

ITC CLEC (TC14-042)
RESPONSE TO SDPUC DATA REQUEST NO. 1
RECEIVED: JULY 3, 2014
DUE: July 17, 2014

Question 1.1:

Provide supporting calculations for the new Local Switching (End Office) Terminating rate of \$0.020824 as listed on tariff sheet 17-5.

Response 1.1:

Below is the supporting calculation for the new Local Switching (End Office) Terminating rate of \$0.020824 as listed on tariff sheet 17-5:

	A	B	C	D	E	F	G	H	I	J	K	
1												
2		7/1/14 Interstate Terminating:										
3		Element	Rate	Miles/ Terminations	Billing Percent	Total Per AMOU						
4												
5		Local Switching and Info Surcharge, per AMOU	\$0.033554	1	100%	\$0.033554						
6		Tandem Switched Facility, per AMOU per Mile	\$0.000424	83	100%	\$0.035192						
7		Tandem Switched Termination, per Termination	\$0.002202	2	100%	\$0.004404						
9		Total Rate Per AMOU				\$0.073150						
11												
12												
13												
14		7/1/14 Intrastate Terminating:										
15		Element	Rate	Miles/ Terminations	Billing Percent	Total Per AMOU						
16												
17		Local Switching and Info Surcharge, per AMOU	\$0.020824	1	100%	\$0.020824						
18		Tandem Switched Facility, per AMOU per Mile	\$0.000424	83	100%	\$0.035192						
19		Tandem Switched Termination, per Termination	\$0.002202	2	100%	\$0.004404						
21		Total Rate Per AMOU				\$0.060420						
22												
23												

	A	B	C	D	E	F	G	H	I	J	K	
1												
2		7/1/14 Interstate Terminating:										
3		Element	Rate	Miles/ Terminations	Billing Percent	Total Per AMOU						
4												
5		Local Switching and Info Surcharge, per AMOU	0.033554	1	1	=D5*F5*H5						
6		Tandem Switched Facility, per AMOU per Mile	0.000424	83	1	=D6*F6*H6						
7		Tandem Switched Termination, per Termination	0.002202	2	1	=D7*F7*H7						
9		Total Rate Per AMOU				=SUM(J5:J8)						
11												
12												
13												
14		7/1/14 Intrastate Terminating:										
15		Element	Rate	Miles/ Terminations	Billing Percent	Total Per AMOU						
16												
17		Local Switching and Info Surcharge, per AMOU	=J17	1	1	=0.06042-J18-J19						
18		Tandem Switched Facility, per AMOU per Mile	0.000424	83	1	=D18*F18*H18						
19		Tandem Switched Termination, per Termination	0.002202	2	1	=D19*F19*H19						
21		Total Rate Per AMOU				=SUM(J17:J20)						
22												
23												

Question 1.2:

The cover letter states “This revision is a revenue neutral rate filing as the overall terminating intrastate rate per minute for ITC CLEC will remain the same as currently effective due to ITC CLEC’s current interstate terminating rate being higher than its currently effective intrastate terminating rate per minute”, could you explain why this change is ‘revenue neutral’.

Response 1.2:

As illustrated by the response to 1.1, the revised rate filing is revenue neutral due to no change in overall terminating intrastate rate. The overall terminating rate will remain at \$0.06042 per switched access minute of use.

Below is a comparison of the intrastate terminating switched access rate of the proposed effective rates July 1, 2014 versus what was in effect July 1, 2013 which illustrates the revenue neutral overall intrastate terminating switched access rate:

7/1/14 Intrastate Terminating:				
Element	Rate	Miles/ Terminations	Billing Percent	Total Per AMOU
Local Switching and Info Surcharge, per AMOU	\$0.020824	1	100%	\$0.020824
Tandem Switched Facility, per AMOU per Mile	\$0.000424	83	100%	\$0.035192
Tandem Switched Termination, per Termination	\$0.002202	2	100%	\$0.004404
Total Rate Per AMOU				\$0.060420

7/1/13-6/30/14 Intrastate Terminating:				
Element	Rate	Miles/ Terminations	Billing Percent	Total Per AMOU
Local Switching and Info Surcharge, per AMOU	\$0.021384	1	100%	\$0.021384
Tandem Switched Facility, per AMOU per Mile	\$0.000418	83	100%	\$0.034694
Tandem Switched Termination, per Termination	\$0.002171	2	100%	\$0.004342
Total Rate Per AMOU				\$0.060420

Intrastate Terminating Switched Access Rate Per Minute Difference: \$0.000000