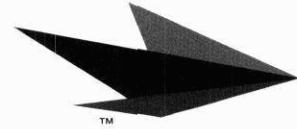


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EMBARQ™

Embarq Corporation
Mailstop: FLTLH00102
1313 Blair Stone Rd.
Tallahassee, FL 32301
EMBARQ.com

November 9, 2006

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

RE: Docket No. 060644-TL, Embarq Florida, Inc.,'s Request for Confidential
Classification

RECEIVED-EPSC
06 NOV -9 PM 4: 53
COMMISSION
CLERK

CONFIDENTIAL DOCUMENTS ATTACHED

Dear Ms. Bayó:

Enclosed for filing on behalf of Embarq Florida, Inc. are the original confidential documents referred to in Embarq's Request for Confidential Classification, which was filed on this date with the Commission Clerk and Administrative Services. A listing of the documents follows:

- Exhibit KWD-3
- Exhibit KWD-4
- Exhibit KWD-5

CONFIDENTIAL
Attn 7-19-08
DECLASSIFIED

Please keep the documents confidential pending action on Embarq's Request for Confidential Classifications relating to these documents.

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 850/599-1560.

Sincerely,

Susan S. Masterton

This confidentiality request was filed by or for a "telco" for DN 103 106-06. No ruling is required unless the material is subject to a request per 119.07, FS, or is admitted in the record per Rule 25-22.006(8)(b), FAC.

Enclosure

RECEIVED & FILED

Bm
EPSC BUREAU OF RECORDS

Susan S. Masterton
COUNSEL
LAW AND EXTERNAL AFFAIRS- REGULATORY
Voice: (850) 599-1560
Fax: (850) 573-0777

000066 NUMBER-DATE

0366 NOV -9 8

EPSC-COMMISSION CLERK

DECLASSIFIED

CONFIDENTIAL

Docket No. 060644-TL
Storm Costs & Extraordinary Recovery
Exhibit KWD - 3
Page 1 of 1

A	B	C	D	E
Row	Description	Calculation	Cost	Extraordinary Cost
8				
9	Hurricane related cost:			
10	Wages & Benefits		\$ 32,250,961	
11	External Contractors Expense & Capital		17,287,467	
12	Extraordinary Asset Restoral Costs		2,607,274	
13	Material Capital & Expense		2,910,263	
14	Overheads Expense & Capital		2,880,790	
15	Buildings, Generators, Fuel, Line Card Repair & Return		2,003,986	
16	Total Hurricane related cost	(Sum Rows 10 to 15)	\$ 59,940,742	
17	Exclusions:			
18	Wages associated w/ regular time and budget OT		\$ 28,347,670	
19	Contractor Expense Budget & Capitalized Contractor Costs		8,508,685	
20	Capitalized Material Cost		1,584,276	
21	Overheads Expense & Capital		2,880,790	
22	Buildings, Generators, Fuel, Line Card Repair & Return Budget		747,000	
23	Average Annual Storm Expense		598,240	
24	Total Exclusions	(Sum Rows 18 to 23)	\$ 42,666,661	
25				
26	Extraordinary Cost	(Row 16 - Row 24)		\$ 17,274,081
27	Carrying Cost Before Recovery			2,680,581
28	Subtotal	(Row 26 + Row 27)		\$ 19,954,663
29	Intrastate Factor			0.74429553
30	Intrastate Subtotal	(Row 28 * Row 29)		\$ 14,852,166
31	Interest During Recovery Period		5.23%	417,838
32	Intrastate Cost (before uncollectible and FL reg. assessment fee)	(Row 30 + Row 31)		\$ 15,270,004
33	Uncollectible	(Row 35 * 1.081%)	1.081%	167,211
34	Florida Regulatory Assessment Fee	(Row 35 * 0.2%)	0.20%	30,936
35	Total Intrastate Extraordinary Cost	(Sum Rows 32 to 34)		\$ 15,468,151
36	Average Total Access Lines and UNE Loops			1,744,841.7
37	Per Month Recovery Rate Per Line	((Row 35 / Row 36) / 12)		\$ 0.74
38				
39	<u>Recovery limited to \$0.50 per line for 12 months per 364.051(4)(b) 5, Florida Statutes:</u>			
40	Capped Recovery Rate Per Month Per Line	Per 364.051(4)(b) 5		\$ 0.50
41	Intrastate Billed Amount	(Row 36 * Row 40 * 12)		\$ 10,469,050
42	Less: Uncollectible	(Row 41 * 1.081%)		113,170
43	Less: Florida Regulatory Assessment Fee	(Row 41 * 0.2%)		20,938
44	Intrastate Net Recovery	(Row 41 - Row 42 - Row 43)		\$ 10,334,942
45	Unrecovered Intrastate Extraordinary Balance	(Row 32 - Row 44)		\$ 4,935,063

DOCUMENT NUMBER-DATE.

