

Sancom, Inc. (TC14-041)

RESPONSE TO SDPUC DATA REQUEST NO. 1

RECEIVED: JULY 3, 2014

DUE: July 17, 2014

Question 1.1:

Provide supporting calculations for the new Local Switching (End Office) Terminating rate of \$0.027608 as listed on tariff sheet 17-5.

Response 1.1:

Below is the supporting calculation for the new Local Switching (End Office) Terminating rate of \$0.027608 as listed on tariff sheet 17-5:

	A	B	C	D	E	F	G	H	I	J	K
1											
2		7/1/14 Interstate Terminating:									
3		Element	Rate	Miles/ Terminations	Billing Percent	Total Per AMOU					
4											
5		Local Switching and Info Surcharge, per AMOU	\$0.033554	1	100%	\$0.033554					
6		Tandem Switched Facility, per AMOU per Mile	\$0.000424	67	100%	\$0.028408					
7		Tandem Switched Termination, per Termination	\$0.002202	2	100%	\$0.004404					
8		Total Rate Per AMOU				\$0.066366					
9											
10											
11											
12											
13											
14		7/1/14 Intrastate Terminating:									
15		Element	Rate	Miles/ Terminations	Billing Percent	Total Per AMOU					
16											
17		Local Switching and Info Surcharge, per AMOU	\$0.027608	1	100%	\$0.027608					
18		Tandem Switched Facility, per AMOU per Mile	\$0.000424	67	100%	\$0.028408					
19		Tandem Switched Termination, per Termination	\$0.002202	2	100%	\$0.004404					
20											
21		Total Rate Per AMOU				\$0.060420					
22											
23											

	A	B	C	D	E	F	G	H	I	J	K
1											
2		7/1/14 Interstate Terminating:									
3		Element	Rate	Miles/ Terminations	Billing Percent	Total Per AMOU					
4											
5		Local Switching and Info Surcharge, per AMOU	0.033554	1	1	=D5*F5*H5					
6		Tandem Switched Facility, per AMOU per Mile	0.000424	67	1	=D6*F6*H6					
7		Tandem Switched Termination, per Termination	0.002202	2	1	=D7*F7*H7					
8		Total Rate Per AMOU				=SUM(J5:J8)					
9											
10											
11											
12											
13											
14		7/1/14 Intrastate Terminating:									
15		Element	Rate	Miles/ Terminations	Billing Percent	Total Per AMOU					
16											
17		Local Switching and Info Surcharge, per AMOU	=J17	1	1	=0.06042-J18-J19					
18		Tandem Switched Facility, per AMOU per Mile	0.000424	67	1	=D18*F18*H18					
19		Tandem Switched Termination, per Termination	0.002202	2	1	=D19*F19*H19					
20											
21		Total Rate Per AMOU				=SUM(J17:J20)					
22											
23											

Question 1.2:

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

Response 1.2:

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

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

	A	B	C	D	E	F	G	H	I	J	K
1											
2		7/1/14 Intrastate Terminating:									
3		Element	Rate	Miles/ Terminations	Billing Percent					Total Per AMOU	
4											
5		Local Switching and Info Surcharge, per AMOU	\$0.027608	1	100%					\$0.027608	
6		Tandem Switched Facility, per AMOU per Mile	\$0.000424	67	100%					\$0.028408	
7		Tandem Switched Termination, per Termination	\$0.002202	2	100%					\$0.004404	
8											
9		Total Rate Per AMOU								\$0.060420	
10											
11											
12											
13		7/1/13-6/30/14 Intrastate Terminating:									
14		Element	Rate	Miles/ Terminations	Billing Percent					Total Per AMOU	
15											
16		Local Switching and Info Surcharge, per AMOU	\$0.028072	1	100%					\$0.028072	
17		Tandem Switched Facility, per AMOU per Mile	\$0.000418	67	100%					\$0.028006	
18		Tandem Switched Termination, per Termination	\$0.002171	2	100%					\$0.004342	
19											
20		Total Rate Per AMOU								\$0.060420	
21											
22											
23		Intrastate Terminating Switched Access Rate Per Minute Difference:									\$0.000000