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BB Nugent
Executive Director
Federal Regulatory

EX PARTE OR LATE FILED

USWEST

EX PARTE

January 28, 1999

RECEIVED
JAN 28 1999
FEDERAL COMMUNICATIONS COMMISSION
OFFICE OF THE SECRETARY

Ms. Magalie Roman Salas
Secretary
Federal Communications Commission
445 - 12th Street, SW, TW-A325
Washington, DC 20554

RE: **CC Docket No. 96-262:** Access Charge Reform
CC Docket No. 94-1: Price Cap Performance Review for Local Exchange Carriers
CC Docket No. 97-250: MCI Telecommunications Corp. Emergency Petition for Prescription of Access Charges
RM-9210: Consumer Federal of America Petition for Rulemaking

Dear Ms. Salas:

On January 27, 1999, Jim Hannon, John Kure and the undersigned, representing U S WEST, met with Tamara Preiss, Steve Spaeth, Aaron Goldschmidt, Florence Setzer and John Scott of the Competitive Pricing Division regarding the above-captioned proceedings. The attached documents served as the basis for the discussion.

In accordance with Section 1.1206(a)(2) of the Commission's rules, an original and one copy of this letter and the attachments are being filed with your office for inclusion in the record of this proceeding. Because of the late hour of our meeting yesterday, this ex parte notification is being filed with you today.

Acknowledgment and date of receipt of this submission is requested. A duplicate of this letter is provided for this purpose.

Sincerely,

B B Nugent

Attachments

cc w/o Attachments: Mr. Aaron Goldschmidt
Ms. Tamara Preiss
Mr. John Scott
Ms. Florence Setzer
Mr. Steve Spaeth

cc: w/ Attachments: Mr. Jay Atkinson
Ms. Jane Jackson
Mr. Rich Lerner

U S WEST
High Capacity Forbearance
Market Share Update

The market share information provided in the petitions for Phoenix and Seattle were based on a study as of the fourth quarter, 1997. Quality Strategies has completed new studies for the second quarter, 1998. The market shares of U S WEST Communications continue to erode.

	Provider	Transport	Retail	Wholesale	Overall
Fourth Quarter 1997					
Phoenix	**71.7%**	**84.1%**	**29.2%**	**79.1%**	**77.4%**
Seattle	**65.2%**	**74.2%**	**20.7%**	**71.7%**	**72.8%**
Second Quarter 1998					
Phoenix	**69.5%**	**62.3%**	**27.9%**	**64.9%**	**67.1%**
Seattle	**64.7%**	**63.3%**	**20.0%**	**65.7%**	**64.2%**

The overall High Capacity market share dropped noticeably in both cities, primarily driven by a significant decrease in the Transport segment. The Transport segment represents the purchases by carriers to extend their own backbone routes. This is further indication that the self-provisioning by the carriers is continuing, particularly in light of the merger of AT&T and TCG and the merger of MCI, MFS and WorldCom.

U S WEST
High Capacity Forbearance
Price Cap and Earnings Adjustments

This paper addresses the impacts to Price Caps and earnings when the FCC approves the U S WEST Communication petitions for forbearance for High Capacity Services. As demonstrated in the paper, the Price Cap mechanism is self-correcting and no adjustments are needed other than removing the demand for the affected services. From an earnings perspective the only impact is on the Low End Adjustment. The paper describes how the Adjustment would be apportioned to Price Cap services as well as to non-dominant services. Customers of Price Caps services are more than adequately protected when this process is used to effect a Low End Adjustment.

Price Caps will be adjusted by removing High Capacity Services. These services are in the Trunking Basket. The Trunking Price Cap Index and the Actual Price Index will be self-corrected by removing the demand counts from the base period demand in a TRP filing. The bands for the high capacity categories and subcategories would be adjusted in the same manner.

No exogenous treatment or freezing of the head room (i.e., the difference between the PCI and API) is necessary to protect other customers nor is it justified under Price Cap regulation. As demonstrated by the following analysis, the Price Cap mechanism is self-correcting. Removing one group of services such as high capacity services does not adversely impact other services. The total revenue (the "R" value) is automatically reduced by the value of the demand being removed. The amount of headroom shrinks proportionally. The example used in the analysis shows the headroom shrinking from $5,432,616 to $5,164,684. Because the headroom associated with the non-dominant services is removed it is not available to increase prices for the services remaining under Price Caps. In contrast, if these competitive services were to remain under Price Cap the extra headroom generated from competitively pricing these services would be available to raise prices to customers of other services in the Trunking Basket. The bands for the categories and subcategories are also automatically adjusted in a similar manner.

The only practical implication of earnings for a Price Cap company is the Low End Adjustment when the actual rate-of-return falls below 10.25%. As described later in this paper, the Low End Adjustment for Price Cap services would be reduced by the difference between the revenue generated from the non-dominant services compared to a theoretical revenue for these services. The theoretical revenue is calculated by repricing the non-dominant services at the corresponding rates on an average basis for each type of service (e.g., DS1). The remaining Low End Adjustment is then spread proportional to the actual revenues for the Price Cap and non-dominant services. In the example used in the analysis, an interstate Low End Adjustment of $21M is reduced to $10M for Price Cap services, the remainder of the adjustment is essentially assigned to the non-dominant services. This procedure protects the customers of Price Cap services from having to bear the burden of the full Low End Adjustment by assigning a portion to the non-dominant services.

When granting U S WEST's petition for forbearance, the Commission has the full authority to allow U S WEST to remove high capacity services from Price Cap regulation as described above

without additional changes in its rules. Section 10 gives the Commission the necessary authority to grant this relief.

Price Cap Plan

When U S WEST's forbearance petition for High Capacity Services is approved, Price Cap data will be changed in a TRP filing to show the effects of removing the demand no long subject to Price Caps. The TRP filing will not include any rate changes. The High Capacity Services are in the Trunking basket. To reflect the impacts to Price Caps from this demand reduction, this TRP filing is considered to be an update to the Price Cap Index for the Trunking basket. Using Price Cap rules in Part 61, the Price Cap Index (PCI) for the Trunking Basket is

$$PCI_t = PCI_{t-1} \bullet [1 + w \bullet (GDP\text{-}PI - X) + \Delta Y / R + \Delta Z / R]$$

Because this is not an Annual Filing, the inflation (GDP-PI) and the productivity (X) factors do not apply and are set to zero. Also exogenous changes (ΔZ) are not applicable as discussed below. The imputation of access charges (ΔY) is also not applicable. Both of these elements are set to zero. Even though it has no affect in the calculation of the PCI, the base period revenue (R) is the sum of base period demand reduced for the non-dominant demand (D_{iR}) multiplied by the rates (P_{it-1}) at the last PCI update. The net result is a new Price Cap Index equal to the former one.

$$PCI_t = PCI_{t-1} = 0.555254$$ [1]

The Actual Price Index (API) is then calculated

$$API_t = API_{t-1} \bullet \Sigma[v_i \bullet (P_{it} / P_{it-1})]$$

For this TRP filing the formula can be restated as

$$API_t = API_{t-1} \bullet \Sigma(D_{iR} \bullet P_{it}) / \Sigma(D_{iR} \bullet P_{it-1})$$

Because there are no rate changes there is no change in the API.

$$API_t = API_{t-1} = 0.551520$$

Headroom (HR) is the difference between the revenue generated from the actual prices and the revenue which is allowed if the API is equal to the PCI as permitted in the rules. The generally used formula for headroom is

$$HR = [PCI_t \bullet \Sigma(D_i \bullet P_{it-1}) / API_{t-1}] - \Sigma(D_i \bullet P_{it})$$

For this TRP filing, the resulting headroom is

$$HR_R = [PCI_t \bullet \Sigma(D_{iR} \bullet P_{it-1}) / API_{t-1}] - \Sigma(D_{iR} \bullet P_{it})$$
$$HR_R = (0.555254 \bullet \$762{,}835{,}579 / 0.551520) - \$762{,}835{,}579$$

[1] To demonstrate these effects, a demonstrative TRP as well as the prior TRP (Transmittal No. 956) from which this TRP is built are attached. The actual demand for Phoenix has not been definitively identified; however, approximate demand has been developed to show the relative impacts. The data used is from these two TRPs.

$$HR_R = \$5,164,684$$

Because there are no changes in prices, the revenues represented by $\Sigma(D_i \bullet P_{it})$ and $\Sigma(D_i \bullet P_{it-1})$ are equal to $\Sigma(D_{iR} \bullet P_{it})$ and the headroom can be restated to

$$HR_R = (PCI_t - API_{t-1}) \bullet \Sigma(D_{iR} \bullet P_{it}) / API_{t-1}$$

The headroom available prior to this TRP filing is

$$HR_P = [PCI_{t-1} \bullet \Sigma(D_{iP} \bullet P_{it-2}) / API_{t-2})] - \Sigma(D_{iP} \bullet P_{it-1})$$
$$HR_P = (0.555254 \bullet \$802,409,252 / 0.551520) - \$802,409,252$$
$$HR_P = \$5,432,616$$

For the prior TRP filing the API is

$$API_{t-1} = API_{t-2} \bullet \Sigma(D_{iP} \bullet P_{it-1}) / \Sigma(D_{iP} \bullet P_{it-2})$$
$$\Sigma(D_{iP} \bullet P_{it-1}) = API_{t-1} \bullet \Sigma(D_{iP} \bullet P_{it-2}) / API_{t-2}$$

Using this to substitute for $\Sigma(D_{iP} \bullet P_{it-1})$ in the headroom for the prior filing gives

$$HR_P = [PCI_{t-1} \bullet \Sigma(D_{iP} \bullet P_{it-2}) / API_{t-2}] - [API_{t-1} \bullet \Sigma(D_{iP} \bullet P_{it-2}) / API_{t-2}]$$
$$HR_P = (PCI_{t-1} - API_{t-1}) \bullet \Sigma(D_{iP} \bullet P_{it-2}) / API_{t-2}$$

To determine the relationship of the headroom resulting from this TRP filing to the headroom from the prior TRP filing, the ratio of the two headrooms is determined

$$HR_R / HR_P = [(PCI_t - API_{t-1}) \bullet \Sigma(D_{iR} \bullet P_{it}) / API_{t-1}] / [(PCI_{t-1} - API_{t-1}) \bullet \Sigma(D_{iP} \bullet P_{it-2}) / API_{t-2}]$$

Because PCI_t equals PCI_{t-1} for this TRP filing, the equation can be simplified to

$$HR_R / HR_P = [\Sigma(D_{iR} \bullet P_{it}) / API_{t-1}] / [\Sigma(D_{iP} \bullet P_{it-2}) / API_{t-2}]$$

Substituting for API_{t-1} from above in the head room ratio and simplifying gives

$$HR_R / HR_P = [\Sigma(D_{iR} \bullet P_{it}) / (API_{t-2} \bullet \Sigma(D_{iP} \bullet P_{it-1}) / \Sigma(D_{iP} \bullet P_{it-2})] / [\Sigma(D_{iP} \bullet P_{it-2}) / API_{t-2}]$$
$$HR_R / HR_P = [\Sigma(D_{iR} \bullet P_{it}) / \Sigma(D_{iP} \bullet P_{it-1})] / [\Sigma(D_{iP} \bullet P_{it-2} / \Sigma(D_{iP} \bullet P_{it-2})]$$
$$HR_R / HR_P = \Sigma(D_{iR} \bullet P_{it}) / \Sigma(D_{iP} \bullet P_{it-1})$$
$$\$5,164,684 / \$5,432,616 = \$762,835,579 / \$802,409,252$$
$$0.9506809 = 0.9506814$$

This equation shows that the ratio of the head rooms is proportional to the head room resulting from this TRP filing to the sum of the base period demand from the prior filing multiplied by the rates from the prior filing. In other words, **the headroom is reduced proportional to the reduction in revenue caused by removing the demand for the non-dominant services.**

This same effect takes place in the headroom associated with the categories and sub categories. As a demonstration (without the diversion of the equations), the headroom for the DS1 sub category for this TRP filing is $16,347,589 and the headroom from the prior filing is $17,986,919. The ratio of these two numbers is 0.9088599. The ratio of the two respective revenues is 0.9088599 (i.e., $247,849,713 / $272,703,989). Again as the equality of these ratios demonstrates, the headroom is reduced proportional to the change in revenues which is all driven by the reduction in the demand. It must also be remembered that the ability to use the headroom in the sub categories is constrained by the headroom of the overreaching category. The headroom in the categories is further constrained by the headroom in the basket. Due to all of this complexity, there is little flexibility to raise prices under Price Caps and the reduction in head room caused by removing the demand further constrains that limited ability.

It is clear the headroom is automatically reduced using the Price Cap formulas. There is no windfall of headroom that can be used to raise prices for services remaining under Price Cap. The reduction in headroom reduces a LEC's ability to increase prices of less competitive services in the future. In addition, as the prices for more competitive services which are not under Price Caps (those in the Phoenix MSA, for example) are reduced, headroom is not created for other prices to be increased.

Also, there is no need for an exogenous change to be applied in the Price Cap Index formula. By the very nature of removing demand, the R value is decreased. A demonstration of the unreasonableness of an exogenous change is shown when the PCI equals the API prior to this TRP filing. In this case an exogenous change would force a decrease to the PCI. This in turn would force a decrease to the API which would force a decrease to rates. There is no justification for reducing the rates of other Price Cap services when some services are classified as non-dominant and removed from Price Cap regulation.

Nor is there a need for an exogenous adjustment to reflect the removal of costs. What costs are removed? In the case of pay phones becoming CPE, the costs of the phones were appropriately removed from the Common Line Basket; the recovery was no longer to be from the SLC or the CCLC. In the case of the sale or rural exchanges, it could be argued that the high costs of these exchanges should be removed. In the case of non-dominant treatment, no costs are being removed; the same telephone infrastructure provides the service. An argument could be developed which shows that the non-dominant services are less expensive to deliver since they are in the low cost, high density areas. If this is true, a positive exogenous cost would be appropriate to raise the rates for the services remaining under Price Caps. It suffices that any exogenous change is inappropriate.

In conclusion, the Price Cap mechanism is self-correcting. Customers of services remaining under Price Caps are adequately protected when the demand for non-dominant services is removed from the calculation of the indices.

Price Cap Glossary

API	Actual Price Index
D_i	Demand quantities
GDP-PI	Inflation factor
HR	Headroom is the difference between the revenue generated from the actual prices and the revenue which is allowed if the API is equal to the PCI
HR_P	Headroom prior to removing the non-dominant demand
HR_R	Headroom when the non-dominant demand is removed
P_i	Price for a rate element
PCI	Price Cap Index
R	$\Sigma(D_i \bullet P_{it-1})$ Base period revenue
t	Current time for a TRP filing
t-1	Time of the previous TRP filing
t-2	Time of the TRP filing which was prior to the previous TRP filing
TRP	Tariff Review Plan, used to demonstrate the Price Cap calculations
v	$D_i \bullet P_{it-1} / \Sigma(D_i \bullet P_{it-1})$ Estimated revenue weight, used in the API formula
w	$(R + \Delta Z)/R$ Weighting factor in the PCI formula for inflation less productivity
X	Productivity factor
ΔY	Imputation of Access charges
ΔZ	Exogenous changes

Low End Adjustment

The current Price Cap regime provides for a Low End Adjustment when the actual rate of return for the base year period falls below 10.25%. This is the only practical implication of rate of return for a Price Cap company. In the unlikely event the realized rate of return would fall below 10.25% and the company chooses to seek a Low End Adjustment, the following details how that adjustment would be calculated.

The actual rate of return will continue to be reported on all interstate rate of return, Price Cap and non-dominant services. If the rate of return falls below 10.25% for a base year period and the company chooses to seek the Low End Adjustment, a PCI adjustment for the Price Cap services will be calculated by determining the earnings necessary to bring the rate of return back to 10.25% based on the reported data for the base year. See Exhibit 1 for an illustrative example.

The Low End Adjustment will be reduced by assigning some of the Adjustment to the non-dominant services. This will be accomplished by restating the non-dominant revenues to a theoretical level which reflects revenues that might have been if the non-dominant services had been priced at the corresponding Price Cap rates. The corresponding Price Caps rates are determined by calculating the actual revenue per unit (e.g., channel termination) for categories of services (e.g., DS1, DS3) for both Price Cap and non-dominant services. Exhibit 2 shows this step. The revenue for the non-dominant services is recalculated using the Price Cap revenue per unit. The difference between the realized non-dominant revenue and the theoretical revenue is used to reduce the Adjustment. See Exhibit 1.

The remaining Low End Adjustment is spread to the Price Cap and non-dominant products proportional to the realized revenues in the base year.

This process more than adequately protects the customers of Price Cap products from having to bear the entire burden if the Low End Adjustment is needed. As shown in the exhibit, only $10.095M of the Low End Adjustment of $20.963M is assigned to the Price Cap services. It should be noted that if the price decreases of the non-dominant services have been aggressive, much (if not all) of the Adjustment would be apportioned to the non-dominant services.

This method also shifts more of the burden of the Adjustment to the non-dominant services in another way. It is most probable that the services in the zones with the lowest prices will become non-dominant. The less competitive zones with the higher prices will remain under Price Caps. Calculating the theoretical revenues based on the average for the corresponding Price Cap services really overstates what a fair revenue per unit would have been because it uses the rates in effect for the higher priced zones.

This method for determining the Low End Adjustment more than adequately protects the customers of services remaining under Price Caps!

