

ORIGINAL



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January 19, 1999

Ms. Blanca S. Bayo, Director
Division of Records & Reporting
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

Re: Docket 980696-TP
Determination of the cost of basic local telecommunications service,
pursuant to Section 364.025, Florida Statutes

Dear Ms. Bayo:

On January 12, 1999, GTE Florida Incorporated (GTE) made a filing to comply with the Commission's instructions in this docket at its December 18 agenda conference. The filing included a CD, reflecting a version of the Benchmark Cost Proxy Model (BCPM) including Commission Staff revisions, and a hard copy of the results of the revised model. GTE has discovered that two pages (the Uncapped and Capped Plant Summary Reports) in the hard copy filing reflected results at the grid, rather than wire center, level, as the Commission required. As such, GTE has enclosed two copies of the new pages to replace the Uncapped and Capped Plant Summary pages previously submitted. Please destroy the old pages.

In addition, a file on the CD was inadvertently saved at the grid, rather than wire center, level. The file is named FL_Detail_Report.xls. The cost study at the wire center level has already been processed in the CD but, to generate the detail report, the user will need to select the "Subsidy by Wire Center" option in the Report Options tab in the model. The step-by-step procedure is as follows:

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1. In BCPM 3.1, select the Reports button.
2. Click on the Report Options tab; under Subsidy Unit, select the Subsidy by Wire Center Option.
3. Click on the Report Parameters tab; under Report view, choose the scenario name, StaffGTE; and, under Report, choose Detail.
4. Select the Preview button to run the report, which should only take a few seconds.

If the Staff has any questions about this procedure, please contact Joyce Heng in GTE's Costing Department at 972-718-8840.

We apologize for any inconvenience this has caused.

Sincerely,



ba Kimberly Caswell

KC:tas
Enclosures

Benchmark Cost Proxy Model Results

Plant Summary Report

TOTAL SUMMARY
GTE CORPORATION
Investment: UnCapped

FLORIDA
WIRE CENTERS [90]

Density Group	0 to 5	6 to 100	101 to 200	201 to 650	651 to 850	851 to 2550	2551 to 5000	5001 to 10,000	> 10,001	Total
Investment Per Line Data										
Total UnCapped Loop Investment	\$ 5	1,987 \$	1,020 \$	878 \$	741 \$	637 \$	543 \$	5	260	767
Switch Investment	\$ 5	179 \$	162 \$	161 \$	163 \$	160 \$	155 \$	5	124	175
InterOffice Facilities	\$ 5	4 \$	14 \$	11 \$	2 \$	4 \$	2 \$	5	68	8
Other Investment	\$ 5	137 \$	86 \$	72 \$	72 \$	67 \$	61 \$	5	44 \$	77
Total Investment	\$ 5	2,306 \$	1,282 \$	1,088 \$	979 \$	868 \$	761 \$	5	515 \$	1,028

Cost Per Month Data

Capital Cost	\$ 5	30.53 \$	17.38 \$	14.88 \$	13.52 \$	11.91 \$	10.35 \$	5	7.48	14.02
Operating Expense per Line	\$ 5	11.90 \$	9.94 \$	9.41 \$	9.23 \$	8.85 \$	8.51 \$	5	8.17 \$	9.93
Total Cost per Line <small>(Including Gross Receipts Tax)</small>	\$ 5	42.43 \$	27.32 \$	24.29 \$	22.75 \$	20.75 \$	18.86 \$	5	15.65 \$	23.96

Line Data

Loop Distribution Length	0	1,724	1,385	986	818	601	435	0	296	759
Loop Feeder Length	0	22,876	18,763	15,785	17,692	13,440	9,962	0	3,894	14,610
Total Loop Length	0	24,600	20,149	16,772	18,510	14,041	10,397	0	4,190	15,369
Number of Households	0	33,954	49,085	247,728	96,070	393,958	428,676	0	6,873	1,256,364
Number of Residential Lines	0	54,564	72,409	330,991	125,365	499,603	506,427	0	6,873	1,596,232
Number of Single Business Lines	0	5,755	8,609	48,379	16,803	88,788	110,000	0	9,648	287,982
Multiple Business Lines	0	4,092	8,095	42,597	16,035	101,159	150,785	0	28,580	351,343
Non-Switched Lines	0	9,456	10,962	56,444	18,563	90,456	117,683	0	22,266	78,508
Total GRID Lines Served	0	73,897	100,075	778,411	176,766	780,006	884,895	0	67,387	2,314,065

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FILE: 1000075.DAT