03086

1 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.

11

10

12 YOU STATED PREVIOUSLY THAT VERIZON WOULD HAVE TO Q. 13 INTRASTATE REDUCE ITS ACCESS REVENUES BY 14 APPROXIMATELY \$76.2 MILLION TO REDUCE ITS INTRASTATE 15 ACCESS RATE TO PARITY. PLEASE EXPLAIN HOW YOU 16 CALCULATED THIS AMOUNT.

17 As explained above, I calculated intrastate and interstate ARPMs of Α. 18 \$.0485441 and \$.0117043, respectively, using rates in effect on January 1, 19 2003 and units for the 12 months ending July 31, 2003. I then subtracted 20 the interstate ARPM from the intrastate ARPM, and multiplied the 21 difference (\$.0368398) by the intrastate demand (**2,069,269,468** 22 MOUs). This produced a required access revenue reduction of

This confidentiality request was filed by or for a "telco" for DN 09527-03No ruling is required unless the material is subject to a request per 119.0%, FS, or is admitted in the record per Rule 25-22,006(8)(b), FAC.

(See DN 08008-03)

DOCUMENT NUMBER - DATE

²³ Section 364.164(6).

²⁴ See Footnote 22.



					19		AND INSPERIO	process on the dis \$5.	
1		CUR	RENT ESTI	MATED	SUPPORT				
2			<u>RESI</u>	DENCE					
3			Annualized	Present	Present Rate	Ordered	Esti	mated	
4	Service De	escription	<u>Units</u>	<u>Rate</u>	w/EUCL	UNE-P*	Su	pport	
5	Basic Loca	al Exchange Service							
6	Flat Rat	e – 1 Party Service/Busir	ness						
7	Rate Grou	p 1	**26,646**	\$10.12	\$16.62	\$35.75	-5	3.51%	
8	Rate Grou	p 2	**0**	\$10.95	\$17.45				
9	Rate Grou	р 3	**1,6 <mark>13,</mark> 695**	\$11.33	17.83	\$31.27	-4	2.98%	
10	Rate Grou	p 4	**1,7 <mark>29,</mark> 193**	\$11.70	\$18.20	\$28.72	-3	86.63%	
11	Rate Grou	p 5	**11,1 <mark>16,5</mark> 32**	\$12.10	\$18.60	\$23.90	-2	22.18%	
12			1						
13	3 CURRENT ESTIMATED SUPPORT								
14			BUS	SINESS					
15									
16			Annualized	Present	Present	Ord	ered	Estimated	
17	Service De	escription	<u>Units</u>	Rate	Rate w/EUC	L UNI	E-P*	Support	
18	Basic Loca	al Exchange Service							
19	Flat Ra	te – 1 Party Service/Bus	iness						
20	Rate Grou	p 1	**3,901**	\$24.47	\$30.97	\$35	.75	-13.37%	
21	Rate Grou	p 2	**0**	\$26.82	\$33.32				
22	Rate Grou	р 3	**228,090**	\$28.05	\$34.55	\$31	.27	10.49%	
23	Rate Grou	p 4	**283,526**	\$28.85	\$35.35	\$28	.72	23.08%	
24	Rate Grou	p 5	**2,069 <mark>,817</mark> **	\$30.35	\$36.85	\$23	.90	54.18%	
25									
26	Q. H	OW DID YOU DE	TERMINE V	VHAT EI	LEMENTS T	O INCL	UDE	IN THE	
27	C	COMPOSITE RAT	E, AND W	HAT AS	SUMPTION	IS DID	ΥΟι	J MAKE	
28	F	REGARDING SWIT	CHING AN	D TRAN	SPORT US	AGE?			
29	A. I	used the network	elements tha	at are typ	oically used	to provid	de ba	asic local	

CONFIDENTIAL

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 **53.5%** in Rate Group 1 to **22.2%** 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.

V L I	RIZON Comm	N-SCHOOL NAME OF THE OWNER OW			
	Florida				
Calc	ulation of the Inters	tate ATS ARPM	_		
			1/1/2003	_	1/1/2003
	Rate	Aug '02 - Jul '03	Interstate		Interstate
Flowers	100000	Interstate Demand		-	Revenues
Element	Application	interstate Demand	Rates		Revenues
Switching					
End Office Switching - Bundled					
Premium	Per MOU	7,138,589,440	\$ 0.0032869	\$	23,463,830
Information Surcharge	Per MOU	7,138,589,440	\$0	\$	
End Office Trunk Port					
Dedicated Voiceband	Per Month	1,167		\$	29,160
Dedicated DS1	Per Month	629,171	\$ 9.65	\$	6,071,49
Shared	Per MOU	674,073,286	\$ 0.0002324	\$	156,65
Fransport					
Tandem Switching					
Tandem Switched Facility	Per MOU/Mile	ALE SALITATE			
Zone 1	1 Of MOO/MINE	18,100,070,830	\$ 0.0000627	4	1,134,87
Zone 2		10,100,070,830	\$ 0.0000752	φ	1,104,07
Zone 2 Zone 3			\$ 0.0000752		
Tandem Switched Termination	Per MOU/Term		\$ 0.0000875		
Zone 1	rei Moo/Teim	2 820 895 487	\$ 0.0001731	\$	488,29
Zone 2		2,020,000,107	\$ 0.0002077	*	100,20
Zone 3			\$ 0.0002250		
Tandem Switching Rate	Per MOU				
Zone 1		1,537,861,214	\$ 0.0017800	\$	2,737,39
Zone 2			\$ 0.0022253		
Zone 3	D14011		\$ 0.0024106		
Shared Multiplexng Zone 1	Per MOU	1,537,861,214	\$ 0.0000459	4	70,58
Zone 2		1,557,661,214	\$ 0.0000459	Φ	70,36
Zone 3			\$ 0.0000459		
Dedicated Tandem Trunk Port					
Voiceband	Per Month	21,160			323,32
DS1	Per Month	236,051	\$ 5.97	\$	1,409,22
Interconnection Charge	Per MOU	7,138,589,440	\$0	\$	
			- 1		
Direct Trunk Transport:	Day Milla Marath				
Voicegrade	Per Mile/Month		2.30		
Zone 1		8,845	\$4.30	\$	38,03
Zone 2			\$4.30		
Zone 3	Jan Jan San Ma		\$4.30		
DS1 Facility	Per Mile/Month				
Zone 1		251,748	\$7.10	\$	1,787,40
Zone 2		BIGHT BY SE	\$8.03		
Zone 3		The letter	\$8.70		
DS1 Termination	Per Month				
Zone 1		30,427	\$21.30	\$	648,09
Zone 2			\$24.09		
Zone 3			\$26.10		
DS3 Facility	Per Mile/Month		4 =0.10		
Zone 1	. S. Miorisonati	4,613	\$34.52	\$	159,25
Zone 2		4,010		Φ	109,20
Zone 3		n grannstv	\$36.50		
	D-M-M		\$44.00		
DS3 Termination	Per Month				
Zone 1		749	\$346.88	\$	259,85
Zone 2		ARPIE MELEVI	\$370.00		
Zone 3			\$444.25		

	Florida					
Ca	Iculation of the Intersta					
P						
			1/1/2003		1/1/2003	
	Rate	Aug '02 - Jul '03	Interstate	1	Interstate	
Element	Application	Interstate Demand	Rates	Revenues		
Entrance Facility:						
Two Wire	Per Month			- 133		
Zone 1	I et Monti	284	\$31.40	\$	8,90	
Zone 2		204	\$31.40	Ψ	0,00	
Zone 3			\$31.40			
Four Wire	Per Month		40.110			
Zone 1	7 07 11.01.01	197	\$48.99	\$	9.67	
Zone 2			\$48.99			
Zone 3			\$48.99	771		
DS1	Each DS1, Per Month	Haff with the		199		
Zone 1 - per system		704	\$165.00	\$	116,24	
Zone 2 - per system			\$250.00		,,,,,,	
Zone 3 - per system			\$250.00			
DS3 Electrical	Each DS3, Per Month		4200.00	18		
Zone 1	Zum Zeej, or menur	554	\$1,000.00	\$	554.05	
Zone 2			\$1,055.12		99,115	
Zone 3			\$1,055.12	100		
			• 1,000			
DS1 to Voice Multiplexing	Each, Per Month			-		
Zone 1		68	\$250.00	\$	17,00	
Zone 2			\$250.00		The same	
Zone 3			\$250.00			
DS3 to DS1 Multiplexing	Each, Per Month					
Zone 1		947	\$346.88	\$	328,43	
Zone 2			\$370.00			
Zone 3			\$444.25			
		Total ATS Revenue		\$	39,811,80	
		ATS ARPM		\$	0.005577	

	VERIZON Con	nmunications			Page 3
	Floi	ʻida			
Calculation	of PICC Equivalent A	RPM and Total Compo	site ARPM		
			1/1/2003		1/1/2003
	Rate	Aug '02 - Jul '03	Interstate		Interstate
Element	Application	Intrastate Demand	Rates		Revenues
Presubscribed Interexchange	Carrier Charge			-	
Multiline Business	Per Line, Per Mo	onth 3,678,944	\$3.20	\$	11,772,621
ISDN - PRI	Per Line, Per Mo		\$16.00	\$	251,376
Centrex *	Per Line, Per Mo		\$0.36	\$	655,075
1 Line	T of Emer T of Inc	1,510,002	\$3.20		000,0.0
2 Line			\$1.60		
3 Line			\$1.07		_
4 Line			\$0.80		
5 Line			\$0.64		
6 Line			\$0.53		
7 Line			\$0.46		
8 Line			\$0.40		
9 + Lines			\$0.36		
		Total PICC Revenue		\$	12,679,072
		Intrastate Demand			2,069,269,468
		intrastate Demand			2,009,209,400
		PICC Equivalent AR	PM	Na.	0.0061273
* During the study period Centre	y was hilled a composite r	ate of \$0.36 per line			
Burning the study period definite	x was silied a composite to	ate of polog per line.			
nterstate ATS ARPM	\$ 0.005	5770			
PICC Equivalent ARPM	\$ 0.006	1273	_		
Composite ARPM	\$ 0.011	7043			

	Flor	ida					
Intractate	Rate Reductions to		Composite				
mitrastate i	rate neductions to	neach interstate v	Joinposite	_			
			Current	Proposed	Current	Proposed	
	Data	Aug '02 - Jul '03	Intrastate	Intrastate	Intrastate	Intrastate	
<u> </u>	Rate						D.W
Element	Application	Intrastate Demand	Rates	Rates	Revenue	Revenue	Differenc
Switching				 	_		
End Office Switching - Bundled		_					
Premium	Per MOU	2,069,269,468	\$0.0089000	\$0.0089000	\$18,416,498	\$18,416,498	\$0
		1000					
Information Surcharge	Per MOU	2,069,269,468	\$0.0072000	\$0	\$14,898,740	\$0	\$14,898,74
ransport *							
Tandem Switching							
	D MOUAGE	0 500 045 500	60.0000105	#0.000010F	600 100	COD 100	\$0
Tandem Switched Facility	Per MOU/Mile	6,530,845,529	\$0.0000135	\$0.0000135	\$88,166 \$130,415	\$88,166 \$130,415	\$0
Tandem Switched Termination Tandem Switching Rate	Per MOU/Term Per MOU	970,349,211 473,676,508	\$0.0001344		\$355,257	\$355,257	\$0
Tandem Switching Mate	Tellwoo	475,070,500	\$0.0007300	\$0.0007300	Ψ033,237	ψ000,207	
Interconnection Charge	Per MOU	2,069,269,468	\$0.0102494	\$0	\$21,208,770	\$0	\$21,208,77
Direct Trunk Transport:							
Voicegrade	Per Mile/Month	5,277	\$5.08	\$5.08	\$26,807	\$26,807	\$0
DS1 Facility	Per Mile/Month	72,823	\$5.00	\$5.00	\$364,113	\$364,113	\$0
DS1 Termination	Per Month	7,687	\$30.00	\$30.00	\$230,614	\$230,614	\$0
DS3 Facility	Per Mile/Month	1,420	\$70.00	\$70.00	\$99,407	\$99,407	\$0
		221		\$500.00		\$110,631	\$0
DS3 Termination	Per Month	221	\$500.00	\$500.00	\$110,631	\$110,031	Φ0
Entrance Facility:							
Two Wire	Per Month	112	\$33.08	\$33.08	\$3,714	\$3,714	\$0
Four Wire	Per Month	223	\$52.93	\$52.93	\$11,781	\$11,781	\$0
DS1 - First system	Each DS1, Per Month	94	\$260.00	\$260.00	\$24,370	\$24,370	\$0
DS1 - Additional systems	Each DS1, Per Month	15	\$130.00	\$130.00	\$1,929	\$1,929	\$0
DS3 Electrical	Each DS3, Per Month	161	\$1,400.00	\$1,400.00	\$225,364	\$225,364	\$0
DS1 to Voice Multiplexing	Each, Per Month	11	\$250.00	\$250.00	\$2,845	\$2,845	\$0
DS3 to DS1 Multiplexing	Each, Per Month	290	\$581.63	\$581.63	\$168,900	\$168,900	\$0
Carrier Common Line				_			
Originating Carrier Common Line Access	Per MOU	791,323,594	\$0.0159409	\$0	\$12,614,410	\$0	\$12,614,4
Terminating Carrier Common Line Access	Per MOU	1,274,273,148	\$0.0246950		\$31,468,175	\$3,958,530	\$27,509,6
Total Revenue					\$100,450,909	\$24,219,342	\$76,231,5
Total ARPM					\$ 0.0485441	\$ 0.0117043	0.03683
							0.00300
* Intrastate Transport in FL has 3 pricing :			201.1				