Low End Adjustment for Removed Services - High Cap Example
Dollars in thousands

Step #1: Actual 1997 Price Cap Earnings Data

	Source	Total IS	PC Services	Removed Svcs
1 Revenues	492A and Company Records	$3,224,051	$3,099,165	$124,886
2 Exp + Taxes	492A	$2,853,048		
3 Return	Ln 1 - Ln 2	$371,003		
4 ANI	492A	$3,742,251		
5 ROR	Ln 3 / Ln 4	9.91%		

Step #2: Calculate LEA on total interstate access basis

	Source	Total IS
6 Return @ 10.25%	Ln 4 * 0.1025	$383,581
7 Actual return	Ln 3	$371,003
8 Difference	Ln 6 - Ln 7	$12,578
9 Gross-up for Taxes (@ 0.40)	Ln 8 / 0.60	$20,963

Step #3: Calculate revenue differential attributable to removed services

	Source	DS1	DS3
10 Removed svcs rev	Company Records	$85,286	$39,600
11 Ratio of PC/removed svc ARPU	Lns 13 and 14, Exhibit 2	1.0707	1.1119
12 Removed svcs rev adjusted	Ln 10 * Ln 11	$91,316	$44,031
13 Revenue differential	Ln 10 - Ln 12	-$6,030	-$4,431

Step #4: Adjust total LEA for removed services revenue differential

	Source	LEA Adjustment
14 Total LEA	Ln 9	$20,963
15 Revenue differential	Ln 13 (DS1 + DS3)	-$10,461
16 Revenue adjusted LEA	Ln 14 + Ln 15	$10,502

Step #5: Allocate portion of revenue adj LEA to price cap services

	Source	Total IS	PC Services	Removed Svcs
17 Total revenues actual	Ln 1	$3,224,051	$3,099,165	$124,886
18 Revenue Distribution		100.00%	96.13%	3.87%
19 Allocation of LEA	Ln 16 * Ln 18	$10,502	$10,095	$407

Calculating Ratio of Price Cap to Removed Services Average Revenue Per Unit (ARPU)
Example for Removal of DS1 and DS3 Services in Some Geographic Areas

	Source	Amount
Step #1: Calculate actual ARPU for removed services		
Actual DS1 revenue from removed svcs	Company Records	$85,286,160
DS1 chan terms removed	Company Records	236,906
Rev/unit (ARPU) removed	Ln 1 / Ln 2	**$360.00**
Actual DS3 revenue from removed svcs	Company Records	$39,600,000
DS3 chan terms removed	Company Records	12,000
Rev/unit (ARPU) removed	Ln 4 / Ln 5	**$3,300.00**
Step #2: Calculate ARPU for corresponding price cap services (after removal date)		
DS1 service cat. Revenues	TRP	$213,074,289
DS1 service cat. chan terms	TRP	552,782
Rev/DS1 (ARPU) under price caps	Ln 7 / Ln 8	**$385.46**
DS3 service cat. Revenues	TRP	$66,047,600
DS3 service cat. chan terms	TRP	18,000
Rev/DS3 (ARPU) under price caps	Ln 10 / Ln 11	**$3,669.31**
Step #3: Calculate ratio of PC/removed ARPU		
DS1 services ratio	Ln 9 / Ln 3	1.0707
DS3 services ratio	Ln 12 / Ln 6	1.1119

U S WEST
High Capacity Forbearance
Price Cap and Earnings Adjustments

When the FCC approves the U S WEST Communication petitions for forbearance for High Capacity Services, the changes required to the Price Cap and Earnings mechanisms are minimal. From the Price Cap perspective, the demand for the non-dominant services will be removed from the indices calculations. By removing the demand, Price Caps is self-correcting and no other Price Cap adjustments are needed. Headroom reduces proportional to the reduction in the calculated revenues, the "R" value. Exogenous changes are not needed because no costs are being removed. Customers of services remaining under Price Caps are adequately protected because the headroom is proportionally reduced and because headroom that would have been created by pricing these services to the competitive market is not available to raise Price Cap controlled prices. The Price Cap modifications to reflect the non-dominant treatment are straightforward, simple and adequate to protect customers.

In a hypothetical example run for the Phoenix MSA the headroom shrinks from $5,432,616 to $5,164,684 when the estimated demand for the non-dominant services is removed.

From an earnings perspective, the situation is equally straightforward. All revenues (Price Cap and non-dominant) will continue to be reported in total, the same for expenses and investment. The only practical concern for a Price Cap company is the Low End Adjustment when the realized earnings fall below 10.25%. The FCC's rules allow for an upward price change to bring the earnings back to 10.25%. If this were to happen, and an ILEC would ask for such treatment, the Low End Adjustment would be reduced by the amount of revenue the non-dominant services would have brought in if they would have been priced like similar services under Price Cap. Any remaining Adjustment is then proportionally spread to the Price Cap and non-dominant services based on the realized revenues. This method more than adequately protects the customers of Price Cap services. The company must absorb all of the Adjustment assigned to the non-dominant services. If pricing for these non-dominant services has been very aggressive, it is not impossible for all of the Adjustment to be assigned to the non-dominant side.

An example can be created where the Adjustment of $21M results in only $10M apportioned to the Price Cap services. The remainder of the Adjustment, $11M, is assigned to the non-dominant services.

When granting the petition for forbearance, the Commission has the full authority to allow these changes to these procedures to take place without additional changes in its rules. Section 10 gives the Commission the necessary authority to grant this relief.

High Capacity - Typical Configuration Elements

"Typical" Circuit	Recurring Charges (Monthly) QTY	USOC	Element Description
I. DS1 CT to DS1 Ct, 10 interoffice miles	2	TMECS	DS1 CT 1.544 MBPS
	1	1U5C3	DS1 1.544 8-25 MILES, Fixed Component (Det. by FID code)
	10	1U5C3	DS1 1.544 8-25 MILES, Per Mile (Det. by FID code)
II. DS1 CT to MUX, 10 interoffice miles to DS3 CT assumes a DS1 to DS3 MUX at the DS1-side wire center. An additional DS1 to DS0 data MUX is USOC QMU for data, or MQ1 for voice.	1	TMECS	DS1 CT 1.544 MBPS
	1	MQ3	DS3 to DS1 MUX
	1	1U5U3	DS3 44.736 8-25 MILES, Fixed Component (Det. by FID code)
	10	1U5U3	DS3 44.736 8-25 MILES, Per Mile (Det. by FID code)
	1	THJAX	DS3 CT (Cap. of 1, Electrical)
III. DS3 CT to DS3 CT, 10 interoffice miles	2	THJAX	DS3 CT (Cap. of 1, Electrical)
	1	1U5U3	DS3 44.736 8-25 MILES, Fixed Component (Det. by FID code)
	10	1U5U3	DS3 44.736 8-25 MILES, Per Mile (Det. by FID code)

Note: Each element also has an associated non-recurring charge, usually designated with the same USOC.

U S WEST Communications' USOCs and COSs (class of service) for High Capacity services subject to the petitions for Forbear

Private Line and Special Access USOCs

USOC	Description
Channel Termination:	
FC5	CO NODE, PER CUST PCO
FC6AX	CO PORT RATE DS1, P/ PT
FC6BX	CO PORT RATE DS3, P/ PT
FC6CX	CO PORT RATE OC3, P/ PT
FC6DX	CO PORT RATE OC12, P/PT
FP5	REM NODE, PER CUST PREM
FP6AX	REM PORT RATE DS1, P/ PT
FP6BX	REM PORT RATE DS3, P/ PT
FP6CX	REM PORT RATE OC3, P/ PT
FP6DX	REM PORT RATE OC12, P/PT
FV5	OCx REMOTE CO NODE
T1A4X	DS1 CT CAP 4 PER DS1 QP2 R/I
T1A5X	DS1 CT CAP 4 PER DS1 QP2 R/I
T1A6X	DS1 CT CAP 4 PER DS1 QP1 R/I
T1A7X	DS1 CT CAP 4 PER DS1 QP1 R/I
T1AAX	DS3 CT CAP OF 3 RADIO INTERFACE
T1AGX	DS3 CT CAP OF 6 RADIO INTERFACE
T1ANX	DS3 CT CAP OF 9 RADIO INTERFACE
T1AUX	DS3 CT CAP OF 12 RADIO INTERFACE
TH21X	DS3 CT CAP OF 18 OP
TH2EX	DS3 CT CAP OF 2 OP
TH2JX	DS3 CT CAP OF 3 OP
TH2NX	DS3 CT CAP OF 12 OP
TH2RX	DS3 CT CAP OF 24 OP
TH2VX	DS3 CT CAP OF 9 OP
TH5EX	DS3 CAP OF 2 PER DS3 EL
TH5JX	DS3 CAP OF 3 PER DS3 EL
TH5NX	DS3 CAP OF 12 PER DS3 EL
TH5RX	DS3 CAP OF 24 PER DS3 EL
TH5VX	DS3 CAP OF 9 PER DS3 EL
TH81X	DS3 CAP OF 18 PER DS3 OP
TH8EX	DS3 CAP OF 2 PER DS3 OP
TH8JX	DS3 CAP OF 3 PER DS3 OP
TH8NX	DS3 CAP OF 12 PER DS3 OP
TH8RX	DS3 CAP OF 24 PER DS3 OP
TH8VX	DS3 CAP OF 9 PER DS3 OP
THJAX	DS3 CT CAP OF 1 EL
THJEX	DS3 CT CAP OF 2 EL
THJJX	DS3 CT CAP OF 3 EL
THJNX	DS3 CT CAP OF 12 EL
THJRX	DS3 CT CAP OF 24 EL
THJVX	DS3 CT CAP OF 9 EL
TMECS	DS1 CT 1.544 MBPS
TN26X	EDS DS1 CT 1.544 MBPS
TZGKX	DS1 NP-A CT 1.544 MBPS
TZGLX	DS1 NP-B CT 1.544 MBPS
Transport Channels:	
1A5BA	OC3 - OC48, 0 MILES
1A5BB	OC3 - OC48, 0-8 FIXED
1A5BC	OC3 - OC48, 8-25 FIXED
1A5BD	OC3 - OC48 25-50 FIXED
1A5BE	OC3 - OC48, OVER 50 FIXED
1U5C1	DS1 1.544 0 MILES
1U5C2	DS1 1.544 0-8 MILES
1U5C3	DS1 1.544 8-25 MILES
1U5C4	DS1 1.544 25-50 MILES
1U5C5	DS1 1.544 OV 50 MILES
1U5U1	DS3 0 MILES
1U5U2	DS3 0-8 MILES
1U5U3	DS3 8-25 MILES
1U5U4	DS3 25-50 MILES
1U5U5	DS3 OV 50 MILES
1YTXA	CHANNEL MI SPEC ACCESS
1YTXB	CHANNEL MI SPEC ACCESS
1YTXC	CHANNEL MI SPEC ACCESS
1YTXD	CHANNEL MI SPEC ACCESS
1YTXE	CHANNEL MI SPEC ACCESS

Private Line and Special Access COSs

COS	Description
HS1M9	HIGH CAP SERVICE - DS1 (1.544 MBPS); INTRASTATE; END-LINK TO
HS1MN	HIGH CAP SERVICE - DS1 (1.544 MBPS); INTRASTATE-INTRALATA
QU71X	COMMON CHANNEL SIGNALING SERVICE - DS1 CONTRACTED - CLEC
RS4	RATE SYNCHRONIZATION
RS4XX	RATE SYNCHRONIZATION
SX71X	COMMON CHANNEL SIGNALING SERVICE - DS1
XD61X	SIMULTANEOUS VOICE-DATA DERIVED SERVICE - DA1 - 2.4 KBPS
XDE1X	HIGH CAP SERVICE; SELF HEALING; 1.544 MBPS (DS1)
XDE3X	HIGH CAP SERVICE; SELF HEALING; 44.736 MBPS (DS3)
XDEDX	HIGH CAP SERVICE; SELF HEALING; 155.52 MBPS; INTERSTATE
XDEEX	HIGH CAP SERVICE; SELF HEALING; 622.08 MBPS - INTERSTATE
XDEFX	HIGH CAP SERVICE; SELF HEALING; 1.244 GBPS; INTERSTATE
XDEGX	HIGH CAP SERVICE; SELF HEALING; 2.488 GBPS; INTERSTATE
XDEVX	HIGH CAP SERVICE; SELF HEALING; 135 MBPS
XDEYX	HIGH CAP SERVICE; SELF HEALING; 1.12 GBP
XDEZX	HIGH CAP SERVICE; SELF HEALING; 565 MBPS
XDH1X	HIGH CAP SERVICE; 1.544 MBPS - HC1
XDH3X	HIGH CAP SERVICE; 44.736 MBPS - HC3
XDHBX	HIGH CAP SERVICE; 89.472 MPBS
XDHJX	HIGH CAP SERVICE; 280 MBPS
XDHKX	HIGH CAP SERVICE; 1.866 GBPS
XDHVX	HIGH CAP SERVICE; 135 MBPS
XDHWX	HIGH CAP SERVICE; 405 MBPS
XDHXX	HIGH CAP SERVICE; 810 MBPS
XDHYX	HIGH CAP SERVICE; 1.12 GBPS
XDHZX	HIGH CAP SERVICE; 565 MBPS
XET1X	EXTENDED DIGITAL SERVICE; 1.544 MBPS - HC1
XETGX	EXTENDED DIGITAL SERVICE; DERIVED CHANNEL
XG31X	SPECIAL - CS - FTS 2000 - HIGH CAP DS3 - PLAN 1
XG32X	SPECIAL - CS - FTS 2000 - HIGH CAP DS3 - PLAN 2
XG33X	SPECIAL - CS - FTS 2000 - HIGH CAP DS3 - PLAN 3
XG34X	SPECIAL - CS - FTS 2000 - HIGH CAP DS3 - PLAN 4
XG35X	SPECIAL - CS - FTS 2000 - HIGH CAP DS3 - PLAN 5
XG36X	SPECIAL - CS - FTS 2000 - HIGH CAP DS3 - PLAN 6
XG37X	SPECIAL - CS - FTS 2000 - HIGH CAP DS3 - PLAN 7
XGH1X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 1; FGTS
XGH3X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 3; FGTS
XGH4X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 4; FGTS
XGH5X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 5; FGTS
XGH6X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 6; FGTS
XGH7X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 7; FGTS
XGH8X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 8; FGTS
XGH9X	FTS 2000 - HIGH CAP 1 - HC1; PLAN 9; FGTS
XGHAX	FTS 2000 - HIGH CAP 1 - HC1; PLAN 10; FGTS
XNE1X	NETWORK RECONFIG SERVICE - COS - 12 MONTHS;
XNE2X	NETWORK RECONFIG SERVICE - COS - 24 MONTHS;
XNE3X	NETWORK RECONFIG SERVICE - COS - 36 MONTHS;
XNE5X	NETWORK RECONFIG SERVICE - COS - 60 MONTHS;
XNEMX	NETWORK RECONFIG SERVICE - COS - M-TO-M;
XSWAX	SONET; OC3; M-TO-M INTERSTATE;
XSWBX	SONET; OC3; 12 MONTH PLAN INTERSTATE;
XSWCX	SONET; OC3; 24 MONTH PLAN INTERSTATE;
XSWDX	SONET; OC3; 36 MONTH PLAN INTERSTATE;
XSWEX	SONET; OC3; 60 MONTH PLAN INTERSTATE;
XSWFX	SONET; OC12; M-TO-M INTERSTATE;
XSWGX	SONET; OC12; 12 MONTH PLAN INTERSTATE;
XSWHX	SONET; OC12; 24 MONTH PLAN INTERSTATE;
XSWJX	SONET; OC12; 36 MONTH PLAN INTERSTATE;
XSWKX	SONET; OC12; 60 MONTH PLAN INTERSTATE;
XSWLX	SONET; OC48; M-TO-M-INTERSTATE;
XSWMX	SONET; OC48; 12 MONTH PLAN INTERSTATE;
XSWNX	SONET; OC48; 24 MONTH PLAN INTERSTATE;
XSWOX	SONET; OC48; 36 MONTH PLAN INTERSTATE;
XSWPX	SONET; OC48; 60 MONTH PLAN INTERSTATE;
XSWQX	SONET; OC24; M-TO-M INTERSTATE;
XSWRX	SONET; OC24; 12 MONTH PLAN INTERSTATE;
XSWSX	SONET; OC24; 24 MONTH PLAN INTERSTATE;
XSWTX	SONET; OC24; 36 MONTH PLAN INTERSTATE;
XTVXX	SWITCHED TRANSPORT - VOICE GRADE SERVICE

MUX

M6W1X	MUX
M6W3X	MUX
MQ1	MULTI DS1 TO VOICE
MQ3	DS3 MUX
PYVD5	CO MUX SUBRT SIG
PYVM8	CONN ARRG DS1-DS1
PYVM9	CONN ARRG MUX-MUX
QM3XX	CO MUX DS3 TO DS1
QMU	MULTI DS1 TO DSO
QMVXX	CO MUX DS1 TO VOICE

Self Healing Services:

SHECX	DS1 SHARP+ - PER PROTECTED CT
SHEDX	DS3 SHARP+ - PER PROTECTED CT
SHEEX	DS1 SHARP+ CO TERM - PER TERM
SHEFX	DS3 SHARP+ CO TERM - PER TERM
SHNAX	DS1 SHARP - PER CT
SHNBX	DS3 SHARP - PER DS3
SHNJX	DS3 SHARP-PER SYS LVL CT
1HXQS	SHNS OVER 0 MILES
1HXQX	SHNS 0 MILES
DHG4X	SHNS A.P. OC3 CAP 1.244 GBPS
DHG6X	SHNS A.P. OC12 CAP 1.244 GBPS
DHG8X	SHNS A.P. OC3 CAP 2.488 GBPS
DHGBX	SHNS A.P. DS1 CAP 155.52 MBPS
DHGCX	SHNS A.P. DS3 CAP 155.52 MBPS
DHGDX	SHNS A.P. DS1 CAP 622.08 MBPS
DHGFX	SHNS A.P. DS3 CAP 2.488 GBPS
DHGXX	SHNS A.P. OC3 CAP 622.08 MBPS
DHH4X	SHNS H.P. OC3 CAP 1.244 GBPS
DHH6X	SHNS H.P. OC12 CAP 1.244 GBPS
DHH8X	SHNS H.P. OC3 CAP 2.488 GBPS
DHHBX	SHNS H.P. DS1 CAP 155.52 MBPS
DHHCX	SHNS H.P. DS3 CAP 155.52 MBPS
DHHDX	SHNS H.P. DS1 CAP 622.08 MBPS
DHHFX	SHNS H.P. DS3 CAP 2.488 GBPS
DHHXX	SHNS H.P. OC3 CAP 622.08 MBPS
DHYBX	SHNS A.P. DS3 CAP 622.08 MBPS
DHYDX	SHNS A.P. DS3 CAP 1.244 GBPS
DHZBX	SHNS H.P. DS3 CAP 622.08 MBPS
DHZDX	SHNS H.P. DS3 CAP 1.244 GBPS
DJ3EX	SHNS A.P. OC12 CAP 2.488 GBPS
DJZEX	SHNS H.P. OC12 CAP 2.488 GBPS
NGGAX	SHNS A.N. CAP 155.52 MBPS
NGGEX	SHNS A.N. CAP 2.488 GBPS
NGHAX	SHNS H.N. CAP 155.52 MBPS
NGHEX	SHNS H.N. CAP 2.488 GBPS
NGYAX	SHNS A.N. CAP 622.08 MBPS
NGYCX	SHNS A.N. CAP 1.244 GBPS
NGZAX	SHNS H.N. CAP 622.08 MBPS
NGZCX	SHNS H.N. CAP 1.244 GBPS

OTHER:

