

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Petition by Embarq Florida, Inc., pursuant to section 364.051(4), Florida Statutes, to recover 2005 tropical system related costs and expenses.	Docket No. <u>060644-TC</u> Filed: September 25, 2006
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Embarq Florida, Inc.'s Request for Confidential Classification
Under Section 364.183, Florida Statutes

Embarq Florida, Inc. (hereinafter, "Embarq") hereby requests that the Florida Public Service Commission ("Commission") classify certain documents identified herein as confidential, exempt from public disclosure under chapter 119, Florida Statutes, and issue any appropriate protective order reflecting such a decision.

1. The information that is the subject of this request is confidential and proprietary as described in paragraph 3. The following documents or excerpts from documents are the subject of this request:

(a) Highlighted information in Exhibit KWD-2, in column E, on lines 36 & 37 and lines 41-45

(b) Highlighted information in Exhibit KWD-3, in column E, on lines 32 & 33 and lines 37-41.

2. Two redacted copies of the information are attached to this request. One unredacted copy of the confidential information is being filed under seal on this same day with the Division of Records and Reporting. The confidential information is highlighted in yellow.

3. The information for which the Request is submitted includes Embarq's projected access line counts and information from which these projected access line counts could be derived. This information is information relating to Embarq's competitive interests,

DOCUMENT NUMBER-DATE

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the disclosure of which would impair Embarq's competitive business (see, section 364.183(3)(e), Florida Statutes).

4. Section 364.183(3), F.S., provides:

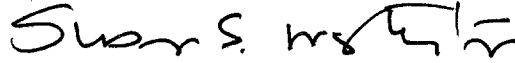
(3) The term "proprietary confidential business information" means information, regardless of form or characteristics, which is owned or controlled by the person or company, is intended to be and is treated by the person or company as private in that the disclosure of the information would cause harm to the ratepayers or the person's or company's business operations, and has not been disclosed unless disclosed pursuant to a statutory provision, an order of a court or administrative body, or private agreement that provides that the information will not be released to the public. The term includes, but is not limited to:

- (a) Trade secrets.
- (b) Internal auditing controls and reports of internal auditors.
- (c) Security measures, systems, or procedures.
- (d) Information concerning bids or other contractual data, the disclosure of which would impair the efforts of the company or its affiliates to contract for goods or services on favorable terms.
- (e) Information relating to competitive interests, the disclosure of which would impair the competitive business of the provider of information.
- (f) Employee personnel information unrelated to compensation, duties, qualifications, or responsibilities.

5. The subject information has not been publicly released by Embarq.

Based on the foregoing, Embarq respectfully requests that the Commission grant Embarq's Request for Confidential Classification, exempt the information from disclosure under chapter 119, Florida Statutes, and issue any appropriate protective order, protecting the information from disclosure while it is maintained at the Commission.

Respectfully submitted this 25th day of September 2006.



Susan S. Masterton
1313 Blair Stone Road
Tallahassee, FL 32301
Voice: 850-599-1560
Fax: 850-878-0777
susan.masterton@embarq.com

Counsel for Embarq Florida, Inc.

Affidavit of Kent W. Dickerson
 Exhibit No. KWD - 2
 Storm Costs & Extraordinary Recovery
 Page 1 of 1

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

Affidavit of Kent W. Dickerson
 Exhibit No. KWD - 3
 Summary Extraordinary Storm Costs & Recovery
 Page 1 of 1

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

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