

EXHIBIT NO. 39

DOCKET NO.: 030867-TL, 030868-TL, 030869-TL, 030961-TL

WITNESS: CONFIDENTIAL STIP-3

PARTY: VERIZON

DESCRIPTION:

1. CONFIDENTIAL DN 09449-03 Verizon's responses to staff's 1st set of Interrogatories, Nos. 12, 14, 15, 16, 41 and staff's 1st Request for Production of Documents, Nos. 24, 25

PROFFERING PARTY: STAFF

I.D. # CONFIDENTIAL STIP-3

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Response:

Sprint's proposal for intrastate access is to mirror both the interstate rate structure as well as the interstate rate levels. Sprint's interstate switched transport rate category has sub-element rates for common and dedicated trunk ports, which are not disaggregated from the switched common transport rate elements in their intrastate access tariff. Verizon's proposal does not disaggregate these interstate sub-element rates for common and dedicated trunk ports in the intrastate access tariff, but did utilize the revenues associated with these elements in deriving the interstate average revenue per minute (ARPM). The intrastate access revenue change if Verizon utilized Sprint's methodology would be \$124k additional intrastate access revenue to achieve parity with the interstate access rate. This is calculated by comparing the proposed intrastate access revenue of ** \$24,276,819 ** to the recalculated intrastate access revenue of ** \$24,400,970 ** utilizing Sprint's mirroring of the sub-elements mentioned above.

This is an estimated impact only. The quantities for trunk ports are estimates since these rate elements are not in the intrastate access tariff, and were developed utilizing a ratio of interstate trunk ports to interstate end office switching minutes and makes other assumptions in regards to interstate Percent Interstate Usage (PIUs).

Please see Attachment POD 24 (Bates Nos. 235-236).

- 13. Were the annualized units used in ODF-3 to calculate the annual revenue changes for residence and business, access lines? If not, please describe the units used in the calculations.

Response:
Yes.

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- 14. What would the revenue adjustments by year be if the PICC were not included in Verizon's calculations?

Response:

Verizon's interstate access revenue would be reduced by \$12,898,458 if the PICC was not included. The intrastate access revenue would also be reduced by this amount. Attachment to POD 25 reflects the original ODF-1 adjusted for the audit findings and eliminates the PICC. This leaves the ARPM for traffic sensitive only. This exhibit also shows the recalculated rate design by year, which reflects a 53% reduction for year 1 and year 2 is residually priced. The

This confidentiality request was filed by or for a "telco" for DNO ~~09449-03~~ No ruling is required unless the material is subject to a request per 119.07, FS, or is admitted in the record per Rule 25-22.006(8)(b), FAC.

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FPSC-COMMISSION CLERK

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revenue impact by not including the PICC in year 1 is a decrease in access revenue of ** \$6,988,820 ** and ** \$5,909,696 ** for year 2.

15. What are the units by month that are included in the column labeled "intrastate demand" in all the schedules of ODF-1?

Response:

Please see confidential Attachment 15 (Bates No. 225).

16. What are the units by month that are included in the column labeled "annualized units" in all the schedules of ODF-2?

Response:

Please see confidential Attachment 16 (Bates No. 226). The units by month in the column labeled "annualized units" is the sum of months June 2002 through May 2003.

17. What are the units by month that are included in the column labeled "annualized units" in all the schedules of ODF-3?

Response:

Please see response to Interrogatory No. 16.

18. What are the source reports that the annualized units are derived from?

Response:

Please see Attachments INT 18a and 18b (Bates Nos. 227-228).

The source for the annualized units for switched access is the customer Access Billing Database (CABS). The data is extracted from CABS and formatted into reports in SAP.

19. On page 24 of his direct testimony, lines 1-2, witness Fulp states that "[b]asic local residential rates are subsidized and receive substantial support." Please provide a list of all Verizon services that subsidize basic local service rates.

