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Jeffrey E. Rummel
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July 31, 2006

BY OVERNIGHT DELIVERY

Docket Control Center
Arizona Corporation Commission
1200 West Washington Street
Phoenix, Arizona 85007-2927

Arizona Corporation Commission
DOCKETED

AUG 1 - 2006

DOCKETED BY	
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Re: Sunesys, Inc. – T-20456A-06-0266

Response to Second Set of Data Requests Dated July 6, 2006

Dear Sir/Madam:

Transmitted herewith on behalf of Sunesys, Inc. are an original and thirteen (13) paper copies of Sunesys' responses to the staff's "Second Set of Data Requests" dated July 6, 2006.

Should any questions arise with respect to this matter, please communicate directly with this office.

Very truly yours,

Jeffrey E. Rummel
Attorney for Sunesys, Inc.
Enclosures

**RESPONSE OF SUNESYS, INC. TO
THE STAFF'S SECOND SET OF DATA REQUESTS DATED JULY 6, 2006
DOCKET NO. T-20456A-06-0266**

STF 2.1 - Please include in your tariff the proposed rates and charges that Sunesys will charge for facilities-based local exchange telecommunications service. Please also include in your tariff a description of the service to be offered.

Response of Sunesys:

As requested, Sunesys has included in its tariff the proposed rates and charges for facilities-based local exchange telecommunications service. See attached copy of "Sunesys' Amendment to Proposed Tariff (Attachment B)" ("Amendment") – New Tariff Pages 53-54 - being filed simultaneously herewith. Descriptions of the facilities-based local exchange telecommunications service are now set forth at Tariff Page 47 and New Tariff Pages 53-54 (See attached copy of Amendment).

STF 2.2 - Please explain how your company calculated the actual maximum and actual minimum rates for facilities-based local exchange telecommunications services that will be contained in your tariff.

The maximum and minimum rates for facilities-based local exchange telecommunications service identified in Sunesys' tariff were set at levels to provide Sunesys with sufficient upward and downward flexibility to ensure that it could revise its rates to cover potential increases/decreases to its wholesale costs, increased/decreased efficiencies based on the size of the company's customer base, and to respond to competitive market conditions. As there is considerable uncertainty regarding what cost changes may be imminent and/or how other competitive prices may change, there is no established formula for "calculating" maximum or minimum rates; rather, such rates were established based primarily on judgment. As a new competitive entrant into the Arizona market, Sunesys has no market power and therefore lacks any ability to "set" the price for its services; rather, it must set its prices in response to competitive market conditions. There is no certainty that Sunesys will be able to recover its costs at market-based prices and, thus, it is unlikely that Sunesys would be able to increase its rates to the maximum levels included in its tariffs. However, Sunesys wants to retain the flexibility to raise rates without extended delay, to the extent market conditions permit, in the event its costs increase in the future.

STF 2.3 - Please specify the rates that Sunesys will charge or currently charges for similar services in the other states/jurisdictions in which Sunesys has been approved to provide service. If there is a difference between the rates that your company will charge in Arizona and the rates that your company will charge or currently charges in other states/jurisdictions for similar services, please identify and indicate the amount of the difference and explain why you are charging different rates in Arizona.

Response of Sunesys:

Sunesys currently provides only fiber services in New Jersey, Pennsylvania and Maryland, which are comparable to the "Private Line Services" for which authority is sought in the instant Application. Sunesys notes that it does not currently provide local exchange telecommunications service in other States. Accordingly, for such services, the question posed in Item STF 2.3 is inapplicable to such services.

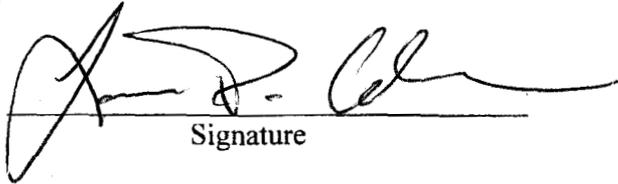
STF 2.4 - Please indicate why you believe that your range of rates is just and reasonable using a competitive market analysis. Your analysis may contain publicly available examples of rates charged by the incumbent or other carriers for similar services or any other information that you believe demonstrates that your actual rates are just and reasonable. Please include any supporting materials.