•	ERIZON Com						
	Flor	MENT .	_				
Intrasta	te Switched Acces	s Rate Reductions	Year 1				
						L	
	_		Current	Proposed	Current	Proposed	
	Rate	Aug '02 - Jul '03	Intrastate	Year 1	Intrastate	Year 1	
Element	Application	Intrastate Demand	Rates	Rates	Revenue	Revenue	Difference
Switching							
End Office Switching - Bundled							
Premium	Per MOU	2,069,269,468	\$0.0089000	\$0.0089000	\$18,416,498	\$18,416,498	\$0
- Total		2,000,200,100	40.00000	\$ 0.000000	*10,110,110	4 10,110,110	
Information Surcharge	Per MOU	2,069,269,468	\$0.0072000	\$0	\$14,898,740	\$0	\$14,898,740
Transport *			-				
Tandem Switching							
Tandem Switched Facility	Per MOU/Mile	6,530,845,529	\$0.0000135	\$0.0000135	\$88,166	\$88,166	\$0
Tandem Switched Termination	Per MOU/Term	970,349,211	\$0.0001344	\$0.000133	\$130,415	\$130,415	\$0
Tandem Switching Rate	Per MOU	473,676,508	\$0.0007500	\$0.0007500	\$355,257	\$355,257	\$0
				***********		A FLORENCE	
Interconnection Charge	Per MOU	2,069,269,468	\$0.0102494	\$0.0058073	\$21,208,770	\$12,016,869	\$9,191,902
Direct Trunk Transport:							
Voicegrade	Per Mile/Month	5,277	\$5.08	\$5.08	\$26,807	\$26,807	\$0
DS1 Facility	Per Mile/Month	72,823	\$5.00	\$5.00	\$364,113	\$364,113	\$0
DS1 Termination	Per Month	7,687	\$30.00	\$30.00	\$230,614	\$230,614	\$0
DS3 Facility	Per Mile/Month	1,420	\$70.00	\$70.00	\$99,407	\$99,407	\$0
DS3 Termination	Per Month	221	\$500.00	\$500.00	\$110,631	\$110,631	\$0
Entrance Facility:							
Two Wire	Per Month	112	\$33.08	\$33.08	\$3,714	\$3,714	\$0
Four Wire	Per Month	223	\$52.93	\$52.93	\$11,781	\$11,781	\$0
DS1 - First system	Each DS1, Per Month	94	\$260.00	\$260.00	\$24,370	\$24,370	\$0
DS1 - Additional systems	Each DS1, Per Month	15	\$130.00	\$130.00	\$1,929	\$1,929	\$0
DS3 Electrical	Each DS3, Per Month	161	\$1,400.00	\$1,400.00	\$225,364	\$225,364	\$0
DS1 to Voice Multiplexing	Each, Per Month	11	\$250.00	\$250.00	\$2,845	\$2,845	\$0
DS3 to DS1 Multiplexing	Each, Per Month	290	\$581.63	\$581.63	\$168,900	\$168,900	\$0
Carrier Common Line							
Originating Carrier Common Line Access	Per MOU	791,323,594	\$0.0159409	\$0.0159409	\$12,614,410	\$12,614,410	\$0
Terminating Carrier Common Line Access	Per MOU	1,274,273,148	\$0.0246950	\$0.0246950	\$31,468,175	\$31,468,175	\$0
Total Revenue					\$100,450,909	\$76,360,267	\$24,090,642
Total ARPM					\$ 0.0485441	\$ 0.0369020	0.0116421
1 JUGI ATIF IN					₩ 0.0405441	ψ 0.0303020	0.0110421
		_					
* Intrastate Transport in FL has 3 pricing	zones. In the instances w	there the rates for zone	o within a rate	olomont word			

Intrasta	Flor	ida					
Intrasta		iua					
	ate Switched Access	s Rate Reductions	Year 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
Switching							
End Office Switching - Bundled							
Premium	Per MOU	2,069,269,468	\$0.0089000	\$0.0089000	\$18,416,498	\$18,416,498	\$0
		Transfer to the contract of th			and the second second		
Information Surcharge	Per MOU	2,069,269,468	\$0	\$0	\$0	\$0	\$0
ransport *							
Tandem Switching							
Tandem Switched Facility	Per MOU/Mile	6,530,845,529	\$0.0000135	\$0.0000135	\$88,166	\$88,166	\$0
Tandem Switched Termination	Per MOU/Term	970,349,211	\$0.000135	\$0.000135	\$130,415	\$130,415	\$0
Tandem Switching Rate	Per MOU	473,676,508	\$0.0007500		\$355,257	\$355,257	\$0
		470,070,000	40.0001000		4000,207		
Interconnection Charge	Per MOU	2,069,269,468	\$0.0058073	\$0	\$12,016,869	\$0	\$12,016,869
Direct Trunk Transport:							
Voicegrade	Per Mile/Month	5.277	\$5.08	\$5.08	\$26,807	\$26,807	\$0
DS1 Facility	Per Mile/Month	72,823	\$5.00	\$5.00	\$364,113	\$364,113	\$0
DS1 Termination	Per Month	7.687	\$30.00	\$30.00	\$230,614	\$230,614	\$0
DS3 Facility	Per Mile/Month	1,420	\$70.00	\$70.00	\$99,407	\$99,407	\$0
DS3 Termination	Per Month	221	\$500.00	\$500.00	\$110,631	\$110,631	\$0
		News news and		400000			
Entrance Facility:							
Two Wire	Per Month	112	\$33.08	\$33.08	\$3,714	\$3,714	\$0
Four Wire	Per Month	223	\$52.93	\$52.93	\$11,781	\$11,781	\$0
DS1 - First system	Each DS1, Per Month	94	\$260.00	\$260.00	\$24,370	\$24,370	\$0
DS1 - Additional systems	Each DS1, Per Month	15	\$130.00	\$130.00	\$1,929	\$1,929	\$0
DS3 Electrical	Each DS3, Per Month	161	\$1,400.00	\$1,400.00	\$225,364	\$225,364	\$0
DS1 to Voice Multiplexing	Each, Per Month	11	\$250.00	\$250.00	\$2,845	\$2,845	\$0
DS3 to DS1 Multiplexing	Each, Per Month	290	\$581.63	\$581.63	\$168,900	\$168,900	\$0
200000000000000000000000000000000000000							
Carrier Common Line	De- MOU	704 000 504	40.0450400	#0	010 011 110	00	010.014.44
Originating Carrier Common Line Access Terminating Carrier Common Line Access	Per MOU Per MOU	791,323,594 1,274,273,148	\$0.0159409 \$0.0246950	\$0 \$0.0228649	\$12,614,410 \$31,468,175	\$0 \$29,136,128	\$12,614,41 \$2,332,047
Terminating Camer Common Line Access	Perivido	1,274,273,140	\$0.0240950	\$0.0220049	φ31,400,173	\$29,130,120	φ2,332,047
Total Revenue					\$76,360,267	\$49,396,940	\$26,963,32
Total ARPM					\$ 0.0369020	\$ 0.0238717	0.013030
Intrastate Transport in FL has 3 pricing	zones. In the instances v	where the rates for zone	s within a rate	element were			

	ERIZON Com		3				
	Flor	- 1- 1- 1- 1- 1- 1- 1- 1- 1- 1- 1- 1- 1-					
Intrasta	te Switched Acces	Rate Reductions	Year 3				
			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
Switching							
End Office Switching - Bundled							
Premium	Per MOU	2,069,269,468	\$0.0089000	\$0.0089000	\$18,416,498	\$18,416,498	\$0
1000000	1 5 11 5			2			181-181
Information Surcharge	Per MOU	2,069,269,468	\$0	\$0	\$0	\$0	\$0
Transport *				_			
Tandem Switching							
The state of the s	Dor MOUNIC	6 500 045 500	£0.0000105	£0.0000125	600 166	\$00 10C	*0
Tandem Switched Facility Tandem Switched Termination	Per MOU/Mile Per MOU/Term	6,530,845,529 970,349,211	\$0.0000135 \$0.0001344	\$0.0000135 \$0.0001344	\$88,166 \$130,415	\$88,166 \$130,415	\$0 \$0
Tandem Switching Rate	Per MOU/Term	473,676,508	\$0.0001344	\$0.0007500	\$355,257	\$355,257	\$0
Tarioen Switching Hate	I EI WOO	475,070,500	φ0.0007300	\$0.0007300	ψ000,207	\$000,201	ΨΟ
Interconnection Charge	Per MOU	2,069,269,468	\$0	\$0	\$0	\$0	\$0
Direct Trunk Transport:							
Voicegrade	Per Mile/Month	5,277	\$5.08	\$5.08	\$26,807	\$26,807	\$0
DS1 Facility	Per Mile/Month	72,823	\$5.00	\$5.00	\$364,113	\$364,113	\$0
DS1 Termination	Per Month	7,687	\$30.00	\$30.00	\$230,614	\$230,614	\$0
DS3 Facility	Per Mile/Month	1,420	\$70.00	\$70.00	\$99,407	\$99,407	\$0
DS3 Termination	Per Month	221	\$500.00	\$500.00	\$110,631	\$110,631	\$0
	T OF MOTAL		\$300.00	φοσο.σσ	4110,001	ψ. το,οοτ	
Entrance Facility:							
Two Wire	Per Month	112	\$33.08	\$33.08	\$3,714	\$3,714	\$0
Four Wire	Per Month	223	\$52.93	\$52.93	\$11,781	\$11,781	\$0
DS1 - First system	Each DS1, Per Month	94	\$260.00	\$260.00	\$24,370	\$24,370	\$0
DS1 - Additional systems	Each DS1, Per Month	15	\$130.00	\$130.00	\$1,929	\$1,929	\$0
DS3 Electrical	Each DS3, Per Month	161	\$1,400.00	\$1,400.00	\$225,364	\$225,364	\$0
DS1 to Voice Multiplexing	Each, Per Month	11	\$250.00	\$250.00	\$2,845	\$2,845	\$0
DS3 to DS1 Multiplexing	Each, Per Month	290	\$581.63	\$581.63	\$168,900	\$168,900	\$0
D33 to D31 Multiplexing	Each, Per World	290	\$501.03	\$501.05	\$100,900	\$100,900	Φ0
Carrier Common Line							
Originating Carrier Common Line Access	Per MOU	791,323,594	\$0	\$0	\$0	\$0	\$0
Terminating Carrier Common Line Access	Per MOU	1,274,273,148	\$0.0228649	\$0.0031065	\$29,136,128	\$3,958,530	\$25,177,59
Total Revenue					\$49,396,940	\$24,219,342	\$25,177,59
Total ARPM					\$ 0.0238717	\$ 0.0117043	0.012167
 Intrastate Transport in FL has 3 pricing: 	zones. In the instances w	here the rates for zone	s within a rate	element were			

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

FLORIDA RATE REBALANCING SUMMARY

Page 1 of 8

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				

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				
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		
Summai	ry			
ŀ		Total Switched Access	Reduction	\$ 76,231,567
	Present	Proposed		
	Revenue	Revenue - Year 1	Increase - Year 1	
Residential	\$197,252,180	\$220,723,380	\$23,471,201	
Business	\$82,155,826	\$82,775,212	\$619,386	
Total	\$279,408,006	\$303,498,593	\$24,090,587	\$ 24,090,587
	Total Basic Res and B	us Re∞vered - over (und	der)	\$ (52,140,980)

FLORIDA RAT	TE REBALANCING	Year 2			
Summa	ary				
i		Total Switched Acces	s Reduction	\$	52,140,980
	Present	Proposed			Cummulative
	Revenue	Revenue - Year 2	Increase - Year 2	Revenue	e Years 1 & 2
Residential	\$220,723,380	\$244,439,009	\$23,715,629		\$47,186,830
Business	\$82,775,212	\$86,022,811	\$3,247,599		\$3,866,985
Total	\$303,498,593	\$330,461,821	\$26,963,228	\$	51,053,815
1					
	Total Basic Res and B	us Recovered - over (ur	nder)	\$	(25,177,752)

FLORIDA RATE	REBALANCING	Year 3			
Summary					
		Total Switched Access	Reduction	\$	25,177,752
	Present	Proposed			Cummulative
	Revenue	Revenue - Year 3	Increase - Year 3	Revenu	ue Years 1, 2, &3
Residential	\$244,439,009	\$268,104,075	\$23,665,065		\$70,851,895
Business	\$86,022,811	\$87,485,618	\$1,462,806		\$5,329,791
Total	\$330,461,821	\$355,589,692	\$25,127,872	\$	76,181,686
	Total Basic Res and B	us Recovered - over (und	der)	\$	(49,881)