Specific Objection to Interrogatory No. 19:

In addition to its General Objections, which are incorporated herein by reference, Verizon objects to this interrogatory on the grounds that it is not reasonably

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41. What are Verizon Florida's originating and terminating intrastate access minutes for 2000, 2001, 2002, and January-June, 2003?

Response:

	Confidential/Proprietary
2000	2,952,940,958
2001	2,458,111,113
2002	2,145,083,922
January – June 2003	1,034,010,602

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VERIZON Communications															
Florida															
Monthly Units - June 2002 through May 2003															
Element	Rate Application	Current Intrastate Rates	Intrastate Switched Access Demand												TOTAL
			Jun-02	Jul-02	Aug-02	Sep-02	Oct-02	Nov-02	Dec-02	Jan-03	Feb-03	Mar-03	Apr-03	May-03	
Switching															
End Office Switching - Bundled Premium	Per MOU	\$0.0089000	183,534,588	154,889,217	193,708,734	173,043,384	184,806,207	173,337,024	163,977,120	162,858,083	180,766,861	160,909,779	182,078,605	168,236,204	2,061,743,816
Information Burcharge	Per MOU	\$0.0072000	183,534,588	154,889,217	193,708,734	173,043,384	184,806,207	173,337,024	163,977,120	162,858,083	180,766,861	160,909,779	182,078,605	168,236,204	2,061,743,816
Transport															
Tandem Switching															
Tandem Switched Facility	Per MOU/Mile	\$0.000136	595,848,823	417,895,827	648,813,249	510,317,534	508,380,419	\$14,893,420	489,011,784	445,172,832	585,826,569	523,743,038	508,190,743	577,474,365	6,274,708,397
Tandem Switched Termination	Per MOU/Term	\$0.0001344	83,854,253	53,657,812	78,986,804	63,181,843	59,346,886	100,800,198	78,919,806	66,762,870	90,826,945	78,729,703	86,242,581	84,729,846	808,106,519
Tandem Switching Rate	Per MOU	\$0.0007500	28,037,588	24,889,337	38,219,930	28,382,891	27,282,248	47,491,292	38,310,283	32,894,685	45,080,188	39,188,089	44,823,878	42,427,028	437,912,611
Interconnection Charge	Per MOU	\$0.0102484	183,534,588	154,889,217	193,708,734	173,043,384	184,806,207	173,337,024	163,977,120	162,858,083	180,766,861	160,909,779	182,078,605	168,236,204	2,061,743,816
Direct Trunk Transport:															
Voicegrade	Per Mile/Month	\$5.08	451	451	440	440	440	440	440	440	440	440	438	438	5,296
DS1 Facility	Per Mile/Month	\$5.00	6,229	6,820	6,318	7,331	6,820	5,587	6,226	6,148	5,986	6,125	5,487	5,787	76,519
DS1 Termination	Per Month	\$30.00	816	681	684	794	608	598	641	650	636	650	609	608	7,992
DS3 Facility	Per Mile/Month	\$70.00	107	98	103	107	146	115	115	125	126	126	125	117	1,412
DS3 Termination	Per Month	\$600.00	19	18	18	19	25	18	19	19	18	20	19	17	230
Entrance Facility:															
Two Wire	Per Month	\$33.08	10	10	10	8	8	9	8	9	8	9	9	9	114
Four Wire	Per Month	\$52.83	18	18	19	18	18	18	18	18	18	18	18	18	223
DS1 - First system	Each DS1, Per Month	\$260.00	11	11	10	8	8	9	9	10	10	10	10	(11)	87
DS1 - Additional systems	Each DS1, Per Month	\$130.00	4	4	4	1	0	1	1	1	1	1	1	1	21
DS3 Electrical	Each DS3, Per Month	\$1,400.00	14	14	14	15	17	13	14	14	14	14	13	13	168
DS1 to Voice Multiplexing	Each, Per Month	\$250.00	1	1	1	1	1	1	1	1	1	1	1	1	12
DS3 to DS1 Multiplexing	Each, Per Month	\$581.83	26	21	20	24	34	28	24	25	25	25	24	24	294
Carrier Common Line															
Originating Carrier Common Line Access	Per MOU	\$0.0159409	73,282,216	85,684,922	72,037,499	70,240,679	85,898,834	88,886,405	64,722,827	83,447,652	68,785,802	58,412,639	64,518,294	62,856,356	800,852,865
Terminating Carrier Common Line Access	Per MOU	\$0.0246950	108,903,811	88,889,898	121,271,811	102,585,242	88,464,388	103,484,427	88,982,889	88,846,785	111,883,823	101,348,542	117,164,842	104,823,781	1,257,413,476

