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November 21, 2006

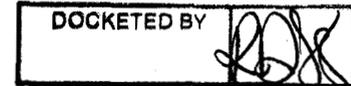
Arizona Corporation Commission

DOCKETED

NOV 21 2006

AZ CORP COMMISSION  
DOCUMENT CONTROL

Connie Wightman  
Technologies Management Inc.  
210 North Park Avenue  
Winter Park, Florida 32790-0200



RE: Tariff Revisions for Bell Atlantic Communications, Inc. d/b/a Verizon Long Distance;  
AZ.C.C. Tariff No. 2  
Docket No. T-03289A-06-0712

Dear Ms. Wightman:

As a competitive telecommunications provider, Bell Atlantic Communications Inc. d/b/a Verizon Long Distance ("BAC" and "Company") is subject to Title 14, Article 11 (Competitive Telecommunications Services) of the Arizona Administrative Code. Section 1110 of Title 14, Article 11 describes the procedure for applying to the Arizona Corporation Commission ("Commission") for an increase in the maximum rate for a competitive telecommunications service.

In order to increase the maximum tariff rate for a competitive telecommunications service, the applicant shall submit an application to the Commission containing the following information:

1. A statement setting forth the reasons for which a rate increase is required;
2. Is there a cost based justification for the rate increase (i.e., is the rate increase necessary to account for a change in your costs)? If yes, please describe the change in your costs. Provide calculations and data to support your cost justification. (*See attached Data Request for additional details.*)
3. A schedule of current rates and proposed rates and the additional revenues to be derived from the proposed rates; (*See attached Data Request for additional details.*)
4. An affidavit verifying that appropriate notice of the proposed rate increase has been provided to customers of the service; and
5. A copy of the customer notification you sent to your customers.

BAC's filing adds a Residential Minimum Spend Level to Long Distance Message Telecommunications Service and the minimum/maximum rates associated for the following:

Residential Minimum Spend Level Charge – Per Billing Period  
- Minimum Spend Level of \$2.00 for an increase of \$2.00

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Therefore, it will be necessary for you to provide the information described in 1-5 above. Please indicate if any of the information noted above has been already supplied in BAC's November 7, 2006 filing or provide updated information as needed. The Commission or Staff may request any additional information in support of the application. Staff cannot begin to process this filing until this information is received.

Frequently asked questions concerning tariffs can be found at:

<http://www.cc.state.az.us/utility/tariff/tariff-faq.htm>

Please provide Docket Control with the information being requested within **10 business days** of the date of this letter. Mail an original plus 13 copies to Docket Control, Arizona Corporation Commission, 1200 W. Washington Street, Phoenix, AZ 85007-2927. If no response is received or all deficiencies are not remedied within 10 business days, Staff will recommend that the application be terminated. If the application is terminated, the Applicant cannot provide the same telecommunications services in Arizona for which it is currently applying, until such time as a new application is filed with and approved by the Commission.

Remember that information submitted for a tariff rate increase is normally made a part of the public record (including financial statements). Any information designated as confidential will not be accepted by Docket Control. If BAC needs to provide confidential information, please contact me directly.

Also, please understand that rate changes do not become effective until they are approved by the Commission. If you have any questions about this matter, please contact me at (602) 542-0856. Thank you for your prompt response to this request.

Respectfully,



John F. Bostwick  
Administrative Services Officer II

Enclosure(s)

CC: Docket Control Center (Original and Thirteen Copies)

STAFF'S FIRST SET OF DATA REQUESTS FOR  
BELL ATLANTIC COMMUNICATIONS, INC. D/B/A VERIZON LONG DISTANCE  
DOCKET NO. T-03289A-06-0712

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These data requests are continuing, and your answers or any documents supplied in response to these data requests should be supplemented with any additional information or documents that come to your attention after you have provided your initial responses. Also, please make sure all information you provide in response to item(s) concerning this Application, including Staff's data requests, is updated and current. If you need to update your response to any item(s)/request(s), please reference the item(s)/request(s) and provide your current response(s). Please make sure each numbered item and each part of the item is answered completely. In order for Staff to continue with its review of this application, the following information must be submitted:

- JFB1-1 Please explain how the Company believes its proposed residential minimum spend level charge of \$2.00 per customer billing to long distance message telecommunications service compare to those of similar services offered by its competitors? List three companies that are your competitors in Arizona. For each of the competitors identify the residential minimum spend level charge per customer billing to long distance message telecommunications service that are comparable to your residential minimum spend level charge of \$2.00 per customer billing to long distance message telecommunications service that the Company proposes to increase. Also, furnish the source(s)/information of each residential minimum spend level charge per customer billing to long distance message telecommunications service (i.e. URL address, link or print computer document(s)).
- JFB1-2 Please explain if the services impacted by the residential minimum spend level charge of \$2.00 per customer billing to long distance message telecommunications service is being enhanced with new or additional features.
- JFB1-3 Please explain when the maximum and current residential minimum spend level charge of \$2.00 per customer billing to long distance message telecommunications service were previously increased.
- JFB1-4 Please confirm or correct the existing Actual and Maximum residential minimum spend level charge of \$2.00 per customer billing to long distance message telecommunications service the Company proposes to increase.
- JFB1-5 For each residential minimum spend level charge of \$2.00 per customer billing to long distance message telecommunications service the Company proposes to increase, please provide:
- the number customers impacted (provide estimate).
  - the total annualized revenue associated with all customers under the existing current and maximum rates (provide calculation of estimate).
  - the total annualized revenue associated with all customers under the proposed current and maximum rates (provide calculation of estimate).

STAFF'S FIRST SET OF DATA REQUESTS FOR  
BELL ATLANTIC COMMUNICATIONS, INC. D/B/A VERIZON LONG DISTANCE  
DOCKET NO. T-03289A-06-0712

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- JFB1-6 Please explain if the expected effect of this filing on the Company's Arizona revenues is less than 1 percent, from 1 to 5 percent, etc. (provide calculation of estimate to arrive at revenue per year in Arizona as of November 30, 2006).
- JFB1-7 Is the proposed residential minimum spend level charge of \$2.00 per customer billing to long distance message telecommunications service the Company proposes to increase in Arizona, the same charge as those charged by the Company in other states? If not, please explain. Is the proposed residential minimum spend level charge of \$2.00 per customer billing to long distance message telecommunications service the Company proposes to increase in Arizona nation-wide? If not, please explain.
- JFB1-8 Is BAC in full compliance with all Commission's Decisions, reporting requirements (i.e. Annual Report, filing of Diversification Activities and Plans, Accident Reports, etc.), and addressed all Consumer inquiries and/or complaints in the Utilities Division?
- JFB1-9 Is BAC in "Good Standing" with the Corporation Division of the Arizona Corporation Commission?
- JFB1-10 Please indicate BAC's fair value rate base, the value of all assets under Arizona's jurisdiction.
- JFB1-11 Did you provide 60 days notice to affected customers of the proposed tariff changes as required in R14-2-504 (B) (2.)? Please indicate the number of residential customers in Arizona receiving LDMTS service from BAC as of November 30, 2006. How many of these residential customers would be charged a residential minimum spend level charge of \$2.00?
- JFB1-12 Please indicate whether BAC currently has a performance bond in Arizona. If so, what is the amount of the performance bond?
- JFB1-13 Explain why tariff pages submitted in your filing does not show or mention a residential minimum spend level charge of \$2.00 per customer billing to long distance message telecommunications service.
- JFB1-14 Please define "billing period" in the proposed residential minimum spend level charge of \$2.00. Is it per customer account per month or per customer line per month?
- JFB1-15 Is there a business minimum spend level charge per customer billing to Arizona customers receiving long distance message telecommunications service from BAC? If there is a business minimum spend level charge to Arizona customers, indicate the amount of the charge. Please indicate the number of business customers in Arizona receiving LDMTS service from BAC as of November 30, 2006. How many of these business customers would be charged a business minimum spend level charge?