

Sage Telecom -- SD Rate Justification

Terminating Rate Element		<u>Sage Intrastate</u> <u>Tariff</u>
A)	Carrier Common Line	\$ 0.0384200
B)	Tandem Switched Termination	\$ 0.0002370
C)	Tandem Switched Facility	\$ 0.0000150
D)	Tandem Switching	\$ 0.0077000
E)	Common Transport Multiplexing	\$ -
F)	Local Switching	\$ 0.0086100
G)	Common Trunk Port	\$ -
H)	Information Surcharge	\$ -
I)	Interconnection Charge	\$ 0.0046810

Sage bills two kinds of terminating access minutes:

Sum of elements billed for Direct-Trunked MOU (A+F+H+I)	\$ 0.0517110
Sum of elements billed for Tandem-Routed MOU (All elements)	\$ 0.0596630

<u>ILEC Interstate</u>	<u>Proposed</u>
<u>Rates</u>	<u>Intrastate Rates</u>
\$ -	\$ 0.019210
\$ 0.0002400	\$ 0.000239
\$ 0.0000300	\$ 0.000023
\$ 0.0022520	\$ 0.004976
\$ 0.0000360	\$ 0.000018
\$ 0.0019740	\$ 0.005292
\$ 0.0007470	\$ 0.000374
\$ -	\$ -
\$ -	\$ 0.002341

\$ 0.0019740 \$ 0.0268425 (demonstrates a 50% intrastate/interstate gap reduction)
 \$ 0.0052790 \$ 0.0324710 (demonstrates a 50% intrastate/interstate gap reduction)