

PA LEC ACCESS CHARGE REDUCTION TEMPLATE

This template applies to companies who are Rate-of-Return Carriers at the Federal Level and to CLECs that benchmark access rates to Rate-of-Return Carriers

This spreadsheet provides an outline of what each PA LEC must file to reduce its Access Charges in Compliance with Step 1 of the FCC Order¹ to transition carrier access charges to bill-and-keep. These reductions will be effective July 1, 2012

Directions appear on each tab instructing the Companies on what information to provide to the Commission

Note:

1. As outlined in Appendix A, 47 C.F.R. § 51.907(b) and § 51.909(b) Companies are to use Federal Fiscal Year 2011 (October 1, 2010 - September 30, 2011) intrastate access demand data for each of their calculations
2. If your company's intrastate rate structure and interstate rate structure are not the same, Federal Fiscal Year 2011 intrastate demand for Transitional Intrastate Access Service should be mapped into the interstate rate structure. A full explanation of how this mapping will be accomplished must be provided
3. If your company's intrastate rates are lower than their functionally equivalent interstate rates you may not make any tariff filings to increase such intrastate rates
4. Companies must identify which structural option each company will use:
 - (1) Either maintain the current intrastate rate structure, but set rates at a level that reduces revenue recovery by 50% of the difference in interstate versus intrastate pursuant to § 51.909(b)(2)(iv) or;
 - (2) adopt the interstate rate structure and rate levels under § 51.909(b)(2)(v) , adding a new transitional end-office-per minute access charge to recover one half of the difference between the fiscal year 2011 revenue at interstate versus intrastate rates.

¹See FCC Order adopted October 27, 2011, and Released November 18, 2011 and further revised and clarified by Order February 3, 2012: In the Matter of Connect America Fund, WC Docket No. 10-90; A National Broadband Plan for Our Future, GN Docket No. 09-51; Establishing Just and Reasonable Rates for Local Exchange Carriers, W Docket No. 07-135; High-Cost Universal Service Support, WC Docket No. 05-337; Developing a Unified Inter-carrier Compensation Regime, CC Docket No. 01-92; Federal-state Joint Board on Universal Service, CC Docket No. 96-45; Lifeline and Link-Up, WC Docket No. 03-109; Universal Service Reform - Mobility Fund, WT Docket No. 10-208.

Pennsylvania Rate-of-Return LEC Telephone Company
Transitional Intrastate Access Service Reductions Effective July 1, 2012

Please verify that your Company is an ILEC that is a rate-of-return Carrier at the Federal Level or a CLEC that benchmarks its access rates to a Rate-of-Return Carrier's in the cell below

YES

Please identify the structural option that your Company will be choosing to complete its Step 1 Access Charge Reductions in the cell below. These options are outlined in Note 4 of the Template Intro tab

STRUCTURAL OPTION 1

**Pennsylvania Rate of Return LEC Telephone Company
 Transitional Intrastate Access Service Reductions Effective July 1, 2012**

Denotes proprietary

Denotes may NOT be proprietary

Generic Rate Elements are listed below for illustrative purposes for the fictitious Pennsylvania Rate-of-Return LEC Telephone Company
 Actual rate elements will vary by company and companies should add additional lines as needed, Incorporating all Transitional Intrastate
 Access Services Referenced in the FCC Order in Appendix A, 47 C.F.R § 51.907(a)

**THIS TAB FUNCTIONS AS THE CENTRAL DATA ENTRY TAB FOR THE COMPANY'S RATES AND DEMAND UNITS
 INFORMATION APPEARING IN OTHER TABS SHOULD BE LINKED BACK TO THIS TAB**

A. Access Line Count and Terminating Access Minutes of Use

Company Access Line Total as of 12/29/11	0
Total Terminating Access Minutes of Use in Federal FY 2011	0