Response of Sunesys:

To the best of Sunesys' understanding and belief, Sunesys' proposed range of rates, and proposed current rates for local exchange telecommunications service are comparable to the rates charged by other competitive carriers for similar services. For example, the rates proposed by Sunesys are the same as those approved by the Commission for BullsEye Telecom, Inc. in its "Tariff No. 1" Effective May 16, 2005 (See Decision # 67751) (See attached copy of relevant pages of BullsEye's Tariff). In any event, as explained above, as a competitive service provider, Sunesys' ability to set prices at levels that will be attractive to consumers is dictated by the market; therefore, to the extent that its proposed prices may exceed some other competitors for comparable levels of service, consumers will not purchase service from Sunesys. Accordingly, Sunesys' proposed rates should be considered just and reasonable.

CERTIFICATION

I certify that to the best of my knowledge the information provided in this Response is true and correct.


Signature

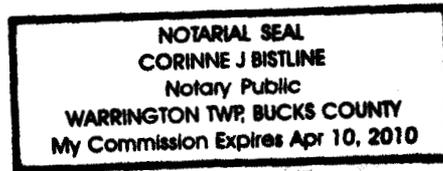
July 28, 2006
Date

Lawrence P. Coleman, President
Printed Name

SUBSCRIBED AND SWORN to before me this 28th day of July, 2006.


NOTARY PUBLIC

My Commission Expires April 10, 2010



COPIES OF TARIFF PAGES OF BULLSEYE TELECOM, INC.

SECTION 5 – LOCAL EXCHANGE SERVICE, (CONT'D.)

5.2 Local Exchange Term Services, (Cont'd.)

5.2.1 Standard Flat Rate Service

Standard Flat Rate Service provides a Customer with analog, voice-grade telephonic communications channels that can be used to place or receive one call at a time. Lines are provided for the connection of Customer-provided wiring, telephone, facsimile machines or other station equipment. Local exchange service lines and trunks are provided on a single party (individual) basis only. No multi-party lines are provided.

An optional per line Hunting feature is available for multi-line Customers which routes a call to the next idle line in a prearranged group when the called line is busy.

A. Application of Rates

Customers receive unlimited calling within their local calling area. No measured or message rate usage charges apply to calls placed to or received from areas within the local calling area.

B. Maximum Rates

.1 Set Up Fee

A one-time set up fee, applied per Account.

	<u>Term</u>	
	<u>1 year</u>	<u>3 year</u>
NRC, per account	\$100.00	\$50.00

.2 Access Line Charge, per month, per line

	<u>Term</u>	
	<u>1 year</u>	<u>3 year</u>
Initial Line:	\$65.00	\$65.00
Additional line, each:	\$65.00	\$65.00

APPROVED FOR FILING

DECISION # 67751

Issued: April 15, 2005

Effective: May 16, 2005

By:

Scott Loney, Vice President – Marketing
25900 Greenfield Road, Suite 330
Oak Park, Michigan 48237

azi0501

SECTION 5 – LOCAL EXCHANGE SERVICE, (CONT'D.)

5.3 Hunting Line Service

Hunting Service is an optional arrangement available to Customers with two or more individual lines. Where facilities permit, such lines will be arranged so that incoming calls to a busy line will overflow to another line that is not busy. The following types of hunting arrangements are available: series and multiline (basic hunting), circular, and preferential.

5.3.1 Circular Hunt

Circular Hunt is an option that allows for hunting to start at the dialed number and continue in ascending order to the last number in the hunt group. The rates and charges for Circular Hunt are in addition to the rates and charges for Basic Hunting.