Verizon Proprietary and Confidential

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

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FLORIDA RATE REBALANCING **BUSINESS BASIC EXCHANGE ACCESS**

Year 1 - Impact

				 	···F-					
Row 1	Service Description	Billing <u>Type</u>	Annualized <u>Units</u>	resent Rate		roposed ite-Year1	Inc. (Dec.)	Annual Present Revenue	Annual Proposed Revenue - Year 1	Annual Revenue Change - Year 1
	Basic Local Exchange Service									
3			and the second							
4	Rate Group 1	MRC	3,901	24.47		26.98	\$2.51	\$95,457.47	\$105,248.98	\$9,791.51
5	Rate Group 1 - RESALE	MRC	75	\$ 21.28	\$	23.46	\$2.18	\$1,595.93	\$1,759.64	\$163.70
	Rate Group 2	MRC	0	\$ 26.82	\$	28.54	\$1.72	\$0.00	\$0.00	\$0.00
	Rate Group 2 - RESALE	MRC		\$ 23.32		24.82	\$1.50	\$0.00	\$0.00	\$0.00
9	A SOCIAL SECTION AND A SOCIAL SECTION									
	Rate Group 3	MRC	228,090	28.05		29.37	\$1.32	\$6,397,924.50	\$6,699,003.30	\$301,078.80
11 12	Rate Group 3 - RESALE	MRC	4,085	\$ 24.39	\$	25.54	\$1.15	\$99,642.46	\$104,331.52	\$4,689.06
	Rate Group 4	MRC	283,526	\$ 28.85	\$	29.90	\$1.05	\$8,179,725.10	\$8,477,427.40	\$297,702.30
	Rate Group 4 - RESALE	MRC	6,528	25.09	\$	26.00	\$0.91	\$163,774.20	\$169,734.79	\$5,960.59
15			0,020	20.00	•					\$0,000.00
	Rate Group 5	MRC	2,069,817	\$ 30.35	\$	30.35	\$0.00	\$62,818,945.95	\$62,818,945.95	\$0.00
17	Rate Group 5 - RESALE	MRC	37,665	\$ 26.39	\$	26.39	\$0.00	\$994,068.24	\$994,068.24	\$0.00
18										
19	Total Business Rategroups		2,633,687					\$78,751,133.86	\$79,370,519.82	\$619,385.96
20										
21										
22										
	Business 1-Party Extended Calling Service		15.044.047	0.04	•	0.04	# 0.00	#4 000 440 00	04 000 440 00	22.22
	- Call Connection	Usage	45,211,217	\$ 0.04	\$	0.04	\$0.00	\$1,808,448.68	\$1,808,448.68	\$0.00
25	Detail Billing - Charge Per Page of Billing Detail	Usage	0	\$ 0.11	\$	0.11	\$0.00	\$0.00	\$0.00	\$0.00
27		3-								
28	Total ECS Usage							\$1,808,448.68	\$1,808,448.68	\$0.00
29										
30										
31										
	Network Access Establishment Charge	NRC	46,739	33.90		33.90	\$0.00	\$1,584,452.10	\$1,584,452.10	\$0.00
	Network Access Establishment Charge - RESALE	NRC	400	\$ 29.48	\$	29.48	\$0.00	\$11,791.78	\$11,791.78	\$0.00
34								04 500 040 00	04 500 040 00	00.00
35								\$1,596,243.88	\$1,596,243.88	\$0.00
36 37								\$82,155,826.42	\$82,775,212.37	\$619,385.96
3/	Total Basic Busilless Service							OVE, 100,020.42	QUE, 113,212.31	\$013,000.90

FLORIDA	RATE REBALANCING		Year 1			
	Summary		Total Switched Access R	eduction	\$	76,2 31 ,5 6 7
	Prese Reven	-	Proposed Revenue - Year 1	Increase - Year 1		
Residential	\$197,252,1	-	\$220,723,380	\$23,471,201		
Business	\$82,155,8	26	\$82,775,212	\$619,386		
Total	\$279,408,0	06	\$303,498,593	\$24,090,587	\$	24,090,587
	Total Basis Res and	Bus	s Recovered - over (under)	ĺ	S	(52,140,980)

FLORIDA RATE REBALANCING **BUSINESS BASIC EXCHANGE ACCESS**

Year 2 - Impact

				٠,							
Row 1	Service Description	Billing <u>Type</u>	Annualized <u>Units</u>		resent <u>Rate</u>		oposed te-Year 2	Inc. (Dec.)	Annual Present Revenue	Annual Proposed Revenue - Year 2	Annual Revenue Change - Year 2
2 Basic	Local Exchange Service										
	lat Rate - 1 Party Service/Business										
4 Rate G		MRC	3.901	\$	26.98	\$	29.49	\$2.51	\$105,248.98	\$115,040,49	\$9,791.51
5 Rate G	Group 1 - RESALE	MRC	75		23.46		25.64	\$2.18	\$1,759.64	\$1,923,34	\$163.70
6											
7 Rate G	aroup 2	MRC	0	\$	28.54	\$	30.26	\$1.72	\$0.00	\$0.00	\$0.00
	Group 2 - RESALE	MRC	0	\$	24.82	\$	26.31	\$1.50	\$0.00	\$0.00	\$0.00
9											
10 Rate G		MRC	228,090				30.69	\$1.32	\$6,699,003.30	\$7,000,082.10	\$301,078.80
	iroup 3 - RESALE	MRC	4,085	\$	25.54	\$	26.69	\$1.15	\$104,331.52	\$109,020.58	\$4,689.06
12			2.50000000000000			-	PARTICLE - 100000	2 70 2027	Appear and about actions are an	A comment and a comment of the	
13 Rate G		MRC	283,526		29.90	\$	30.95	\$1.05	\$8,477,427.40	\$8,775,129.70	\$297,702.30
14 Hate G	roup 4 - RESALE	MRC	6,528	\$	26.00	\$	26.91	\$0.91	\$169,734.79	\$175,695.38	\$5,960.59
16 Rate G	roup E	MDO	0.000.047		00.05	•	04.00	64.05	000 040 045 05	005 100 017 00	A0 507 074 05
	roup 5 roup 5 - RESALE	MRC MRC	2,069,817 37,665		30.35 26.39	\$	31.60 27.48	\$1.25 \$1.09	\$62,818,945.95 \$994,068.24	\$65,406,217.20 \$1,035,010.09	\$2,587,271.25 \$40,941.86
18	TOUP 5 - NESALE	MINC	37,005	Ф	20.39	Э	27.48	\$1.09	\$994,066.24	\$1,035,010.09	\$40,941.00
19	Total Business Rategro	une	2,633,687						\$79,370,519.82	\$82,618,118.88	\$3,247,599.06
20	Town Dustriess Hategro	лирэ	2,000,007						\$13,370,313.02	302,010,110.00	\$0,247,055.00
21											
22:CS Us	age for Routes Established Before	7/1/95									
	ss 1-Party Extended Calling Service										
	Connection	Usage	45,211,217	\$	0.04	\$	0.04	\$0.00	\$1,808,448.68	\$1,808,448.68	\$0.00
25 Detail B	Billing								-149000000000000000000000000000000000000		
	rge Per Page of Billing Detail	Usage	0	\$	0.11	\$	0.11	\$0.00	\$0.00	\$0.00	\$0.00
27											
28	Total ECS Us	sage							\$1,808,448.68	\$1,808,448.68	\$0.00
29											
30 31 S (amiles Chauses for David David										
	ervice Charges for Basic Business	NDO	10 700	_		_		•• ••		** *** *** **	
	k Access Establishment Charge	NRC E NRC	46,739		33.90		33.90	\$0.00	\$1,584,452.10	\$1,584,452.10	\$0.00
34	Access Establishment Charge - RESAL	E NHC	400	\$	29.48	\$	29.48	\$0.00	\$11,791.78	\$11,791.78	\$0.00
35	Total Service Char	race							\$1,596,243.88	\$1,596,243.88	\$0.00
36	Total Service Char	you							\$1,000,240.00	31,330,243.00	30.00
37	Total Basic Business Ser	vice							\$82,775,212.37	\$86,022,811.43	\$3,247,599.06
									234,,2,2,2101	***************************************	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,

	Т	otal Switched Acces	s Reduction	\$	52,140,980
	Present <u>Revenue</u>	Proposed Revenue - Year 2	Increase - Year 2	Revenue	Cummulative Years 1 &2
Residential Business	\$220,723,380 \$82,775,212	\$244,439,009 \$86,022,811	\$23,715,629 \$3,247,599		\$47,186,830 \$3,866,985
Total	\$303,498,593	\$330,461,821	\$26,963,228	\$	51,053,815

1-Oct-03

FLORIDA RATE REBALANCING **BUSINESS BASIC EXCHANGE ACCESS**

Year 3 - Impact

				-	oui o	mp	act				
Row	Service Description	Billing <u>Type</u>	Annualized <u>Units</u>		resent <u>Rate</u>		roposed ite-Year 3	Inc. (Dec.)	Annual Present <u>Revenue</u>	Annual Proposed Revenue - Year 3	Annual Revenue Change - Year 3
2 Racio	Local Exchange Service										
	Flat Rate - 1 Party Service/Business										
4 Rate		MRC	3,901	•	29.49	•	32.00	\$2.51	\$115,040.49	\$124,832.00	\$9,791.51
	Group 1 - RESALE	MRC			25.64	\$	27.83	\$2.18	\$1,923.34	\$2,087.04	\$163.70
6	Group 1 - HESALE	IVINO	15	Ф	25.04	Ф	27.03	\$2.10	\$1,923.34	\$2,007.04	\$103.70
7 Rate	Group 2	MRC	0	•	30.26	•	32.00	\$1.74	\$0.00	\$0.00	\$0.00
	Group 2 - RESALE	MRC	0	-	26.31	\$	27.83	\$1.74	\$0.00	\$0.00	(\$1010.01Z)
9	GIOUP 2 - HESALE	MAC	0	\$	26.31	\$	27.83	\$1.51	\$0.00	\$0.00	\$0.00
10 Rate	Group 3	MRC	200 000	•	20.00	•	20.00	64.04	£7,000,000,10	e7 000 000 00	*000 707 00
	Group 3 - RESALE	MRC	228,090 4,085		30.69 26.69	\$	32.00	\$1.31 \$1.14	\$7,000,082.10	\$7,298,880.00	\$298,797.90
12	GIOUP 5 - RESALE	IVIAC	4,085	Ф	26.69	Ф	27.83	\$1.14	\$109,020.58	\$113,674.11	\$4,653.53
13 Rate (Group 4	MRC	202 526	•	20.05	•	20.00	61.05	CO 775 100 70	¢0 070 920 00	¢007 700 90
	Group 4 - RESALE	MRC	283,526		26.91		32.00 27.83	\$1.05 \$0.91	\$8,775,129.70	\$9,072,832.00	\$297,702.30
15	aloup 4 - NEGALE	MAC	6,528	Ф	26.91	Ф	27.83	\$0.91	\$175,695.38	\$181,655.96	\$5,960.59
16 Rate (Group 5	MRC	2,069,817	•	21.60	•	32.00	\$0.40	\$65,406,217,20	\$66,234,144.00	\$827,926.80
	Group 5 - RESALE	MRC	37.665				27.83	\$0.40	\$1,035,010.09	\$1,048,111.49	\$13,101.39
18	Broup 3 - NEGALE	MINC	37,005	Ф	27.48	P	27.83	\$0.35	\$1,035,010.09	\$1,048,111.49	\$13,101.39
19	Total Business Rategrou	ne	2,633,687						\$82,618,118.88	\$84,076,216.60	\$1,458,097.73
20	Total Busiless Hategrou	ps	2,033,007						302,010,110.00	304,070,210.00	31,430,037.73
21											
	sage for Routes Established Before 7/	1/05									
	ess 1-Party Extended Calling Service	1755									
	Connection	Usage	45,211,217	•	0.04	•	0.04	\$0.00	\$1,808,448.68	\$1,808,448.68	\$0.00
25 Detail		Usage	45,211,217	Ф	0.04	Ф	0.04	\$0.00	\$1,000,440.08	\$1,000,440.00	Φ0.00
	arge Per Page of Billing Detail	Usage	0	•	0.11	•	0.14	\$0.03	\$0.00	\$0.00	\$0.00
27	ange i er i age er billing betail	Usage	O	Φ	0.11	Φ	0.14	Φ0.03	\$0.00	\$0.00	\$0.00
28	Total ECS Usa	ne .							\$1,808,448.68	\$1,808,448.68	\$0.00
29	7000 200 030	gc							31,000,440.00	31,000,440.00	30.00
30											
50.54	Service Charges for Basic Business										
	rk Access Establishment Charge	NRC	46.739	\$	33.90	\$	34.00	\$0.10	\$1,584,452.10	\$1,589,126.00	\$4,673.90
	k Access Establishment Charge - RESALE	NRC	400	-	29.48	\$	29.57	\$0.09	\$11,791.78	\$11,826.56	\$34.78
34	The state of the s	11110	400	Ψ	25.40	Ψ	25.57	ψ0.05	Ψ11,731.70	W11,020.00	404.70
35	Total Service Charg	es							\$1,596,243.88	\$1,600,952.56	\$4,708.68
36									J.,-20ja (0100	,,	
37	Total Basic Business Servi	ce							\$86,022,811.43	\$87,485,617.84	\$1,462,806.41

	т	otal Switched Acces	s Reduction	\$	25,177,752
	Present Revenue	Proposed Revenue - Year 3	Increase - Year 3	Revenu	Cummulative ue Years 1, 2 &3
Residential Business	\$244,439,009 \$86,022,811	\$268,104,075 \$87,485,618	\$23,665,065 \$1,462,806		\$70,851,895 \$5,329,791
Total	\$330.461.821	\$355,589,692	\$25,127,872	S	76,181,686

