed | | Proposed | | dered UNE-P* | Unit | | Annual Estimated Costs | Contribution | Contribution |
| Row | Service Description | Туре | Units | Rate | FUCL | Rate w/EUCL | - [| Rates | Contribution | Revenue | it Ordered UNE-P* Rates | Margin* | Margin % |
| 1 | Basic Local Exchange Service | | | | | | | | | | | | |
| 2 3 | Flat Rate - 1 Party Service/Residence Rate Group 1 | MRC | | \$ 14.85 | \$ 6 50 | \$ 21 35 | | 35 75 | | | | | |
| 4 | Rate Group 1 - 50% Emp Concession | MRC | | | \$ 6 50 | | | 35 75 | | | | | |
| 5 | Rate Group 1 - RESALE | MRC | | | \$ 6 50 | | | 35 75 | | | | | |
| 6 | , <u>, , , , , , , , , , , , , , , , , , </u> | | | | | | | | | | | | |
| 7 | Rate Group 2 | MRC | | | \$ 6 50 | | | | | | | | |
| 8 | Rate Group 2 - 50% Emp Concession | MRC | | | \$ 6 50 | | | | | | | | |
| 9 | Rate Group 2 - RESALE | MRC | | \$ 1364 | \$ 6 50 | \$ 20 14 | } | | | | | | |
| 10 | | | | £ 40.00 | | • 20.50 | | 24.27 | | | | | |
| 11 | Rate Group 3 Rate Group 3 - 50% Emp Concession | MRC MRC | | \$ 16 06 \$ 8 03 | \$ 6 50 \$ 6 50 | | | 31 27 31 27 | | | | | |
| 12 13 | Rate Group 3 - RESALE | MRC | | | \$ 6 50 | | | 31 27 | | | | | |
| 14 | Rate Group 3 - NESALE | in tt. | | • | • 0 50 | 20 47 | • | 012 | | | | | |
| 15 | Rate Group 4 | MRC | | \$ 1643 | \$ 6 50 | \$ 22 93 | \$ | 28 72 | | | | | |
| 16 | Rate Group 4 - 50% Emp Concession | MRC | | \$ 822 | \$ 6 50 | \$ 1472 | \$ | 28 72 | | | | | |
| 17 | Rate Group 4 - RESALE | MRC | | \$ 1429 | \$ 6 50 | \$ 20 79 | S | 28 72 | | | | | |
| 18 | | | | | | | | | | | | | |
| 19 | Rate Group 5 | MRC | | • | \$ 6.50 | | | 23 90 | | | | | |
| 20 | Rate Group 5 - 50% Emp Concession | MRC | | | \$ 6 50 | | | 23 90 | | | | | |
| 21 22 | Rate Group 5 - RESALE | MRC | | \$ 14.64 | \$ 6 50 | \$ 21 14 | 3 | 23.90 | | | | | |
| 23 | Total Residential Rategroups | | | | | | | | | | | | |
| 24 | , otal itestocitial italegioupo | | | | | | | | | | | | |
| 25 | Vacation Service - Residence | | | | | | | | | | | | |
| 26 | Vacation Service/Residence | MRC | | \$ 600 | \$ 6 50 | \$ 12 50 | \$ | 25 27 | | | | | |
| 27 | | | | | | | | | | | | | |
| 28 | Total Basic Residential Vacation Service | | | | | | | | | | | | |
| 29 | | | | | | | | | | | | | |
| 39 40 | ECS Usage for Routes Established Before 7/1/95 | | | | | | | | | | | | |
| 41 | Residence 1-Party Extended Calling Service | | | | | | | | | | | | |
| 42 | - Call Connection | Usage | | \$ 025 | | \$ 0.25 | \$ | 0 25 | | | | | |
| 43 | | | | | | | | | | | | | |
| 44 | Total ECS Usage | | | | | | | | | | | | |
| 45 | | | | | | | | | | | | | |
| 46 | Service Charges for Basic Residence | | | | | | | | | | | | |
| 47 | Network Access Establishment Charge | NRC | | \$ 25 00 | | \$ 25 00 | | 25 00 | | | | | |
| 48 | Network Access Establishment Charge - RESALE | NRC | | \$ 2174 | | \$ 21 74 | | 21 74 | | | | | |
| 49 | Central Office Line Connection | NRC | | \$ 40 00 | | \$ 40 00 | | 40 00 | | | | | |
| 50 | Central Office Line Connection - RESALE | NRC | | \$ 34 78 | | \$ 34 78 | 5 | 34 78 | | | | | |
| 51 52 | Total Service Charges | | | | | | | | | | | | |
| 52 53 | ional del vice charges | | | | | | | | | | | | |
| 54 | Total Basic Residential Service | | | | | | | | | | | | |

*UNE-P calculated as Loop. Port & estimated Usage as ordered in Dkt 990649-B-TP and are used in this analysis only as a cost indicator VZ does not believe ordered UNE rates are a valid approximation of cost and are provided only to prove the validity of VZ's proposed rate design

EXHIBIT C

| DOCUMENT | LINE(S)/COLUMN(S) | REASON |
|--|----------------------|---|
| Amended Direct Testimony of Orville D. Fulp Pages 13, 25, 26 | All highlighted text | This is competitively sensitive, confidential and proprietary business information that has been confidentially maintained by |
| Amended Exhibit No. ODF-1 (7 pages) | All highlighted text | Verizon. Disclosure of this information would cause harm to Verizon by giving its competitors |
| Amended Exhibit No. ODF-2 (8 pages) | All highlighted text | an unfair advantage in developing, pricing and marketing their services. It would be particularly |
| Amended Exhibit No. ODF-3 (9 pages) | All highlighted text | unfair to disclose this information because similar information about competitive carriers is not made available to the public. |
| | | |

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that copies of the foregoing were sent via electronic mail on October 2, 2003 and overnight delivery on October 1, 2003 to:

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