5.3.2 Preferential Hunt

Preferential Hunt is an option that enables incoming calls to a specific number within a hunt group to hunt over a unique hunting sequence of lines within the hunting group. The rates and charges for Preferential Hunt are in addition to the rates and charges for Basic Hunting.

5.3.3 Rates

	<u>Maximum Per Month</u>
Basic Hunting, per access line:	\$15.00
Circular Hunting, per hunt group	\$7.00
Preferential Hunting, per access line	\$3.00

APPROVED FOR FILING

DECISION #: 67751

Issued: April 15, 2005

Effective: May 16, 2005

By:

Scott Loney, Vice President – Marketing
25900 Greenfield Road, Suite 330
Oak Park, Michigan 48237

az10501

SECTION 11 - CURRENT PRICE LIST, (CONT'D.)

11.1 Service Charges and Surcharges, (Cont'd.)

11.1.5 Public Telephone Surcharge

Rate Per Call: \$0.60

11.1.6 Return Check Charge

Per Check Returned: \$25.00

11.2 Local Exchange Services

11.2.1 Local Exchange Term Services

A. Standard Flat Rate Service

.1 Set Up Fee

A one-time set up fee, applied per Account.

	<u>Term</u>	
	<u>1 year</u>	<u>3 year</u>
NRC, per account	\$50.00	\$0.00

.2 Access Line Charge, per month, per line

	<u>Term</u>	
	<u>1 year</u>	<u>3 year</u>
Initial Line:	\$30.40	\$30.40
Additional line, each:	\$30.40	\$30.40

APPROVED FOR FILING

DECISION #: 107751

Issued: April 15, 2005

Effective: May 16, 2005

By:

Scott Loney, Vice President - Marketing
25900 Greenfield Road, Suite 330
Oak Park, Michigan 48237

az10501

SECTION 11 - CURRENT PRICE LIST, (CONT'D.)

11.2 Local Exchange Services, (Cont'd.)

11.2.2 Hunting Line Service

	<u>Per Month</u>
Basic Hunting, per access line:	\$6.40
Circular Hunting, per hunt group	\$3.00
Preferential Hunting, per access line	\$1.00

APPROVED FOR FILING
DECISION #: 07751

Issued: April 15, 2005

Effective: May 16, 2005

By:

Scott Loney, Vice President - Marketing
25900 Greenfield Road, Suite 330
Oak Park, Michigan 48237

az10501

COPY OF SUNESYS' AMENDMENT DATED JULY 31, 2006

July 31, 2006

BY OVERNIGHT DELIVERY

Docket Control Center
Arizona Corporation Commission
1200 West Washington Street
Phoenix, Arizona 85007-2927

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COPY

Re: Sunesys, Inc. – T-20456A-06-266

**Amendment to Application and Petition for Certificate of Convenience
and Necessity to Provide Intrastate Telecommunications Services**

Amendments to Proposed Tariff (Attachment B)

Dear Sir/Madam:

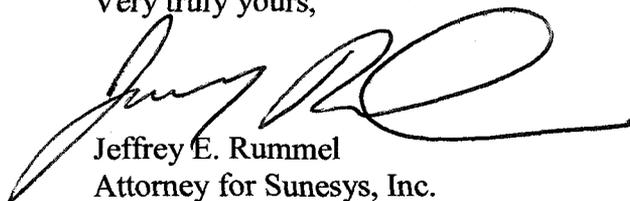
Transmitted herewith on behalf of Sunesys, Inc. are an original and thirteen (13) paper copies of Sunesys' Amendments to the above-referenced Application. Specifically, the Amendments are comprised of the following revisions to Sunesys' Proposed Tariff (Attachment B):

1. Page 1 of the Proposed Tariff has been revised to reflect the addition of new Pages 53 and 54.
2. Page 47 of the Proposed Tariff has been revised to: (i) Insert a new Section 5.2.6 (Facilities-Based Local Exchange Service); and (ii) Re-number prior Section 5.2.6 as new Section 5.2.7.
3. New Pages 53-54 have been added (Rates Applicable for Local Exchange Services).