FLORIDA RATE REBALANCING RESIDENCE BASIC EXCHANGE ACCESS Year 1 Impact

				Year 1 li	mpact							
								Annual		Annual		Annual
		Billing	Annualized	Present	Proposed	Inc.		Present		Proposed		Revenue
Row	Service Description	Type	Units	Rate	Rate-Year 1	(Dec.)		Revenue	F	Revenue - Year 1	2	hange - Year 1
1	Basic Local Exchange Service											
2	Flat Rate - 1 Party Service/Residence											
3	Rate Group 1	MRC	26,646	\$10.12	\$11.70	\$1.58		\$269,657.52		\$311,758.20		\$42,100.68
4	Rate Group 1 - 50% Emp Concession	MRC	0	\$5.06	\$5.85	\$0.79		\$0.00		\$0.00		\$0.00
5	Rate Group 1 - RESALE	MRC	766	\$8.80	\$10.17	\$1.37		\$6,741.07		\$7,793.53		\$1,052.46
6												
7	Rate Group 2	MRC	0	\$10.95	\$12.53	\$1.58		\$0.00		\$0.00		\$0.00
8	Rate Group 2 - 50% Emp Concession	MRC	0	\$5.48	\$6.27	\$0.79		\$0.00		\$0.00		\$0.00
9	Rate Group 2 - RESALE	MRC	0	\$9.52	\$10.90	\$1.37		\$0.00		\$0.00		\$0.00
10												
11	Rate Group 3	MRC	1,613,695	\$11.33	\$12.91	\$1.58		\$18,283,164.35		\$20,832,802.45		\$2,549,638.10
12	Rate Group 3 - 50% Emp Concession	MRC	3,557	\$5.67	\$6.46	\$0.79		\$20,150.41		\$22,960.44		\$2,810.03
13	Rate Group 3 - RESALE	MRC	20,836	\$9.85	\$11.23	\$1.37		\$205,288.11		\$233,916.10		\$28,628.00
14	2004 41 V000											
15	Rate Group 4	MRC	1,729,193	\$11.70	\$13.28	\$1.58		\$20,231,558.10		\$22,963,683.04		\$2,732,124.94
16	Rate Group 4 - 50% Emp Concession	MRC	5,734	\$5.85	\$6.64	\$0.79		\$33,543.90		\$38,073.76		\$4,529.86
17	Rate Group 4 - RESALE	MRC	32,340	\$10.17	\$11.55	\$1.37		\$329,037.51		\$373,471.63		\$44,434.13
18												
19	Rate Group 5	MRC	11,116,532	\$12.10	\$13.68	\$1.58		\$134,510,037.20		\$152,074,157.76		\$17,564,120.56
20	Rate Group 5 - 50% Emp Concession	MRC	45,110	\$6.05	\$6.84	\$0.79		\$272,915.50		\$308,552.40		\$35,636.90
21	Rate Group 5 - RESALE	MRC	161,355	\$10.52	\$11.90	\$1.37		\$1,697,803.13		\$1,919,499.73		\$221,696.61
22												
23	Total Residential Rategroups		14,755,764					\$175,859,896.79		\$199,086,669.05		\$23,226,772.26
24												
25	Vacation Service - Residence											
26	Vacation Service/Residence	MRC	419,308	\$5.77	\$5.77	\$0.00		\$2,419,407.16		\$2,419,407.16		\$0.00
27												
28	Total Basic Residential Vacation Service						\$	2,419,407.16	S	2,419,407.16	S	•
29												
30	ECS Usage for Routes Established Before 7/1/95											
31	Residence 1-Party Extended Calling Service											
32	- Call Connection	Usage	48,883,999	\$0.25	\$0.25	\$0.00		\$12,220,999.75		\$12,220,999.75		\$0.00
33												
34	Total ECS Usage							\$12,220,999.75		\$12,220,999.75		\$0.00
35												
36	Service Charges for Basic Residence											
37	Network Access Establishment Charge	NRC			\$ 21.00		S	1,979,360.00		\$2,078,328.00		\$98,968.00
38	Network Access Establishment Charge - RESALE	NRC		\$ 17.39	\$ 18.26	\$0.87		424,799.60		\$446,039.58		\$21,239.98
39	Central Office Line Connection	NRC		\$ 35.00	\$ 36.00		\$	3,598,595.00		\$3,701,412.00		\$102,817.00
40	Central Office Line Connection - RESALE	NRC	24,613	\$ 30.44	\$ 31.31	\$0.87	\$	749,121.27		\$770,524.73		\$21,403.46
41												
42	Total Service Charges						S	6,751,875.87	\$	6,996,304.31		\$244,428.44
43												The second second
44	Total Basic Residential Service						\$	197,252,179.57	\$	220,723,380.27	S	23,471,200.70

FLORIDA	RATE REBAL Summary	ANCING	Ye	ar 1			
	•		Υo	tal Switched Acces	s A	eduction	\$ 76,231,567
		Present		Proposed			
		Revenue		Revenue - Year 1		Increase - Year 1	
Residential	\$	197,252,180	\$	220,723,380	\$	23,471,201	
Business	S	82,155,826	S	82,775,212	\$	619,386	
Total	\$	279,408,006	\$	303,498,593	S	24,090,586.66	\$ 24,090,587
	Total E	Basis Res and Bu	ıs F	Recovered - over (un	der)	\$ (52,140,980

FLORIDA RATE REBALANCING RESIDENCE BASIC EXCHANGE ACCESS Year 2 Impact

				Year 2 li	mpact						
Row	Sandan Deparieties	Billing	Annualized	Present	Proposed	Inc.		Annual Present	Annual Proposed	_	Annual Revenue
1	Service Description	Type	Units	Rate	Rate - Year 2	(Dec.)		Revenue	Revenue - Year 2	<u>C</u>	thange - Year 2
2	Basic Local Exchange Service										
	Flat Rate - 1 Party Service/Residence										2011/12/10
3	Rate Group 1	MRC	26,646	\$11.70	\$13.28	\$1.58		\$311,758.20	\$353,858.88		\$42,100.68
4	Rate Group 1 - 50% Emp Concession	MRC	0	\$5.85	\$6.64	\$0.79		\$0.00	\$0.00		\$0.00
5	Rate Group 1 - RESALE	MRC	766	\$10.17	\$11.55	\$1.37		\$7,793.53	\$8,845.99		\$1,052.46
6											
7	Rate Group 2	MRC	. 0	\$12.53	\$14.11	\$1.58		\$0.00	\$0.00		\$0.00
8	Rate Group 2 - 50% Emp Concession	MRC	0	\$6.27	\$7.06	\$0.79		\$0.00	\$0.00		\$0.00
9	Rate Group 2 - RESALE	MRC	0	\$10.90	\$12.27	\$1.37		\$0.00	\$0.00		\$0.00
10											
11	Rate Group 3	MRC	1,613,695	\$12.91	\$14.49	\$1.58		\$20,832,802.45	\$23,382,440.55		\$2,549,638.10
12	Rate Group 3 - 50% Emp Concession	MRC	3,557	\$6.46	\$7.25	\$0.79		\$22,960.44	\$25,770.47		\$2,810.03
13	Rate Group 3 - RESALE	MRC	20,836	\$11.23	\$12.60	\$1.37		\$233,916.10	\$262,544.10		\$28,628.00
14											
15	Rate Group 4	MRC	1,729,193	\$13.28	\$14.86	\$1.58		\$22,963,683.04	\$25,695,807.98		\$2,732,124.94
16	Rate Group 4 - 50% Emp Concession	MRC	5,734	\$6.64	\$7.43	\$0.79		\$38,073.76	\$42,603.62		\$4,529.86
17	Rate Group 4 - RESALE	MRC	32,340	\$11.55	\$12.92	\$1.37		\$373,471.63	\$417,905.76		\$44,434.13
18			-000								
19	Rate Group 5	MRC	11.116.532	\$13.68	\$15.26	\$1.58		\$152,074,157.76	\$169.638.278.32		\$17,564,120.56
20	Rate Group 5 - 50% Emp Concession	MRC	45,110	\$6.84	\$7,63	\$0.79		\$308,552.40	\$344,189.30		\$35,636,90
21	Rate Group 5 - RESALE	MRC	161,355	\$11.90	\$13.27	\$1.37		\$1,919,499,73	\$2,141,196.34		\$221,696.61
22	And planting for the Table Contract Con		101,000	• 1 1 100	•.0.2.	•		\$1,010,100.10			
23	Total Residential Rategroups		14,755,764					\$199,086,669.05	\$222,313,441.30		\$23,226,772.26
24			. ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,					0.00,000,000			V_0,0,
25	Vacation Service - Residence										
26	Vacation Service/Residence	MRC	419,308	\$5.77	\$5.77	\$0.00		\$2,419,407.16	\$2,419,407.16		\$0.00
27	Vacation Dervico Hosigenee	WILLO	415,500	φ3.77	55.77	\$0.00		\$2,413,407.10	32,413,407.10		\$0.00
28	Total Basic Residential Vacation Service							2,419,407.16	\$ 2,419,407.16		
29	Total basic Hesidelitial Vacation Service						3	2,419,407.10	3 2,419,407.10	•	
30	ECS Usage for Routes Established Before 7/1/95										
31	Residence 1-Party Extended Calling Service										
32	- Call Connection	Ores	40 000 000	00.05	***	00.00		240 000 000 75	040 000 000 75		20.00
33	- Can Connection	Usage	48,883,999	\$0.25	\$0.25	\$0.00		\$12,220,999.75	\$12,220,999.75		\$0.00
34	T-4-1 FOR 11								040 000 000 75		***
35	Total ECS Usage							\$12,220,999.75	\$12,220,999.75		\$0.00
36	C										
	Service Charges for Basic Residence		28		400.00	2 20					
37	Network Access Establishment Charge	NRC	98,968	\$21.00	\$23.00	\$2.00		2,078,328.00	\$2,276,264.00		\$197,936.00
38	Network Access Establishment Charge - RESALE	NRC		\$ 18.26			\$	446,039.58	\$488,519.54		\$42,479.96
39	Central Office Line Connection	NRC	102,817	\$36.00	\$38.00	\$2.00	\$	3,701,412.00	\$3,907,046.00		\$205,634.00
40	Central Office Line Connection - RESALE	NRC	24,613	\$ 31.31	\$ 33.04	\$1.74	\$	770,524.73	\$813,331.66		\$42,806.93
41											Security Const.
42	Total Service Charges						S	6,996,304.31	\$7,485,161.20		\$488,856.89
43											
44	Total Basic Residential Service						\$	220,723,380.27	\$ 244,439,009.42	S	23,715,629.15

FLORIDA	RATE REBA Summary	LANCING	Ye	ar 2				
	Summary		Tot	tal Switched Acces	s R	eduction	\$	52,140,980
		Present		Proposed				Cummulative
		Revenue		Revenue - Year 2		Increase - Year 2	Reve	enue Years 1 &2
Residential	\$	220,723,380	\$	244,439,009	\$	23,715,629	\$	47,186,830
Business	\$	82,775,212	\$	86,022,811	\$	3,247,599	\$	3,866,985
Total	S	303,498,593	S	330,461,821	\$	26,963,228.21	S	51,053,815
	Tot	al Basis Res and B	us F	Recovered - over (un-	der)		\$	(25,177,752