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**FLORIDA RATE REBALANCING
BUSINESS BASIC EXCHANGE ACCESS**

Row	Service Description	Billing Type	MAY 2002 Units	JUN 2002 Units	JUL 2002 Units	AUG 2002 Units	SEP 2002 Units	OCT 2002 Units	NOV 2002 Units	DEC 2002 Units	JAN 2003 Units	FEB 2003 Units	MAR 2003 Units	APR 2003 Units	MAY 2003 Units	Avg 12MTD Units	ANNUALIZED UNITS	FILED ANNUALIZED UNITS		
1																				
2	Basic Local Exchange Service																			
3	Flat Rate - 1 Party Service/Business																			
4	Rate Group 1	MRC		333	325	324	321	322	326	329	328	328	330	330	325	327	3922	3922	0	
5	Rate Group 1 - RESALE	MRC		5	8	6	6	10	9	6	6	8	6	5	5	6	76	76	0	
6																				
7	Rate Group 2	MRC		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
8	Rate Group 2 - RESALE	MRC		0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
9																				
10	Rate Group 3	MRC		19375	19377	19397	19358	19273	19270	19171	19104	19098	18949	18863	18698	19160	229919	229919	0	
11	Rate Group 3 - RESALE	MRC		483	427	348	340	343	331	329	335	327	339	338	351	356	4271	4271	0	
12																				
13	Rate Group 4	MRC		24483	24258	24188	23921	23890	23809	23712	23658	23642	23612	23659	23400	23851	286207	286207	0	
14	Rate Group 4 - RESALE	MRC		655	584	579	571	545	586	571	588	534	541	530	524	563	6763	6763	0	
15																				
16	Rate Group 5	MRC		178528	177623	177007	176474	175118	174898	174198	173403	172913	172058	171072	169334	174382	2092578	2092578	0	
17	Rate Group 5 - RESALE	MRC		4296	3905	3817	3424	3369	3282	3244	3168	3104	3090	3026	2960	3364	40372	40372	0	
18																				
19	Total Business Rategroups																2664098	2664098	0	
20																				
21	ECS Usage for Routes Established Before 7/1/95																			
22	Business 1-Party Extended Calling Service																			
23	- Call Connection	Usage	4554000	4490684	4087644	4325168	4202376	4091924	4055709	3693681	3384260	3991011	3580017	3750218		4011381	48136571	48136571	0	
24	Detail Billing																			
25	- Charge Per Page of Billing Detail	Usage		0																0
26																				
27	Total ECS Usage																			
28																				
29																				
30	Service Charges for Basic Business																			
31	Network Access Establishment Charge	NRC		4435	4004	4526	4188	4170	4327	8564	3518	4273	3681	3947	3453	4007	48084	48084	0	
32	Network Access Establishment Charge - RESALE	NRC		41	39	80	28	21	28	36	14	32	34	40	44	32	385	385	0	
33																				
34	Total Service Charges																48469	48469	0	