It is respectfully requested that the attached Amendments be incorporated into the pending Application, and that such Amendments supersede and replace the corresponding portions of the originally-submitted Application.

Should any questions arise with respect to this matter, please communicate directly with this office.

Very truly yours,



Jeffrey E. Rummel
Attorney for Sunesys, Inc.
Enclosures

AMENDMENT TO PROPOSED TARIFF – ATTACHMENT B

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CHECK SHEET

The pages of this Tariff are effective as of the date shown. The original and revised sheets named below contain all changes from the original Tariff and are in effect on the date shown.

<u>Sheet</u>	<u>Revision</u>	<u>Sheet</u>	<u>Revision</u>
1	Original	27	Original
2	Original	28	Original
3	Original	29	Original
4	Original	30	Original
5	Original	31	Original
6	Original	32	Original
7	Original	33	Original
8	Original	34	Original
9	Original	35	Original
10	Original	36	Original
11	Original	37	Original
12	Original	38	Original
13	Original	39	Original
14	Original	40	Original
15	Original	41	Original
16	Original	42	Original
17	Original	43	Original
18	Original	44	Original
19	Original	45	Original
20	Original	46	Original
21	Original	47	Original
22	Original	48	Original
23	Original	49	Original
24	Original	50	Original
25	Original	51	Original
26	Original	52	Original
		53	Original
		54	Original

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Effective: _____

Issued By: Lawrence Coleman, President
 Sunesys, Inc.
 202 Titus Avenue
 Warrington, Pennsylvania 18976

5. DESCRIPTION OF SERVICE (Cont.)

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5.2 GENERAL DESCRIPTION OF SERVICES

- 5.2.1 Private Line Services. The Company will furnish a non-switched, digital fiber-optic communications network capable of providing high-speed dedicated access and multiplexing services to large commercial, non-profit, and government entities. Company's primary business activities fall into two categories (i) the leasing of dedicated fiber optic facilities constructed and owned by Company to large commercial users and governmental entities, and (ii) the provision of managed metropolitan Ethernet network services, over fiber optic facilities constructed and owned by the Company, to school and library systems. The Company does not currently provide services to residential customers nor does the Company anticipate providing residential service in the future.
- 5.2.2 Direct Dialed Calls. Intrastate toll service billed at a maximum of thirty (30) second increments.
- 5.2.3 Calling Card Calls. A calling card service that may be accessed from any touch tone telephone. Calling card service is not accessible from a rotary telephone.
- 5.2.4 Debit Card Calls. A debit card service that may be accessed from any touch tone telephone. Debit card service is not accessible from a rotary telephone.
- 5.2.5 Inbound Toll-Free Number Service. An 800/888 number service is offered to Customers who subscribe to the Company's direct dialed toll service. Inbound toll-free number service is available twenty-four (24) hours a day, seven (7) days a week.
- 5.2.6 Facilities-Based Local Exchange Service. Local exchange service to be provided on a facilities-based basis, comprised of Standard Flat Rate Service and Hunting Line Service.
- 5.2.7 The Company offers its services subject to the availability of the necessary facilities and/or equipment. The Company reserves the right to refuse to provide service to or from any location where the necessary facilities and/or equipment are not available.

Issued: _____

Effective: _____

Issued By: Lawrence Coleman, President
Sunesys, Inc.
202 Titus Avenue
Warrington, Pennsylvania 18976

6. MINIMUM/MAXIMUM AND CURRENT RATES, CONT.

6.5 Rates Applicable for Local Exchange Services

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6.5.1 Rates Applicable to Local Exchange Term Services

6.5.1.1 Standard Flat Rate Service

Provides a Customer with communications channels that can be used to place or receive one call at a time. Lines are provided for the connection of Customer-provided wiring, telephone, facsimile machines or other station equipment. Local exchange service lines and trunks are provided on a single party (individual) basis only. No multi-party lines are provided. Customers receive unlimited calling within their local calling area. No measured or message rate usage charges apply to calls placed to or received from areas within the local calling area.

