

Voice Data Internet Wireless Entertainment

07 JAN 23 AM 9: 14

COMMISSION **CLERK** 

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

January 22, 2007

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

Docket No. 060763-TL, Embarq's Response to Treviso Bay Development's First RE: Set of Interrogatories and First Request for Production of Documents.

Dear Ms. Bayó:

CMP

EC

Enclosed for filing on behalf of Embarq Florida, Inc. is Embarq's Response to Treviso Bay Development's First Set of Interrogatories and First Request for Production of Documents.

Copies are being served on the parties in this docket pursuant to the attached certificate of COM service. CTR If you have any questions, please do not hesitate to call me at 850/599-1560. ECR \_\_ GCL Sincerely, OPC ns noth RCA Susan S. Masterton SGA

FILE 1/23, INADVERTENTLY
TAKEN BACK BY EMBARD

COUNSEL

Fax:

Susan S. Masterton

LAW AND EXTERNAL AFFAIRS- REGULATORY Voice: (850) 599-1560 (850) 878-0777

## CERTIFICATE OF SERVICE DOCKET NO. 060763-TL

I HEREBY CERTIFY that a true and correct copy of the foregoing was served by electronic, Hand Delivery (+) and US Mail (\*) this 22<sup>nd</sup> day of January, 2007 to the following:

Jason Fudge (\*)
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850
jfudge@psc.state.fl.us

Dale Buys Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850 dbuys@psc.state.fl.us

David Dowds
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850
ddowds@psc.state.fl.us

Ray Kennedy Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850 <u>rkennedy@psc.state.fl.us</u>

Richard Wright
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850
<a href="mailto:rwright@psc.state.fl.us">rwright@psc.state.fl.us</a>

Robert Casey Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850 bcasey@psc.state.fl.us Sally Simmons
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850
<a href="mailto:ssimmons@psc.state.fl.us">ssimmons@psc.state.fl.us</a>

Treviso Bay Development, LLC (\*) Christopher Cramer/Sanjay Kuttemperoor c/o V.K. Development Corporation 19275 W. Capitol Drive, Suite 100 Brookfield, WI 53045 <u>ccramer@vkdevelopment.com</u> <u>sanjay@vkdevelopment.com</u>

Young Law Firm (\*)(+)
R. Scheffel Wright
225 South Adams Street, Suite 200
Tallahassee, FL 32301
<a href="mailto:swright@yylaw.net">swright@yylaw.net</a>

Shows hatt

Susan S. Masterton

#### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

Petition for waiver of carrier of last resort	Docket No. 060763-TL
obligations for multitenant property in	
Collier County known as Treviso Bay, by	
Embarq Florida, Inc.	

### **NOTICE OF SERVICE**

Embarq Florida, Inc. serves this notice that, by and through undersigned counsel, it has served its Response to the Treviso Bay Development's First Set of Interrogatories and First Request for Production of Documents by Hand Delivery to R. Scheff Wright at 225 South Adams Street, Suite 200, Tallahassee, FL 32301 and electronically at <a href="mailto:swright@yvlaw.net">swright@yvlaw.net</a> on this 22<sup>nd</sup> day of January 2007.

Shows. right

Susan S. Masterton 1313 Blair Stone Road Tallahassee, FL 32301 Voice: 850-599-1560

Fax: 850-878-0777

susan.masterton@embarq.com

Counsel for Embarq Florida, Inc.

**Response:** Depreciation of circuit digital pair gain/digital loop carrier investment on Florida books is based upon a Projection Life of 9.0 years. Industry depreciation specialists such as Technology Futures, Inc. concur with a lives of that length, as evidenced by Figure 6.2 in the response to POD #4 showing 0% surviving DLC's in a 10 year time span (placement in 2004 – no survivors in 2014). Given these depreciation statistics, a life shorter than 10 could have been chosen for the Treviso Bay analysis, but a conservative estimate of 10 was selected.

5. Refer to Embarq's response to Staff Data Request No. E-1, number 10 (x). Provide a complete description of the DLC unit, including model number and any other configuration-specific information, that Embarq assumes to be installed in year 1 (only the manufacturer is identified in Embarq's response to Staff).

**Response:** The device is a housed in an cabinet. See POD #5.

6. Refer to the December 13, 2006 Direct Testimony of Michael J. Dechellis, page 6. Is the "Embarq – Florida Market Share Study Summer 2006" proprietary document the only source of the market share assumption stated on line 4? If no, identify and provide any and all other documents relied upon by Embarq and Mr. Dechellis to develop the market share assumption shown on line 3.