B. Rate Elements

<u>Rate Element:</u>	<u>Rate Applied As:</u>	Intrastate Access rate as of 12/29/11	Interstate Access rate as of 12/29/11	Intrastate Federal FY 2011 Units Billed
<i>Used Only To Allocate Carrier Charge</i>				
<i>Used Only To Allocate Carrier Charge</i>				
1 Total Originating Access Minutes	Rate Per Line	\$0.00	\$0.00	0
2 Total Originating IntraLATA Toll Minutes	Rate Per Minute	\$0.0000000000	\$0.0000000000	0
3 Carrier Charge	Rate Per Minute	\$0.0000000000	\$0.0000000000	0
4 Traffic Sensitive Rate 1-Terminating	Rate Per Minute	\$0.0000000000	\$0.0000000000	0
5 Traffic Sensitive Rate 2-Terminating	Rate Per Minute	\$0.0000000000	\$0.0000000000	0
6 Traffic Sensitive Rate 3-Terminating	Rate Per Minute	\$0.0000000000	\$0.0000000000	0
7 Traffic Sensitive Rate 4-Terminating	Rate Per Minute	\$0.0000000000	\$0.0000000000	0
8 Traffic Sensitive Rate 5-Terminating	Rate Per Minute	\$0.0000000000	\$0.0000000000	0
9 Dedicated Transport Rate 1	Company Specific	\$0.00	\$0.00	0
10 Dedicated Transport Rate 2	Company Specific	\$0.00	\$0.00	0

* Notes - Access Lines should be reported as total lines. Terminating access minutes should include those billed to other carriers in CABS, ITORP, and Inter-MTA Access

Pennsylvania Rate-of-Return LEC Telephone Company
Transitional Intrastate Access Service Reductions Effective July 1, 2012

Denotes proprietary

Denotes may NOT be proprietary

Please calculate the total revenue from Transitional Intrastate Access Service at the LEC's interstate rates in effect on December 29, 2011. This would apply to revenues for both originating and terminating access traffic.

Generic Rate Elements are listed below for illustrative purposes for the fictitious Pennsylvania Rate of Return LEC Telephone Company
 Actual rate elements will vary by company and companies should add additional lines as needed, Incorporating all Transitional Intrastate Access Services Referenced in the FCC Order in Appendix A, 47 C.F.R § 51.907(a)

Traffic Sensitive and Dedicated Transport Access Charge Rates

	a	b	c=a x b
	Intrastate Federal Fiscal Year 2011 Demand	Interstate Access rate as of 12/29/11	Annual Intrastate Revenue at Interstate Rates
Traffic Sensitive Rate 1-Terminating	0	\$0.00000000	\$0.00
Traffic Sensitive Rate 2-Terminating	0	\$0.00000000	\$0.00
Traffic Sensitive Rate 3-Terminating	0	\$0.00000000	\$0.00
Traffic Sensitive Rate 4-Terminating	0	\$0.00000000	\$0.00
Traffic Sensitive Rate 5-Terminating	0	\$0.00000000	\$0.00
Dedicated Transport Rate 1	0	\$0.00	\$0.00
Dedicated Transport Rate 2	0	\$0.00	\$0.00
	TOTAL REVENUES		\$0.00

Pennsylvania Rate-of-Return LEC Telephone Company
Transitional Intrastate Access Service Reductions Effective July 1, 2012

Denotes proprietary

Denotes may NOT be proprietary

Please calculate the total revenue from Transitional Intrastate Access Service at the LEC's interstate rates in effect on December 29, 2011. This would apply to revenues for both originating and terminating access traffic.

Generic Rate Elements are listed below for illustrative purposes for the fictitious Pennsylvania Rate-of-Return LEC Telephone Company. Actual rate elements will vary by company and companies should add additional lines as needed, incorporating all Transitional Intrastate Access Services Referenced in the FCC Order in Appendix A, 47 C.F.R § 51.907(a)

Traffic Sensitive and Dedicated Transport Access Charge Rates

	a	b	c=a x b
	Intrastate Federal Fiscal Year 2011 Demand	Intrastate Access rate as of 12/29/11	Annual Intrastate Revenue at Intrastate Rates
Traffic Sensitive Rate 1-Terminating	0	\$0.00000000	\$0.00
Traffic Sensitive Rate 2-Terminating	0	\$0.00000000	\$0.00
Traffic Sensitive Rate 3-Terminating	0	\$0.00000000	\$0.00
Traffic Sensitive Rate 4-Terminating	0	\$0.00000000	\$0.00
Traffic Sensitive Rate 5-Terminating	0	\$0.00000000	\$0.00
Dedicated Transport Rate 1	0	\$0.00000000	\$0.00
Dedicated Transport Rate 2	0	\$0.00000000	\$0.00
	TOTAL REVENUES		\$0.00