FLORIDA RATE REBALANCING RESIDENCE BASIC EXCHANGE ACCESS Year 3 Impact

					Year 3 II	mpacı	l						
Basic Local Exchange Service Fair Rate - 1 Party Service/Residence Fair Rate - 1 Party Service/Residence Rate Group 1		On the Boundaries	_						Present		Proposed		Revenue
Flat Rate - 1 Party Service/Residence S41,834 S41,855 S1,575 S353,858.88 S395,693,10 S41,834 S42,845 S42,845,945 S42,945,945 S42,845,945 S42,845,9			Type	Units	Hate	Hate - Year 3	(Dec.)		Revenue	1	Revenue - Year 3		nange - Year 3
Alte Group 1 - 50% Emp Concession MRC S6,64 S12,8 S14,55 S15,7 S353,858.88 S395,693.10 S41,384.22 Alter Group 1 - FRESALE MRC O S6,64 S14,11 S15,65 S12,91 S1,37 S8,845,99 S9,891,79 S1,045,80 FRESALE MRC O S14,11 S15,66 S15,77 S0,00 S0													
## Rate Group 1 - PESALE MRC 0 \$6.64 \$7.43 \$0.79 \$0.00 \$													
Pate Group 1 - RESALE													
Rate Group 2 MRC 0 \$14.11 \$15.68 \$1.57 \$0.00 \$											Language Company of the Company of t		
Rate Group 2 - 50% Emp Concession MRC 0 \$14.11 \$15.68 \$1.57 \$0.0000 \$0.0000 \$0.0000 \$0.0000 \$0.0000 \$0.0000 \$0.0000 \$0.0000 \$0.0000 \$0.0000 \$0.00000 \$0.00000 \$0.00000 \$0.00000 \$0.000000 \$0.000000 \$0.0000000000		Rate Group 1 - RESALE	MRC	766	\$11.55	\$12.91	\$1.37		\$8,845.99		\$9,891.79		\$1,045.80
8 Rate Group 2 - 50% Emp Concession MRC MRC 0 \$7.06 \$7.84 \$9.79 \$9.00 \$0.00 \$0.00 10 Rate Group 2 - RESALE MRC 0 \$12.27 \$13.64 \$1.37 \$0.00 \$0.00 \$0.00 11 Rate Group 3 - 50% Emp Concession MRC 1,613,895 \$14.49 \$16.06 \$1.57 \$23,382,440.55 \$25,915,941.70 \$2,833,501.15 12 Rate Group 3 - 50% Emp Concession MRC 3,657 \$7.25 \$8.03 \$0.78 \$25,770.47 \$28,562.71 \$2,282.55 13 Rate Group 3 - 50% Emp Concession MRC 20,836 \$12.60 \$13.97 \$1.37 \$25,695,807.98 \$28,410,640.99 \$274,4833.01 15 Rate Group 4 - 50% Emp Concession MRC 3,234 \$12.92 \$14.29 \$1.57 \$25,695,807.98 \$28,410,640.99 \$274,833.01 16 Rate Group 5 - 50% Emp Concession MRC 3,234 \$1.292 \$14.29 \$1.57 \$42,005.62 \$47,104.81 \$4,501.19 19 Rate Group 5 - 50% Emp Concession MRC 111,6532 \$15.26 \$16.83													
Rate Group 2 - RESALE		Rate Group 2	MRC		\$14,11	\$15.68	\$1.57				\$0.00		\$0.00
Rate Group 3	8	Rate Group 2 - 50% Emp Concession	MRC	0	\$7.06	\$7.84	\$0.79		\$0.00		\$0.00		\$0.00
Rate Group 3	9	Rate Group 2 - RESALE	MRC	0	\$12.27	\$13.64	\$1.37		\$0.00		\$0.00		\$0.00
Rate Group 3 - 50% Emp Concession	10												
Rate Group 3 - RESALE	11	Rate Group 3	MRC	1,613,695	\$14.49	\$16.06	\$1.57		\$23,382,440.55		\$25,915,941.70		\$2,533,501.15
Rate Group 4	12	Rate Group 3 - 50% Emp Concession	MRC	3,557	\$7.25	\$8.03	\$0.78		\$25,770.47		\$28,562.71		\$2,792.25
Rate Group 4	13	Rate Group 3 - RESALE	MRC	20,836	\$12.60	\$13.97	\$1.37		\$262,544.10		\$290,990.91		\$28,446.81
Rate Group 4 - 50% Emp Concession MRC 5,734 \$7.43 \$8.22 \$0.79 \$42,603.62 \$47,104.81 \$4,501.19 Rate Group 4 - RESALE MRC 32,340 \$12.92 \$14.29 \$1.37 \$417,905.76 \$462,058.66 \$441,152.30 \$18.81 \$1.57 \$16.83 \$1.57 \$16.83 \$1.57 \$16.83 \$1.57 \$16.83 \$1.57 \$16.83 \$1.57 \$16.83 \$1.57 \$16.83 \$1.57 \$16.83 \$1.57 \$16.83 \$1.57 \$16.958.27 \$1.33 \$1.33 \$1.33 \$1.33 \$1.33 \$1.33 \$1.33 \$1.33 \$1.33 \$1.34 \$1.33 \$1.33 \$1.34 \$1.33 \$1.33 \$1.34 \$1.33 \$1.33 \$1.34 \$1.33 \$1.33 \$1.34 \$1.34	14	ACAPANA CARACTER OF ST. C. Sandala Caracter											
Rate Group 4 - 50% Emp Concession MRC 32,340 \$12,92 \$14,29 \$1.37 \$417,905.76 \$462,058.66 \$44,152.90 \$18 \$18 \$1.09 \$1.00 \$1	15	Rate Group 4	MRC	1.729.193	\$14.86	\$16.43	\$1.57		\$25,695,807,98		\$28,410,640,99		\$2,714,833.01
Rate Group 4 - RESALE			MRC		\$7.43	\$8.22	\$0.79		\$42,603.62		\$47,104,81		\$4,501.19
Rate Group 5			MRC		\$12.92	\$14.29	\$1.37		\$417,905,76		\$462,058,66		\$44,152,90
Rate Group 5		That should be a second			•	.=	•		F1.11.0 F1.11.0				44
Rate Group 5 - 50% Emp Concession MRC 45,110 \$7.63 \$8.42 \$0.78 \$344,189.30 \$379,600.65 \$35,411.35 Rate Group 5 - RESALE MRC 161,355 \$13.27 \$14.64 \$1.37 \$2,141,196.34 \$2,361,489.80 \$220,293.46 \$220,2		Rate Group 5	MRC	11.116.532	\$15.26	\$16.83	\$1.57		\$169.638.278.32		\$187.091.233.56		\$17,452,955,24
Rate Group 5 - RESALE MRC 161,355 \$13.27 \$14.64 \$1.37 \$2,141,196.34 \$2,361,489.80 \$220,293.46 Total Residential Rategroups 14,755,764 \$222,313,441.30 \$245,393,208.67 \$23,079,767.37 Vacation Service - Residence MRC 419,308 \$5.77 \$6.00 \$0.23 \$2,419,407.16 \$2,515,848.00 \$96,440.84 Total Basic Residential Vacation Service ECS Usage for Routes Established Before 7/1/95 Residence 1-Party Extended Calling Service - Call Connection Usage 48,883,999 \$0.25 \$0.25 \$0.00 \$12,220,999.75 \$12,220,999.75 \$0.00 Service Charges for Basic Residence Network Access Establishment Charge NRC 98,968 \$23.00 \$25.00 \$2.00 \$2,276,264.00 \$2,474,200.00 \$197,936.00 Network Access Establishment Charge NRC 24,425 \$20.00 \$21.74 \$1.74 \$488,519.54 \$530,999.50 \$42,479.96 \$20.67 \$10.00 \$20.00 \$3.00 \$40.00 \$2.00 \$3.00 \$40													
Total Residential Rategroups 14,755,764 Vacation Service - Residence Vacation Service - Residence Vacation Service/Residence MRC 419,308 \$5.77 \$6.00 \$0.23 \$22,313,441.30 \$245,393,208.67 \$23,079,767.37 Total Basic Residential Vacation Service ECS Usage for Routes Established Before 7/1/95 Residence 1-Party Extended Calling Service - Call Connection Usage 48,883,999 \$0.25 \$0.05 \$0.00 \$12,220,999.75 \$12,220,999.75 \$0.00 Service Charges for Basic Residence Network Access Establishment Charge Network Access Establishment Charge Network Access Establishment Charge RESALE NRC 98,968 \$23.00 \$25.00 \$2.00 \$2.276,264.00 \$2.474,200.00 \$197,936.00 Network Access Establishment Charge RESALE NRC 24,425 \$20.00 \$21.74 \$1.74 \$488,519.54 \$530,999.50 \$42,479.66 Central Office Line Connection RESALE NRC 24,6613 \$33.04 \$34.78 \$1.74 \$38.00 \$41.12,680.00 \$205,634.00 Central Office Line Connection - RESALE NRC 24,6613 \$33.04 \$34.78 \$1.74 \$38.33.16 \$855,138.59 \$428,805.39 Total Service Charges Total Service Charges							7000						
Total Residential Rategroups 14,755,764 Vacation Service - Residence Vacation Service - Residence NRC 419,308 \$5.77 \$6.00 \$0.23 \$2,419,407.16 \$2,515,848.00 \$96,440.84 Total Basic Residential Vacation Service ECS Usage for Routes Established Before 7/1/95 Residence 1-Party Extended Calling Service - Call Connection Usage 48,883,999 \$0.25 \$0.05 \$0.00 \$12,220,999.75 \$12,220,999.75 \$0.00 Service Charges for Basic Residence NRC 98,968 \$23.00 \$25.00 \$2.00 \$2.276,264.00 \$2,474,200.00 \$197,936.00 Network Access Establishment Charge NRC 98,968 \$23.00 \$20.00 \$2.276,264.00 \$2,474,200.00 \$197,936.00 Network Access Establishment Charge - RESALE NRC 24,425 \$20.00 \$21.74 \$1.74 \$1.74 \$485,519.54 \$530,999.50 \$42,479.96 Central Office Line Connection - RESALE NRC 124,817 \$38.00 \$40.00 \$2.00 \$2.00 \$4.11,268.00 \$4.00 \$2.00,634.00 Central Office Line Connection - RESALE NRC 24,613 \$33.04 \$34.78 \$1.74 \$81.3331.66 \$856,138.59 \$42,806.93 Total Service Charges Total Service Charges Total Service Charges Total Service Charges S 7,485,161.20 \$7,974,018.09 \$488,856.89		Tiate droup o Ticonec		101,000	V. V. L.	• 1 1.01	•		02,,100.0.		O E(001)100100		4 220,200.10
Vacation Service - Residence Vacation Service/Residence MRC 419,308 \$5.77 \$6.00 \$0.23 \$2,419,407.16 \$2,515,848.00 \$96,440.84 Total Basic Residential Vacation Service ECS Usage for Routes Established Before 7/1/95 Residence 1-Party Extended Calling Service - Call Connection Usage 48,883,999 \$0.25 \$0.05 \$0.00 \$12,220,999.75 \$12,220,999.75 \$0.00 Service Charges for Basic Residence Network Access Establishment Charge Network Access Establishment Charge NRC 98,968 \$23.00 \$25.00 \$2.00		Total Residential Rategroups		14 755 764					\$222 313 441 30		\$245,393,208,67		\$23 079 767 37
Vacation Service - Residence Vacation Service - Residence Vacation Service - Residence Vacation Service - Residence Vacation Service - Vacation Service - Vacation Service - Vacation Service V		Total Hesidential Hategroups		14,700,704					VLLL ,010,111100		42 10,000,200.01		420,070,707.07
Vacation Service/Residence MRC 419,308 \$5.77 \$6.00 \$0.23 \$2,419,407.16 \$2,515,848.00 \$96,440.84 Total Basic Residential Vacation Service \$ \$ 2,419,407.16 \$ 2,515,848.00 \$ 96,440.84 ECS Usage for Routes Established Before 7/1/95 Residence 1-Party Extended Calling Service -Call Connection Usage 48,883,999 \$0.25 \$0.25 \$0.00 \$12,220,999.75 \$12,220,999.75 \$0.00 Total ECS Usage Total ECS Usage Total ECS Usage Service Charges for Basic Residence NRC 98,968 \$23.00 \$25.00 \$2.00 \$2.276,264.00 \$2,474,200.00 \$197,936.00 \$197,936.00 \$10,479.936.00		Vacation Carries Pasidones											
Total Basic Residential Vacation Service Total Basic Residential Vacation Service S 2,419,407.16 \$ 2,515,848.00 \$ 96,440.84 S 2,615,848.00 \$ 96,440.84 S 2,419,407.16 \$ 2,515,848.00 \$ 96,440.84 S 2,615,848.00 \$ 96,440.84 S 2,616,848.00 \$ 96,440.84 S 2,616,848.00 \$ 96,440.84 S 2,616,848.86 S 2,616,848.			MDC	410.000	¢C 77	20.00	60.00		60 410 407 16		60 515 040 00		\$06 440 84
## Total Basic Residential Vacation Service ## Second Connection Usage 48,883,999 \$0.25 \$0.05 \$0.00 \$12,220,999.75 \$12,220,999.75 \$0.00 ## Service Charges for Basic Residence NRC 98,968 \$23.00 \$25.00 \$2.00 \$2.276,264.00 \$2.474,200.00 \$197,936.00 ## Network Access Establishment Charge NRC 24,425 \$20.00 \$21.74 \$1.74 \$2.485,195.4 \$530,999.50 \$42,479.96 ## Central Office Line Connection - RESALE NRC 24,613 \$33.04 \$34.78 \$1.74 \$81.3331.66 \$856,138.59 \$42,806.93 ## Total Service Charges Total Service Charges NRC 24,613 \$33.04 \$34.78 \$1.74		vacation Service/Hesidence	MHC	419,308	\$5.77	30.00	30.23		\$2,419,407.16		32,313,040.00		390,440.04
29 30		T. A.I. David Davidsonial Managine Coming							0.410.407.10		0.545.040.00		00 440 04
Second S		Total Basic Residential Vacation Service						3	2,419,407.16	3	2,515,648.00	3	90,440.04
Residence 1-Party Extended Calling Service -Call Connection Usage 48,883,999 \$0.25 \$0.00 \$12,220,999.75 \$12,220,999.75 \$0.00													
- Call Connection Usage 48,883,999 \$0.25 \$0.25 \$0.00 \$12,220,999.75 \$12,220,999.75 \$0.00 Total ECS Usage													
Total ECS Usage Total ECS Usage S12,220,999.75 \$12,220,999.75 \$0.00 Service Charges for Basic Residence NRC 98,968 \$23.00 \$25.00 \$2.00 \$2.276,264.00 \$2.474,200.00 \$197,936.00 Network Access Establishment Charge NRC 24,425 \$20.00 \$21.74 \$1.74 \$488,519.54 \$530,999.50 \$42,479.96 NRC 102,817 \$38.00 \$40.00 \$2.00 \$3.907,046.00 \$4.112,680.00 \$205,634.00 Central Office Line Connection - RESALE NRC 24,613 \$33.04 \$34.78 \$1.74 \$813,331.66 \$856,138.59 \$42,806.93 Total Service Charges Total Service Charges \$7,485,161.20 \$7,974,018.09 \$488,856.89			5555		22.50	20.00	20.02						
34 Total ECS Usage 35 Service Charges for Basic Residence 37 Network Access Establishment Charge NRC 98,968 \$23.00 \$25.00 \$2.00 \$2.276,264.00 \$2,474,200.00 \$197,936.00 \$38 Network Access Establishment Charge - RESALE NRC 24,425 \$20.00 \$21.74 \$1.74 \$488,519,54 \$530,999.50 \$42,479.96 \$39 Central Office Line Connection NRC 102,817 \$38.00 \$40.00 \$2.00 \$3,907,046.00 \$41.12,680.00 \$205,634.00 \$205,634.00 \$40.00 \$2.00 \$3,907,046.00 \$41.12,680.00 \$205,634.00 \$40.00 \$4		- Call Connection	Usage	48,883,999	\$0.25	\$0.25	\$0.00		\$12,220,999.75		\$12,220,999.75		\$0.00
Service Charges for Basic Residence Service Charges for Basic Residence Service Charges for Basic Residence Service Charges Serv													
Service Charges for Basic Residence NRC 98,968 \$23.00 \$25.00 \$2.00 \$2,276,264.00 \$2,474,200.00 \$197,936.00 \$38,000 \$42,479.96 \$39 Central Office Line Connection NRC 102,817 \$38.00 \$40.00 \$2.00 \$3,907,046.00 \$4,112,680.00 \$205,634.00 \$205,634.00 \$40.00		Total ECS Usage							\$12,220,999.75		\$12,220,999.75		\$0.00
37 Network Access Establishment Charge NRC 98,968 \$23.00 \$25.00 \$2.00 \$2.00 \$2.276,264.00 \$2,474,200.00 \$197,936.00 \$38 Network Access Establishment Charge - RESALE NRC 24,425 \$20.00 \$21.74 \$1.74 \$41.74 \$485,519.54 \$530,999.50 \$42,479.96 \$42,479.96 \$40 Central Office Line Connection - RESALE NRC 24,613 \$33.04 \$34.78 \$1.74 \$81.74 \$81.74 \$81.74 \$81.74 \$1													
38 Network Access Establishment Charge - RESALE NRC 24,425 \$20.00 \$ 21.74 \$1.74 \$ 488,519.54 \$530,999.50 \$42,479.96 39 Central Office Line Connection NRC 102,817 \$38.00 \$40.00 \$2.00 \$ 3,907,046.00 \$4,112,680.00 \$205,634.00 40 Central Office Line Connection - RESALE NRC 24,613 \$33.04 \$ 34.78 \$1.74 \$ 813,331.66 \$856,138.59 \$42,806.93 41 Total Service Charges \$ 7,485,161.20 \$7,974,018.09 \$488,856.89													
39 Central Office Line Connection NRC 102.817 \$38.00 \$40.00 \$2.00 \$ 3,907,046.00 \$4.112,680.00 \$205,634.00 40 Central Office Line Connection - RESALE NRC 24,613 \$33.04 \$ 34.78 \$1.74 \$ 813,331.66 \$856,138.59 \$42,806.93 41	37	Network Access Establishment Charge	NRC	98,968	\$23.00	\$25.00		\$					
40 Central Office Line Connection - RESALE NRC 24,613 \$33.04 \$ 34.78 \$1.74 \$ 813,331.66 \$856,138.59 \$42,806.93 41 42	38	Network Access Establishment Charge - RESALE	NRC	24,425	\$20.00	\$ 21.74		S	488,519.54		\$530,999.50		\$42,479.96
41 42 Total Service Charges \$ 7,485,161.20 \$7,974,018.09 \$488,856.89 43	39	Central Office Line Connection	NRC	102,817	\$38.00	\$40.00	\$2.00	S			\$4,112,680.00		
42 Total Service Charges \$ 7,485,161.20 \$7,974,018.09 \$488,856.89	40	Central Office Line Connection - RESALE	NRC	24,613	\$33.04	\$ 34.78	\$1.74	S	813,331.66		\$856,138.59		\$42,806.93
43	41												
	42	Total Service Charges						\$	7,485,161.20		\$7,974,018.09		\$488,856.89
	43	•											
10(4) 04310 (163)001(4) 051 (164)	44	Total Basic Residential Service						\$	244,439,009.42	\$	268,104,074.52	\$	23,665,065.10