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VERIZON Communications

Florida

Calculation of Intrastate Revenues at 1/1/03 Interstate Rates and Structure

Element	Rate Application	Jun '02 - May '03 Interstate Demand	Current Intrastate Rates	1/1/2003 Interstate Rates	Current Intrastate Revenues	1/1/2003 Intrastate Revenues
Switching						
End Office Switching - Bundled						
Premium	Per MOU	2,061,743,816	\$ 0.0089000	\$ 0.0032869	\$ 18,349,520	\$ 6,776,746
Information Surcharge	Per MOU	2,061,743,816	\$ 0.0072000	\$ 0	\$ 14,844,555	\$ -
End Office Trunk Port						
Dedicated Voiceband (Note 1)	Per Month	0	No Rate Element	\$ 25.00	\$ 0	\$ -
Dedicated DS1 (Note 1)	Per Month	185,557	No Rate Element	\$ 9.65	\$ 0	\$ 1,790,625
Shared (Note 1)	Per MOU	194,690,469	No Rate Element	\$ 0.0002324	\$ 0	\$ 45,248
Transport						
Tandem Switching						
Tandem Switched Facility	Per MOU/Mile	8,274,708,397	\$ 0.0000135	\$ 0.0000627	\$ 84,709	\$ 393,424
Tandem Switched Termination	Per MOU/Term	908,106,019	\$ 0.0001344	\$ 0.0001731	\$ 122,049	\$ 157,193
Tandem Switching Rate	Per MOU	437,912,811	\$ 0.0007500	\$ 0.0017800	\$ 328,434	\$ 779,484
Shared Multiplexing (Note 2)	Per MOU	437,912,811	No Rate Element	\$ 0.0000459	\$ 0	\$ 20,100
Dedicated Tandem Trunk Port						
Voiceband (Note 1)	Per Month	0	No Rate Element	\$ 15.28	\$ 0	\$ -
DS1 (Note 1)	Per Month	61,852	No Rate Element	\$ 5.97	\$ 0	\$ 369,258
Interconnection Charge	Per MOU	2,061,743,816	\$ 0.0102494	\$ 0	\$ 21,131,637	\$ -
Direct Trunk Transport:						
Voicegrade	Per Mile/Month	5,299	\$ 5.08	\$ 4.30	\$ 26,919	\$ 22,786
DS1 Facility	Per Mile/Month	76,519	\$ 5.00	\$ 7.10	\$ 382,595	\$ 543,285
DS1 Termination	Per Month	7,992	\$ 30.00	\$ 21.30	\$ 239,780	\$ 170,230
DS3 Facility	Per Mile/Month	1,412	\$ 70.00	\$ 34.52	\$ 98,840	\$ 48,742
DS3 Termination	Per Month	229	\$ 500.00	\$ 346.88	\$ 114,500	\$ 79,436
Entrance Facility:						
Two Wire	Per Month	114	\$ 33.08	\$ 31.40	\$ 3,771	\$ 3,580
Four Wire	Per Month	223	\$ 52.93	\$ 48.99	\$ 11,803	\$ 10,925
DS1 - First System	Each DS1, Per Month	97	\$ 260.00	\$ 165.00	\$ 25,220	\$ 16,005
DS1 - Additional System	Each DS1, Per Month	21	\$ 130.00	\$ 165.00	\$ 2,730	\$ 3,485

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**VERIZON Communications
Florida**

