

State of Florida



## Public Service Commission

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD  
TALLAHASSEE, FLORIDA 32399-0850

**-M-E-M-O-R-A-N-D-U-M-**

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**DATE:** Friday, December 12, 2003  
**TO:** Stephanie A. Cater, Regulatory Analyst III, Division of Competitive Markets & Enforcement  
**FROM:** Denise N. Vandiver, Chief of Auditing, Division of Auditing & Safety *DW*  
**RE:** Review of Revised Billing Unit Testimony of Orville Fulp  
**Company Name:** Verizon Florida Inc.; **Docket No.** 030867-TL  
**Audit Control No.** 03-247-2-1

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Attached is a review describing our work regarding the updated numbers for the above captioned docket which were provided by Verizon Florida Inc. as a result of errors in original testimony. I am also sending the company a copy. If the company desires to file a response to the review, it should send the response to the Division of Commission Clerk and Administrative Services.

### Attachment

cc: Division of Auditing and Safety (Hoppe, Harvey, District Offices, File Folder)  
Division of Commission Clerk and Administrative Services (2)  
Office of General Counsel  
Office of Public Counsel

Verizon Florida Inc.  
Ms. Michelle A. Robinson  
201 North Franklin Street, FLTC0616  
Tampa, FL 33602-5182

DOCUMENT NUMBER-DATE

12958 DEC 12 8

FPSC-COMMISSION CLERK

M E M O R A N D U M  
December 4, 2003

TO: Denise Vandiver, Chief - Bureau of Auditing  
Division of Auditing and Safety, Tallahassee

VIA: Joseph Rohrbacher, <sup>JR</sup>Regulatory Analyst Supervisor,  
Division of Auditing and Safety, Tampa

FROM: Jocelyn Y Stephens, Regulatory Analyst IV, AUS, Tampa *JYS*  
Division of Auditing and Safety, Tampa

RE: Review of Revised Billing Unit Testimony of Orville Fulp

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As a result of errors in the original testimony of Orville Fulp (for the 12-month period ended May, 2003) which described the computation of Intrastate and Interstate ARPM's and the resultant decrease in the Intrastate Access Revenues of \$76,819,250 over a two-year period, the Company refiled its testimony.

The error in the original testimony occurred as a result of using only 10 months in the 12-month calculation of PICC Equivalent ARPM. Total amount of error was \$1,106,227.

The amended testimony is for the 12-month period ended July 2003 and shows a recovery period of three-years for a decrease in the Intrastate Access Revenues of \$76,231,567

I reviewed the Company's computation of Intrastate Demand for the following rate applications:

- 1) Per MOU
- 2) Per MOU/Mile
- 3) Per MOU/ Term
- 4) Per Month
- 5) Each DS1 Per Month
- 6) Per Line, Per Month (PICC only)

These computations were used in the:

- 1) Calculation of the Interstate ATS ARPM
- 2) Intrastate Rate Reduction to reach Interstate Composite
- 3) Calculation of PICC Equivalent ARPM and Total Composite ARPM

Amounts, from the testimony, used in the above computations agree to the G/L extractions provided by the Company. No exceptions were noted.

The above error can not be reconciled to the amended testimony because of the use of a different 12-month period.