FLORIDA	RATE REBALAR Summary	NCING	Yea	ar 3				
	,		Tot	al Switched Acces	s Re	eduction	\$	25,177,752
		Present		Proposed		(Cummulative
		Revenue		Revenue - Year 3		Increase - Year 3	-	
Residential	S	244,439,009	S	268, 104, 075	S	23,665,065	\$	70,851,895
Business	\$	86,022,811	\$	87,485,618	\$	1,462,806	\$	5,329,791
Total	S	330,461,821	\$	355,589,692	S	25,127,871.51	\$	76,181,686
	Total B	asis Res and Bu	ıs R	ecovered - over (und	der)		\$	(49,881

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

Page 1 of 9

					nual Estimated		Estimated	
		Aı	nnual Present	Co	sts at Ordered	(Contribution	Contribution
Row	Service Description		Revenue	ι	JNE-P* Rates		Margin*	Margin %
1								
2	Total Basic Business Service							
3	Current View	\$	99,274,707	\$	69,506,118	\$	29,768,590	42.83%
4	Year 1	\$	99,894,082	\$	69,962,904	\$	30,835,402	44.07%
5	Year 2	\$	103,141,782	\$	69,962,904	\$	34,083,103	48.72%
6	Year 3	\$	104,604,720	\$	69,962,904	\$	35,546,041	50.81%
7								
8	Total Basic Residential Service							
9	Current View	\$	295,889,655	\$	403,147,366	\$	(107,257,711)	-26.61%
10	Year 1	\$	319,362,166	\$	403,391,814	\$	(84,029,647)	-20.83%
11	Year 2	\$	343,076,742	\$	403,880,464	\$	(60,803,722)	-15.05%
12	Year 3	\$	366,742,857	\$	404,369,360	\$	(37,626,503)	-9.30%
13								
14	Total Basic Service							
15	Current View	\$	395,164,362	\$	472,653,483	\$	(77,489,121)	-16.39%
16	Year 1	\$	419,256,248	\$	473,354,718	\$	(53, 194, 245)	-11.24%
17	Year 2	\$	446,218,524	\$	473,843,368	\$	(26,720,619)	-5.64%
18	Year 3	\$	471,347,577	\$	474,332,264	\$	(2,080,462)	-0.44%

^{*}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)=(C	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	Propo Rate		EUCL		oosed v/EUCL	Estimate Costs at Ordered UNE-P* Rates	200	Unit contribution	Annual Present Revenue		Annual Estimated Costs at rdered UNE- P* Rates		Estimated Contribution Margin*	Contribution Margin %
1										_							
2	Basic Local Exchange Service Flat Rate - 1 Party Service/Business																
	Rate Group 1	MRC	3,901	\$ 2	4.47	\$ 6.50	\$	30.97	\$ 35.7	5 \$	(4.78)	\$ 120,814	S	139,461	S	(18,647)	-13.37%
	Rate Group 1 - RESALE	MRC	75			\$ 6.50	0.000	27.78		5 \$	(7.97)			2,681		(598)	-22.29%
6	Tidle disap i Tizarizz						•		• ••••		(,,,,,			_,00.		(000)	
7	Rate Group 2	MRC	0	\$ 2	6.82	\$ 6.50	\$	33.32									
	Rate Group 2 - RESALE	MRC	0	\$ 2	3.32	\$ 6.50	\$	29.82									
9	D-1 0 2	MRC	000 000	• 0	0.05	C C C C	•	04.55	A 04.0	7 6	0.00	6 7 500 540	•	7 400 074	•	740 405	10 100
	Rate Group 3 Rate Group 3 - RESALE	MRC	228,090 4,085			\$ 6.50 \$ 6.50		34.55 30.89		7 \$ 7 \$	3.28 (0.38)			7,132,374 127,738		748,135 (1,552)	10.49% -1.22%
12		IVING	4,003	Φ 2	4.05	\$ 0.50	Φ	30.03	Ψ 31.Z	, 3	(0.30)	\$ 120,100	φ	127,730	Φ	(1,552)	-1.22 /6
	Rate Group 4	MRC	283,526	\$ 2	8.85	\$ 6.50	\$	35.35	\$ 28.7	2 \$	6.63	\$ 10,022,644	S	8,142,867	S	1,879,777	23.08%
14	Rate Group 4 - RESALE	MRC	6,528	\$ 2	5.09	\$ 6.50	\$	31.59	\$ 28.7	2 \$	2.87	\$ 206,220	\$	187,484	\$	18,735	9.99%
15																	
	Rate Group 5	MRC	2,069,817			\$ 6.50		36.85		0 \$		\$ 76,272,756		49,468,626		26,804,130	54.18%
	Rate Group 5 - RESALE	MRC	37,665	\$ 2	6.39	\$ 6.50	\$	32.89	\$ 23.9	0 \$	8.99	\$ 1,238,802	\$	900,194	\$	338,608	37.62%
18 19	Total Business Rategroups		2,633,687									\$ 95,870,015		66,101,425	•	29,768,590	45.03%
20	Total Busiliess nategroups		2,033,007									\$ 33,070,013	3	00,101,425	3	25,700,550	45.05/6
21																	
22	ECS Usage for Routes Established Before 7/1/95																
	Business 1-Party Extended Calling Service																
	- Call Connection	Usage	45,211,217	\$	0.04		\$	0.04	\$ 0.0	4 S	-	\$ 1,808,449	\$	1,808,449	\$		0.00%
25	Detail Billing																
26	- Charge Per Page of Billing Detail	Usage	0	\$ (0.11		\$	0.11	\$ 0.1	1 S	-	\$ -	S		\$		
27	Tatal ECC Hoose											S 1,808,449	•	1,808,449	•		0.00%
28 29	Total ECS Usage											5 1,505,449	3	1,808,449	3	•	0.00%
30																	
31	Service Charges for Basic Business																
	Network Access Establishment Charge	NRC	46,739	\$ 3	3.90		\$	33.90	\$ 33.9	0 \$	-	\$ 1,584,452	\$	1,584,452	\$		0.00%
33	Network Access Establishment Charge - RESALE	NRC	400	\$ 2	9.48		\$	29.48	\$ 29.4	8 S	•	\$ 11,792	\$	11,792	\$		0.00%
34																	The state of
35	Total Service Charges											\$ 1,596,244	\$	1,596,244	S		0.00%
36	Total Basic Business Service											s 99,274,707		69,506,118		29,768,590	42.83%
37	i otal Basic Business Service											\$ 99,274,707	3	09,500,110	3	25,100,090	42.03%

^{*}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 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	Proposed Rate	EUCL	Proposed Rate w/EUCL	Estimated Costs at Ordered UNE- P* Rates	Unit Contribution	Annual Present Revenue	Annual Estimated Costs at Ordered UNE-P* Rates	Estimated Contribution Margin*	Contribution Margin %
1 2 3	Basic Local Exchange Service Flat Rate - 1 Party Service/Business											
4	Rate Group 1	MRC	3,901	\$ 26.98	\$ 6.50	\$ 33.48	\$ 35.75	\$ (2.27)	\$ 130,605	\$ 139,461	\$ (8,855)	-6.35%
5 6	Rate Group 1 - RESALE	MRC	75	\$ 23.46	\$ 6.50	\$ 29.96	\$ 35.75	\$ (5.79)	\$ 2,247	\$ 2,681	\$ (434)	-16.20%
	Rate Group 2	MRC	0									
9	Rate Group 2 - RESALE	MRC	0		\$ 6.50	\$ 31.32						
	Rate Group 3	MRC	228,090						\$ 8,181,588			14.71%
12	Rate Group 3 - RESALE	MRC	4,085						ATTE			2.46%
	Rate Group 4	MRC	283,526									26.74%
15	Rate Group 4 - RESALE	MRC	6,528	\$ 26.00	\$ 6.50	\$ 32.50	\$ 28.72	\$ 3.78	\$ 212,160	\$ 187,484	\$ 24,676	13.16%
	Rate Group 5	MRC	2,069,817									54.18%
18	Rate Group 5 - RESALE	MRC	37,665	\$ 26.39	\$ 6.50	\$ 32.89	\$ 23.90	\$ 8.99	\$ 1,238,802			37.62%
19 20 21	Total Business Rategroups		2,633,687						\$ 96,489,389	\$ 66,101,425	\$ 30,387,964	45.97%
22 23	ECS Usage for Routes Established Before 7/1/95 Business 1-Party Extended Calling Service											
	- Call Connection Detail Billing	Usage	45,211,217	\$ 0.04		\$ 0.04	\$ 0.05	\$ (0.01)	\$ 1,808,449	\$ 2,260,561	\$ (452,112)	-20.00%
26 27	- Charge Per Page of Billing Detail	Usage	0	\$ 0.11		\$ 0.11	\$ 0.14	\$ (0.03)	\$ -	\$ -	\$.	
28 29 30	Total ECS Usage								\$ 1,808,449	\$ 2,260,561	\$ 452,112	20.00%
31	Service Charges for Basic Business											
33	Network Access Establishment Charge Network Access Establishment Charge - RESALE	NRC NRC	46,739 400			\$ 33.90 \$ 29.48			\$ 1,584,452 \$ 11,792			-0.29% 0.00%
34 35	Total Service Charges								\$ 1,596,244	\$ 1,600,918	\$ (4,674)	-0.29%
36 37	Total Basic Business Service								\$ 99,894,082	\$ 69,962,904	\$ 30,835,402	44.07%