Calculation of Intrastate Revenues at 1/1/03 Interstate Rates and Structure

Element	Rate Application	Jun '02 - May '03 Interstate Demand	Current Intrastate Rates	1/1/2003 Interstate Rates	Current Intrastate Revenues	1/1/2003 Intrastate Revenues
DS3 Electrical	Each DS3, Per Month	187	\$ 1,400.00	\$1,000.00	\$ 233,800	\$ 167,000
DS1 to Voice Multiplexing	Each, Per Month	12	\$ 250.00	\$250.00	\$ 3,000	\$ 3,000
DS3 to DS1 Multiplexing	Each, Per Month	294	\$ 581.63	\$346.88	\$ 170,999	\$ 101,983
Carrier Common Line						
Originating Carrier Common Line Access	Per MOU	800,852,965	\$ 0.0159409	\$0	\$ 12,763,129	\$ -
Terminating Carrier Common Line Access	Per MOU	1,257,413,475	\$ 0.0246950	\$0	\$ 31,051,826	\$ -
Presubscribed Interexchange Carrier Charge						
MultiLine Business (Note 3)	Per Line, Per Month	3,782,573	No Rate Element	\$3.20	\$0	\$ 12,040,234
ISDN - PRI (Note 3)	Per Line, Per Month	13,807	No Rate Element	\$16.00	\$0	\$ 220,912
Centrex (Note 3)	Per Line, Per Month	1,770,312	No Rate Element	\$0.36	\$0	\$ 637,312
Total Revenue					\$ 99,989,797	\$ 24,400,970
ARPM					\$0.0484977	\$ 0.0118351
* Transport in FL has 3 pricing zones. In the instances where the rates for zones within a rate element were different, the lowest price was applied.						
Note 1: Based on the ratio of interstate trunk ports to interstate EOS MOU. This calculation assumes that the Percent of Interstate Use for traffic sensitive and fixed charges are the same.						
Note 2: Equal Tandem Switching Minutes						
Note 3: Interstate Actual						

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VERIZON Communications				
Florida				
Calculation of the Interstate ATS ARPM				
Element	Rate Application	Jun '02 - May '03 Intrastate Demand	1/1/2003	1/1/2003
			Interstate Rates	Interstate Revenues
Switching				
End Office Switching - Bundled				
Premium	Per MOU	7,175,079,484	\$ 0.0032869	\$ 23,583,769
Information Surcharge	Per MOU	7,175,079,484	\$0	\$ -
End Office Trunk Port				
Dedicated Voiceband	Per Month	1,245	\$ 25.00	\$ 31,125
Dedicated DS1	Per Month	621,931	\$ 9.65	\$ 6,001,634
Shared	Per MOU	660,647,679	\$ 0.0002324	\$ 153,535
Transport				
Tandem Switching				
Tandem Switched Facility Per MOU/Mile				
Zone 1		17,646,476,595	\$ 0.0000627	\$ 1,106,434
Zone 2			\$ 0.0000752	
Zone 3			\$ 0.0000875	
Tandem Switched Termination Per MOU/Term				
Zone 1		2,699,532,639	\$ 0.0001731	\$ 467,289
Zone 2			\$ 0.0002077	
Zone 3			\$ 0.0002250	
Tandem Switching Rate Per MOU				
Zone 1		1,423,394,868	\$ 0.0017800	\$ 2,533,643
Zone 2			\$ 0.0022253	
Zone 3			\$ 0.0024106	
Shared Multiplexng Per MOU				
Zone 1		1,423,394,868	\$ 0.0000459	\$ 65,334
Zone 2			\$ 0.0000459	
Zone 3			\$ 0.0000459	
Dedicated Tandem Trunk Port				
Voiceband	Per Month	18,033	\$ 15.28	\$ 275,544
DS1	Per Month	228,125	\$ 5.97	\$ 1,361,906
Interconnection Charge	Per MOU	7,175,079,484	\$0	\$ -
Direct Trunk Transport:				
Voicegrade Per Mile/Month				
Zone 1		8,519	\$4.30	\$ 36,632
Zone 2			\$4.30	
Zone 3			\$4.30	
DS1 Facility Per Mile/Month				
Zone 1		258,369	\$7.10	\$ 1,834,420
Zone 2			\$8.03	
Zone 3			\$8.70	
DS1 Termination Per Month				
Zone 1		31,135	\$21.30	\$ 663,176
Zone 2			\$24.09	
Zone 3			\$26.10	
DS3 Facility Per Mile/Month				
Zone 1		4,550	\$34.52	\$ 157,066
Zone 2			\$36.50	
Zone 3			\$44.00	