(A) Set Up Fee

A one-time set up fee, applied per Account.

Current 1Yr	Current 3Yr	Min 1 Yr	Min. 3Yr	Max 1Yr	Max 3r
\$50.00	\$0.00	\$50.00	\$0.00	\$100.00	\$50.00

(B) Access Line Charge, per month, per line

Initial Line

Current 1Yr	Current 3Yr	Min 1 Yr	Min. 3Yr	Max 1Yr	Max 3r
\$30.40	\$30.40	\$30.40	\$30.40	\$65.00	\$65.00

Additional Line, each:

Current 1Yr	Current 3Yr	Min 1 Yr	Min. 3Yr	Max 1Yr	Max 3r
\$30.40	\$30.40	\$30.40	\$30.40	\$30.40	\$30.40

Issued: _____

Effective: _____

Issued By: Lawrence Coleman, President
Sunesys, Inc.
202 Titus Avenue
Warrington, Pennsylvania 18976

6. MINIMUM/MAXIMUM AND CURRENT RATES, CONT.

COP

6.5 Rates Applicable for Local Exchange Services6.5.2 Rates Applicable to Hunting Line Service

Hunting Service is an optional arrangement available to Customers with two or more individual lines. Where facilities permit, such lines will be arranged so that incoming calls to a busy line will overflow to another line that is not busy. The following types of hunting arrangements are available: series and multiline (basic hunting), circular, and preferential.

6.5.2.1 Basic Hunting - Per Access Line, Per Month:

Current	Minimum	Maximum
\$6.40	\$6.40	\$15.00

6.5.2.2 Circular Hunt - Per Hunt Group

Circular Hunt allows for hunting to start at the dialed number and continue in ascending order to the last number in the hunt group. The rates and charges for Circular Hunt are in addition to the rates and charges for Basic Hunting.

Current	Minimum	Maximum
\$3.00	\$3.00	\$7.00

6.5.2.3 Preferential Hunt - Per Access Line

Preferential Hunt enables incoming calls to a specific number within a hunt group to hunt over a unique hunting sequence of lines within the hunting group. The rates and charges for Preferential Hunt are in addition to the rates and charges for Basic Hunting.

Current	Minimum	Maximum
\$1.00	\$1.00	\$3.00

Issued: _____

Effective: _____

Issued By: Lawrence Coleman, President
Sunesys, Inc.
202 Titus Avenue
Warrington, Pennsylvania 18976

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I certify that if the applicant is an Arizona corporation, a current copy of the Articles of Incorporation is on file with the Arizona Corporation Commission and the applicant holds a Certificate of Good Standing from the Commission. If the company is a foreign corporation or partnership, I certify that the company has authority to transact business in Arizona. I certify that all appropriate city, county, and/or State agency approvals have been obtained. Upon signing of this application, I attest that I have read the Commission's rules and regulations relating to the regulations of telecommunications services (A.A.C. Title 14, Chapter 2, Article 11) and that the company will abide by Arizona state law including the Arizona Corporation Commission Rules. I agree that the Commission's rules apply in the event there is a conflict between those rules and the company's tariff, unless otherwise ordered by the Commission. I certify that to the best of my knowledge the information provided in this Application and Petition is true and correct.

[Signature]
(Signature of Authorized Representative)

July 28, 2006
(Date)

Lawrence P Coleman, President
(Print Name of Authorized Representative)

(Title)

SUBSCRIBED AND SWORN to before me this 28th day of July, 2006

Corinne J Bistline
NOTARY PUBLIC

My Commission Expires April 10, 2010