1T561	EDS DS1 1.544 0 MILES
1T562	EDS DS1 1.544 0-8 MILES
1T563	EDS DS1 1.544 8-25 MILES
1T564	EDS DS1 1.544 25-50 MILES
1T565	EDS DS1 1.544 OVER 50 MILES
ALGOX	Other Labor
ALGXX	BASELINE LABOR
AOV	AVOIDANCE
BU6	EDS - BATTERY BACKUP
C6C	EDS CLEAR CHANNEL-B8ZS
C7C	EDS CLEAR CHANNEL-BASIC
CCO	CLEAR CHANNEL-BASIC
CLR	CLEAR CHANNEL-B8ZS
CU5BD	DS1 FF COCC
CU5MN	DS3 COCC
CU5OU	OC3 - OC 48, COCC
CU5QS	SHNS COCC
CZ6	CLEAR CHANNEL-ZBTSI
D1J	CAL 1.544 MBPS DS1
D2GAA	COMMAND-A-LINK
D2GDU	NET CONTROLLER
D3D	CAL 44.736 MBPS DS3
DKFBM	DS3 TRANSP ALT PATH PROTECTION
DLZAX	DESIGN LAYOUT RPT
DLZHX	DESIGN LAYOUT RPT
DM3XX	LL DIVERSITY MAINT - PER CT
DY3XX	TC DIVERSITY MAINT - PER TC
DZD1X	EDS CHNL-1ST ORDER AFTER INIT

DZDAX	EDS CHNL-EA ADDL CHNL ORDER
DZS1A	EDS CHNL-INIT CHNL ORDER
H28	DESIGN CHARGE
HD2AX	DS3 CT CAP OF 6 OP
HD2GX	DS3 CT CAP OF 36 OP
HD5AX	DS3 CAP OF 6 PER DS3 EL
HD5GX	DS3 CAP OF 36 PER DS3 EL
HD8AX	DS3 CAP OF 6 PER DS3 OP
HD8GX	DS3 CAP OF 36 PER DS3 OP
HDJAX	DS3 CT CAP OF 6 EL
HDJGX	DS3 CT CAP OF 36 EL
LNY	D.C. LINE POWER
OMC	ORDER MODIFICATION CHRG
PHP	PORT-TO-PORT CONN ARG
S1F1S	RT SYNC CHRG 1.544 TO SONET
SHEF2	SH ALT ROUTE PROT
SKK	EDS SECONDARY CHANNEL
SRKXX	SFTWRE RECONFIG CAPABILITY
T59	AUTO LOOP TRANSFER
UPD	CON/UPGRD CHRG
USV	TRANSFER ARRANGMENT
VXO	DIGITAL X CONNECT NRC

U S WEST Communications' USOCs and COSs (class of service) for High Capacity services subject to the petitions for Forbear

FRS AND ATM USOCs (ACCESS PORTION ONLY)		FRS AND ATM COCs (ACCESS PORTION ONLY)	
USOC	Description	COS	Description
FRS:			
L7AXM	Access Link M-TO-M	X1NNX	
L7AX1	Access Link 1 YR	X1UNX	
L7AX2	Access Link 2 YR	X1UPX	
L7AX3	Access Link 3 YR	XFSPX	
L7AX4	Access Link 4 YR		
L7AX5	Access Link 5 YR		
L7AX6	Access Link 6 YR		
L7AX7	Access Link 7 YR		
NNLXM	Stand Alone Access Link M-TO-M		
NNLX1	Stand Alone Access Link 1 YR		
NNLX2	Stand Alone Access Link 2 YR		
NNLX3	Stand Alone Access Link 3 YR		
NNLX4	Stand Alone Access Link 4 YR		
NNLX5	Stand Alone Access Link 5 YR		
NNLX6	Stand Alone Access Link 6 YR		
NNLX7	Stand Alone Access Link 7 YR		
CU5RR	COCC M-TO-M		
CU5SR	COCC 1 YR		
CU5TR	COCC 2 YR		
CU5UR	COCC 3 YR		
CU5VR	COCC 4 YR		
CU5WR	COCC 5 YR		
CU8A4	COCC 6 YR		
CU8BR	COCC 7 YR		
U1RFR	Usage Information Report M-TO-M		
U1RFR	Usage Information Report 1 YR		
U1RFR	Usage Information Report 2 YR		
U1RFR	Usage Information Report 3 YR		
U1RFR	Usage Information Report 4 YR		
U1RFR	Usage Information Report 5 YR		
U1RFR	Usage Information Report 6 YR		
U1RFR	Usage Information Report 7 YR		
NM6XM	Customer Network Mgmt M-TO-M		
NM6X1	Customer Network Mgmt 1 YR		
NM6X2	Customer Network Mgmt 2 YR		
NM6X3	Customer Network Mgmt 3 YR		
NM6X4	Customer Network Mgmt 4 YR		
NM6X5	Customer Network Mgmt 5 YR		
NM6X6	Customer Network Mgmt 6 YR		
NM6X7	Customer Network Mgmt 7 YR		
ATM:			
N7AXM	Optical Access Link M-t-M	ACLNX	Inter-state 1.536 Mbps
N7AX1	Optical Access Link 1 Year	ACLSX	Inter-state 44.736 Mbps
N7AX2	Optical Access Link 2 Year	ACLTX	Inter-state 155.52 Mbps
N7AX3	Optical Access Link 3 Year		
N7AX4	Optical Access Link 4 Year		
N7AX5	Optical Access Link 5 Year		
N7AX6	Optical Access Link 6 Year		
N7AX7	Optical Access Link 7 Year		
N1AXM	Stand Alone OAL M-t-M		
N1AX1	Stand Alone OAL 1 Year		
N1AX2	Stand Alone OAL 2 Year		
N1AX3	Stand Alone OAL 3 Year		
N1AX4	Stand Alone OAL 4 Year		
N1AX5	Stand Alone OAL 5 Year		
N1AX6	Stand Alone OAL 6 Year		
N1AX7	Stand Alone OAL 7 Year		
C3TXM	Fixed Rate Per Port M-t-M		
C3TX1	Fixed Rate Per Port 1 Year		
C3TX2	Fixed Rate Per Port 2 Year		
C3TX3	Fixed Rate Per Port 3 Year		
C3TX4	Fixed Rate Per Port 4 Year		
C3TX5	Fixed Rate Per Port 5 Year		
C3TX6	Fixed Rate Per Port 6 Year		
C3TX7	Fixed Rate Per Port 7 Year		
CFNXM	COCC M-t-M		
CFNX1	COCC 1 Year		
CFNX2	COCC 2 Year		
CFNX3	COCC 3 Year		
CFNX4	COCC 4 Year		
CFNX5	COCC 5 Year		
CFNX6	COCC 6 Year		
CFNX7	COCC 7 Year		

U S WEST Communications' USOCs and COSs (class of service) for High Capacity services subject to the petitions for Forbear

Switched Access		Switched Access	
USOC	Description	COS	Description
Entrance Facility - EF			
EF2BX	DS1 electrical interface		
EF2CX	DS3 electrical interface - per DS3		
EF2PX	DS3 electrical interface - per capacity system (starting at capacity of 2)		
EF2DX	DS3 optical interface - per DS3		
EF2LX	DS3 optical interface - per capacity system (starting at capacity of 2)		
Direct-trunked transport - DTT			
1YTXA	0 mile	XTH1X	DS1
1YTXB	over 0 to 8 miles	XTH3X	DS3
1YTXC	over 8 to 25 miles		
1YTXD	over 25 to 50 miles		
1YTXE	over 50 miles		
Multiplexing			
MKW3X	DS3 TO DS1 Entrance Facility MUX		
M6W3X	DS3 TO DS1 DTT MUX		
MKW1X	DS1 TO Voice Grade Entrance Facility MUX		
M6W1X	DS1 TO Voice Grade DTT MUX		

IND-1
Filing Date: 11/16/98
Filing Entity: USTR
Transmittal Number: 956
IA,MN,NE,WA RATE CHANGE FILING

Price Cap Tariff Review Plan
Indices

	PROPOSED PCI (A)	PROPOSED API (B)	PROPOSED SBI (C)	PROPOSED SBI LIMIT (D)	EXISTING PCI (E)	EXISTING API (F)	EXISTING SBI (G)	EXISTING SBI LIMIT (H)	6/30/98 PCI (I)	6/30/98 SBI (J)
Common Line Basket										
100 Total Common Line	90.9740	N/A	N/A	N/A	90.9740	N/A	N/A	N/A	87.2194	N/A
Traffic Sensitive Basket										
110 Local Switching	N/A	N/A	46.6161	48.4659	N/A	N/A	46.6161	48.4659	N/A	43.2636
120 Information	N/A	N/A	71.8939	79.8477	N/A	N/A	71.8939	79.8477	N/A	71.6109
130 Database Access	N/A	N/A	94.2965	100.7637	N/A	N/A	94.2965	100.7637	N/A	90.3693
140 800 DB VertSvcs Sub-Cat	N/A	N/A	60.3275	67.2664	N/A	N/A	60.3275	67.2664	N/A	60.3275
150 Billing Name and Address	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
154 Local Switching Trunk Ports	N/A	N/A	100.0000	111.5021	N/A	N/A	100.0000	111.5021	N/A	100.0000
158 STP Port Terminations	N/A	N/A	109.4118	111.5021	N/A	N/A	109.4118	111.5021	N/A	100.0000
160 Total Traffic Sensitive	56.3668	55.6460	N/A	N/A	56.3668	55.6460	N/A	N/A	52.9067	N/A
Trunking Basket										
200 Interconnection Charge	N/A	N/A	22.3647	22.3647	N/A	N/A	22.3647	22.3647	N/A	41.1424
210 Tandem Switched Transport	N/A	N/A	164.0556	171.1244	N/A	N/A	164.0556	171.1244	N/A	168.0191
220 Density Zone 1	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
230 Density Zone 2	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
240 Density Zone 3	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
250 VoiceGrade/WATS,Met.,Tlgrph	N/A	N/A	103.4280	104.0277	N/A	N/A	103.4280	104.0277	N/A	92.2546
260 Density Zone 1	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
270 Density Zone 2	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
280 Density Zone 3	N/A	N/A	0.0000	0.0000	N/A	N/A	0,0000	0.0000	N/A	0.0000
290 Audio & Video	N/A	N/A	87.6285	88.2596	N/A	N/A	87.6285	88.2596	N/A	80.9387
300 High Cap & DDS	N/A	N/A	93.0763	97.9358	N/A	N/A	93.0763	97.9358	N/A	87.0658
310 DS-1 SUB-CAT	N/A	N/A	85.1531	90.7696	N/A	N/A	85.1531	90.7696	N/A	80.7337
320 Spec Density Zone 1	N/A	N/A	80.0981	84.2012	N/A	N/A	80.0981	84.2012	N/A	76.7258
330 Spec Density Zone 2	N/A	N/A	81.1410	87.7207	N/A	N/A	81.1410	87.7207	N/A	79.9329
340 Spec Density Zone 3	N/A	N/A	82.3448	89.9675	N/A	N/A	82.3448	89.9675	N/A	81.9802
350 DTT Density Zone 1	N/A	N/A	79.5117	83.4873	N/A	N/A	79.5117	83.4873	N/A	79.5117
360 DTT Density Zone 2	N/A	N/A	83.2720	87.4356	N/A	N/A	83.2720	87.4356	N/A	83.2720
370 DTT Density Zone 3	N/A	N/A	82.0236	86.1248	N/A	N/A	82.0236	86.1248	N/A	82.0236
380 Comb Density Zone 1	N/A	N/A	92.0859	96.7205	N/A	N/A	92.0859	96.7205	N/A	80.1100
390 Comb Density Zone 2	N/A	N/A	83.7360	90.1606	N/A	N/A	83.7360	90.1606	N/A	80.6568
400 Comb Density Zone 3	N/A	N/A	83.0428	90.3541	N/A	N/A	83.0428	90.3541	N/A	81.0338
410 DS-3 SUB-CAT	N/A	N/A	101.2373	101.9024	N/A	N/A	101.2373	101.9024	N/A	86.5631
420 Spec Density Zone 1	N/A	N/A	97.6284	98.9394	N/A	N/A	97.6284	98.9394	N/A	88.7698
430 Spec Density Zone 2	N/A	N/A	97.9189	99.0396	N/A	N/A	97.9189	99.0396	N/A	88.8597
440 Spec Density Zone 3	N/A	N/A	96.7155	98.7906	N/A	N/A	96.7155	98.7906	N/A	88.6363
450 DTT Density Zone 1	N/A	N/A	75.3667	79.1350	N/A	N/A	75.3667	79.1350	N/A	75.3667
460 DTT Density Zone 2	N/A	N/A	74.8831	78.6273	N/A	N/A	74.8831	78.6273	N/A	74.8831
470 DTT Density Zone 3	N/A	N/A	59.0951	62.0499	N/A	N/A	59.0951	62.0499	N/A	59.0951
480 Comb Density Zone 1	N/A	N/A	103.1020	107.0451	N/A	N/A	103.1020	107.0451	N/A	87.0968
490 Comb Density Zone 2	N/A	N/A	98.6840	100.2180	N/A	N/A	98.6840	100.2180	N/A	86.7615
500 Comb Density Zone 3	N/A	N/A	100.3907	103.8800	N/A	N/A	100.3907	103.8800	N/A	86.6064
510 Wideband	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
515 Signalling Interconnection	N/A	N/A	0.0000	0.0000	N/A	N/A	0.0000	0.0000	N/A	0.0000
520 Total Trunking	55.5254	55.1520	N/A	N/A	55.5254	55.1520	N/A	N/A	61.0403	N/A
Interexchange Basket										
600 Total Interexchange	92.2160	81.3561	N/A	N/A	92.2160	81.8525	N/A	N/A	88.0591	N/A
Marketing Basket										
800 Total Marketing	100.0000	99.6128	N/A	N/A	100.0000	99.6128	N/A	N/A	100.0000	N/A

PCI-1
Filing Date: 11/16/98
Filing Entity: USTR
Transmittal Number: 956
IA,MN,NE,WA RATE CHANGE FILING

Price Cap Tariff Review Plan
PCI Development

	COMMON LINE BASKET (A)	TRAFFIC SENSITIVE BASKET (B)	TRUNKING BASKET (C)	INTER-EXCHANGE BASKET (D)	MARKETING BASKET (E)
600 GDP-PI	0	0	0	0	0
610 Productivity Factor (X)	0	0	0	0	0
620 GDP-PI - X	0	0	0	0	0
630 Growth in Min./Line (g) - See note	0.0000	N/A	N/A	N/A	N/A
640 Residual TIC $ Available To Be Decreased (show as negative number)	N/A	N/A	0	N/A	N/A
660 TIC Total Revenues at PCI(t-1)	N/A	N/A	139,499,709	N/A	N/A
670 Common Line per Minute Revenues at PCI(t-1)	120,372,490	N/A	N/A	N/A	N/A
680 Existing PCI	90.974	56.3668	55.5254	92.2160	100.0000
690 Y(t-1)	N/A	N/A	N/A	0	N/A
700 Delta Y	N/A	N/A	N/A	0	N/A
710 Delta Z	0	0	0	0	0
720 R(t-1)	1,198,238,693	353,828,587	802,733,769	43,955,058	82,173,043
730 Delta Y/R	N/A	N/A	N/A	0	N/A
740 Delta Z/R	0.0000	0.0000	0.0000	0.0000	0.0000
750 W	100.0000	100.0000	100.0000	100.0000	100.0000
760 W*(GDP-PI - X)	0.0000	0.0000	0.0000	0.0000	0.0000
770 W*[GDP-PI - X - (g/2)] / [1 + (g/2)]	0.0000	N/A	N/A	N/A	N/A
Calculations Assuming g Included in CL Basket					
780 Proposed PCI for Targeting (Non-Exog)	90.9740	56.3668	55.5254	N/A	100
790 Initial Targeted Revenue Differential	0	0	0	N/A	0
800 Actual Targeted Revenue Differential	0	0	0	N/A	0
810 Targeted Revenue Differential	N/A	N/A	0	N/A	N/A
820 Portion of Allocated Tkng & Targeted TIC EXG2	N/A	N/A	0	N/A	N/A
830 Prop. PCI (Unused NonExog Only:Annual Filing SBI Upper Limit calculations only)	N/A	56.3668	N/A	N/A	N/A
840 Proposed PCI (Exog+Unused NonExog) (with g, where appropriate)	90.9740	56.3668	55.5254	92.2160	100.0000

NOTES:

(1) Display indexes and factors as percent to four decimal places (e.g., display 100% as 100.000).
(2) Display revenues as whole numbers.
(3) Rows 650, 660, 670, 690, and 720 are computed by multiplying base period quantities by the corresponding rates at the last time the PCI was updated.
(4) Row 630 (g factor) should be entered as zero if there are no per-minute CCL rates going into this filing.

PCI-1
Filing Date: 11/16/98
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IA,MN,NE,WA RATE CHANGE FILING

Price Cap Tariff Review Plan
PCI Development

	COMMON LINE BASKET	TRAFFIC SENSITIVE BASKET	TRUNKING BASKET	INTER-EXCHANGE BASKET	MARKETING BASKET
	(A)	(B)	(C)	(D)	(E)
Calculations Assuming g Excluded from CL Basket					
850 Proposed PCI for Targeting (Non-Exog)	90.9740	56.3668	55.5254	N/A	100.0000
860 Initial Targeted Revenue Differential	0	0	0	N/A	0
870 Actual Targeted Revenue Differential	0	0	0	N/A	0
880 Targeted Revenue Differential	N/A	N/A	0	N/A	N/A
890 Portion of Allocated Tkng & Targeted TIC EXG2	N/A	N/A	0	N/A	N/A
900 Prop. PCI (Unused NonExog Only:Annual Filing SBI Upper Limit calculations only)	N/A	N/A	N/A	N/A	N/A
910 Proposed PCI (Exog+Unused NonExog) (without g)	90.9740	56.3668	55.5254	92.2160	100.0000
Actual Results					
920 Proposed PCI for Targeting (Non-Exog)	90.9740	56.3668	56	N/A	100.0000
930 Initial Targeted Revenue Differential	0	0	0	N/A	0
940 Actual Targeted Revenue Differential	0	0	0	N/A	0
950 Targeted Revenue Differential	N/A	N/A	0	N/A	N/A
960 Portion of Allocated Tkng & Targeted TIC EXG2	N/A	N/A	0	N/A	N/A
970 Prop. PCI (Unused NonExog Only:Annual Filing SBI Upper Limit calculations only)	N/A	56.3668	N/A	N/A	N/A
980 Proposed PCI (Exog+Unused NonExog)	90.9740	56.3668	55.5254	92.2160	100.0000

(1) Display indexes and factors as percent to four decimal places (e.g., display 100% as 100.000).
(2) Display revenues as whole numbers.

