

# PA LEC ACCESS CHARGE REDUCTION TEMPLATE

This template applies to companies who are Price Cap Carriers at the Federal Level and to CLECs that benchmark access rates to Price Cap Carriers

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

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

**Note:**

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

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

**Pennsylvania Price Cap LEC Telephone Company**

**Transitional Intrastate Access Service Reductions Effective July 1, 2012**

Please verify that your Company is an ILEC that is a price cap Carrier at the Federal Level or a CLEC that benchmarks its access rates to a Price Cap Carrier's in the cell below

YES

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

STRUCTURAL OPTION 1

**Pennsylvania Price Cap LEC Telephone Company**  
**Transitional Intrastate Access Service Reductions Effective July 1, 2012**

Denotes proprietary

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

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

**A. Access Line Count and Terminating Access Minutes of Use**

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

**B. Rate Elements**

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

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

**Pennsylvania Price Cap LEC Telephone Company**  
**Transitional Intrastate Access Service Reductions Effective July 1, 2012**

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

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

**Traffic Sensitive and Dedicated Transport Access Charge Rates**

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

Pennsylvania Price Cap LEC Telephone Company

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Transitional Intrastate Access Service Reductions Effective July 1, 2012

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Please calculate the total revenue from Transitional Intrastate Access Service

at the LEC's interstate rates in effect on December 29, 2011. This would apply to revenues for both originating and terminating access traffic.

Generic Rate Elements are listed below for illustrative purposes for the fictitious Pennsylvania Price Cap LEC Telephone Company

Actual rate elements will vary by company and companies should add additional lines as needed, Incorporating all Transitional Intrastate Access Services Referenced in the FCC Order in Appendix A, 47 C.F.R § 51.907(a)

**Traffic Sensitive and Dedicated Transport Access Charge Rates**

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

**Carrier Charge**

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

Pennsylvania Price Cap LEC Telephone Company

Transitional Intrastate Access Service Reductions Effective July 1, 2012

[Redacted]

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[Redacted]

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

**A. Traffic Sensitive and Dedicated Transport Revenue Reduction**

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

**B. Carrier Charge Reduction\***

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

**C. Total Transitional Access Service Revenue Reduction**

<b>Total July 1, 2012 Access Revenue Reduction</b>	<b>#DIV/0!</b>	<b>K=D+ J</b>
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**D. Maximum Total Transitional Access Service Revenues July 2012-June 2013**

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

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

**Pennsylvania Price Cap LEC Telephone Company**  
**Transitional Intrastate Access Service Reductions Effective July 1, 2012**

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

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

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

**Maximum Total Transitional Access Service Revenues July 2012-June 2013**

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

#DIV/0!  
 #DIV/0!

**Pennsylvania Price Cap LEC Telephone Company**  
**Transitional Intrastate Access Service Reductions Effective July 1, 2012**

[REDACTED] Denotes proprietary

**Alternative Template for Price Cap Carriers**

This tab should only be used if the Company is choosing Structural Option 2 as outlined on the template intro tab

[REDACTED] Denotes may NOT be proprietary

Appendix A, 47 C.F.R. § 51.907(b)(2)(v) states that "In the alternative, a Price Cap Carrier may elect to apply its interstate access rate structure and interstate rates to Transitional Intrastate Access Service. In addition to applicable interstate access rates, a price cap carrier may, between July 1, 2012 and July 1, 2013 assess a transitional per-minute charge on Transitional Intrastate Access Service (TIAS) end office switching minutes that shall be no greater than the July 1, 2012 Step 1 Access Revenue reduction divided by Fiscal Year 2011 Transitional Intrastate Access Service end office switching minutes"

**Traffic Sensitive and Dedicated Transport Access Charge Rates**

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

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

**Pennsylvania Price Cap LEC Telephone Company**  
**Transitional Intrastate Access Service Reductions Effective July 1, 2012**

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

**Summary of Changes to Access Rates**

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

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