Carrier Charge

	a	b	c=a x b x 12
	Current charge (per line per mth)	Total Access lines as of 12/29/11	Annual Intrastate Carrier Charge Revenue
Carrier Charge	\$0.00	0	\$0.00

Pennsylvania Rate-of-Return LEC Telephone Company
Transitional Intrastate Access Service Reductions Effective July 1, 2012

[Redacted] Denotes proprietary
 [Redacted] Denotes may NOT be proprietary

Please Calculate the Access Revenue Reduction amount to be implemented on July 1, 2012

A. Traffic Sensitive and Dedicated Transport Revenue Reduction

2011 Annual Traffic Sensitive and Dedicated Transport Transitional Access Service Intrastate Revenue at Intrastate Rates	\$0.00	A
2011 Annual Traffic Sensitive and Dedicated Transport Transitional Access Service Intrastate Revenue at Interstate Rates	\$0.00	B
Difference	\$0.00	C= A - B
July 1, 2012 Traffic Sensitive Transitional Intrastate Access Service Revenue Reduction	\$0.00	D= .5 x C

B. Carrier Charge Reduction*

2011 Annual Carrier Charge Revenues	\$0.00	E
Total Federal Fiscal Year 2011 Access MOU	0	F
Total Terminating Access Minutes of Use in Federal FY 2011	0	G
Ratio of Terminating MOU to Total MOU	#DIV/0!	H= G/F
Carrier Charge Reduction Factor	#DIV/0!	I= .5 x H
July 1, 2012 Carrier Charge Revenue Reduction	#DIV/0!	J=I x E

C. Total Transitional Access Service Revenue Reduction

Total July 1, 2012 Access Revenue Reduction	#DIV/0!	K=D + J
--	----------------	----------------

D. Maximum Total Transitional Access Service Revenues July 2012-June 2013

2011 Annual Traffic Sensitive and Dedicated Transport Transitional Access Service Intrastate Revenue at Intrastate Rates	\$0.00	A
2011 Annual Carrier Charge Revenues	\$0.00	E
Total 2011 Intrastate Access Revenues	\$0.00	L=A+E
Less: July 1, 2012 Access Revenue Reduction	#DIV/0!	K
Maximum Total Transitional Access Service Revenues July 2012-June 2013	#DIV/0!	M=L - K

*Note: The Carrier Charge is a non traffic sensitive per access line, per month charge in Pennsylvania
 In order to comply with the FCC Order, this would need to be converted to a Minutes of Use Based charge
 for purposes of calculating a reduction and then converted back to a per access line per month charge for
 the purposes of presenting a new rate

Pennsylvania Rate-of-Return LEC Telephone Company
Transitional Intrastate Access Service Reductions Effective July 1, 2012

Denotes proprietary

Denotes may NOT be proper

Please Calculate the Company's Proposed Transitional Intrastate Access Service Revenues effective July 1, 2012

Generic Rate Elements are listed below for illustrative purposes for the fictitious Pennsylvania Rate-of-Return LEC Telephone Company
 Actual rate elements will vary by company and companies should add additional lines as needed, Incorporating all Transitional Intrastate
 Access Services Referenced in the FCC Order in Appendix A, 47 C.F.R § 51.907(a)

	Intrastate Fiscal Year 2011 Demand	Proposed Intrastate Rate Effective July 2012 until July 2013	Proposed Intrastate Revenues Effective July 2012 until July 2013
A. Carrier Charge			
Carrier Charge (per line)	0	\$0.00	\$0.00
B. Traffic Sensitive and Dedicated Transport Charges			
Traffic Sensitive Rate 1-Terminating	0	\$0.0000000000	\$0.00
Traffic Sensitive Rate 2-Terminating	0	\$0.0000000000	\$0.00
Traffic Sensitive Rate 3-Terminating	0	\$0.0000000000	\$0.00
Traffic Sensitive Rate 4-Terminating	0	\$0.0000000000	\$0.00
Traffic Sensitive Rate 5-Terminating	0	\$0.0000000000	\$0.00
Dedicated Transport Rate 1	0	\$0.00	\$0.00
Dedicated Transport Rate 2	0	\$0.00	\$0.00
PROPOSED TOTAL REVENUES July 2012-June 2013			\$0.00

Maximum Total Transitional Access Service Revenues July 2012-June 2013

Are the Proposed Total July 2012-June 2013 Revenues At or Below
 the Maximum Total Transitional Access Service Revenues?