SUM-1
Filing Date: 11/16/98
Filing Entity: USTR
Transmittal Number: 956
IA,MN,NE,WA RATE CHANGE FILING

Price Cap Tariff Review Plan
Price Out Summary

		BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	BASE PER DMD x CURR RATES minus BASE PER DMD x RATES AT LAST PCI UPDATE	BASE PER DMD x PROP RATES minus BASE PER DMD x CURRENT RATES
		(A)	(B)	(C)	(D) = (B) - (A)	(E) = (C) - (B)
	Common Line Basket					
100	End User Common Line	872,563,437	872,563,437	872,563,437	0	0
110	Common Line per MOU	120,372,490	120,372,490	120,372,490	0	0
112	PICC Common Line	205,302,766	205,302,766	205,302,766	0	0
115	Other Common Line	0	0	0	0	0
120	Total Common Line	1,198,238,693	1,198,238,693	1,198,238,693	0	0
	Traffic Sensitive Basket					
130	Local Switching	251,635,413	251,635,413	251,635,413	0	0
150	Information	28,380,887	28,380,887	28,380,887	0	0
160	Database Access	24,554,941	24,554,941	24,554,941	0	0
165	Billing Name and Address	0	0	0	0	0
167	Local Switching Trunk Ports	46,864,921	46,864,921	46,864,921	0	0
169	STP Port Terminations	2,392,425	2,392,425	2,392,425	0	0
170	Total Traffic Sensitive	353,828,587	353,828,587	353,828,587	0	0
	Trunking Basket					
171	Interconnection Charge	139,499,709	139,499,709	139,499,709	0	0
175	Tandem Switched Transport	100,481,521	100,481,521	100,481,521	0	0
180	Voice Grade,WATS,Metallic & Telegrap	39,580,446	39,580,446	39,580,446	0	0
190	Audio & Video	3,246,465	3,246,465	3,246,465	0	0
200	High Caps & DDS	519,925,628	519,601,111	519,601,111	-324,517	0
210	Wideband	0	0	0	0	0
215	Signalling Interconnection	0	0	0	0	0
220	Total Trunking	802,733,769	802,409,252	802,409,252	-324,517	0
	Interexchange Basket					
230	Total Interexchange	43,955,058	43,955,058	43,688,492	0	-266,566
	Marketing Basket					
250	Total Marketing	82,173,043	82,173,043	82,173,043	0	0

Note: Display whole numbers.

EXG-1
Filing Date: 11/16/98
Filing Entity: USTR
Transmittal Number: 956
IA,MN,NE,WA RATE CHANGE FILING

Price Cap Tariff Review Plan
Exogenous Cost Changes

	LTS	REGULA-TORY FEES	EXCESS DEFERRED TAXES	ITC AMORTIZ.	REMOVAL OF SHARING / LOW END ADJUSTMENT	TRUEUP PRIOR SHARING / LOW END ADJUSTMENT	CURRENT SHARING / LOW END ADJUSTMENT	TELECOMM. RELAY SERVICES	UNIVERSAL SERVICE FUND
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
COMMON LINE Revenue Effect									
100 Depreciation Expense	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
110 Expense less Depreciation	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
120 Taxes less F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
130 Net Return	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
140 F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
150 Uncollectible Rev. & Other Adj.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
160 Revenue Effects	0	0	0	0	0	0	0	0	0
TRAFFIC SENSITIVE Revenue Effect									
300 Depreciation Expense	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
310 Expense less Depreciation	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
320 Taxes less F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
330 Net Return	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
340 F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
350 Uncollectible Rev. & Other Adj.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
360 Revenue Effects	N/A	0	0	0	0	0	0	0	0
TRUNKING Revenue Effect									
500 Depreciation Expense	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
510 Expense less Depreciation	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
520 Taxes less F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
530 Net Return	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
540 F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
550 Uncollectible Rev. & Other Adj.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
560 Revenue Effects	N/A	0	0	0	0	0	0	0	0
INTEREXCHANGE Revenue Effect									
700 Depreciation Expense	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
710 Expense less Depreciation	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
720 Taxes less F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
730 Net Return	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
740 F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
750 Uncollectible Rev. & Other Adj.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
760 Revenue Effects	N/A	0	0	0	0	0	0	0	0
MARKETING Revenue Effect									
1100 Depreciation Expense	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
1110 Expense less Depreciation	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
1120 Taxes less F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
1130 Net Return	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
1140 F.I.T.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
1150 Uncollectible Rev. & Other Adj.	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A
1160 Revenue Effects	N/A	0	0	0	0	0	0	0	0

NOTE: (1) Total may not equal sum of changes due to interactive effects.
(2) Display whole numbers.

EXG-1
Filing Date: 11/16/98
Filing Entity: USTR
Transmittal Number: 956
IA,MN,NE,WA RATE CHANGE FILING

DESCRIPTION: 800 DB RVRS SALE OF EXC SS7 ADJT REG TO NONREG DEM REVERSAL

	OTHER (1)	OTHER (2)	OTHER (3)	OTHER (4)	OTHER (5)	OTHER (6)	OTHER (7)	OTHER (8)	OTHER (9)	TOTAL
	(J)	(K)	(L)	(M)	(N)	(O)	(P)	(Q)	(R)	(S)
COMMON LINE Revenue Effect										
100 Depreciation Expense	0	0	0	0	0	0	0	0	0	N/A
110 Expense less Depreciation	0	0	0	0	0	0	0	0	0	N/A
120 Taxes less F.I.T.	0	0	0	0	0	0	0	0	0	N/A
130 Net Return	0	0	0	0	0	0	0	0	0	N/A
140 F.I.T.	0	0	0	0	0	0	0	0	0	N/A
150 Uncollectible Rev. & Other Adj.	0	0	0	0	0	0	0	0	0	N/A
160 Revenue Effects	0	0	0	0	0	0	0	0	0	0
TRAFFIC SENSITIVE Revenue Effect										
300 Depreciation Expense	0	0	0	0	0	0	0	0	0	N/A
310 Expense less Depreciation	0	0	0	0	0	0	0	0	0	N/A
320 Taxes less F.I.T.	0	0	0	0	0	0	0	0	0	N/A
330 Net Return	0	0	0	0	0	0	0	0	0	N/A
340 F.I.T.	0	0	0	0	0	0	0	0	0	N/A
350 Uncollectible Rev. & Other Adj.	0	0	0	0	0	0	0	0	0	N/A
360 Revenue Effects	0	0	0	0	0	0	0	0	0	0
TRUNKING Revenue Effect										
500 Depreciation Expense	0	0	0	0	0	0	0	0	0	N/A
510 Expense less Depreciation	0	0	0	0	0	0	0	0	0	N/A
520 Taxes less F.I.T.	0	0	0	0	0	0	0	0	0	N/A
530 Net Return	0	0	0	0	0	0	0	0	0	N/A
540 F.I.T.	0	0	0	0	0	0	0	0	0	N/A
550 Uncollectible Rev. & Other Adj.	0	0	0	0	0	0	0	0	0	N/A
560 Revenue Effects	0	0	0	0	0	0	0	0	0	0
INTEREXCHANGE Revenue Effect										
700 Depreciation Expense	0	0	0	0	0	0	0	0	0	N/A
710 Expense less Depreciation	0	0	0	0	0	0	0	0	0	N/A
720 Taxes less F.I.T.	0	0	0	0	0	0	0	0	0	N/A
730 Net Return	0	0					0	0	0	N/A
740 F.I.T.	0	0	0	0	0	0	0	0	0	N/A
750 Uncollectible Rev. & Other Adj.	0	0	0	0	0	0	0	0	0	N/A
760 Revenue Effects	0	0	0	0	0	0	0	0	0	0
MARKETING Revenue Effect										
1100 Depreciation Expense	0	0	0	0	0	0	0	0	0	N/A
1110 Expense less Depreciation	0	0	0	0	0	0	0	0	0	N/A
1120 Taxes less F.I.T.	0	0	0	0	0	0	0	0	0	N/A
1130 Net Return	0	0	0	0	0	0	0	0	0	N/A
1140 F.I.T.	0	0	0	0	0	0	0	0	0	N/A
1150 Uncollectible Rev. & Other Adj.	0	0	0	0	0	0	0	0	0	N/A
1160 Revenue Effects	0	0	0	0	0	0	0	0	0	0

NOTE: (1) Total may not equal sum of changes due to interactive effects.
(2) Display whole numbers.

EXG-2
Filing Date: 11/16/98
Filing Entity: USTR
Transmittal Number: 956
IA,MN,NE,WA RATE CHANGE FILING

Net Exogenous Cost Shifts

	Common Line Basket	
100	Total Common Line	0
	Traffic Sensitive Basket	
110	Local Switching	0
120	Information	0
130	Database Access	0
140	800 DB VertSvcs Sub-Cat	0
150	Billing Name and Address	0
154	Local Switching Trunk Ports	0
158	STP Port Terminations	0
159	TS Untargeted to Svc Bands	0
160	Total Traffic Sensitive	0
	Trunking Basket	
200	Interconnection Charge	0
210	Tandem Sw Tprt (undesignated)	0
220	Density Zone 1	0
230	Density Zone 2	0
240	Density Zone 3	0
250	VG/WATS,MT,TGH (undesignated)	0
260	Density Zone 1	0
270	Density Zone 2	0
280	Density Zone 3	0
290	Audio & Video	0
300	High Cap & DDS (undesignated)	0
310	DS-1 SUB-CAT (undesignated)	0
320	Spec Density Zone 1	0
330	Spec Density Zone 2	0
340	Spec Density Zone 3	0
350	DTT Density Zone 1	0
360	DTT Density Zone 2	0
370	DTT Density Zone 3	0
380	Comb Density Zone 1	0
390	Comb Density Zone 2	0
400	Comb Density Zone 3	0
410	DS-3 SUB-CAT (undesignated)	0
420	Spec Density Zone 1	0
430	Spec Density Zone 2	0
440	Spec Density Zone 3	0
450	DTT Density Zone 1	0
460	DTT Density Zone 2	0
470	DTT Density Zone 3	0
480	Comb Density Zone 1	0
490	Comb Density Zone 2	0
500	Comb Density Zone 3	0
510	Wideband	0
515	Signalling Interconnection	0
519	TK Undesignated to Svc Bands	0
520	Total Trunking	0
	Interexchange Basket	
600	Total Interexchange	0
	Marketing Basket	
800	Total Marketing	0

RTE-1
Filing Date: 11/16/98
Filing Entity: USTR
Transmittal Number: 956
IA,MN,NE,WA RATE CHANGE FILING

Price Cap Tariff Review Plan
Common Line Basket

	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
End User Common Line (EUCL)								
100 Multiline Business & PRI ISDN EUCL (1)	41,967,384	7.19	7.19	7.19	301,640,857	301,640,857	301,640,857	N/A
101 Business Centrex EUCL	9,500,724	7.19	7.19	7.19	68,286,518	68,286,518	68,286,518	N/A
110 Primary Res & Single Line Bus EUCL (1)	119,378,484	3.50	3.50	3.50	417,824,694	417,824,694	417,824,694	N/A
111 NonPrimary Residence & BRI ISDN EUCL (1)	14,889,456	5.00	5.00	5.00	74,447,280	74,447,280	74,447,280	N/A
120 Lifeline EUCL (1)	2,497,368	3.50	3.50	3.50	8,740,788	8,740,788	8,740,788	N/A
130 Special Access Surcharge	64,932	25.00	25.00	25.00	1,623,300	1,623,300	1,623,300	N/A
135 Other EUCL	N/A	N/A	N/A	N/A	0	0	0	N/A
Carrier Common Line								
140 Terminating CCL Prem.	34,435,963,007	0.000000	0.000000	0.000000	0	0	0	N/A
150 Terminating CCL Non-Prem.	1,534,765	0.000000	0.000000	0.000000	0	0	0	N/A
160 Originating CCL Prem.	21,351,272,373	0.005638	0.005638	0.005638	120,372,061	120,372,061	120,372,061	N/A
170 Originating CCL Non-Prem.	169,048	0.002537	0.002537	0.002537	429	429	429	N/A
171 Other Minute-related	N/A	N/A	N/A	N/A	0	0	0	N/A
Presubscribed Interexchange Carrier Charge (PICC)								
174 Multiline Business & PRI ISDN PICC (1)	41,967,384	2.75	2.75	2.75	115,410,306	115,410,306	115,410,306	N/A
175 Business Centrex PICC	1,077,845	N/A	N/A	N/A	2,964,075	2,964,075	2,964,075	N/A
176 Primary Res & Single Line Bus PICC (1)	119,378,484	0.53	0.53	0.53	63,270,597	63,270,597	63,270,597	N/A
177 NonPrimary Residence & BRI ISDN PICC (1)	14,889,456	1.50	1.50	1.50	22,334,184	22,334,184	22,334,184	N/A
178 Lifeline PICC (1)	2,497,368	0.53	0.53	0.53	1,323,605	1,323,605	1,323,605	N/A
179 Other PICC	N/A	N/A	N/A	N/A	0	0	0	N/A
180 Other Common Line	N/A	N/A	N/A	N/A	0	0	0	N/A
190 Total Basket	N/A	N/A	N/A	N/A	1,198,238,693	1,198,238,693	1,198,238,693	N/A

(1) May be a composite rate

Price Cap Tariff Review Plan
Traffic Sensitive Basket

	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
Local Switching Service Category								
200 Premium Switching LS1 FG	1,178,661,265	0.004461	0.004461	0.004461	5,258,008	5,258,008	5,258,008	N/A
210 Premium Switching LS2 FG	54,708,098,327	0.004461	0.004461	0.004461	244,052,827	244,052,827	244,052,827	N/A
220 Non-Premium Switching FG	1,693,503	0.002007	0.002007	0.002007	3,399	3,399	3,399	N/A
230 Premium Switching LS1 BSA	19,689,107	0.004392	0.004392	0.004392	86,475	86,475	86,475	N/A
240 Premium Switching LS2 BSA	0	0.004392	0.004392	0.004392	0	0	0	N/A
250 Non-Premium Switching BSA	10,993	0.001976	0.001976	0.001976	22	22	22	N/A
260 Premium Switching LS1 FG - Recast	0	0.000000	0.000000	0.000000	0	0	0	N/A
270 Premium Switching LS2 FG - Recast	0	0.000000	0.000000	0.000000	0	0	0	N/A
280 Non-Premium Switching FG - Recast	0	0.000000	0.000000	0.000000	0	0	0	N/A
290 Equal Access	0	0.000000	0.000000	0.000000	0	0	0	N/A
300 Other ONA	N/A	N/A	N/A	N/A	2,423	2,423	2,423	N/A
310 Other ONA - Recast FG	N/A	N/A	N/A	N/A	0	0	0	N/A
320 Other Switching	N/A	N/A	N/A	N/A	2,232,259	2,232,259	2,232,259	N/A
380 Total Service Category	N/A	N/A	N/A	N/A	251,635,413	251,635,413	251,635,413	N/A
385 SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	46.6161
390 Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	48.4659
Information Service Category								
400 Information - Per MSG.	52,297,261	0.220000	0.220000	0.220000	11,505,397	11,505,397	11,505,397	N/A
410 Info-Premium Surcharge	55,851,225,157	0.000270	0.000270	0.000270	15,079,831	15,079,831	15,079,831	N/A
420 Info-Non-Premium Surcharge	1,653,353	0.000122	0.000122	0.000122	202	202	202	N/A
430 Information-Other	N/A	N/A	N/A	N/A	1,795,457	1,795,457	1,795,457	N/A
480 Total Service Category	N/A	N/A	N/A	N/A	28,380,887	28,380,887	28,380,887	N/A
485 SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	71.8939
490 Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	79.8477

Price Cap Tariff Review Plan
Traffic Sensitive Basket

		BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
		(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
	Database Access Category								
	800 DB VERTICAL SERVICES SUB-CAT								
530	Vertical Features	N/A	N/A	N/A	N/A	62,826	62,826	62,826	N/A
535	Vertical Services SubIndex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	60.3275
540	Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	67.2664
550	Basic 800	5,410,784,999	0.003407	0.003407	0.003407	18,434,544	18,434,544	18,434,544	N/A
560	Other 800 Service	N/A	N/A	N/A	N/A	6,057,571	6,057,571	6,057,571	N/A
580	Total Service Category	N/A	N/A	N/A	N/A	24,554,941	24,554,941	24,554,941	N/A
585	SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	94.2965
590	Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	100.7637
	Billing Name and Address (BNA) Category								
680	Total Service Category	N/A	N/A	N/A	N/A	0	0	0	N/A
685	SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
690	Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
	Local Switching Trunk Ports								
780	Total Service Category	N/A	N/A	N/A	N/A	46,864,921	46,864,921	46,864,921	N/A
785	SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	100.0000
790	Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	111.5021
	Signalling Transfer Point Port Termination								
880	Total Service Category	N/A	N/A	N/A	N/A	2,392,425	2,392,425	2,392,425	N/A
885	SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	109.4118
890	Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	111.5021
970	Total Basket	N/A	N/A	N/A	N/A	353,828,587	353,828,587	353,828,587	N/A
980	Total API	N/A	N/A	N/A	N/A	N/A	N/A	N/A	55.6460
990	Total PCI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	56.3668

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	Interconnection Charge Service Category	BASE PERIOD (A)	RATES AT LAST PCI (B)	CURRENT RATES (C)	PROPOSED RATES (D)	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE (E)	BASE PERIOD DEMAND x CURRENT RATES (F)	BASE PERIOD DEMAND x PROPOSED RATES (G)	INDEX RESULTS (H)
1003	Interconnection Charge - Term Premium (1)	34,669,438,257	0.000000	0.000000	0.000000	0	0	0	N/A
1006	Interconnection Charge - Term Non-Premium (1)	1,535,435	0.000000	0.000000	0.000000	0	0	0	N/A
1009	Interconnection Charge - Orig Premium (1)	21,188,176,018	0.004951	0.004951	0.004951	104,908,592	104,908,592	104,908,592	N/A
1012	Interconnection Charge - Orig Non-Premium (1)	169,016	0.002228	0.002228	0.002228	377	377	377	N/A
1015	TIC: Suppl. LEC Transport Term Prem (1)	32,615,676,700	0.000000	0.000000	0.000000	0	0	0	N/A
1018	TIC: Suppl. LEC Transport Term NonPrem (1)	1,535,435	0.000000	0.000000	0.000000	0	0	0	N/A
1021	TIC: Suppl. LEC Transport Orig Prem (1)	20,311,098,008	0.001703	0.001703	0.001703	34,590,612	34,590,612	34,590,612	N/A
1024	TIC: Suppl. LEC Transport Orig NonPrem (1)	166,895	0.000766	0.000766	0.000766	128	128	128	N/A
1027	Other Per Minute	N/A	N/A	N/A	N/A	0	0	0	N/A
1030	Multiline Business & PRI ISDN PICC (1)	41,967,384	0.00	0.00	0.00	0	0	0	N/A
1035	Business Centrex PICC	9,500,724	N/A	N/A	N/A	0	0	0	N/A
1040	Primary Res & Single Line Bus PICC (1)	119,378,484	0.00	0.00	0.00	0	0	0	N/A
1050	NonPrimary Residence & BRI ISDN PICC (1)	14,889,456	0.00	0.00	0.00	0	0	0	N/A
1060	Lifeline PICC (1)	2,497,368	0.00	0.00	0.00	0	0	0	N/A
1065	Other PICC	N/A	N/A	N/A	N/A	0	0	0	N/A
1070	Other	N/A	N/A	N/A	N/A	0	0	0	N/A
1080	Total Service Category	N/A	N/A	N/A	N/A	139,499,709	139,499,709	139,499,709	N/A
1085	SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	22.3647
1090	Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	22.3647

