

Unbundled Loop/Port Ordering Charge

Jurisdiction: Florida

Work Activity	Rate per Hour	Rate per Minute	Install Minutes	Change Minutes	Disconnect Minutes	Install Cost	Change Cost	Disconnect Cost	Total Cost
Order Initiation/ Coordinatio Totals									
Systems Expenses MARK, SFDS, SOLAR, SORCES									
Accounting Activities Billing errors/inquiries Totals									
Engineering Activities SSCC Incremental Initial Totals Incremental Totals									
Assignment Activities FAC Incremental Initial Totals Incremental Totals									
Central Office Activities Customer Zone Tech. Incremental DAC Incremental Data Base Updates Incremental Initial Totals Incremental Totals									

Total Unbundled Loop or Port Initial Ordering Charge
Total Unbundled Loop or Port Incremental Ordering Charge

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DOCUMENT NUMBER-DATE
03169 MAR 15 98
FPSC-RECORDS/REPORTING

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**Incremental Systems Costs
 (Pre - RGT Estimates)
 Total Domestic Telephone
 1996-98 Revised Forecast**

P014/029

TO FLETCHER

FROM 313 228 5257

10 10 10AM

System / Issue

Electronic Interfaces
 CBSS
 MARK
 Line Screen
 CABS / CABSII
 UMS
 TAS
 SFDS (CNAS)
 SORCES / SOLAR / CMSS
 AWAS
 Outboard Interface
 CARE
 MSOS / BVT

Totals

<u>System Enhancement Costs:</u>			
	<u>1996</u>	<u>1997</u>	<u>1998</u>
	<u>Three Year Total</u>		
Electronic Interfaces			
CBSS			
MARK			
Line Screen			
CABS / CABSII			
UMS			
TAS			
SFDS (CNAS)			
SORCES / SOLAR / CMSS			
AWAS			
Outboard Interface			
CARE			
MSOS / BVT			
Totals			

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Incremental Systems Costs
Total Domestic Telephone
1996-98 Revised Forecast

	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>Three Year</u> <u>Total</u>
Total Domestic Telephone				
Allocated to GTE - Florida				
Resale Circuits				
Unbundled Loops				
Unbundled Ports				
Total Units Lost				
Churn Rate				
Units Processed				
Nonrecurring rate per unit to recover Initial Implementation Cost				

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PRICING

State: FLORIDA
Service: SERVICE A

Period: 95 Months

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- 1 Total Monthly Asset Cost
- 2 Total Monthly Engineering/Installation Cost
- 3 Total Monthly Expenses
- 4
- 5 Total Fully Allocated Monthly Cost (1)+(2)+(3)
- 6 Forecasted Units
- 7
- 8 Fully Allocated Monthly Cost Per Unit (5)/(6)
- 9
- 10
- 11 PROPOSED NON-RECURRING CHARGE (NRC) PER UNIT
- 12
- 13
- 14
- 15
- 16
- 17 Monthly Credit for NRC Per Unit (11)
- 18 Amortized at 10.13%
- 19
- 20 MONTHLY RECURRING CHARGE (MRC) PER UNIT (8)-(18)
- 21

State: FLORIDA
Service: SERVICE A

FULLY ALLOCATED MONTHLY COSTS

	TOTAL	#2212.00 COE	#2423.20 OSP	#2732.21 Circuit Eq.	# Other Acct 1	# Other Acct 2
1 ASSET:						
2 Equipment Investment (Loaded)						
3 Net Salvage %						
4 Net Salvage (2)x(3)						
5 Net Investment (2)-(4)						
6 Capital Recovery Months						
7 MONTHLY S.L. DEPRECIATION (5)/(6)						
8						
9 Monthly Capital Recovery at 10.13%						
10 MONTHLY RETURN (9)-(7)						
11						
12 Tax Factor at 38.58% Comp. Tax Rate						
13 MONTHLY INCOME TAX (2)x(12)						
14						
15 TOT MONTHLY ASSET COST (7)+(10)+(13)						
16						
17 ENGINEERING & INSTALLATION:						
18 Engineering & Installation Investment						
19 Net Salvage %						
20 Net Salvage (18)x(19)						
21 Net Investment (18)-(20)						
22 Capital Recovery Months						
23 MONTHLY S.L. DEPRECIATION (21)/(22)						
24						
25 Monthly Capital Recovery at 10.13%						
26 MONTHLY RETURN (25)-(23)						
27						
28 Tax Factor at 38.58% Comp. Tax Rate						
29 MONTHLY INCOME TAX (18)x(28)						
30						
31 TOT MONTHLY EA: COST (23)+(26)+(29)						
32						
33 MONTHLY EXPENSES:						
34 Pv Total Investment (2)+(18)						
35 Plant Specific (M/R, Support) Factors:						
36 Plant Specific (34)*(35) /12						
37 Adj. for 2.9% Labor Ance Inflation						
38 Plant Specific (Adjusted) (36)*(37)						
39 Customer Oper. 3.539% *(34) /12						
40 Property Tax 1.200% *(34) /12						
41 Plant Non-Spec. 2.148% *(34) /12						
42 Corporate Oper. 4.072% *(34) /12						
43 Misc. Loadings 1.821% *(34) /12						
44 Other Taxes 0.202% *(34) /12						
45						
46 TOTAL MONTHLY EXPENSES (38)..(44)						
47						
48 SUBTOTAL MO. COST (15)+(31)+(46)						
49						
50 Non Capitalized Expenses						
51 Eff. Gross Rec. Tax 2.564% *(48+50)						
52 TOTAL MONTHLY COST (48)+(50)+(51)						