VERIZON Communications				
Florida				
Calculation of the Interstate ATS ARPM				
			1/1/2003	1/1/2003
Element	Rate Application	Jun '02 - May '03 Intrastate Demand	Interstate Rates	Interstate Revenues
DS3 Termination	Per Month			
Zone 1		763	\$346.88	\$ 264,869
Zone 2			\$370.00	
Zone 3			\$444.25	
Entrance Facility:				
Two Wire	Per Month			
Zone 1		282	\$31.40	\$ 8,855
Zone 2			\$31.40	
Zone 3			\$31.40	
Four Wire	Per Month			
Zone 1		197	\$48.99	\$ 9,651
Zone 2			\$48.99	
Zone 3			\$48.99	
DS1	Each DS1, Per Month			
Zone 1 - per system		763	\$165.00	\$ 125,895
Zone 2 - per system			\$250.00	
Zone 3 - per system			\$250.00	
DS3 Electrical	Each DS3, Per Month			
Zone 1		572	\$1,000.00	\$ 572,000
Zone 2			\$1,055.12	
Zone 3			\$1,055.12	
DS1 to Voice Multiplexing	Each, Per Month			
Zone 1		66	\$250.00	\$ 16,500
Zone 2			\$250.00	
Zone 3			\$250.00	
DS3 to DS1 Multiplexing	Each, Per Month			
Zone 1		948	\$346.88	\$ 328,842
Zone 2			\$370.00	
Zone 3			\$444.25	
			Total ATS Revenue	\$ 39,597,918
			ATS ARPM	\$ 0.0055188

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Florida

Intrastate Rate Reductions to Reach Interstate Composite

Element	Rate Application	Jun '02 - May '03 Intrastate Demand	Current	Proposed	Current	Proposed	Difference
			Intrastate Rates	Intrastate Rates	Intrastate Revenue	Intrastate Revenue	
Switching							
End Office Switching - Bundled							
Premium	Per MOU	2,061,743,816	\$0.0089000	\$0.0046219	\$18,349,520	\$9,529,174	\$8,820,346
Information Surcharge	Per MOU	2,061,743,816	\$0.0072000	\$0	\$14,844,555	\$0	\$14,844,555
Transport *							
Tandem Switching							
Tandem Switched Facility	Per MOU/Mile	6,274,708,397	\$0.0000135	\$0.0000135	\$84,709	\$84,709	\$0
Tandem Switched Termination	Per MOU/Term	908,106,019	\$0.0001344	\$0.0001344	\$122,049	\$122,049	\$0
Tandem Switching Rate	Per MOU	487,812,611	\$0.0007500	\$0.0007500	\$328,434	\$328,434	\$0
Interconnection Charge	Per MOU	2,061,743,816	\$0.0102494	\$0	\$21,131,637	\$0	\$21,131,637
Direct Trunk Transport:							
Voicegrade	Per Mile/Month	5,299	\$5.08	\$5.08	\$26,919	\$26,919	\$0
DS1 Facility	Per Mile/Month	76,519	\$5.00	\$5.00	\$382,595	\$382,595	\$0
DS1 Termination	Per Month	7,992	\$30.00	\$30.00	\$239,760	\$239,760	\$0
DS3 Facility	Per Mile/Month	1,412	\$70.00	\$70.00	\$98,840	\$98,840	\$0
DS3 Termination	Per Month	229	\$500.00	\$500.00	\$114,500	\$114,500	\$0
Entrance Facility:							
Two Wire	Per Month	114	\$33.08	\$33.08	\$3,771	\$3,771	\$0
Four Wire	Per Month	223	\$52.93	\$52.93	\$11,803	\$11,803	\$0
DS1 - First system	Each DS1, Per Month	87	\$280.00	\$280.00	\$25,220	\$25,220	\$0
DS1 - Additional systems	Each DS1, Per Month	21	\$130.00	\$130.00	\$2,730	\$2,730	\$0
DS3 Electrical	Each DS3, Per Month	167	\$1,400.00	\$1,400.00	\$233,800	\$233,800	\$0
DS1 to Voice Multiplexing	Each, Per Month	12	\$250.00	\$250.00	\$3,000	\$3,000	\$0
DS3 to DS1 Multiplexing	Each, Per Month	294	\$581.63	\$581.63	\$170,999	\$170,999	\$0
Carrier Common Line							
Originating Carrier Common Line Access	Per MOU	800,852,965	\$0.0159409	\$0	\$12,763,129	\$0	\$12,763,129
Terminating Carrier Common Line Access	Per MOU	1,257,413,475	\$0.0246950	\$0	\$31,051,826	\$0	\$31,051,826
Total Revenue					\$99,989,797	\$11,378,304	\$88,611,493
Total ARPM		11,378,303.86			\$ 0.0484977	\$ 0.0055188	0.0429789
* Intrastate Transport in FL has 3 pricing zones. In the instances where the rates for zones within a rate element were different, the lowest price was applied.							