(1) May be a composite rate

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Tandem Switched Transport Service Category	BASE PERIOD DEMAND (A)	RATES AT LAST PCI UPDATE (B)	CURRENT RATES (C)	PROPOSED RATES (D)	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE (E)	BASE PERIOD DEMAND x CURRENT RATES (F)	BASE PERIOD DEMAND x PROPOSED RATES (G)	INDEX RESULTS (H)
TandemSwitchedTransport, Density Zone 1								
1100 Tandem Switched Transmission - Fixed	0	N/A	N/A	N/A	0	0	0	N/A
1110 Tandem Switched Transmission - Variable	0	N/A	N/A	N/A	0	0	0	N/A
1120 Tandem Switching	N/A	N/A	N/A	N/A	0	0	0	N/A
1140 Other	N/A	N/A	N/A	N/A	0	0	0	N/A
1180 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	0	0	N/A
1185 SubIndex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
1190 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
TandemSwitchedTransport, Density Zone 2								
1200 Tandem Switched Transmission - Fixed	0	N/A	N/A	N/A	0	0	0	N/A
1210 Tandem Switched Transmission - Variable	0	N/A	N/A	N/A	0	0	0	N/A
1220 Tandem Switching	N/A	N/A	N/A	N/A	0	0	0	N/A
1240 Other	N/A	N/A	N/A	N/A	0	0	0	N/A
1280 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	0	0	N/A
1285 SubIndex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
1290 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
TandemSwitchedTransport, Density Zone 3								
1300 Tandem Switched Transmission - Fixed	0	N/A	N/A	N/A	0	0	0	N/A
1310 Tandem Switched Transmission - Variable	0	N/A	N/A	N/A	0	0	0	N/A
1320 Tandem Switching	N/A	N/A	N/A	N/A	0	0	0	N/A
1340 Other	N/A	N/A	N/A	N/A	0	0	0	N/A
1380 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	0	0	N/A
1385 SubIndex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
1390 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000

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	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
Tandem Switched Transport Service Category (cc								
TandemSwitchedTransport, Non-Density Zone								
1400 Tandem Switched Transmission - Fixed	22,629,214,968	N/A	N/A	N/A	5,450,630	5,450,630	5,450,630	N/A
1410 Tandem Switched Transmission - Variable	1,144,301,844,582	N/A	N/A	N/A	26,251,309	26,251,309	26,251,309	N/A
1420 Tandem Switching	N/A	N/A	N/A	N/A	50,667,565	50,667,565	50,667,565	N/A
1440 Other	N/A	N/A	N/A	N/A	18,112,017	18,112,017	18,112,017	N/A
1480 TOTAL TandemSwitchedTransport Svc Cat	N/A	N/A	N/A	N/A	100,481,521	100,481,521	100,481,521	N/A
1485 SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	164.0556
1490 Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	171.1244

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Voice Grade, WATS, Metallic, & Telegraph Service Category	BASE PERIOD DEMAND (A)	RATES AT LAST PCI UPDATE (B)	CURRENT RATES (C)	PROPOSED RATES (D)	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE (E)	BASE PERIOD DEMAND x CURRENT RATES (F)	BASE PERIOD DEMAND x PROPOSED RATES (G)	INDEX RESULTS (H)
VG DTT/EF Density Zone 1								
1500 Entrance Facility	0	N/A	N/A	N/A	0	0	0	N/A
1510 Inter-Office Transport - Fixed	0	N/A	N/A	N/A	0	0	0	N/A
1520 Inter-Office Transport - Variable	0	N/A	N/A	N/A	0	0	0	N/A
1540 Other	N/A	N/A	N/A	N/A	0	0	0	N/A
1580 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	0	0	N/A
1585 SubIndex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
1590 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
VG DTT/EF Density Zone 2								
1600 Entrance Facility	0	N/A	N/A	N/A	0	0	0	N/A
1610 Inter-Office Transport - Fixed	0	N/A	N/A	N/A	0	0	0	N/A
1620 Inter-Office Transport - Variable	0	N/A	N/A	N/A	0	0	0	N/A
1640 Other	N/A	N/A	N/A	N/A	0	0	0	N/A
1680 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	0	0	N/A
1685 SubIndex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
1690 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
VG DTT/EF Density Zone 3								
1700 Entrance Facility	0	N/A	N/A	N/A	0	0	0	N/A
1710 Inter-Office Transport - Fixed	0	N/A	N/A	N/A	0	0	0	N/A
1720 Inter-Office Transport - Variable	0	N/A	N/A	N/A	0	0	0	N/A
1740 Other	N/A	N/A	N/A	N/A	0	0	0	N/A
1780 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	0	0	N/A
1785 SubIndex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
1790 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000

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	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
Voice Grade, WATS, Metallic, & Telegraph Service Category								
Non-Density Zone								
VOICE GRADE & WATS:								
1800 ChanTerm/Entrance Facility - 2 Wire	128,328	N/A	N/A	N/A	2,457,481	2,457,481	2,457,481	N/A
1805 ChanTerm/Entrance Facility - 4 Wire	515,077	N/A	N/A	N/A	14,872,191	14,872,191	14,872,191	N/A
1810 Inter-Office Transport - Fixed	682,735	N/A	N/A	N/A	11,070,407	11,070,407	11,070,407	N/A
1820 Inter-Office Transport - Variable	16,837,231	N/A	N/A	N/A	4,538,134	4,538,134	4,538,134	N/A
1840 Other	N/A	N/A	N/A	N/A	6,131,901	6,131,901	6,131,901	N/A
METALLIC:								
1850 ChanTerm/Entrance Facility	572	N/A	N/A	N/A	34,124	34,124	34,124	N/A
1860 Inter-Office Transport - Fixed	12	N/A	N/A	N/A	0	0	0	N/A
1870 Inter-Office Transport - Variable	0	N/A	N/A	N/A	0	0	0	N/A
1890 Other	N/A	N/A	N/A	N/A	7,200	7,200	7,200	N/A
TELEGRAPH:								
1900 ChanTerm/Entrance Facility - 2 Wire	120	N/A	N/A	N/A	2,760	2,760	2,760	N/A
1905 ChanTerm/Entrance Facility - 4 Wire	0	N/A	N/A	N/A	0	0	0	N/A
1910 Inter-Office Transport - Fixed	284	N/A	N/A	N/A	5,710	5,710	5,710	N/A
1920 Inter-Office Transport - Variable	6,784	N/A	N/A	N/A	1,388	1,388	1,388	N/A
1940 Other	N/A	N/A	N/A	N/A	0	0	0	N/A
1950 OTHER	N/A	N/A	N/A	N/A	459,150	459,150	459,150	N/A
1960 Total "Switched"	N/A	N/A	N/A	N/A	7,267,137	7,267,137	7,267,137	N/A
1965 Total "Special"	N/A	N/A	N/A	N/A	32,313,309	32,313,309	32,313,309	N/A
1980 Total Service Category	N/A	N/A	N/A	N/A	39,580,446	39,580,446	39,580,446	N/A
1985 SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	103.4280
1990 Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	104.0277

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	Audio & Video Service Category	BASE PERIOD DEMAND (A)	RATES AT LAST PCI UPDATE (B)	CURRENT RATES (C)	PROPOSED RATES (D)	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE (E)	BASE PERIOD DEMAND x CURRENT RATES (F)	BASE PERIOD DEMAND x PROPOSED RATES (G)	INDEX RESULTS (H)
	AUDIO:								
2000	Channel Term	34,904	N/A	N/A	N/A	1,092,743	1,092,743	1,092,743	N/A
2010	Inter-Office Transport - Fixed	10,821	N/A	N/A	N/A	553,032	553,032	553,032	N/A
2020	Inter-Office Transport - Variable	87,538	N/A	N/A	N/A	93,894	93,894	93,894	N/A
2040	Other	N/A	N/A	N/A	N/A	221,328	221,328	221,328	N/A
	VIDEO:								
2050	Channel Term	2,297	N/A	N/A	N/A	758,915	758,915	758,915	N/A
2060	Inter-Office Transport - Fixed	597	N/A	N/A	N/A	26,134	26,134	26,134	N/A
2070	Inter-Office Transport - Variable	2,505	N/A	N/A	N/A	174,406	174,406	174,406	N/A
2090	Other	N/A	N/A	N/A	N/A	326,013	326,013	326,013	N/A
2100	Other Audio and Video	N/A	N/A	N/A	N/A	0	0	0	N/A
2180	Total Service Category	N/A	N/A	N/A	N/A	3,246,465	3,246,465	3,246,465	N/A
2185	SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	87.6285
2190	Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	88.2596

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	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
High Cap & DDS Service Category								
DS1, Special Access Density Zone 1:								
2200 ChanTerm/Entrance Facility	16,896	N/A	N/A	N/A	1,869,322	1,869,322	1,869,322	N/A
2210 Inter-Office Transport - Fixed	21,933	N/A	N/A	N/A	270,719	270,719	270,719	N/A
2220 Inter-Office Transport - Variable	41,939	N/A	N/A	N/A	554,259	554,259	554,259	N/A
2240 Other	N/A	N/A	N/A	N/A	631,240	631,240	631,240	N/A
2280 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	3,325,540	3,325,540	3,325,540	N/A
2285 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	80.0981
2290 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	84.2012
DS1, Special Access Density Zone 2:								
2300 ChanTerm/Entrance Facility	15860	N/A	N/A	N/A	1,901,455	1,901,455	1,901,455	N/A
2310 Inter-Office Transport - Fixed	14704	N/A	N/A	N/A	656,604	656,604	656,604	N/A
2320 Inter-Office Transport - Variable	66755	N/A	N/A	N/A	907,351	907,351	907,351	N/A
2340 Other	N/A	N/A	N/A	N/A	212,345	212,345	212,345	N/A
2380 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	3,677,755	3,677,755	3,677,755	N/A
2385 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	81.1410
2390 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	87.7207
DS1, Special Access Density Zone 3:								
2400 ChanTerm/Entrance Facility	23138	N/A	N/A	N/A	2,975,829	2,975,829	2,975,829	N/A
2410 Inter-Office Transport - Fixed	20204	N/A	N/A	N/A	1,526,639	1,526,639	1,526,639	N/A
2420 Inter-Office Transport - Variable	319629	N/A	N/A	N/A	4,487,047	4,487,047	4,487,047	N/A
2440 Other	N/A	N/A	N/A	N/A	-66,179	-66,179	-66,179	N/A
2480 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	8,923,336	8,923,336	8,923,336	N/A
2485 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	82.3448
2490 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	89.9675

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	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
High Cap & DDS Service Category	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
DS1, DTT/EF Density Zone 1:								
2500 ChanTerm/Entrance Facility	1409	N/A	N/A	N/A	0	162,035	162,035	N/A
2510 Inter-Office Transport - Fixed	387	N/A	N/A	N/A	0	39,609	39,609	N/A
2520 Inter-Office Transport - Variable	10566	N/A	N/A	N/A	0	154,358	154,358	N/A
2540 Other	N/A	N/A	N/A	N/A	0	31,196	31,196	N/A
2580 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	387,198	387,198	N/A
2585 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	79.5117
2590 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	83.4873
DS1, DTT/EF Density Zone 2:								
2600 ChanTerm/Entrance Facility	173	N/A	N/A	N/A	0	21,625	21,625	N/A
2610 Inter-Office Transport - Fixed	828	N/A	N/A	N/A	0	77,342	77,342	N/A
2620 Inter-Office Transport - Variable	11342	N/A	N/A	N/A	0	163,893	163,893	N/A
2640 Other	N/A	N/A	N/A	N/A	0	3,316	3,316	N/A
2680 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	266,176	266,176	N/A
2685 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	83.2720
2690 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	87.4356
DS1, DTT/EF Density Zone 3:								
2700 ChanTerm/Entrance Facility	854	N/A	N/A	N/A	0	115,290	115,290	N/A
2710 Inter-Office Transport - Fixed	3256	N/A	N/A	N/A	0	336,692	336,692	N/A
2720 Inter-Office Transport - Variable	72980	N/A	N/A	N/A	0	1,059,686	1,059,686	N/A
2740 Other	N/A	N/A	N/A	N/A	0	6,377	6,377	N/A
2780 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	1,518,045	1,518,045	N/A
2785 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	82.0236
2790 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	86.1248

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		BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
		(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
	High Cap & DDS Service Category								
	DS1, Combined Density Zone 1:								
2800	ChanTerm/Entrance Facility	166,239	N/A	N/A	N/A	18,568,982	18,568,982	18,568,982	N/A
2810	Inter-Office Transport - Fixed	176,223	N/A	N/A	N/A	4,570,314	4,570,314	4,570,314	N/A
2820	Inter-Office Transport - Variable	633,204	N/A	N/A	N/A	8,900,198	8,900,198	8,900,198	N/A
2840	Other	N/A	N/A	N/A	N/A	7,306,816	7,306,816	7,306,816	N/A
2880	Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	39,346,310	39,346,310	39,346,310	N/A
2885	Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	92.0859
2890	Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	96.7205
	DS1, Combined Density Zone 2:								
2900	ChanTerm/Entrance Facility	262,107	N/A	N/A	N/A	31,400,555	31,400,555	31,400,555	N/A
2910	Inter-Office Transport - Fixed	237,928	N/A	N/A	N/A	11,017,541	11,017,541	11,017,541	N/A
2920	Inter-Office Transport - Variable	1,077,305	N/A	N/A	N/A	14,574,124	14,574,124	14,574,124	N/A
2940	Other	N/A	N/A	N/A	N/A	4,692,195	4,692,195	4,692,195	N/A
2980	Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	61,684,415	61,684,415	61,684,415	N/A
2985	Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	83.7360
2990	Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	90.1606
	DS1, Combined Density Zone 3:								
3000	ChanTerm/Entrance Facility	260,452	N/A	N/A	N/A	33,190,803	33,190,803	33,190,803	N/A
3010	Inter-Office Transport - Fixed	248,974	N/A	N/A	N/A	17,631,295	17,631,295	17,631,295	N/A
3020	Inter-Office Transport - Variable	4,436,453	N/A	N/A	N/A	62,945,424	62,945,424	62,945,424	N/A
3040	Other	N/A	N/A	N/A	N/A	1,329,447	1,329,447	1,329,447	N/A
3080	Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	115,096,969	115,096,969	115,096,969	N/A
3085	Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	83.0428
3090	Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	90.3541

Price Cap Tariff Review Plan
Trunking Basket

	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
High Cap & DDS Service Category	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
DS1, Non-Density Zone								
3100 ChanTerm/Entrance Facility	70,099	N/A	N/A	N/A	8,777,215	8,472,715	8,472,715	N/A
3110 Inter-Office Transport - Fixed	66,484	N/A	N/A	N/A	3,187,430	2,733,786	2,733,786	N/A
3120 Inter-Office Transport - Variable	1,716,547	N/A	N/A	N/A	26,459,500	25,081,562	25,081,562	N/A
3140 Other	N/A	N/A	N/A	N/A	2,231,071	2,190,182	2,190,182	N/A
3180 TOTAL DS1 Sub-Category	N/A	N/A	N/A	N/A	272,709,541	272,703,989	272,703,989	N/A
3185 DS1 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	85.1531
3190 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	90.7696

Price Cap Tariff Review Plan
Trunking Basket

	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
High Cap & DDS Service Category								
DS3, Special Access Density Zone 1:								
3300 ChanTerm/Entrance Facility	N/A	N/A	N/A	N/A	3,179,240	3,179,240	3,179,240	N/A
3310 Inter-Office Transport - Fixed	N/A	N/A	N/A	N/A	101,617	101,617	101,617	N/A
3320 Inter-Office Transport - Variable	N/A	N/A	N/A	N/A	209,656	209,656	209,656	N/A
3340 Other	N/A	N/A	N/A	N/A	871,025	871,025	871,025	N/A
3380 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	4,361,538	4,361,538	4,361,538	N/A
3385 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	97.6284
3390 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	98.9394
DS3, Special Access Density Zone 2:								
3400 ChanTerm/Entrance Facility	N/A	N/A	N/A	N/A	941,756	941,756	941,756	N/A
3410 Inter-Office Transport - Fixed	N/A	N/A	N/A	N/A	262,478	262,478	262,478	N/A
3420 Inter-Office Transport - Variable	N/A	N/A	N/A	N/A	539,355	539,355	539,355	N/A
3440 Other	N/A	N/A	N/A	N/A	447,564	447,564	447,564	N/A
3480 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	2,191,153	2,191,153	2,191,153	N/A
3485 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	97.9189
3490 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	99.0396
DS3, Special Access Density Zone 3:								
3500 ChanTerm/Entrance Facility	N/A	N/A	N/A	N/A	779,816	779,816	779,816	N/A
3510 Inter-Office Transport - Fixed	N/A	N/A	N/A	N/A	261,036	261,036	261,036	N/A
3520 Inter-Office Transport - Variable	N/A	N/A	N/A	N/A	946,312	946,312	946,312	N/A
3540 Other	N/A	N/A	N/A	N/A	364,914	364,914	364,914	N/A
3580 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	2,352,078	2,352,078	2,352,078	N/A
3585 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	96.7155
3590 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	98.7906