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FROM 813 228 5257

03 13 30 10:10AM

		2-Wire Voice Grade Private Line				2-Wire Voice Grade Unbundled Loop						
		12/93 % Distribution	2-wire VG LRIC *	MDF/Prot	2-wire VG LRIC	Weighted 2-wire VG LRIC	12/94 % Distribution	2-wire Unbundled Loop	Drop/Prot	MDF/Prot	2-wire Unbundled Loop	Weighted 2-wire Unbundled Loop
High												
Medium												
Low												
VS - Customer Contact & Marketing (for Private Line Study in Carrying Charge Factors) * Includes Drop & Protector												
Weighted Network Access Channel Basic Level [A]												
MTF Repeater [B]												
Subtotal												
Monthly Credit for NRC () per Unit Amortized @ () [C]												
Network Access Channel Basic Level Less Monthly Credit for NRC (D = [A] + [B] + [C])												
NACC [E]												
Billing & Collection [F]												
Total VS-LRIC (G = [D]+[E]+[F])												
Vol Insensitive (VIS)		% Distribution	VIS				% Distribution	VIS				
VIS	High											
	Medium											
	Low											
VIS [H]												
VIS - Customer Contact & Marketing [I]												
Total Average VIS Cost per unit (J= [H]+[I])												
Total [G + J]												

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2W VG Private Line				Medium 2W VG Private Line				Low 2W VG Private Line						
KF Band	Dist	Pct Dist	BNF Cost	Wgld Cost	KF Band	Dist	Pct Dist	BNF Cost	Wgld Cost	KF Band	Dist*	Pct Dist	BNF Cost	Wgld Cost
D-1					0-1					0-1				
1-2					1-2					1-2				
2-3					2-3					2-3				
3-4					3-4					3-4				
4-5					4-5					4-5				
5-6					5-6					5-8				
6-7					6-7					6-7				
7-8					7-8					7-8				
8-9					8-9					8-9				
9-10					9-10					9-10				
10-11					10-11					10-11				
11-12					11-12					11-12				
>12					>12					>12				
MDF & Protector MTF Repeater					MDF & Protector MTF Repeater					MDF & Protector MTF Repeater				
AVG >12				Total	AVG >12				Total	AVG >12				Total
AVG LOOP					AVG LOOP					AVG LOOP				

* Using Medium Distribution

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03 13-30 10:10AM

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Florida Loop Summary - Unbundled Loop

High KF Band	Pct Dist	BNF Cost	Wgtd Cost
0-1			
1-2			
2-3			
3-4			
4-5			
5-6			
6-7			
7-8			
8-9			
9-10			
10-11			
11-12			
>12			
AVG>12 AVG LOOP		MDF/Prot Drop Total	

Medium KF Band	Pct Dist	BNF Cost	Wgtd Cost
0-1			
1-2			
2-3			
3-4			
4-5			
5-6			
6-7			
7-8			
8-9			
9-10			
10-11			
11-12			
>12			
AVG>12 AVG LOOP		MDF/Prot Drop Total	

Low KF Band	Pct Dist	BNF Cost	Wgtd Cost
0-1			
1-2			
2-3			
3-4			
4-5			
5-6			
6-7			
7-8			
8-9			
9-10			
10-11			
11-12			
>12			
AVG>12 AVG LOOP		MDF/Prot Drop Total	

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Late-Filed Deposition Exhibit No. 2
Dennis Tremble - Docket No. 950894.TP
Filed: March 15, 1996
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Highly Sensitive Confidential Information

WP_POD-6

PO20/029

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03-10-96 10:11AM

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Late-Filed Deposition Exhibit No. 4
Dennis Trimble - Docket No. 950984-TP
Filed: March 15, 1996
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Table 1
Average Business Customer - Contribution Analysis

	Revenue (per Line)	Costs ¹ (per Line)	Contribution (per Line)
Local Exchange Line	\$35.46		
EUCL (CALC)	\$6.00		
Toll	\$4.06		
Vertical Services	\$1.12		
IS - Switched Access			
• CCLC	\$4.83		
• Other	5.33		
ST - Switched Access	\$8.11		
TOTAL	\$64.91		

¹ Costs include volume sensitive and average volume insensitive costs per unit.

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 Dennis Trimble - Docket No. 950984-TP
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Table 2**Average Residential Customer - Contribution Analysis**

	Revenue (per Line)	Cost ² (per Line)	Contribution (per Line)
Local Exchange Line	\$10.85		
EUCL (CALC)	\$3.50		
Toll	\$1.83		
Vertical Services	\$2.35		
IS - Switched Access			
* CCLC	\$3.37		
* Other	3.71		
ST - Switched Access	\$5.86		
TOTAL	\$31.27		

² Costs include volume sensitive and average volume insensitive costs per unit.

Late-Filed Deposition Exhibit No. 4

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Table 3

Contribution Preserving Unbundled Loop Rates

	Unbundled Loop Costs ³	Wholesale Marketing Costs ⁴	Lost Contribution to Margin	Total (Rate)
Business				61.89
Residential				28.67
WTD Bus + Res				36.98

³ Costs include volume sensitive and average volume insensitive costs per unit.

⁴ Includes both volume sensitive and average per unit volume insensitive customer contact costs.

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Filed: March 15, 1996
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Table 4

Revenue Impacts of Unbundling Loops

	Lost Customer Lines (10%) (a)	Retail Contribution (b)	Unbundled Loop Contribution (c)	Annual Loss (d)=(a)*(b-c)*12
Business	50,000			
Residential	144,000			
TOTAL				