VERIZON Communications							
Florida							
Switched Access Reductions - Year 1							
			Current	Year 1	Current	Year 1	
Element	Rate Application	Jun '02 - May '03 IntraState Demand	IntraState Rates	IntraState Rates	IntraState Revenue	IntraState Revenue	Difference
Switching							
End Office Switching - Bundled							
Premium	Per MOU	2,061,743,816	\$ 0.0089000	\$ 0.0089000	\$18,349,520	\$18,349,520	\$0
Information Surcharge	Per MOU	2,061,743,816	\$ 0.0072000	\$0	\$14,844,555	\$0	\$14,844,555
Transport *							
Tandem Switching							
Tandem Switched Facility	Per MOU/Mile	6,274,708,397	\$ 0.0000135	\$ 0.0000135	\$84,709	\$84,709	\$0
Tandem Switched Termination	Per MOU/Term	908,106,019	\$ 0.0001344	\$ 0.0001344	\$122,049	\$122,049	\$0
Tandem Switching Rate	Per MOU	437,912,611	\$ 0.0007500	\$ 0.0007500	\$328,434	\$328,434	\$0
Interconnection Charge	Per MOU	2,061,743,816	\$ 0.0102494	\$0	\$21,131,637	\$0	\$21,131,637
Direct Trunk Transport:							
Voicegrade	Per Mile/Month	5,299	\$5.08	\$5.08	\$26,919	\$26,919	\$0
DS1 Facility	Per Mile/Month	76,519	\$5.00	\$5.00	\$382,595	\$382,595	\$0
DS1 Termination	Per Month	7,992	\$30.00	\$30.00	\$239,760	\$239,760	\$0
DS3 Facility	Per Mile/Month	1,412	\$70.00	\$70.00	\$98,840	\$98,840	\$0
DS3 Termination	Per Month	229	\$500.00	\$500.00	\$114,500	\$114,500	\$0
Entrance Facility:							
Two Wire	Per Month	114	\$33.08	\$33.08	\$3,771	\$3,771	\$0
Four Wire	Per Month	223	\$52.93	\$52.93	\$11,803	\$11,803	\$0
DS1 - First system	Each DS1, Per Mon	97	\$260.00	\$260.00	\$25,220	\$25,220	\$0
DS1 - Additional systems	Each DS1, Per Mon	21	\$130.00	\$130.00	\$2,730	\$2,730	\$0
DS3 Electrical	Each DS3, Per Mon	187	\$1,400.00	\$1,400.00	\$233,800	\$233,800	\$0
DS1 to Voice Multiplexing	Each, Per Month	12	\$250.00	\$250.00	\$3,000	\$3,000	\$0
DS3 to DS1 Multiplexing	Each, Per Month	294	\$581.63	\$581.63	\$170,999	\$170,999	\$0
Carrier Common Line							
Originating Carrier Common Line Access	Per MOU	800,652,965	\$ 0.0159409	\$ 0.0022172	\$12,763,129	\$1,775,208	\$10,987,921
Terminating Carrier Common Line Access	Per MOU	1,257,413,475	\$ 0.0246950	\$ 0.0246950	\$31,051,826	\$31,051,826	\$0
Total Revenue					\$99,989,797	\$53,025,684	\$46,964,114
Total ARPM					\$ 0.0484977	\$ 0.0257189	
* IntraState Transport in FL has 3 pricing zones. In the instances where the rates for zones within a rate element were different, the lowest price was applied.							