#DIV/0!
 #DIV/0!

Pennsylvania Rate-of-Retirm LEC Telephone Company
Transitional Intrastate Access Service Reductions Effective July 1, 2012

Denotes proprietary

Denotes may NOT be proprietary

Alternative Template for Rate-of Return Carriers [This tab should only be used if the Company is choosing Structural Option 2 as outlined on the template intro tab](#)



Appendix A, 47 C.F.R. § 51.909(b)(2)(v) states that "In the alternative, a Price Cap Carrier may elect to apply its interstate access rate structure and interstate rates to Transitional Intrastate Access Service. In addition to applicable interstate access rates, a price cap carrier may, between July 1, 2012 and July 1, 2013 assess a transitional per-minute charge on Transitional Intrastate Access Service (TIAS) end office switching minutes that shall be no greater than the July 1, 2012 Step 1 Access Revenue reduction divided by Fiscal Year 2011 Transitional Intrastate Access Service end office switching minutes"

Traffic Sensitive and Dedicated Transport Access Charge Rates

	a	b	c=a x b	
	Intrastate	Intrastate Access rates	Annual Intrastate Revenue	
	Fiscal Year 2011 Demand	Effective July 2012 Through July 2013	July 2012	through July 2013
Transitional Per-minute charge on TIAS E.O. switching minutes		#DIV/0!	#DIV/0!	
Traffic Sensitive Rate 1-Terminating	0	\$0.00000000	\$0.00	\$0.00
Traffic Sensitive Rate 2-Terminating	0	\$0.00000000	\$0.00	\$0.00
Traffic Sensitive Rate 3-Terminating	0	\$0.00000000	\$0.00	\$0.00
Traffic Sensitive Rate 4-Terminating	0	\$0.00000000	\$0.00	\$0.00
Traffic Sensitive Rate 5-Terminating	0	\$0.00000000	\$0.00	\$0.00
Dedicated Transport Rate 1	0	\$0.00	\$0.00	\$0.00
Dedicated Transport Rate 2	0	\$0.00	\$0.00	\$0.00
PROPOSED TOTAL REVENUES July 2012-June 2013			#DIV/0!	

Maximum Total Transitional Access Service Revenues July 2012-June 2013	#DIV/0!
Are the Proposed Total July 2012-June 2013 Revenues At or Below the Maximum Total Transitional Access Service Revenues?	#DIV/0!

Pennsylvania Rate-of-Return LEC Telephone Company
Transitional Intrastate Access Service Reductions Effective July 1, 2012

 Denotes proprietary
 Denotes may NOT be proprietary

Generic Rate Elements are listed below for illustrative purposes for the fictitious Pennsylvania Rate-of-Return LEC Telephone Company
 Actual rate elements will vary by company

Summary of Changes to Access Rates

	Intrastate Rate as of 12/29/2011	Proposed Intrastate Rate Effective July 2012 until July 2013	Rate Impact
A. Carrier Charge	\$0.00	\$0.00	\$0.00
B. Traffic Sensitive Charges			
Traffic Sensitive Rate 1-Terminating	\$0.0000000000	\$0.0000000000	\$0.00
Traffic Sensitive Rate 2-Terminating	\$0.0000000000	\$0.0000000000	\$0.00
Traffic Sensitive Rate 3-Terminating	\$0.0000000000	\$0.0000000000	\$0.00
Traffic Sensitive Rate 4-Terminating	\$0.0000000000	\$0.0000000000	\$0.00
Traffic Sensitive Rate 5-Terminating	\$0.0000000000	\$0.0000000000	\$0.00
C. Dedicated Transport Charges			
Dedicated Transport Rate 1	\$0.00	\$0.00	\$0.00
Dedicated Transport Rate 2	\$0.00	\$0.00	\$0.00
D. Transitional Per-minute charge on TIAS E.O. switching minutes	n/a	#DIV/0!	n/a

Complete rate element below only if Structural 2 is being selected under § 51.907(b)(2)(v) for intrastate access;
 where the interstate rate structure and rates will be used plus a new per-end-office-minute transitional access charge.

YES
NO

STRUCTURAL OPTION 1
STRUCTURAL OPTION 2