Price Cap Tariff Review Plan
Trunking Basket

High Cap & DDS Service Category	BASE PERIOD DEMAND (A)	RATES AT LAST PCI UPDATE (B)	CURRENT RATES (C)	PROPOSED RATES (D)	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE (E)	BASE PERIOD DEMAND x CURRENT RATES (F)	BASE PERIOD DEMAND x PROPOSED RATES (G)	INDEX RESULTS (H)
DS3, DTT/EF Density Zone 1:								
3600 ChanTerm/Entrance Facility	N/A	N/A	N/A	N/A	0	459,000	459,000	N/A
3610 Inter-Office Transport - Fixed	N/A	N/A	N/A	N/A	0	23,940	23,940	N/A
3620 Inter-Office Transport - Variable	N/A	N/A	N/A	N/A	0	108,064	108,064	N/A
3640 Other	N/A	N/A	N/A	N/A	0	85,213	85,213	N/A
3680 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	676,217	676,217	N/A
3685 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	75.3667
3690 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	79.1350
DS3, DTT/EF Density Zone 2:								
3700 ChanTerm/Entrance Facility	N/A	N/A	N/A	N/A	0	178,500	178,500	N/A
3710 Inter-Office Transport - Fixed	N/A	N/A	N/A	N/A	0	24,020	24,020	N/A
3720 Inter-Office Transport - Variable	N/A	N/A	N/A	N/A	0	34,086	34,086	N/A
3740 Other	N/A	N/A	N/A	N/A	0	60,600	60,600	N/A
3780 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	297,206	297,206	N/A
3785 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	74.8831
3790 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	78.6273
DS3, DTT/EF Density Zone 3:								
3800 ChanTerm/Entrance Facility	N/A	N/A	N/A	N/A	0	0	0	N/A
3810 Inter-Office Transport - Fixed	N/A	N/A	N/A	N/A	0	36,550	36,550	N/A
3820 Inter-Office Transport - Variable	N/A	N/A	N/A	N/A	0	128,903	128,903	N/A
3840 Other	N/A	N/A	N/A	N/A	0	31,200	31,200	N/A
3880 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	0	196,653	196,653	N/A
3885 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	59.0951
3890 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	62.0499

Price Cap Tariff Review Plan
Trunking Basket

	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
High Cap & DDS Service Category								
DS3, Combined Density Zone 1:								
3900 ChanTerm/Entrance Facility	N/A	N/A	N/A	N/A	21,342,489	21,342,489	21,342,489	N/A
3910 Inter-Office Transport - Fixed	N/A	N/A	N/A	N/A	2,485,007	2,485,007	2,485,007	N/A
3920 Inter-Office Transport - Variable	N/A	N/A	N/A	N/A	5,845,350	5,845,350	5,845,350	N/A
3940 Other	N/A	N/A	N/A	N/A	6,918,211	6,918,211	6,918,211	N/A
3980 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	36,591,057	36,591,057	36,591,057	N/A
3985 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	103.1020
3990 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	107.0451
DS3, Combined Density Zone 2:								
4000 ChanTerm/Entrance Facility	N/A	N/A	N/A	N/A	15,073,032	15,073,032	15,073,032	N/A
4010 Inter-Office Transport - Fixed	N/A	N/A	N/A	N/A	2,595,514	2,595,514	2,595,514	N/A
4020 Inter-Office Transport - Variable	N/A	N/A	N/A	N/A	4,280,513	4,280,513	4,280,513	N/A
4040 Other	N/A	N/A	N/A	N/A	5,232,101	5,232,101	5,232,101	N/A
4080 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	27,181,160	27,181,160	27,181,160	N/A
4085 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	98.6840
4090 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	100.2180
DS3, Combined Density Zone 3:								
4100 ChanTerm/Entrance Facility	N/A	N/A	N/A	N/A	10,122,564	10,122,564	10,122,564	N/A
4110 Inter-Office Transport - Fixed	N/A	N/A	N/A	N/A	2,505,806	2,505,806	2,505,806	N/A
4120 Inter-Office Transport - Variable	N/A	N/A	N/A	N/A	9,282,062	9,282,062	9,282,062	N/A
4140 Other	N/A	N/A	N/A	N/A	4,306,006	4,306,006	4,306,006	N/A
4180 Total Density Zone Sub-Category	N/A	N/A	N/A	N/A	26,216,438	26,216,438	26,216,438	N/A
4185 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	100.3907
4190 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	103.8800

Price Cap Tariff Review Plan
Trunking Basket

	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
High Cap & DDS Service Category								
DS3, Non-Density Zone:								
4200 ChanTerm/Entrance Facility	N/A	N/A	N/A	N/A	7,595,816	6,958,316	6,958,316	N/A
4210 Inter-Office Transport - Fixed	N/A	N/A	N/A	N/A	729,301	552,102	552,102	N/A
4220 Inter-Office Transport - Variable	N/A	N/A	N/A	N/A	6,354,095	5,856,766	5,856,766	N/A
4240 Other	N/A	N/A	N/A	N/A	6,420,421	6,243,408	6,243,408	N/A
4280 TOTAL DS3 Sub-Category	N/A	N/A	N/A	N/A	119,993,057	119,674,092	119,674,092	N/A
4285 DS3 Subindex	N/A	N/A	N/A	N/A	N/A	N/A	N/A	101.2373
4290 Upper Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	101.9024
DDS:								
4300 Channel Term	699818	N/A	N/A	N/A	59,501,255	59,501,255	59,501,255	N/A
4310 Inter-Office Transport - Fixed	682907	N/A	N/A	N/A	14,913,670	14,913,670	14,913,670	N/A
4320 Inter-Office Transport - Variable	16299170	N/A	N/A	N/A	7,364,017	7,364,017	7,364,017	N/A
4340 Other	N/A	N/A	N/A	N/A	3,345,393	3,345,393	3,345,393	N/A
4350 OTHER HIGH-CAP & DDS	N/A	N/A	N/A	N/A	42,098,695	42,098,695	42,098,695	N/A
4360 Total "Switched"	N/A	N/A	N/A	N/A	302,078,430	301,753,913	301,753,913	N/A
4365 Total "Special"	N/A	N/A	N/A	N/A	217,847,198	217,847,198	217,847,198	N/A
4380 TOTAL Service Category	N/A	N/A	N/A	N/A	519,925,628	519,601,111	519,601,111	N/A
4385 SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	93.0763
4390 Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	97.9358

Price Cap Tariff Review Plan
Trunking Basket

	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
Wideband Service Category								
DATA:								
4400 Channel Term	0	N/A	N/A	N/A	0	0	0	N/A
4410 Inter-Office Transport - Fixed	0	N/A	N/A	N/A	0	0	0	N/A
4420 Inter-Office Transport - Variable	0	N/A	N/A	N/A	0	0	0	N/A
4440 Other	N/A	N/A	N/A	N/A	0	0	0	N/A
ANALOG:								
4450 Channel Term	0	N/A	N/A	N/A	0	0	0	N/A
4460 Inter-Office Transport - Fixed	0	N/A	N/A	N/A	0	0	0	N/A
4470 Inter-Office Transport - Variable	0	N/A	N/A	N/A	0	0	0	N/A
4490 Other	N/A	N/A	N/A	N/A	0	0	0	N/A
4500 Other Wideband	N/A	N/A	N/A	N/A	0	0	0	N/A
4580 Total Service Category	N/A	N/A	N/A	N/A	0	0	0	N/A
4585 SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
4590 Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
Signalling Interconnection								
4600 Signalling Interconnection Elements	N/A	N/A	N/A	N/A	0	0	0	N/A
4685 SBI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
4690 Upper SBI Limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0.0000
4970 Total Basket	N/A	N/A	N/A	N/A	802,733,769	802,409,252	802,409,252	N/A
4980 Total API	N/A	N/A	N/A	N/A	N/A	N/A	N/A	55.1520
4990 Total PCI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	55.5254

Price Cap Tariff Review Plan
Interexchange Basket

Interexchange	BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
5000 Total Basket	N/A	N/A	N/A	N/A	43,955,058	43,955,058	43,688,492	N/A
5010 Total API	N/A	N/A	N/A	N/A	N/A	N/A	N/A	81.3561
5020 Total PCI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	92.2160

RTE-1
Filing Date: 11/16/98
Filing Entity: USTR
Transmittal Number: 956
IA,MN,NE,WA RATE CHANGE FILING

Price Cap Tariff Review Plan
Marketing Basket

		BASE PERIOD DEMAND	RATES AT LAST PCI UPDATE	CURRENT RATES	PROPOSED RATES	BASE PERIOD DEMAND x RATES AT LAST PCI UPDATE	BASE PERIOD DEMAND x CURRENT RATES	BASE PERIOD DEMAND x PROPOSED RATES	INDEX RESULTS
		(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)
	Marketing								
	Per End User Line								
7000	Multiline Business & PRI ISDN EU Line	41,967,384	1.04	1.04	1.04	43,646,079	43,646,079	43,646,079	N/A
7005	Business Centrex EU Line	9,500,724	1.04	1.04	1.04	9,880,753	9,880,753	9,880,753	N/A
7010	Primary Res & Single Line Bus EU Line	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
7020	NonPrimary Res. & BRI ISDN EU	14,889,456	0.00	0.00	0.00	0	0	0	N/A
7030	Lifeline EU Line	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
7040	Other EU Line	N/A	N/A	N/A	N/A	0	0	0	N/A
	Per Minute								
7100	Terminating Premium (1)	34,435,963,007	0.000409	0.000409	0.000409	14,084,309	14,084,309	14,084,309	N/A
7110	Terminating Non-Premium (1)	1,534,765	0.000184	0.000184	0.000184	282	282	282	N/A
7120	Originating Premium (1)	21,351,272,373	0.000682	0.000682	0.000682	14,561,568	14,561,568	14,561,568	N/A
7130	Originating Non-Premium (1)	169,048	0.000307	0.000307	0.000307	52	52	52	N/A
7140	Other Minute-related	N/A	N/A	N/A	N/A	0	0	0	N/A
	Presubscribed Interexchange Carrier Charge (PICC)								
7200	Multiline Business & PRI ISDN PICC	41,967,384	0.00	0.00	0	0	0	0	N/A
7205	Business Centrex PICC	9,500,724	N/A	N/A	N/A	0	0	0	N/A
7210	Primary Res & Single Line Bus PICC	119,378,484	N/A	N/A	N/A	N/A	N/A	N/A	N/A
7220	NonPrimary Residence & BRI ISDN PICC	14,889,456	0.00	0.00	0	0	0	0	N/A
7230	Lifeline PICC	2,497,368	N/A	N/A	N/A	N/A	N/A	N/A	N/A
7240	Other PICC	N/A	N/A	N/A	N/A	0	0	0	N/A
7900	Other Marketing	N/A	N/A	N/A	N/A	0	0	0	N/A
7970	Total Basket	N/A	N/A	N/A	N/A	82,173,043	82,173,043	82,173,043	N/A
7980	Total API	N/A	N/A	N/A	N/A	N/A	N/A	N/A	99.6128
7990	Total PCI	N/A	N/A	N/A	N/A	N/A	N/A	N/A	100.0000

ERROR: undefined
OFFENDING COMMAND:

STACK:

CAP-1
Filing Date: 11/16/98
Filing Entity: USTR
Transmittal Number: 956
IA,MN,NE,WA RATE CHANGE FILING

		Source	Trans.# or LtrFiling Dt	EUCL (b)	PICC (c)
	Demand Inputs:				
100	Total Primary Res & SLB Lines	RTE1, r110 or r176		119,378,484	119,378,484
110	Total NonPrim Res & BRI ISDN Lines	RTE1, r111 or r177		14,889,456	14,889,456
120	Total MLB&PRI ISDN (include PRI * 5, & exclude Centrex)	RTE1, r100 or r174		41,967,384	41,967,384
130	Total Business Centrex Lines in groups with 9 or more lines	Input		9,392,592	9,392,592
135	Total Business Centrex Lines in groups less than 9 lines	Input		108,132	108,132
137	Total Business Groups with less than 9 lines in the group	Input		N/A	34,224
140	Total Lifeline Lines	RTE1, r120 or r178		2,497,368	2,497,368
150	Total Local Exchange Lines	r100+r110+r120+r130+r135+r140		188,233,416	188,233,416
160	Total Special Access Surcharge Lines	RTE1, r130		64,932	N/A

			Total Jurisdiction (a)	Basket: Common Line (b)	Basket: Trunking (TIC) (c)	Basket: Marketing (d)
170	Total Terminating Premium MOU	col.b&d: RTE1, r140; col.c: RTE1,r1003		34,435,963,007	34,669,438,257	34,435,963,007
180	Total Terminating Non-Premium MOU	col.b&d: RTE1, r150; col.c: RTE1,r1006		1,534,765	1,535,435	1,534,765
190	Equivalent Terminating DA Chargeable MOU	Input		N/A	15,623,903	N/A
200	Total Terminating Chargeable MOU	r170+.45*r180+r190		34,436,653,651	34,685,753,106	34,436,653,651
210	Total Originating Premium MOU	col.b&d: RTE1, r160; col.c: RTE1,r1009		21,351,272,373	21,188,176,018	21,351,272,373
220	Total Originating Non-Premium MOU	col.b&d: RTE1, r170; col.c: RTE1,r1012		169,048	169,016	169,048
230	Total Originating Chargeable MOU	r210+.45*r220		21,351,348,445	21,188,252,075	21,351,348,445
240	LEC Transport Terminating Premium MOU	RTE1, r1015		N/A	32,615,676,700	N/A
250	LEC Transport Terminating Non-Premium MOU	RTE1, r1018		N/A	1,535,435	N/A
260	LEC Transport Terminating Chargeable MOU	r240+.45*r250		N/A	32,616,367,646	N/A
270	LEC Transport Originating Premium MOU	RTE1, r1021		N/A	20,311,098,008	N/A
280	LEC Transport Originating Non-Premium MOU	RTE1, r1024		N/A	166,895	N/A
290	LEC Transport Originating Chargeable MOU	r270+.45*r280		N/A	20,311,173,111	N/A

	Rate Inputs:				
310	Max Primary Res & SLB EUCL Rate at Last PCI Update	Input	3.50	N/A	N/A
320	Max NonPrim Res & BRI ISDN EUCL Rate at Last PCI Update	Input	5.00	N/A	N/A
330	Max MLB, PRI ISDN, & Bus.Centrex EUCL Rate at Last PCI	Input	7.19	N/A	N/A
340	Max Lifeline EUCL Rate at Last PCI Update	Input	3.50	N/A	N/A
350	Special Access Surcharge Rate at Last PCI	RTE1, r130, col.b	25.00	N/A	N/A
360	Terminating MOU Premium Capped Rates at last PCI Update	Input	0.000000	N/A	N/A
370	Originating MOU Premium Capped Rates at last PCI Update	Input	0.005888	N/A	N/A
380	Special Access Surcharge Proposed Rate	RTE1, r130, col.d	25.00	N/A	N/A
390	Maximum PICC Rate (Primary Res, Lifeline, & SLB)	Input	0.53	N/A	N/A
400	Maximum PICC Rate (NonPrimary Res & BRI ISDN)	Input	1.50	N/A	N/A
410	Maximum PICC Rate (MLB & PRI ISDN Res)	Input	2.75	N/A	N/A

			Primary Residence	NonPrimary Res	MultiLine Business
420	Existing SLC Cap	Input	3.50	5.00	9.00
430	Existing PICC Cap	Input	0.53	1.50	2.75
440	SLC Inflation Factor	Input	1.0000	1.0000	1.0000
450	PICC Inflation Factor	Input	1.0000	1.0000	1.0000
460	SLC Additive	Input	0.00	0.00	0.00
470	PICC Additive	Input	0.00	0.00	0.00
480	New SLC Cap	Existing Cap*Inflation Factor + Additive	3.50	5.00	9.00
490	New PICC Cap	Existing Cap*Inflation Factor + Additive	0.53	1.50	2.75

		Source	Trans.# or LtrFiling Dt	Total Jurisdiction (a)	Basket: Common Line (b)	Basket: Trunking (TIC) (c)	Basket: Marketing (d)
	Revenues:						
510	Total Max Primary Res & SLB Rev. at Last PCI	r100b*r310		417,824,694	417,824,694	N/A	N/A
520	Total Max NonPrim Res & BRI ISDN Rev. at Last PCI Update	r110b*r320		74,447,280	74,447,280	N/A	N/A
530	Total Max MLB & PRI ISDN Rev. at Last PCI Update	(r120b+r130b+r135b)*r330		369,927,375	369,927,375	N/A	N/A
540	Total Max Lifeline Rev. at Last PCI Update	r140b*r340		8,740,788	8,740,788	N/A	N/A
550	Total Special Access Surcharge Rev. at Last PCI Update	r160b*r350		1,623,300	1,623,300	N/A	N/A
560	Total Max EUCL Rev at Last PCI Update	Sum of r510 thru 550		872,563,437	872,563,437	N/A	N/A
570	Terminating MOU Capped Revenue at Last PCI Update	r200b*r360		0	0	N/A	N/A
580	Originating MOU Capped Revenue at Last PCI Update	r230b*r370		125,707,132	125,707,132	N/A	N/A
590	Total MOU Capped Revenue at Last PCI Update	r570+r580		125,707,132	125,707,132	N/A	N/A
595	Total PICC Capped Revenue at Last PCI Update	r390*r(100c+140c)+r400*r110c+r410*r(120c+130c/9+137c)		205,302,766	205,302,766	N/A	N/A
597	Max Oth. EUCL Rev (incl.Line Ports in Exc.of Basic) at Last PCI Updat	Input		0	0	N/A	N/A
600	Max.Other Common Line Revenue at Last PCI Update	r597+RTE1, r(171+179+180),c.e		0	0	N/A	N/A
610	Max Revenue at Last PCI Update	r560+r590+r595+r600		1,203,573,335	1,203,573,335	N/A	N/A
615	Max Oth. EUCL Rev (incl.Line Ports in Exc.of Basic) (Proposed)	Input		0	0	N/A	N/A
620	Other Common Line Revenue (Proposed)	RTE1, r171+179+180, col. g		0	0	N/A	N/A
640	PCI at Last PCI Update	PCI1, r680		N/A	90.9740	N/A	N/A
650	Proposed PCI (w/out g in formula)	PCI1, r910		N/A	90.9740	N/A	N/A
660	1 + % Change in PCI (w/out g in formula)	r650/r640		N/A	1.0000	N/A	N/A
670	Maximum Revenue to Be Recovered (w/out g in formula)	col.b: r610*r660 col.c: (RTE1,r1080,c.f)*(RTE1,r1090,c.h)/(IND1,r200,c.g) col.d: (RTE1,r7970,c.f)*(RTE1,r7990,c.h)/(IND1,r800,c.f)		1,425,565,498	1,203,573,335	139,499,709	82,492,454
680	Proposed PCI (w/g in formula)	PCI1, r840		N/A	90.9740	N/A	N/A
690	Proposed Residual TIC Dollars to Be Reassigned to Facilities-based Elements	Input		N/A	N/A	34,590,727	N/A