Response: Yes.

7. Refer to the "Embarq – Florida Market Share Study Summer 2006" proprietary document. Has Embarq performed a comparable or similar analysis for any markets not shown on this chart? If yes, identify and provide the analysis and any related information for any and all markets in the same format as provided on the "Embarq – Florida Market Share Study Summer 2006" proprietary document.

Response: Please see the attachment for POD 7. The markets included in this analysis are not comparable or similar to the situation faced in Treviso Bay, principally because the availability date for cable telephony was well past when Embarq facilities were placed or is not available to the development. In addition, other developments have had limited construction activity upon which market share conclusions could be based. Therefore, the market share information for these developments is not instructive to the conditions faced in Treviso Bay where cable telephony will be available simultaneously with Embarq's voice service if it were required to place its facilities. Further, because of the bulk agreement for video and high speed data, residents of Treviso Bay will have the opportunity to establish all services (voice, video and high speed data) with Comcast on day one. This is in contrast to the customers in the developments shown on the attachment to POD 7 who would be required to change carriers after their move-in if they wanted to subscribe to cable telephony service. For these reasons, the information included on POD 7 was not utilized in developing Embarq's market share assumption for the Treviso Bay NPV analysis.

DOCUMENT NUMBER-DATE

00584 JAN 23 5

- 4. With reference to Embarq's response to Staff Data Request No. E-1, number 10(i), please provide:
  - (a) All documents relating to the expected useful life of DLC equipment; and
  - (b) All documents, including all supporting documentation, that Embarq would contend support Embarq's assumption that "the expected useful life of DLC equipment is estimated at ten years."

**Response:** See attached – Parameter Report (internal), Technology Futures, Inc "Transforming the Local Exchange Network" (external).

5. With reference to Embarq's response to Staff Data Request No. E-1, number 10 (x), please provide all documents that describe the DLC unit, including model number and any other configuration-specific information, that Embarq assumes to be installed in year 1. (Only the manufacturer is identified in Embarq's response to Staff's data requests.)

Response: Most information is provided in Interrogatory #5 attached vendor part number description for the cabinet.

6. Please refer to the December 13, 2006 Direct Testimony of Michael J. Dechellis, page 6. If the "Embarq – Florida Market Share Study Summer 2006" proprietary document is not the only source of the market share assumption stated on line 3, please provide any and all other documents relied upon by Embarq and Mr. Dechellis to develop the market share assumption shown on line 3.

Response: NA, see Interrogatory #6.

7. Please refer to the "Embarq – Florida Market Share Study Summer 2006" proprietary document. If Embarq has performed any comparable or similar analyses for any markets not shown on this chart, please provide copies of the analysis and any related information, including workpapers and any documents supporting any assumptions used in such analyses, for any and all markets in the same format as provided on the "Embarq – Florida Market Share Study Summer 2006" proprietary document.

Response: See attached.