*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	H)=(F)-(G)	(I)=(C)*(F)		(J)=(C)*(G)		(K)=(I)-(K)	(L)=(K)/(J)
Row Service Description	Billing Type	Annualized Units	Proposed Rate	EUCL	Proposed Rate w/EUC	Or	stimated Costs at dered UNE P* Rates		Unit ontribution	Annual Present Revenue	1	Annual Estimated Costs at Ordered UNE-P* Rates	(Estimated Contribution Margin*	Contribution Margin %
1															
2 Basic Local Exchange Service															
3 Flat Rate - 1 Party Service/Business		0.004					05.75				•	100 101		202	0.070/
4 Rate Group 1	MRC	3,901		\$ 6.50			35.75		0.24			139,461		936	0.67%
5 Rate Group 1 - RESALE	MRC	75	\$ 25.64	\$ 6.50	\$ 32.14	\$	35.75	\$	(3.61)	\$ 2,411	\$	2,681	\$	(271)	-10.10%
6		-													
7 Rate Group 2	MRC	0		\$ 6.50											
8 Rate Group 2 - RESALE	MRC	0	\$ 26.31	\$ 6.50	\$ 32.81										
9 10 Rate Group 3	MRC	228,090	\$ 30.60	\$ 6.50	\$ 37.19	9	31.27	•	5.92	\$ 8,482,667	•	7,132,374	•	1,350,293	18.93%
11 Rate Group 3 - RESALE	MRC	4,085					31.27		1.92			127,738		7,843	6.14%
12	IVII 10	4,005	\$ 20.03	w 0.50	Ψ 33.13	Ψ	31.21	Ψ	1.32	0 100,001	•	127,730	9	7,040	0.1478
13 Rate Group 4	MRC	283,526	\$ 30.95	\$ 6.50	\$ 37.45	\$	28.72	S	8.73	\$ 10,618,049	S	8,142,867	S	2,475,182	30.40%
14 Rate Group 4 - RESALE	MRC	6,528		\$ 6.50			28.72		4.69			187,484		30,616	16.33%
15										10					
16 Rate Group 5	MRC	2,069,817	\$ 31.60	\$ 6.50	\$ 38.10	\$	23.90	\$	14.20	\$ 78,860,028	\$	49,468,626	\$	29,391,401	59.41%
17 Rate Group 5 - RESALE	MRC	37,665	\$ 27.48	\$ 6.50	\$ 33.98	\$	23.90	\$	10.08	\$ 1,279,857	S	900,194	\$	379,663	42.18%
18															
19 Total Business Rategroups	3	2,633,687								\$ 99,737,089	S	66,101,425	\$	33,635,664	50.88%
20															
21															
22 ECS Usage for Routes Established Before 7/1/95															
23 Business 1-Party Extended Calling Service	Tono	Carrier and Children	120 100 100 100		121		2.20			a to be a second	100	20.00.00			modificación de la constitución de
24 - Call Connection	Usage	45,211,217	\$ 0.04		\$ 0.04	\$	0.05	S	(0.01)	\$ 1,808,449	\$	2,260,561	\$	(452,112)	-20.00%
25 Detail Billing						•			(0.00)	•					
26 - Charge Per Page of Billing Detail	Usage	0	\$ 0.11		\$ 0.11	5	0.14	5	(0.03)	\$	\$	•	\$	•	
27 28 Total ECS Usage										\$ 1,808,449	•	2,260,561		452,112	20.00%
28 Total ECS Usage 29										3 1,000,449	3	2,200,501	3	452,112	20.00%
30															
31 Service Charges for Basic Business															
32 Network Access Establishment Charge	NRC	46,739	\$ 33.90		\$ 33.90	S	34.00	s	(0.10)	\$ 1,584,452	S	1,589,126	\$	(4,674)	-0,29%
33 Network Access Establishment Charge - RESALE	NRC	400			\$ 29.48		29.48			\$ 11,792		11,792		(., .,	0.00%
34		.00			23.10	-		-		,,		.,,,,,			2.2370
35 Total Service Charges										\$ 1,596,244	S	1,600,918	5	(4,674)	-0.29%
36															
37 Total Basic Business Service										\$ 103,141,782		69,962,904	\$	34,083,103	48.72%

^{*}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 3 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)
Billi Row Service Description Typ		Proposed Rate	EUCL	Proposed Rate w/EUCL	Estimated Costs at Ordered UNE-F Rates		Unit Contribution	Annual Present Revenue	Annual Estimated Costs at Ordered UNE-P* Rates	Estimated Contribution Margin*	Contribution Margin %
1											
2 Basic Local Exchange Service 3 Flat Rate - 1 Party Service/Business											
4 Rate Group 1 MR	C 3,901	\$ 32.00	\$ 6.50	\$ 38.50	\$ 35.79	5 \$	2.75	\$ 150,189	\$ 139,461	\$ 10,728	7.69%
5 Rate Group 1 - RESALE MR	C 75	\$ 27.83	\$ 6.50	\$ 34.33	\$ 35.75	5 \$	(1.42)	\$ 2,575	\$ 2.681	\$ (107)	-3.97%
6						LA	- 1			, , ,	
7 Rate Group 2 MR	0	\$ 32.00	\$ 6.50	\$ 38.50							
8 Rate Group 2 - RESALE MR	0	\$ 27.83	\$ 6.50	\$ 34.33							
10 Rate Group 3 MR	228,090	\$ 32.00	\$ 6.50	\$ 38.50	\$ 31.2	7 6	7.23	\$ 8,781,465	\$ 7,132,374	S 1,649,091	23.12%
11 Rate Group 3 - RESALE MR			\$ 6.50								9.79%
12	4,000	27.00	0 0.00	Ψ 04.00	¥ 51.2.		0.00	140,200	127,700	12,000	0.7070
13 Rate Group 4 MR	283,526	\$ 32.00	\$ 6.50	\$ 38.50	\$ 28.72	2 \$	9.78	\$ 10,915,751	\$ 8,142,867	\$ 2,772,884	34.05%
14 Rate Group 4 - RESALE MR	6,528	\$ 27.83	\$ 6.50	\$ 34.33	\$ 28.72	2 \$	5.61	\$ 224,106	\$ 187,484	\$ 36,622	19.53%
15											
16 Rate Group 5 MR			\$ 6.50					\$ 79,687,955			61.09%
17 Rate Group 5 - RESALE MR	37,665	\$ 27.83	\$ 6.50	\$ 34.33	\$ 23.90	0 \$	10.43	\$ 1,293,039	\$ 900,194	\$ 392,846	43.64%
18											
19 Total Business Rategroups	2,633,687							\$ 101,195,317	\$ 66,101,425	\$ 35,093,893	53.09%
20 21											
22 ECS Usage for Routes Established Before 7/1/95											
23 Business 1-Party Extended Calling Service											
24 - Call Connection Usa	e 45,211,217	\$ 0.04		\$ 0.04	\$ 0.05	5 \$	(0.01)	\$ 1,808,449	\$ 2,260,561	\$ (452,112)	-20.00%
25 Detail Billing	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,						(0.0.)	1,000	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	. ()	72.00
26 - Charge Per Page of Billing Detail Usa	ge 0	\$ 0.14		\$ 0.14	\$ 0.14	4 \$		\$ -	\$ -	\$ -	
27											
28 Total ECS Usage								\$ 1,808,449	\$ 2,260,561	\$ 452,112	20.00%
29											
30											
31 Service Charges for Basic Business 32 Network Access Establishment Charge NR	46,739	\$ 34.00		\$ 34.00	\$ 34.00			S 1,589,126	\$ 1,589,126	•	0.000/
32 Network Access Establishment Charge NR 33 Network Access Establishment Charge - RESALE NR				\$ 34.00 \$ 29.57				\$ 1,589,126 \$ 11.828			0.00%
34 Network Access Establishment Charge - RESALE NA	400	Ψ 23.37		Ψ 29.57	y 29.40	9	0.09	11,020	11,792	9 30	0.31%
35 Total Service Charges								\$ 1,600,954	\$ 1,600,918	\$ 36	0.00%
36								.,			
37 Total Basic Business Service								\$ 104,604,720	\$ 69,962,904	\$ 35,546,041	50.81%

^{*}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)	(E)	(F)=(D)+(E)	(G)	(H)=(F)-(G)		(I)=(C)*(F)	(J)=(C)*(G)	(H	<)=(I)-(K)	(L)=(K)/(J)
Row	Service Description	Billing Type	Annualized Units	Present Rate	EUCL	Present Rate w/EUCL	Estimated Costs at Ordered UNE- P* Rates	Unit Contributio		Annual Present Revenue	Annual Estimated Costs at Ordered UNE- P* Rates	Co	stimated ntribution Margin*	Contribution Margin %
1	Basic Local Exchange Service	- 7					_							
2	Flat Rate - 1 Party Service/Residence													
3	Rate Group 1	MRC	26,646	\$ 10.12	\$ 6.50	\$ 16.62	\$ 35.75	\$ (19.	13) \$	442,857	\$ 952,595	\$	(509,738)	-53.51%
4	Rate Group 1 - 50% Emp Concession	MRC	0	\$ 5.06	\$ 6.50	\$ 11.56	\$ 35.75	\$ (24.	19) \$		\$ -	\$		
5	Rate Group 1 - RESALE	MRC	766	\$ 8.80	\$ 6.50	\$ 15.30	\$ 35.75	\$ (20.4	45) \$	11,720	\$ 27,385	\$	(15,665)	-57.20%
6	The second secon													
7	Rate Group 2	MRC	0	\$ 10.95	\$ 6.50	\$ 17.45								
8	Rate Group 2 - 50% Emp Concession	MRC	0	\$ 5.48	\$ 6.50	\$ 11.98								
9	Rate Group 2 - RESALE	MRC	0	\$ 9.52	\$ 6.50	\$ 16.02								
10														
11	Rate Group 3	MRC	1,613,695		\$ 6.50				14) \$	28,772,182			(21,688,061)	-42.98%
12	Rate Group 3 - 50% Emp Concession	MRC	3,557		\$ 6.50				11) \$	43,271			(67,956)	-61.10%
13	Rate Group 3 - RESALE	MRC	20,836	\$ 9.85	\$ 6.50	\$ 16.35	\$ 31.27	\$ (14.9	92) \$	340,669	\$ 651,542	S	(310,873)	-47.71%
14												-		
15	Rate Group 4	MRC	1,729,193		\$ 6.50				52) \$	31,471,313			(18, 191, 110)	-36.63%
16	Rate Group 4 - 50% Emp Concession	MRC	5,734	레쥬스 다양하다시다!	\$ 6.50				37) S	70,815			(93,866)	-57.00%
17	Rate Group 4 - RESALE	MRC	32,340	\$ 10.17	\$ 6.50	\$ 16.67	\$ 28.72	\$ (12.0	05) S	539,108	\$ 928,805	S	(389,697)	-41.96%
18			44 440 500					0 151		000 707 105	0 005 005 445		(50.047.000)	00.400/
19	Rate Group 5	MRC	11,116,532		\$ 6.50				30) \$	206,767,495			(58,917,620)	-22.18%
20	Rate Group 5 - 50% Emp Concession	MRC	45,110		\$ 6.50				35) \$	566,131			(511,999)	-47.49%
21	Rate Group 5 - RESALE	MRC	161,355	\$ 10.52	\$ 6.50	\$ 17.02	\$ 23.90	5 (6.8	38) S	2,746,262	\$ 3,856,385	2	(1,110,122)	-28.79%
22	Total Desidential Determine		14,755,764						s	271,771,821	\$ 373,578,527		101,806,707)	-27.25%
23	Total Residential Rategroups		14,755,764						3	2/1,//1,021	3 3/3,3/0,32/	3 (101,800,707)	-21.23/0
24	Marrian Carrier Basidanas													
25	Vacation Service - Residence	MRC	419.308	¢ 577	\$ 6.50	\$ 12.27	\$ 25.27	e (12)	00) \$	5,144,909	\$ 10.595,913	•	(5,451,004)	-51.44%
26	Vacation Service/Residence	MHC	419,300	5 5.77	\$ 0.50	\$ 12.27	Φ 23.21	\$ (10.0	0) 3	3,144,503	3 10,333,313	٩	(3,431,004)	-31,4476
27 28	Total Basic Residential Vacation Service								s	5,144,909	\$ 10,595,913	•	(5,451,004)	-51,44%
	Total Basic Residential Vacation Service								3	3,144,303	10,535,515	3	(3,431,004)	-51.44/6
29 39														
40	ECS Usage for Routes Established Before 7/1/95													
41	Residence 1-Party Extended Calling Service													
42	- Call Connection	Usage	48,883,999	\$ 0.25		\$ 0.25	\$ 0.25	s -	\$	12,221,000	\$ 12,221,000	s		0.00%
43	- Oan Connection	Jouge	,0,000,000	• 0.20						,,,		10		
44	Total ECS Usage								S	12,221,000	\$ 12,221,000	S		0.00%
45	. Otal 200 000g0									,,				
46	Service Charges for Basic Residence													
47	Network Access Establishment Charge	NRC	98,968	\$ 20.00		\$ 20.00	\$ 20.00	s -	S	1,979,360	\$ 1,979,360	\$		0.00%
48	Network Access Establishment Charge - RESALE	NRC	24,425			\$ 17.39			S	424,751			7.	0.00%
49	Central Office Line Connection	NRC	102,817			\$ 35.00			\$	3,598,595			-	0.00%
50	Central Office Line Connection - RESALE	NRC	24,613			\$ 30.44			S	749,220			-	0.00%
51	Contract Con			200 101			.o e.at 1(1)							
52	Total Service Charges								\$	6,751,925	\$ 6,751,925	S	-	0.00%
53														
54	Total Basic Residential Service								\$	295,889,655	\$ 403,147,366	\$ (107,257,711)	-26.61%
200														