10366 NOV-98

CONFIDENTIAL

FPSC-COMMISSION CLERK

A	B	C	D	E
Row	Description	Calculation		Extraordinary Cost
8				
9	Extraordinary Hurricane Related Cost			
10	District Storm Extraordinary Company Labor & Benefits			\$ 3,903,291
11				
12	Extraordinary Contractor Expense over Budget			8,778,783
13				
14	Asset Restoral Extraordinary Cost			2,607,274
15				
16	Extraordinary Material Expense			1,325,987
17				
18	Extraord. Buildings, Generators, Fuel, Line Card Repair & Return			1,256,986
19				
20	Average Annual Storm Expense			(598,240)
21				
22	Extraordinary Cost	(Sum Rows 10 to 20)		\$ 17,274,081
23	Carrying Cost Before Recovery			\$ 2,680,581
24	Subtotal	(Row 22 + Row 23)		\$ 19,954,663
25	Intrastate Factor			0.74429553
26	Intrastate Subtotal	(Row 24 * Row 25)		\$ 14,852,166
27	Interest During Recovery Period		5.23%	417,838
28	Intrastate Cost (before uncollectible and FL reg. assessment fee)	(Row 26 + Row 27)		\$ 15,270,004
29	Uncollectible	(Row 31 * 1.081%)	1.081%	167,211
30	Florida Reg. Fee	(Row 31 * 0.2%)	0.20%	30,936
31	Total Intrastate Extraordinary Cost	(Sum Rows 28 to 30)		\$ 15,468,151
32	Average Total Access Lines and UNE Loops			1,744,841.7
33	Per Month Recovery Rate Per Line	((Row 31 / Row 32) / 12)		\$ 0.74
34				
35	<u>Recovery limited to \$0.50 per line for 12 months per 364.051(4)(b) 5, Florida Statutes:</u>			
36	Capped Recovery Rate Per Month Per Line	Per 364.051(4)(b) 5		\$ 0.50
37	Intrastate Billed Amount	(Row 32 * Row 36 * 12)		\$ 10,469,050
38	Less: Uncollectible	(Row 37 * 1.081%)		113,170
39	Less: Florida Regulatory Assessment Fee	(Row 37 * 0.2%)		20,938
40	Intrastate Net Recovery	(Row 37 - Row 38 - Row 39)		\$ 10,334,942
41	Unrecovered Intrastate Extraordinary Balance	(Row 28 - Row 40)		\$ 4,935,063

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A	B	D	E	F	G	H	I	J	K	L	M	N	O	P
Row	Description	Feb-07 Forecast	Mar-07 Forecast	Apr-07 Forecast	May-07 Forecast	Jun-07 Forecast	Jul-07 Forecast	Aug-07 Forecast	Sep-07 Forecast	Oct-07 Forecast	Nov-07 Forecast	Dec-07 Forecast	Jan-08 Forecast	12 Month Total
8	Description													
9														
10	Access Lines - Forecast													
11	Basic Access Lines	1,441,835	1,430,031	1,408,832	1,392,671	1,376,479	1,365,470	1,350,642	1,337,920	1,330,331	1,323,047	1,316,196	1,315,194	
12	Non-Basic Access Lines	324,874	323,915	322,794	321,209	320,327	318,870	317,444	315,746	313,891	312,495	311,043	309,640	
13	Unbundled Wholesale Loops	63,196	62,761	62,683	62,316	61,466	61,245	61,025	60,806	60,588	60,372	60,369	60,376	
14	Total Access Lines	1,829,905	1,816,707	1,794,309	1,776,196	1,758,272	1,745,585	1,729,111	1,714,472	1,704,810	1,695,914	1,687,608	1,685,210	
15														
16	Requested recovery rate	\$ 0.50	\$ 0.50	\$ 0.50	\$ 0.50	\$ 0.50	\$ 0.50	\$ 0.50	\$ 0.50	\$ 0.50	\$ 0.50	\$ 0.50	\$ 0.50	\$ 0.50
17														
18	Projected recovery	\$ 914,953	\$ 908,354	\$ 897,155	\$ 888,098	\$ 879,136	\$ 872,793	\$ 864,556	\$ 857,236	\$ 852,405	\$ 847,957	\$ 843,804	\$ 842,605	\$ 10,469,050
19	Less: Uncollectibles	\$ 9,891	\$ 9,819	\$ 9,698	\$ 9,600	\$ 9,503	\$ 9,435	\$ 9,346	\$ 9,267	\$ 9,214	\$ 9,166	\$ 9,122	\$ 9,109	\$ 113,170
20	Less: Florida RAF	\$ 1,830	\$ 1,817	\$ 1,794	\$ 1,776	\$ 1,758	\$ 1,746	\$ 1,729	\$ 1,714	\$ 1,705	\$ 1,696	\$ 1,688	\$ 1,685	\$ 20,938
21	Intrastate Net Recovery	\$ 903,232	\$ 896,717	\$ 885,662	\$ 876,721	\$ 867,874	\$ 861,612	\$ 853,481	\$ 846,255	\$ 841,486	\$ 837,095	\$ 832,995	\$ 831,811	\$ 10,334,941

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