### SPRINT FLORIDA INCORPORATED CURRENT

#### PARAMETER REPORT

ACCOUNT OF SUBCLASS PROJECTION CURVE ELG REM. SERVICE SHAPE  2112.1 Passenger Cars  2112.2 Light Trucks  2114 Special Purpose Vehicles  2116.1 Work Equipment  2121.1 Buildings  2121.3 Building Equipment  2121.4 Antenna Supp and Towers  2122.12 Furniture  2123.1 Office Support Equipment  WHOLE LIFE RATE  WHOLE LIFE RATE	NET. NET. SALVAGE SALVAGE
2112.1 Passenger Cars WHOLE LIFE RATE 2112.2 Light Trucks WHOLE LIFE RATE 2112.3 Heavy Trucks WHOLE LIFE RATE 2114 Special Purpose Vehicles WHOLE LIFE RATE 2116.1 Work Equipment WHOLE LIFE RATE 2121.1 Buildings IOWA R3.0 2121.3 Building Equipment IOWA R2.0 2121.4 Antenna Supp and Towers IOWA R2.0 2122.12 Furniture WHOLE LIFE RATE	SALVAGE SALVAGE
2112.2 Light Trucks  2112.3 Heavy Trucks  2114 Special Purpose Vehicles  2116.1 Work Equipment  2121.1 Buildings  2121.3 Building Equipment  2121.4 Antenna Supp and Towers  2122.12 Furniture  WHOLE LIFE RATE  WHOLE LIFE RATE  WHOLE LIFE RATE  WHOLE LIFE RATE  UWA R3.0  IOWA R2.0  IOWA R2.0  WHOLE LIFE RATE	
2112.2 Light Trucks  2112.3 Heavy Trucks  2114 Special Purpose Vehicles  2116.1 Work Equipment  2121.1 Buildings  2121.3 Building Equipment  2121.4 Antenna Supp and Towers  2122.12 Furniture  WHOLE LIFE RATE  WHOLE LIFE RATE  WHOLE LIFE RATE  WHOLE LIFE RATE  UHOLE LIFE RATE  WHOLE LIFE RATE	
2114 Special Purpose Vehicles  2116.1 Work Equipment  2121.1 Buildings  2121.3 Building Equipment  2121.4 Antenna Supp and Towers  2122.12 Furniture  WHOLE LIFE RATE  WHOLE LIFE RATE  UWA R3.0  IOWA R2.0  IOWA R2.0  WHOLE LIFE RATE	
2116.1 Work Equipment WHOLE LIFE RATE 2121.1 Buildings IOWA R3.0 2121.3 Building Equipment IOWA R2.0 2121.4 Antenna Supp and Towers IOWA R2.0 2122.12 Furniture WHOLE LIFE RATE	
2121.1 Buildings IOWA R3.0 2121.3 Building Equipment IOWA R2.0 2121.4 Antenna Supp and Towers IOWA R2.0 2122.12 Furniture WHOLE LIFE RATE	
2121.3 Building Equipment IOWA R2.0 2121.4 Antenna Supp and Towers IOWA R2.0 2122.12 Furniture WHOLE LIFE RATE	
2121.4 Antenna Supp and Towers IOWA R2.0 2122.12 Furniture WHOLE LIFE RATE	
2121.4 Antenna Supp and Towers IOWA R2.0 2122.12 Furniture WHOLE LIFE RATE	
2122.12	
2123.1 Office Support Equipment WHOLE LIFE RATE	
2123.2 Co Communications Equipment WHOLE LIFE RATE	
2124.1 General Purpose Computers WHOLE LIFE RATE	
2212 Digital Switching IOWA L0.0/AMORT	
2212.8 Switch - Generic Software SQUARE CURVE	
2213.1 Packet Switching-Call Server WHOLE LIFE RATE	
2213.2 Packet Switching-ATM WHOLE LIFE RATE	
2213.3 Packet Switching- Trunk Gateway WHOLE LIFE RATE	
2213.4 Packet Switching-Line Gateway WHOLE LIFE RATE	
2213.8 Packet Switching-Software WHOLE LIFE RATE	
2213.9 Packet Switching-Frame Relay WHOLE LIFE RATE	
2220.1 Operator Systems WHOLE LIFE RATE	
2231.3 Radio Other IOWA \$3.0	
2232.1 Circuit Analog IOWA R3.0	
2232.2 Circuit Digital IOWA L0.0	
2232.3 Circuit Other IOWA L0.0	
2232.5 Circuit Digital-Digital Pair IOWA L0.0	
2232.9 DSLAM Equipment IOWA R3.0 WHOLE LIFE RATE	and the second second
2302.1	
2302.2	
2302.3.4	
2411.1	
2421.1	
242 (.2 ) (c) (1.2 )	
Z-422.1	
Z-FZZ.Z	
2423.1	
ZHES. Z	
1954. I	
2424.2 Submarine Cable-Fiber 10 WA R2.5	
2426. I Intrabuilding Cable-Metal IOWA R2.0	
2426.2 Intrabuilding Cable-Fiber IOWA R3.0	A
2441.1 Underground Conduit IOWA R3.0	

Embarq – Florida Network Planning Material Description

Embarq's Response to Treviso Bay's POD No. 5

# REDACTED

Proprietary and Confidential

Embarq - Florida Market Share Study Additional Developments

Embarq's R POD 7

Summer 2006						June-July 2006 Data			
Wire Center	Competitor	Cable Internet Phone	When Cable Internet Phone Offered	Development Name	Single Family or Multi Family		Development Number of Lots (NSAs) Facilities Placed		% EMBARQ Service to Total NSAs