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		Source	Trans.# or LtrFiling Dt	Total Jurisdiction (a)	Basket: Common Line (b)	Basket: Trunking (TIC) (c)	Basket: Marketing (d)
	Calculation of Maximum Common Line End User Charge						
800	Base Factor Portion End User Revenue Requirement per Line	Input		7.25	7.25	N/A	N/A
810	Total Annual Line Port Revenue	N/A after initial Acc.Reform Restructure		N/A	N/A	N/A	N/A
820	Line Port Revenue in Excess of Basic Line Ports	N/A after initial Acc.Reform Restructure		N/A	N/A	N/A	N/A
830	Basic Line Port Revenue	N/A after initial Acc.Reform Restructure		N/A	N/A	N/A	N/A
840	Total Line Ports (equals Total EUCL Lines)	N/A after initial Acc.Reform Restructure		N/A	N/A	N/A	N/A
850	Basic Port Revenue per Line	N/A after initial Acc.Reform Restructure		N/A	N/A	N/A	N/A
860	COE Maintenance & GSF dollars transferred	N/A after initial Acc.Reform Restructure		N/A	N/A	N/A	N/A
870	COE Maintenance & GSF per Line	N/A after initial Acc.Reform Restructure		N/A	N/A	N/A	N/A
880	Marketing dollars transferred	N/A after initial Acc.Reform Restructure		N/A	N/A	N/A	N/A
890	Marketing per Line	N/A after initial Acc.Reform Restructure		N/A	N/A	N/A	N/A
900	BFP-Based Common Line Revenue Target Per Line	r800		7.249387939	7.249387939	N/A	N/A
	Calculation of Maximum Primary Residential, Lifeline, & Single Line Business End User Charge:						
920	Primary Res & SLB Per Line EUCL Limit	FCC Rules (r480,c.A)		3.50	N/A	N/A	N/A
930	Maximum Primary Res, Lifeline, & SLB EUCL Rate	Min. of r900 & r920		3.50	3.50	N/A	N/A
	Calculation of Maximum Marketing Expense End User Charge:						
940	Annual Marketing Expenses	r670		82,492,454	N/A	N/A	82,492,454
950	Total NonPrimRes+(BRI+PRI) ISDN+MLB+Centrex Lines	r110b+r120b+r130b+r135b		66,357,564	N/A	N/A	66,357,564
960	Marketing Expense Target Per Line	r940/r950		1.24	N/A	N/A	1.24
	Calculation of NonPrimary Residential, MultiLine Business, & ISDN End User Charge:						
970	NonPrimary Res & BRI ISDN Per Line EUCL Limit	FCC Rules (r480,c.B)		5.00	N/A	N/A	N/A
980	MLB, PRI ISDN, & Centrex Per Line EUCL Limit	FCC Rules (r480,c.B)		9.00	N/A	N/A	N/A
990	Total End User Target Per Line	r900+r960		8.23	7.19	N/A	1.04
1000	Maximum NonPrim Res & BRI ISDN End User Charge	col.a: Min. of r990a & r970a col.b: Min. of r990b & r970a col.d: Min. of r990d & (r1000a-r1000b)		5.00	5.00	N/A	0.00
1010	Maximum MLB, PRI ISDN (per unit),& Centrex End User Charge	col.a: Min. of r990a & r980a col.b: Min. of r990b & r980a col.d: Min. of r990d & (r1010a-r1010b)		8.23	7.19	N/A	1.04
	Total Maximum End User Revenue (Proposed)						
1030	Primary Res & SLB End User Revenue	r930*r100b		417,824,694	417,824,694	N/A	N/A
1040	NonPrim Res & BRI ISDN End User Revenue	r1000*r110b		74,447,280	74,447,280	N/A	0
1050	MLB, PRI ISDN, & Centrex End User Revenue	r1010*(r120b+r130b+r135b)		423,780,872	369,927,375	N/A	53,853,497
1060	LifeLine	r930*r140b		8,740,788	8,740,788	N/A	N/A
1070	Special Access Surcharge	r380*r160b		1,623,300	1,623,300	N/A	N/A
1080	Max Other EUCL Rev (incl.Line Ports in Excess of Basic)	r615		0	0	N/A	N/A
1090	Total Maximum End User Revenue	Sum of r1030 thru 1080		926,416,934	872,563,437	N/A	53,853,497

		Source	Trans.# or LtrFiling Dt	Total Jurisdiction (a)	Basket: Common Line (b)	Basket: Trunking (TIC) (c)	Basket: Marketing (d)
	Calculation of PICC for Primary Residential, Lifeline, and Single Line Business Lines						
1100	Primary Res, Lifeline, & SLB Per Line PICC Limit	FCC Rules (r490,c.A)		0.53	N/A	N/A	N/A
1110	Maximum PICC Target Revs (Primary Res, Lifeline, & SLB)	col.a: sum of col.b+c+d col.b: r670b-r1070b-r1080b-r930*r150b col.c&d: r670-r1090		711,271,745	543,133,079	139,499,709	28,638,957
1120	Maximum PICC Target (Primary Res, Lifeline, & SLB)	col.a:(r1110b+r1110c)/r150c col.b&c: r1110/r150c		3.626523	2.885423	0.741100	N/A
1130	Maximum PICC Rate (Primary Res, Lifeline, & SLB)	col.a: Min. of r1120a & r1100a col.b: Min. of r1120b & r1100a col.c: Min. of r1120c & (r1100a-r1130b)		0.530000	0.530000	0.000000	N/A
1140	Maximum Allowable PICC Revs (Primary Res, Lifeline, & SLB)	r1130 * (r100c + r140c)		64,594,202	64,594,202	0	N/A
	Calculation of PICC for NonPrimary Residential & BRI ISDN Lines						
1150	NonPrimary Res & BRI ISDN Per Line PICC Limit	FCC Rules (r490,c.B)		1.50	N/A	N/A	N/A
1160	Maximum PICC Target Revs (NonPrimary Res & BRI ISDN)	col.a: Sum of col.b+c+d col.b: Max. of (r670 - r1090 - r1140) & 0 col.c&d: r1110 - r1140		434,554,362	266,415,696	139,499,709	28,638,957
1170	Maximum PICC Target (NonPrimary Res & BRI ISDN)	Calculations		7.500763	4.598553	2.407879	0.494332
1180	Maximum PICC Rate (NonPrimary Res & BRI ISDN)	col.a: Min. of r1170a & r1150a col.b: Min. of r1170b & r1150a col.c: Min. of r1170c & (r1150a-r1180b) col.d: Min. of r1170d & (r1150a-r1180b-r1180c)		1.500000	1.500000	0.000000	0.000000
1190	Maximum Allowable PICC Revs (NonPrimary Res & BRI ISDN)	r1180 * r110c		22,334,184	22,334,184	0	0
	Calculation of PICC for MultiLine Business, PRI ISDN, & Business Centrex Lines						
1200	MultiLine Bus & PRI ISDN Per Line PICC Limit	FCC Rules (r490,c.C)		2.75	N/A	N/A	N/A
1210	Maximum PICC Target Revs (MLB, PRI ISDN, & Centrex)	r1160-r1190		412,220,178	244,081,512	139,499,709	28,638,957
1220	Maximum PICC Target (MLB & PRI ISDN)	col.a:sum b+c+d; col.c&d:r1210/r(120c+130c/9+137c) col.b:Calculations		9.58	5.67	3.24	0.67
1230	Maximum PICC Rate (MLB & PRI ISDN Res)	col.a: Min. of r1220a & r1200a col.b: Min. of r1220b & r1200a col.c: Min. of r1220c & (r1200a-r1230b) col.d: Min. of r1220d & (r1200a-r1230b-r1230c)		2.750000	2.750000	0.000000	0.000000
1240	Maximum Centrex PICC Revenues	col.a: sum b+c+d; col.c&d: r1230*r(130c/9+137c) col.b:Calculations		2,964,075	2,964,075	0	0
1250	Max.Allowable PICC Revenues (MLB, PRI ISDN, & Centrex)	r1230*r120c+r1240		118,374,381	118,374,381	0	0
	Total Maximum PICC Revenue						
1300	Primary Residential & Single Line Business PICC Revenue	r1130*r100c		63,270,597	63,270,597	0	N/A
1310	NonPrimary Residential & BRI IDSN PICC Revenue	r1180*r110c		22,334,184	22,334,184	0	0
1320	Multi Line Business & PRI ISDN PICC Revenue	r1230*r120c		115,410,306	115,410,306	0	0
1330	Business Centrex PICC Revenue	r1240		2,964,075	2,964,075	0	0
1340	LifeLine	r1130*r140c		1,323,605	1,323,605	0	N/A
1390	Total Maximum PICC Revenue	Sum of r1300 thru 1340		205,302,766	205,302,766	0	0

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	Calculation of Per-Minute Originating Charges	Source	LttrFiling Dt	Total Jurisdiction (a)	Basket: Common Line (b)	Basket: Trunking (TIC) (c)	Basket: Marketing (d)
1400	Premium Local Switching Rate (Dec. 31, 1997)	Input		0.00753500	N/A	N/A	N/A
1410	Premium Originating Carrier Common Line Rate (Dec. 31, 1997)	Input		0.00393500	N/A	N/A	N/A
1420	Premium Interconnection Rate (Dec. 31, 1997)	Input		0.00621500	N/A	N/A	N/A
1430	Proposed Premium Local Switching Rate	RTE1,r210d		0.00446100	N/A	N/A	N/A
1440	Maximum Rate per Premium Originating MOU	r1400+r1410+r1420-r1430		0.01322400	N/A	N/A	N/A
1450	CL Rev at capped (t-1) rates	r610		N/A	1,203,573,335	N/A	N/A
1460	Total Chargeable CCL Minutes of Use	r200b+r230b		N/A	55,788,002,096	N/A	N/A
1470	Common Line Revenue per MOU (t-1)	r1450/r1460		N/A	0.02157405	N/A	N/A
1480	1 + % Change in PCI	r660		N/A	1.00000000	N/A	N/A
1490	Common Line Revenue per MOU (t)	r1470*r1480		N/A	0.02157405	N/A	N/A
1500	Total Maximum End User Revenue (t)	r1090		N/A	872,563,437	N/A	N/A
1510	Total Maximum PICC Revenue (t)	r1390		N/A	205,302,766	N/A	N/A
1520	Total Other CL Revenue (t)	r620		N/A	0	N/A	N/A
1530	Total Maximum End User, PICC, and Other CL Revenue	r1500+r1510+r1520		N/A	1,077,866,203	N/A	N/A
1550	EUCL, PICC, & Other CL Rev/MOU (t)	r1530/r1460		N/A	0.01932075	N/A	N/A
1560	Maximum CCL Rev/MOU (t)	Max. of 0 & (r1490-r1550)		N/A	0.00225330	N/A	N/A
1570	Maximum CCL Rev (t)	r1560*r1460		N/A	125,707,132	N/A	N/A
1600	Residual TIC and Marketing Revenue (total)	r670-r1090-r1390		N/A	N/A	139,499,709	28,638,957
1610	Residual TIC Revenue (to be recovered across all MOU)	(r670-r690)/r670*r1600		N/A	N/A	104,908,982	N/A
1620	Suppl. Residual TIC Revenue (LEC Transport MOU only)	r690/r670*r1600		N/A	N/A	34,590,727	N/A
1630	Residual Revenue per Orig MOU: Common Line	r1570/r230b		N/A	0.00588755	N/A	N/A
1640	Residual Revenue per Orig MOU: TIC (all Minutes)	r1610/r230c		N/A	N/A	0.004951	N/A
1650	Suppl. Residual Revenue per Orig LEC Transport MOU	r1620/r290c		N/A	N/A	0.001703	N/A
1660	Residual Revenue per Orig MOU: Marketing	r1600/r230d		N/A	N/A	N/A	0.00134132
1670	Common Line Rate per Premium Originating MOU	Min. of r1630b & r1440a		N/A	0.00588755	N/A	N/A
1680	Common Line Rate per NonPremium Originating MOU	r1670*0.45		N/A	0.00264940	N/A	N/A
1690	TIC Rate per Premium Originating MOU (all MOU)	Min.of r1640c&r(1440a-1670b)*r(1640/(1640+1650))		N/A	N/A	0.004951	N/A
1700	TIC Rate per NonPremium Originating MOU (all MOU)	r1690*0.45		N/A	N/A	0.002228	N/A
1710	Suppl. Rate per LEC Transport Premium Originating MOU	Min.of r1650c&r(1440a-1670b)*r(1650/(1640+1650))		N/A	N/A	0.001703	N/A
1720	Suppl. Rate per LEC Transport NonPrem Originating MOU	r1710*0.45		N/A	N/A	0.000766	N/A
1730	Marketing Rate per Premium Originating MOU	Min. of r1680d & (r1440a-r1670b-r1690c-r1710c)		N/A	N/A	N/A	0.00068213
1740	Marketing Rate per NonPremium Originating MOU	r1730*0.45		N/A	N/A	N/A	0.00030696
1750	Total Maximum Originating Per Minute Revenue	col.b: r230b*r1670b col.c: r230c*r1690c+r290c*r1710c col.d: r230d*r1730d		N/A	125,707,132	139,499,709	14,564,395
	Calculation of Per-Minute Terminating Charges						
1800	Residual Revenue after Orig MOU Rates: CL & Mktg	col.b:r1570-r1750; col.d:r1600-r1750		N/A	0	N/A	14,074,562
1810	Residual Revenue after Orig MOU Rates: TIC (All MOU)	r1610c - (r230c*r1690c)		N/A	N/A	13	N/A
1820	Suppl. Residual Rev after Orig MOU Rates: TIC (LEC Transport MOU)	r1620c - (r290c*r1710c)		N/A	N/A	0	N/A
1830	Rate per Premium Terminating MOU: CL & Mktg	r1800/r200		N/A	0.000000	N/A	0.000409
1840	Rate per NonPremium Terminating MOU: CL & Mktg	r1830*.45		N/A	0.000000	N/A	0.000184
1850	TIC Rate per Premium Terminating MOU (all MOU)	r1810/r200c		N/A	N/A	0.000000	N/A
1860	TIC Rate per NonPremium Terminating MOU (all MOU)	r1850*.45		N/A	N/A	0.000000	N/A
1870	Suppl. Rate per LEC Transport Prem Terminating MOU	r1820/r260c		N/A	N/A	0.000000	N/A
1880	Suppl. Rate per LEC Transport NonPrem Terminating MOU	r1870*.45		N/A	N/A	0.000000	N/A

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		Source	Trans.# or LtrFiling Dt	Total Jurisdiction (a)	Basket: Common Line (b)	Basket: Trunking (TIC) (c)	Basket: Marketing (d)
1900	Proposed PCI (to be used in CL basket calcs)	if r1570=0, PCI1,r840, else, PCI1,r910		N/A	90.9740	N/A	N/A
1910	1 + % Change in PCI (based on l.1900)	r1900/r640		N/A	1.0000	N/A	N/A
1920	Maximum Revenue to Be Recovered	col.b: r1910*r610 col.c&d: r670		N/A	1,203,573,335	139,499,709	82,492,454
1930	Maximum Proposed Revenue per EUCL	r1920/r150b		N/A	6.39	N/A	N/A
	Calculation of Maximum Common Line End User Charge						
1940	Common Line Revenue Target Per Line	col.a = col. b col.b: if r1570>0, r900; else, if r1930>=r920+r1100, r900; else, r1930		7.25	7.25	N/A	N/A
	Calculation of Maximum Primary Residential, Lifeline, & Single Line Business End User Charge:						
1950	Primary Res & SLB Per Line EUCL Limit	r920		3.50	N/A	N/A	N/A
1960	Maximum Primary Res, Lifeline, & SLB EUCL Rate	Min. of r1940 & r1950		3.50	3.50	N/A	N/A
	Calculation of Maximum Marketing Expense End User Charge:						
1970	Marketing Expense Target Per Line	r960		1.24	N/A	N/A	1.24
	Calculation of NonPrimary Residential, MultiLine Business, & ISDN End User Charge:						
1980	NonPrimary Res & BRI ISDN Per Line EUCL Limit	r970		5.00	N/A	N/A	N/A
1990	MLB, PRI ISDN, & Centrex Per Line EUCL Limit	r980		*9.00	N/A	N/A	N/A
2000	Total End User Target Per Line	r1940+r1970		8.23	7.19	N/A	1.04
2010	Maximum NonPrim Res & BRI ISDN End User Charge	col.a: Min. of r2000a & r1980a col.b: Min. of r2000b & r1980a col.d: Min. of r2000c & (r2010a-r2010b)		5.00	5.00	N/A	0.00
2020	Maximum MLB, PRI ISDN (per unit), & Centrex End User Charge	col.a: Min. of r2000a & r1990a col.b: Min. of r2000b & r1990a col.d: Min. of r2000c & (r2020a-r2020b)		8.23	7.19	N/A	1.04
	Total Maximum End User Revenue (Proposed)						
2030	Primary Res & SLB End User Revenue	r1960*r100b		417,824,694	417,824,694	N/A	N/A
2040	NonPrim Res & BRI ISDN End User Revenue	r2010*r110b		74,447,280	74,447,280	N/A	0
2050	MLB, PRI ISDN, & Centrex End User Revenue	r2020*(r120b+r130b+r135b)		423,780,872	369,927,375	N/A	53,853,497
2060	LifeLine	r1960*r140b		8,740,788	8,740,788	N/A	N/A
2070	Special Access Surcharge	r380*r160b		1,623,300	1,623,300	N/A	N/A
2080	Max Other EUCL Rev (incl.Line Ports in Excess of Basic)	r615		0	0	N/A	N/A
2090	Total Maximum End User Revenue	Sum of r2030 thru 2080		926,416,934	872,563,437	N/A	53,853,497