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**VERIZON Communications
Florida**

Switched Access Reductions - Year 2

Element	Rate Application	Jun '02 - May '03 Intrastate Demand	Year 1	Year 2	Year 1	Year 2	Difference
			Intrastate Rates	Intrastate Rates	Intrastate Revenue	Intrastate Revenue	
Switching							
End Office Switching - Bundled							
Premium	Per MOU	2,061,743,816	\$0.0089000	\$0.0046219	\$18,349,520	\$9,520,174	\$8,820,346
Information Surcharge	Per MOU	2,061,743,816	\$0	\$0	\$0	\$0	\$0
Transport *							
Tandem Switching							
Tandem Switched Facility	Per MOU/Mile	6,274,708,387	\$0.0000135	\$0.0000135	\$84,709	\$84,709	\$0
Tandem Switched Termination	Per MOU/Term	908,106,019	\$0.0001344	\$0.0001344	\$122,049	\$122,049	\$0
Tandem Switching Rate	Per MOU	437,912,611	\$0.0007500	\$0.0007500	\$328,434	\$328,434	\$0
Interconnection Charge	Per MOU	2,061,743,816	\$0	\$0	\$0	\$0	\$0
Direct Trunk Transport:							
Voicegrade	Per Mile/Month	5,299	\$5.08	\$5.08	\$26,919	\$26,919	\$0
DS1 Facility	Per Mile/Month	76,519	\$5.00	\$5.00	\$382,595	\$382,595	\$0
DS1 Termination	Per Month	7,992	\$30.00	\$30.00	\$239,760	\$239,760	\$0
DS3 Facility	Per Mile/Month	1,412	\$70.00	\$70.00	\$98,840	\$98,840	\$0
DS3 Termination	Per Month	229	\$500.00	\$500.00	\$114,500	\$114,500	\$0
Entrance Facility:							
Two Wire	Per Month	114	\$33.08	\$33.08	\$3,771	\$3,771	\$0
Four Wire	Per Month	223	\$52.93	\$52.93	\$11,803	\$11,803	\$0
DS1 - First system	Each DS1, Per Month	97	\$260.00	\$260.00	\$25,220	\$25,220	\$0
DS1 - Additional systems	Each DS1, Per Month	21	\$130.00	\$130.00	\$2,730	\$2,730	\$0
DS3 Electrical	Each DS3, Per Month	167	\$1,400.00	\$1,400.00	\$233,800	\$233,800	\$0
DS1 to Voice Multiplexing	Each, Per Month	12	\$250.00	\$250.00	\$3,000	\$3,000	\$0
DS3 to DS1 Multiplexing	Each, Per Month	294	\$581.63	\$581.63	\$170,998	\$170,998	\$0
Carrier Common Line							
Originating Carrier Common Line Access	Per MOU	800,852,965	\$0.0022172	\$0	\$1,775,208	\$0	\$1,775,208
Terminating Carrier Common Line Access	Per MOU	1,257,413,475	\$0.0246950	\$0	\$31,051,826	\$0	\$31,051,826
Total Revenue					\$53,025,664	\$11,378,304	\$41,647,360
Total ARPM					\$0.0257188	\$0.0055188	
* Intrastate Transport in FL has 3 pricing zones. In the instances where the rates for zones within a rate element were different, the lowest price was applied.							

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