^{*}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)=(i)-(K)	(L)=(K)/(J)
						P	roposed	E	Stimated Costs at				T				
1		Billing	Annualized	Proposed			Rate		Ordered UNE-P*		Unit	Annual Present		Annual Surrogate	Co	ntribution	Contribution
Row	Service Description	Type	Units	Rate	EUCL		/EUCL		Rates	(Contribution	Revenue	C	osts at UNE-P Rates		Margin	Margin %
1	Basic Local Exchange Service																
2	Flat Rate - 1 Party Service/Residence																
3	Rate Group 1	MRC	26,646		6.50		18.20		35.75		(17.55)			952,595		(467,637)	-49.09%
4	Rate Group 1 - 50% Emp Concession	MRC	0				12.35		35.75		(23.40)		S				
5	Rate Group 1 - RESALE	MRC	766	\$ 10.17	\$ 6.50	\$	16.67	\$	35.75	\$	(19.08)	\$ 12,769	\$	27,385	\$	(14,615)	-53.37%
6				un en en		620	10-00 (6040)										
7	Rate Group 2	MRC	0		6.50	-	19.03										
8	Rate Group 2 - 50% Emp Concession	MRC	0		6.50		12.77										
9	Rate Group 2 - RESALE	MRC	0	\$ 10.90	\$ 6.50	\$	17.40										
10																	
11	Rate Group 3	MRC	1,613,695		6.50		19.41		31.27		(11.86)			50,460,243		(19,138,423)	-37.93%
12	Rate Group 3 - 50% Emp Concession	MRC	3,557		6.50		12.96		31.27		(18.32)					(65,146)	-58.57%
13	Rate Group 3 - RESALE	MRC	20,836	\$ 11.23	\$ 6.50	\$	17.73	\$	31.27	\$	(13.54)	\$ 369,422	\$	651,542	\$	(282,119)	-43.30%
14				b 830			-	0.5	22.70								
15	Rate Group 4	MRC	1,729,193		6.50		19.78		28.72		(8.94)			49,662,423		(15,458,985)	-31.13%
16	Rate Group 4 - 50% Emp Concession	MRC	5,734		6.50		13.14		28.72		(15.58)			164,680		(89,336)	-54.25%
17	Rate Group 4 - RESALE	MRC	32,340	\$ 11.55	\$ 6.50	\$	18.05	\$	28.72	\$	(10.67)	\$ 583,737	\$	928,805	\$	(345,068)	-37.15%
18																	
19	Rate Group 5	MRC	11,116,532		6.50		20.18		23.90		(3.72)			265,685,115		(41,353,499)	-15.56%
20	Rate Group 5 - 50% Emp Concession	MRC	45,110		6.50		13.34		23.90		(10.56)			1,078,129		(476,362)	-44.18%
21	Rate Group 5 - RESALE	MRC	161,355	\$ 11.90	\$ 6.50	\$	18.40	\$	23.90	\$	(5.50)	\$ 2,968,932	\$	3,856,385	S	(887,453)	-23.01%
22																	
23	Total Residential Rategroups	3	14,755,764									\$ 294,999,884	\$	373,578,527	s ((78,578,643)	-21.03%
24																	
25	Vacation Service - Residence																
26	Vacation Service/Residence	MRC	419,308	\$ 5.77	\$ 6.50	\$	12.27	\$	25.27	\$	(13.00)	\$ 5,144,909	\$	10,595,913	S	(5,451,004)	-51.44%
27																	
28	Total Basic Residential Vacation Service	•										\$ 5,144,909	\$	10,595,913	\$	(5,451,004)	-51.44%
29																	
39																	
40	ECS Usage for Routes Established Before 7/1/95																
41	Residence 1-Party Extended Calling Service																
42	- Call Connection	Usage	48,883,999	\$ 0.25		\$	0.25	\$	0.25	S		\$ 12,221,000	\$	12,221,000	S	-	0.00%
43																	
44	Total ECS Usage	•										\$ 12,221,000	\$	12,221,000	\$		0.00%
45																	
46	Service Charges for Basic Residence																
47	Network Access Establishment Charge	NRC	98,968	\$ 21.00		\$	21.00	\$	21.00	S		\$ 2,078,328	\$	2,078,328	S		0.00%
48	Network Access Establishment Charge - RESALE	NRC	24,425	\$ 18.26		\$	18.26	\$	18.26	S		\$ 446,001	\$	446,001	\$	-	0.00%
49	Central Office Line Connection	NRC	102,817	\$ 36.00		\$	36.00	\$	36.00	\$	-	\$ 3,701,412	\$	3,701,412	\$		0.00%
50	Central Office Line Connection - RESALE	NRC	24,613			\$	31.31	\$	31.31			\$ 770,633		770,633			0.00%
51				0.000										1000000			20,547.65
52	Total Service Charges	5										\$ 6,996,374	\$	6,996,374	\$	-	0.00%
53																	
54	Total Basic Residential Service											\$ 319,362,166	S	403,391,814	s (84,029,647)	-20.83%

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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)=(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	Proposed Rate	EUCL	Proposed Rate w/EUCL	Estimated Costs at Ordered UNE-P* Rates	Unit Contribution	Annual Present Revenue	Annual Estimated Costs at Ordered UNE-P* Rates	Estimated Contribution Margin*	Contribution Margin %
1	Basic Local Exchange Service											•
2	Flat Rate - 1 Party Service/Residence											
3	Rate Group 1	MRC	26,646		\$ 6.50							-44.67%
4	Rate Group 1 - 50% Emp Concession	MRC	0		\$ 6.50					\$		
5	Rate Group 1 - RESALE	MRC	766	\$ 11.55	\$ 6.50	\$ 18.05	\$ 35.75	\$ (17.7)	0) \$ 13,826	\$ \$ 27,385	\$ (13,558)	-49.51%
6												
7	Rate Group 2	MRC	0		\$ 6.50							
8	Rate Group 2 - 50% Emp Concession	MRC	0		\$ 6.50							
9	Rate Group 2 - RESALE	MRC	0	\$ 12.27	\$ 6.50	\$ 18.77						
10					-							
11	Rate Group 3	MRC	1,613,695		\$ 6.50							-32.87%
12	Rate Group 3 - 50% Emp Concession	MRC	3,557		\$ 6.50							-56.04%
13	Rate Group 3 - RESALE	MRC	20,836	\$ 12.60	\$ 6.50	\$ 19.10	\$ 31.27	\$ (12.1)	7) \$ 397,968	\$ 651,542	\$ (253,574)	-38.92%
14	D	MDO	1 700 100	6 1100	0.050	e 01.00	00.70	f (7.0)	00 000 000	40,000,400	6 (10 700 000)	05 000/
15	Rate Group 4	MRC MRC	1,729,193		\$ 6.50 \$ 6.50							-25.63% -51.50%
16	Rate Group 4 - 50% Emp Concession	MRC	5,734 32,340		\$ 6.50				0) \$ 628,043			-32.38%
17	Rate Group 4 - RESALE	MINC	32,340	Φ 12.92	\$ 0.50	Φ 19.42	\$ 20.72	\$ (9.3	020,040	920,003	\$ (300,702)	+32.30 /6
18 19	Rate Group 5	MRC	11,116,532	g 15.26	\$ 6.50	\$ 21.76	\$ 23.90	\$ (2.1	1) S 241,895,736	\$ 265,685,115	\$ (23,789,378)	-8.95%
20	Rate Group 5 - 50% Emp Concession	MRC	45,110		\$ 6.50							-40.88%
21	Rate Group 5 - RESALE	MRC	161,355		\$ 6.50							-17.28%
22	hate Gloup 5 - REONEE	141110	101,000	Ψ 10.27	Ψ 0.50	0 10.77	Ψ 20.00	(4.1.	0,100,000	0,000,000	(000,000)	11.2070
23	Total Residential Rategroups		14,755,764						\$ 318,225,810	\$ 373,578,527	\$ (55,352,718)	-14.82%
24	Total Hostacitial Hategroups		14,100,101						010 220 010	0.0,0.0,02.	(00,002,110)	1410270
25	Vacation Service - Residence											
26	Vacation Service/Residence	MRC	419,308	\$ 5.77	\$ 6.50	\$ 12.27	\$ 25.27	\$ (13.0)	5,144,909	\$ 10,595,913	\$ (5,451,004)	-51.44%
27	Vacation Solvices residence	171110	,	• • • • • • • • • • • • • • • • • • • •	Ψ 0.00			(10.0.	, 0	15,555,615	(0,101,001)	01,0
28	Total Basic Residential Vacation Service								\$ 5,144,909	\$ 10,595,913	\$ (5,451,004)	-51.44%
29											1-1	DE SIGNALESE
39												
40	ECS Usage for Routes Established Before 7/1/95											
41	Residence 1-Party Extended Calling Service											
42	- Call Connection	Usage	48,883,999	\$ 0.25		\$ 0.25	\$ 0.25	s -	\$ 12,221,000	\$ 12,221,000	S -	0.00%
43												
44	Total ECS Usage								\$ 12,221,000	\$ 12,221,000	s -	0.00%
45												
46	Service Charges for Basic Residence											
47	Network Access Establishment Charge	NRC	98,968			\$ 23.00			\$ 2,276,264			0.00%
48	Network Access Establishment Charge - RESALE	NRC	24,425			\$ 20.00		130	\$ 488,500	1,7 345,512		0.00%
49	Central Office Line Connection	NRC	102,817	\$ 38.00		\$ 38.00			\$ 3,907,046	\$ 3,907,046	\$ -	0.00%
50	Central Office Line Connection - RESALE	NRC	24,613	\$ 33.04		\$ 33.04	\$ 33.04	s -	\$ 813,214	\$ 813,214	\$ -	0.00%
51										7.4		
52	Total Service Charges								\$ 7,485,024	\$ 7,485,024	\$.	0.00%
53												
54	Total Basic Residential Service								\$ 343,076,742	\$ 403,880,464	\$ (60,803,722)	-15.05%

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

	(A)	(B)	(C)	(D)	(E)	(F)≃(D)+(E)	(G)	(H	I)≃(F)-(G)	(I)=(C)*(F)	(J)=(C)*(G)	(K)=(I)-(K)	(L)=(K)/(J)
		Billing	Annualized	Proposed		Proposed	(C. 18) 49		Unit	Annual Present	Annual Estimated Costs		Contribution
Row	Service Description	Type	Units	Rate	EUCL	Rate w/EUCL	Rates	Co	ntribution	Revenue	at Ordered UNE-P* Rates	Margin*	Margin %
1	Basic Local Exchange Service												
2	Flat Rate - 1 Party Service/Residence	11000000	2.55000	a 15555	5.0		-		1.0				
3	Rate Group 1	MRC	26,646		\$ 6.50				(14.40)				-40.28%
4	Rate Group 1 - 50% Emp Concession	MRC	0						(21.83)			\$ -	
5	Rate Group 1 - RESALE	MRC	766	\$ 12.91	\$ 6.50	\$ 19.41	\$ 35.75	\$	(16.34)	\$ 14,868	\$ 27,385	\$ (12,516)	-45.71%
6													
7	Rate Group 2	MRC MRC	0		\$ 6.50 \$ 6.50								
8	Rate Group 2 - 50% Emp Concession	MRC	0		\$ 6.50								
9	Rate Group 2 - RESALE	MHC	U	5 13.64	\$ 6.50	\$ 20.14							
10 11	Rate Group 3	MRC	1,613,695	e 16.06	\$ 6.50	\$ 22.56	\$ 31.27	•	(8.71)	\$ 36.404.959	\$ 50,460,243	\$ (14,055,283)	-27.85%
12	Rate Group 3 - 50% Emp Concession	MRC	3,557						(16.74)				-53.53%
13	Rate Group 3 - RESALE	MRC	20,836		\$ 6.50		- A		(10.80)				-34.54%
14	hale Gloup 3 - NEGALE	WILLO	20,000	Ψ 15.57	Ψ 0.50	Ψ 20.47	Ψ 01.27	•	(10.00)	420,313	031,342	ψ (223,023)	-54.5476
15	Rate Group 4	MRC	1,729,193	\$ 16.43	\$ 6.50	\$ 22.93	\$ 28.72	\$	(5.79)	\$ 39,650,395	\$ 49,662,423	\$ (10,012,027)	-20.16%
16	Rate Group 4 - 50% Emp Concession	MRC	5,734		\$ 6.50				(14.01)			\$ (80,305)	-48.7 6 %
17	Rate Group 4 - RESALE	MRC	32,340		\$ 6.50				(7.93)				-27.61%
18	Tidlo Group 7 Timorica						•		(,		-	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
19	Rate Group 5	MRC	11,116,532	\$ 16.83	\$ 6.50	\$ 23.33	\$ 23.90	\$	(0.57)	\$ 259,348,692	\$ 265,685,115	\$ (6,336,423)	-2.38%
20	Rate Group 5 - 50% Emp Concession	MRC	45,110	\$ 8.42	\$ 6.50	\$ 14.92	\$ 23.90	\$	(8.99)	\$ 672,816	\$ 1,078,129	\$ (405,313)	-37.59%
21	Rate Group 5 - RESALE	MRC	161,355	\$ 14.64	\$ 6.50	\$ 21.14	\$ 23.90	S	(2.76)	\$ 3,411,045			-11.55%
22	5025												
23	Total Residential Rategroups		14,755,764							\$ 341,306,587	\$ 373,578,527	\$ (32,271,940)	-8.64%
24													
25	Vacation Service - Residence												
26	Vacation Service/Residence	MRC	419,308	\$ 6.00	\$ 6.50	\$ 12.50	\$ 25.27	\$	(12.77)	\$ 5,241,350	\$ 10,595,913	\$ (5,354,563)	-50.53%
27													
28	Total Basic Residential Vacation Service									\$ 5,241,350	\$ 10,595,913	\$ (5,354,563)	-50.53%
29													
39													
40	ECS Usage for Routes Established Before 7/1/95												
41	Residence 1-Party Extended Calling Service			NO COMPOSE							and the second s		
42	- Call Connection	Usage	48,883,999	\$ 0.25		\$ 0.25	\$ 0.25	\$		\$ 12,221,000	\$ 12,221,000	\$ -	0.00%
43													
44	Total ECS Usage									\$ 12,221,000	\$ 12,221,000	\$ -	0.00%
45													
46	Service Charges for Basic Residence												
47	Network Access Establishment Charge	NRC	98,968			\$ 25.00				\$ 2,474,200			0.00%
48	Network Access Establishment Charge - RESALE	NRC	24,425			\$ 21.74		200		\$ 531,000	Sept. 10 (1997)		0.00%
49	Central Office Line Connection	NRC	102,817			\$ 40.00				\$ 4,112,680			0.00%
50	Central Office Line Connection - RESALE	NRC	24,613	\$ 34.78		\$ 34.78	\$ 34.78	\$	- 1	\$ 856,040	\$ 856,040	•	0.00%
51	Total Camiles Observe									6 7.072.000	6 7.070.000		0.000
52	Total Service Charges									\$ 7,973,920	\$ 7,973,920	-	0.00%
53	Total Basic Residential Service									\$ 366,742,857	\$ 404,369,360	\$ (37,626,503)	-9.30%
54	TOTAL DASIC DESIDENTIAL SELVICE									300,142,031	404,369,360	(31,020,303)	-9.30%

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