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		Source	Trans.# or LtrFiling Dt	Total Jurisdiction (a)	Basket: Common Line (b)	Basket: Trunking (TIC) (c)	Basket: Marketing (d)
	Calculation of PICC for Primary Residential, Lifeline, and Single Line Business Lines						0
2100	Primary Res, Lifeline, & SLB Per Line PICC Limit	r1100		0.53	N/A	N/A	N/A
2110	Maximum PICC Target Revs (Primary Res, Lifeline, & SLB)	col.a: sum of col.b+c+d col.b: r670b-r2070b-r2080b-r1960*r150b col.c&d: r670-r2090		711,271,745	543,133,079	139,499,709	28,638,957
2120	Maximum PICC Target (Primary Res, Lifeline, & SLB)	col.a:(r2110b+r2110c)/r150c col.b&c: r2110/r150c		3.626523	2.885423	0.741100	N/A
2130	Maximum PICC Rate (Primary Res, Lifeline, & SLB)	col.a: Min. of r2120a & r2100a col.b: Min. of r2120b & r2100a col.c: Min. of r2120c & (r2100a-r2130b)		0.530000	0.530000	0.000000	N/A
2140	Maximum Allowable PICC Revs (Primary Res, Lifeline, & SLB)	r2130 * (r100c + r140c)		64,594,202	64,594,202	0	N/A
	Calculation of PICC for NonPrimary Residential & BRI ISDN Lines						
2150	NonPrimary Res & BRI ISDN Per Line PICC Limit	r1150		1.50	N/A	N/A	N/A
2160	Maximum PICC Target Revs (NonPrimary Res & BRI ISDN)	col.a: Sum of col.b+c+d col.b: Max. of (r670 - r2090 - r2140) & 0 col.c&d: r2110 - r2140		434,554,362	266,415,696	139,499,709	28,638,957
2170	Maximum PICC Target (NonPrimary Res & BRI ISDN)	Calculations		7.500763	4.598553	2.407879	0.494332
2180	Maximum PICC Rate (NonPrimary Res & BRI ISDN)	col.a: Min. of r2170a & r2150a col.b: Min. of r2170b & r2150a col.c: Min. of r2170c & (r2150a-r2180b) col.d: Min. of r2170d & (r2150a-r2180b-r2180c)		1.500000	1.500000	0.000000	0.000000
2190	Maximum Allowable PICC Revs (NonPrimary Res & BRI ISDN)	r2180 * r110c		22,334,184	22,334,184	0	0
	Calculation of PICC for MultiLine Business, PRI ISDN, & Business Centrex Lines						
2200	MultiLine Bus & PRI ISDN Per Line PICC Limit	r1200		2.75	N/A	N/A	N/A
2210	Maximum PICC Target Revs (MLB, PRI ISDN, & Centrex)	r2160-r2190		412,220,178	244,081,512	139,499,709	28,638,957
2220	Maximum PICC Target (MLB & PRI ISDN)	col.a:sum b+c+d; col.c&d:r2210/r(120c+130c/9+137c) col.b: Calculations		9.576443	5.670350	3.240770	0.665322
2230	Maximum PICC Rate (MLB & PRI ISDN Res)	col.a: Min. of r2220a & r2200a col.b: Min. of r2220b & r2200a col.c: Min. of r2220c & (r2200a-r2230b) col.d: Min. of r2220d & (r2200a-r2230b-r2230c)		2.750000	2.750000	0.000000	0.000000
2240	Maximum Centrex PICC Revenues	col.a: sum b+c+d; col.c&d: r2230*r(130c/9+137c) col.b: Calculations		2,964,075	2,964,075	0	0
2250	Max.Allowable PICC Revenues (MLB, PRI ISDN, & Centrex)	r2230*r120c+r2240		118,374,381	118,374,381	0	0
	Total Maximum PICC Revenue						
2300	Primary Residential & Single Line Business PICC Revenue	r2130*r100c		63,270,597	63,270,597	0	N/A
2310	NonPrimary Residential & BRI IDSN PICC Revenue	r2180*r110c		22,334,184	22,334,184	0	0
2320	Multi Line Business & PRI ISDN PICC Revenue	r2230*r120c		115,410,306	115,410,306	0	0
2330	Business Centrex PICC Revenue	r2240		2,964,075	2,964,075	0	0
2340	LifeLine	r2130*r140c		1,323,605	1,323,605	0	N/A
2390	Total Maximum PICC Revenue	Sum of r2300 thru r2340		205,302,766	205,302,766	0	0

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	Calculation of Per-Minute Originating Charges	Source	LttrFiling Dt	Total Jurisdiction (a)	Basket: Common Line (b)	Basket: Trunking (TIC) (c)	Basket: Marketing (d)
2400	Premium Local Switching Rate (Dec. 31, 1997)	r1400		0.00753500	N/A	N/A	N/A
2410	Premium Originating Carrier Common Line Rate (Dec. 31, 1997)	r1410		0.00393500	N/A	N/A	N/A
2420	Premium Interconnection Rate (Dec. 31, 1997)	r1420		0.00621500	N/A	N/A	N/A
2430	Proposed Premium Local Switching Rate	RTE1,r210d		0.00446100	N/A	N/A	N/A
2440	Maximum Rate per Premium Originating MOU	r2400+r2410+r2420-r2430		0.01322400	N/A	N/A	N/A
2450	CL Rev at capped (t-1) rates (excl.Line Ports above Basic)	r610		N/A	1,203,573,335	N/A	N/A
2460	Total Chargeable CCL Minutes of Use	r200b+r230b		N/A	55,788,002,096	N/A	N/A
2470	Common Line Revenue per MOU (t-1)	r2450/r2460		N/A	0.02157405	N/A	N/A
2480	1 + % Change in PCI	r1910		N/A	1.00000000	N/A	N/A
2490	Common Line Revenue per MOU (t)	r2470*r2480		N/A	0.02157405	N/A	N/A
2500	Total Maximum End User Revenue (t)	r2090		N/A	872,563,437	N/A	N/A
2510	Total Maximum PICC Revenue (t)	r2390		N/A	205,302,766	N/A	N/A
2520	Total Other CL Revenue (t)	r620		N/A	0	N/A	N/A
2530	Total Maximum End User, PICC, and Other CL Revenue	r2500+r2510+r2520		N/A	1,077,866,203	N/A	N/A
2540	1 + g/2 (if using PCI formula with g & no residual TIC dollars)	if r1570=0 or PCI1,r800a<>0, 1; else 1+(PCI1,r630)/200		N/A	1.0000	N/A	N/A
2550	EUCL, PICC, & Other CL Rev/MOU (t)	r2530/(r2460*r2540)		N/A	0.01932075	N/A	N/A
2560	Maximum CCL Rev/MOU (t)	Max. of 0 & (r2490-r2550)		N/A	0.00225330	N/A	N/A
2570	Maximum CCL Rev (t)	r2560*r2460		N/A	125707131.5	N/A	N/A
2600	Residual TIC and Marketing Revenue (total)	r1920-r2090-r2390		N/A	N/A	139,499,709	28,638,957
2610	Residual TIC Revenue (to be recovered across all MOU)	(r1920-r690)/r1920*r2600		N/A	N/A	104,908,982	N/A
2620	Suppl. Residual TIC Revenue (LEC Transport MOU only)	r690/r1920*r2600		N/A	N/A	34,590,727	N/A
2630	Residual Revenue per Orig MOU: Common Line	r2570/r230		N/A	0.00588755	N/A	N/A
2640	Residual Revenue per Orig MOU: TIC (all Minutes)	r2610/r230		N/A	N/A	0.004951	N/A
2650	Suppl I Residual Revenue per Orig LEC Transport MOU	r2620/r290		N/A	N/A	0.001703	N/A
2660	Residual Revenue per Orig MOU: Marketing	r2600/r230		N/A	N/A	N/A	0.001341
2670	Common Line Rate per Premium Originating MOU	Min. of r2630b & r2440a		N/A	0.00588755	N/A	N/A
2680	Common Line Rate per NonPremium Originating MOU	r2670*0.45		N/A	0.00264940	N/A	N/A
2690	TIC Rate per Premium Originating MOU (all MOU)	Min. of r2640c & r(2440a-2670b)*r(2640/(2640+2650))		N/A	N/A	0.004951	N/A
2700	TIC Rate per NonPremium Originating MOU (all MOU)	r2690*0.45		N/A	N/A	0.002228	N/A
2710	Suppl. Rate per LEC Transport Prem Originating MOU	Min. of r2650c & r(2440a-2670b)*r(2650/(2640+2650))		N/A	N/A	0.001703	N/A
2720	Suppl. Rate per LEC Transport NonPrem Originating MOU	r2710*0.45		N/A	N/A	0.000766	N/A
2730	Marketing Rate per Premium Originating MOU	Min. of r2660d & (r2440a-r2670b-r2690c-r2710c)		N/A	N/A	N/A	0.00068213
2740	Marketing Rate per NonPremium Originating MOU	r2730*0.45		N/A	N/A	N/A	0.00030696
2750	Total Maximum Originating Per Minute Revenue	col.b: r230b*r2670b col.c: r230c*r2690c+r290c*r2710c col.d: r230d*r2730d		N/A	125,707,132	139,499,709	14,564,395
	Calculation of Per-Minute Terminating Charges						
2800	Residual Revenue after Orig MOU Rates: CL & Mktg	col.b:r2570-r2750; col.d:r2600-r2750		N/A	0	N/A	14,074,562
2810	Residual Revenue after Orig MOU Rates: TIC (All MOU)	r2610c - (r230c*r2690c)		N/A	N/A	13	N/A
2820	Suppl. Residual Rev after Orig MOU Rates: TIC (LEC Transport MOU)	r2620c - (r290c*r2710c)		N/A	N/A	0	N/A
2830	Rate per Premium Terminating MOU: CL & Mktg	r2800/r200		N/A	0.00000000	N/A	0.00040871
2840	Rate per NonPremium Terminating MOU: CL & Mktg	r2830*.45		N/A	0.00000000	N/A	0.00018392
2850	TIC Rate per Premium Terminating MOU (all MOU)	r2810/r200		N/A	N/A	0.00000000	N/A
2860	TIC Rate per NonPremium Terminating MOU (all MOU)	r2850*.45		N/A	N/A	0.00000000	N/A
2870	Suppl. Rate per LEC Transport Prem Terminating MOU	r2820/r260		N/A	N/A	0.00000000	N/A
2880	Suppl. Rate per LEC Transport NonPrem Terminating MOU	r2870*.45		N/A	N/A	0.00000000	N/A

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Price Cap Tariff Review Plan
Footnotes

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	LEC	FCC	Delta	Flag
GENERAL				
GDPPI				
X for CL, TS, TK, and MK				
X for IX				
g				
EXOGENOUS CHANGES in thousands				
LTS				
Regulatory Fees				
Excess Deferred Taxes				
ITC				
Removal Sharing/Low End Adj				
TrueUp of Sharing/Low End Adj				
Current Low End Adj				
Telecomm.Relay Svcs.				
Universal Service Fund				
Other (1)				
Other (2)				
Other (3)				
Other (4)				
Other (5)				
Other (6)				
Other (7)				
Other (8)				
Other (9)				
TOTAL OF INDIVIDUALS				
TOTAL EXOGENOUS (EXG1)				
TOTAL EXOGENOUS (EXG2)				
COMMON LINE				
Proposed PCI	90.9740	90.9740		*
Maximum Premium Rates (from CAP1)				
Prim Res, Lifeline, & SLB EUCL (Sum)	3.50	3.50	0.000000	*
NonPrim Res & BRI ISDN EUCL (Sum)	5.00	5.00	0.000000	*
MLB & PRI ISDN EUCL (Sum)	8.23	8.49	-0.262493	LOW
Prim Res, Lifeline, & SLB PICC (Sum)	0.53	0.53	0.000000	*
NonPrim Res & BRI ISDN PICC (Sum)	1.50	1.50	0.000000	*
MLB & PRI ISDN PICC (Sum)	2.75	2.75	0.000000	*
Prem Orig per MOU: Common Line	0.005888	0.005888		*
Prem Orig per MOU: TIC (All MOU)	0.004951	0.004951		*
Prem Orig per MOU: Suppl LEC Transport TIC	0.001703	0.001703	0.000000	*
Prem Orig per MOU: Marketing	0.000682	0.000682	0.000000	*
Prem Term per MOU: Common Line	0.000000	0.000000	0.000000	*
Prem Term per MOU: TIC (All MOU)	0.000000	0.000000	0.000000	*
Prem Term per MOU: Suppl LEC Transport TIC	0.000000	0.000000	0.000000	*
Prem Term per MOU: Marketing	0.000409	0.000409	0.000000	*

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	LEC	FCC	Delta	Flag
TRAFFIC SENSITIVE----------				
Local Switching				
Proposed SBI	46.6161	46.6161	0.0000	*
SBI: Upper Limit	48.4659	48.4659		*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
Information				
Proposed SBI	71.8939	71.8939	0.0000	*
SBI: Upper Limit	79.8477	79.8477		*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
Database Access				
Vert.Services: SBI	60.3275	60.3275	0.0000	*
SBI: Upper Limit	67.2664	67.2664		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
Total Database Access				
Proposed SBI	94.2965	94.2965	0.0000	*
SBI: Upper Limit	100.7637	100.7637		*
LEC Sub-Index Out of Bounds?				*
FCC SBI Out of Bounds?				*
Billing Name and Address				
Proposed SBI		NONE	0.0000	*
SBI: Upper Limit		NONE	0.0000	*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
Local Switching Trunk Ports				
Proposed SBI	100.0000	100.0000	0.0000	*
SBI: Upper Limit	111.5021	111.5021		*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
Signalling Transfer Point Port Terminations				
Proposed SBI	109.4118	109.4118	0.0000	*
SBI: Upper Limit	111.5021	111.5021		*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
TRAFFIC SENSITIVE----------				
TS API	55.6460	55.6460	0.0000	*
TS PCI	56.3668	56.3668		*
LEC API Above PCI?				LOW
FCC API Above PCI?				LOW
INTEREXCHANGE----------				
Interexchange API	81.3561	81.3561	0.0000	*
Interexchange PCI	92.2160	92.2160	0.0000	*
LEC API Above PCI?				LOW
FCC API Above PCI?				LOW
MARKETING----------				
Marketing API	99.6128	99.6128	0.0000	*
Marketing PCI	100.0000	100.0000		*
LEC API Above PCI?				*
FCC API Above PCI?				*

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TRUNKING	LEC	FCC	Delta	Flag
Interconnection Charge				
Proposed SBI	22.3647	22.3647	0.0000	*
SBI: Upper Limit	22.3647	22.3647	0.0000	*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
Tandem Switched Transport				
Proposed SBI	164.0556	164.0556	0.0000	*
SBI: Upper Limit	171.1244	171.1244		*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
VG, MT, TG				
Proposed SBI	103.4280	103.4280	0.0000	*
SBI: Upper Limit	104.0277	104.0277		*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
Audio & Video				
Proposed SBI	87.6285	87.6285	0.0000	*
SBI: Upper Limit	88.2596	88.2596		*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
HiCap				
DS1				
Proposed Sub-Index	85.1531	85.1531	0.0000	*
Sub-Index Upper Limit	90.7696	90.7696		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS3				
Proposed Sub-Index	101.2373	101.2373		*
Sub-Index Upper Limit	101.9024	101.9024		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
Total HiCap/DDS				
Proposed SBI	93.0763	93.0763	0.0000	*
SBI: Upper Limit	97.9358	97.9358		*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
Wideband				
Proposed SBI	0.0000	NONE	0.0000	*
SBI: Upper Limit	0.0000	NONE	0.0000	*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
Signalling Interconnection				
Proposed SBI	0.0000	NONE	0.0000	*
SBI: Upper Limit	0.0000	NONE	0.0000	*
LEC SBI Out of Bounds?				*
FCC SBI Out of Bounds?				*
Total Trunking				
Trunking API	55.1520	55.1520	0.0000	*
Trunking PCI	55.5254	55.5254		*
LEC API Above PCI?				*
FCC API Above PCI?				*

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TRUNKING----------	LEC	FCC	Delta	Flag
TandemSwitchedTransport Density Zone 1				
Proposed Sub-Index	0.0000	NONE	0.0000	*
Sub-Index Upper Limit	0.0000	NONE	0.0000	*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
TandemSwitchedTransport Density Zone 2				
Proposed Sub-Index	0.0000	NONE	0.0000	*
Sub-Index Upper Limit	0.0000	NONE	0.0000	*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
TandemSwitchedTransport Density Zone 3				
Proposed Sub-Index	0.0000	NONE	0.0000	*
Sub-Index Upper Limit	0.0000	NONE	0.0000	*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
VG DTT/EF Density Zone 1				
Proposed Sub-Index	0.0000	NONE	0.0000	*
Sub-Index Upper Limit	0.0000	NONE	0.0000	*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
VG DTT/EF Density Zone 2				
Proposed Sub-Index	0.0000	NONE	0.0000	*
Sub-Index Upper Limit	0.0000	NONE	0.0000	*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
VG DTT/EF Density Zone 3				
Proposed Sub-Index	0.0000	NONE	0.0000	*
Sub-Index Upper Limit	0.0000	NONE	0.0000	*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*

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TRUNKING	LEC	FCC	Delta	Flag
DS1 Special Access Density Zone 1				
Proposed Sub-Index	80.0981	80.0981	0.0000	*
Sub-Index Upper Limit	84.2012	84.2012		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS1 Special Access Density Zone 2				
Proposed Sub-Index	81.1410	81.1410	0.0000	*
Sub-Index Upper Limit	87.7207	87.7207		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS1 Special Access Density Zone 3				
Proposed Sub-Index	82.3448	82.3448	0.0000	*
Sub-Index Upper Limit	89.9675	89.9675		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS1 DTT/EF Density Zone 1				
Proposed Sub-Index	79.5117	79.5117	0.0000	*
Sub-Index Upper Limit	83.4873	83.4873		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS1 DTT/EF Density Zone 2				
Proposed Sub-Index	83.2720	83.2720	0.0000	*
Sub-Index Upper Limit	87.4356	87.4356		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS1 DTT/EF Density Zone 3				
Proposed Sub-Index	82.0236	82.0236	0.0000	*
Sub-Index Upper Limit	86.1248	86.1248		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS1 Combined Density Zone 1				
Proposed Sub-Index	92.0859	92.0859	0.0000	*
Sub-Index Upper Limit	96.7205	96.7205		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS1 Combined Density Zone 2				
Proposed Sub-Index	83.7360	83.7360	0.0000	*
Sub-Index Upper Limit	90.1606	90.1606		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS1 Combined Density Zone 3				
Proposed Sub-Index	83.0428	83.0428	0.0000	*
Sub-Index Upper Limit	90.3541	90.3541		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*

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TRUNKING	LEC	FCC	Delta	Flag
DS3 Special Access Density Zone 1				
Proposed Sub-Index	97.6284	97.6284	0.0000	*
Sub-Index Upper Limit	98.9394	98.9394		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS3 Special Access Density Zone 2				
Proposed Sub-Index	97.9189	97.9189	0.0000	*
Sub-Index Upper Limit	99.0396	99.0396		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS3 Special Access Density Zone 3				
Proposed Sub-Index	96.7155	96.7155	0.0000	*
Sub-Index Upper Limit	98.7906	98.7906		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS3 DTT/EF Density Zone 1				
Proposed Sub-Index	75.3667	75.3667	0.0000	*
Sub-Index Upper Limit	79.1350	79.1350		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS3 DTT/EF Density Zone 2				
Proposed Sub-Index	74.8831	74.8831	0.0000	*
Sub-Index Upper Limit	78.6273	78.6273		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS3 DTT/EF Density Zone 3				
Proposed Sub-Index	59.0951	59.0951	0.0000	*
Sub-Index Upper Limit	62.0499	62.0499		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS3 Combined Density Zone 1				
Proposed Sub-Index	103.1020	103.1020	0.0000	*
Sub-Index Upper Limit	107.0451	107.0451		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS3 Combined Density Zone 2				
Proposed Sub-Index	98.6840	98.6840	0.0000	*
Sub-Index Upper Limit	100.2180	100.2180		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*
DS3 Combined Density Zone 3				
Proposed Sub-Index	100.3907	100.3907	0.0000	*
Sub-Index Upper Limit	103.8800	103.8800		*
LEC Sub-Index Out of Bounds?				*
FCC Sub-Index Out of Bounds?				*