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NEW APPLICATION

ORIGINAL



CenturyLink™

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AZ CORP COMMISSION
DOCKET CONTROL

May 12, 2015

2015 MAY 12 PM 12 57

Docket Control
Arizona Corporation Commission
1200 W. Washington Street
Phoenix, Arizona 85007

T-01051B-15-0151

Dear Sir or Madam:

This filing is being made on behalf of Qwest Corporation d/b/a CenturyLink QC, Entity Code T-01051B.

Enclosed for filing with the Commission is an original plus thirteen (13) copies of revisions to QC's Access Service Tariff No. 4.

As described in the attached narrative ("Description of Methodology"), this filing is the fourth step in implementing the "Transitional Intrastate Access Service" reductions mandated by the Federal Communications Commission's November 18, 2011 Report and Order and Further Notice of Proposed Rulemaking in WC Docket Nos. 10-90, etc. (FCC 11-161). Also enclosed is the CenturyLink certification certifying that CenturyLink is not seeking duplicative recovery in the state jurisdiction for any Eligible Recovery subject to the recovery mechanism established by the Transformation Order.

The calculations supporting this rate change are being filed as confidential and are being sent to Wilfred Shand in a separate letter.

CenturyLink QC respectfully requests that this proposed changes become effective July 1, 2015.

Acknowledgment and date of receipt of this transmittal are requested. A duplicate letter and self-addressed, stamped envelope are attached for this purpose. If you have any questions regarding this filing, please contact me directly.

Sincerely,

Mark Brinton
Manager Regulatory Operations
Office: (303) 992-5832
e-mail: Mark.Brinton@CenturyLink.com
Enclosures

Arizona Corporation Commission
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Issued: May 12, 2015

Effective: July 1, 2015

6. SWITCHED ACCESS SERVICE

6.8 RATES AND CHARGES (Cont'd)

6.8.2 LOCAL SWITCHING

A. Local End Office Switching

		RATE PER ACCESS MINUTE
• Originating		\$0.016270
• Terminating		\$0.000807 (R)
• End Office Shared Port		
Originating		0.001300
Terminating		0.000306 (R)
	USOC	MONTHLY RATE
• End Office Dedicated Trunk Port,[1] per trunk	P4TWX	\$4.23 (R)
		RATE
• 800 DB Access Service		
- 800 CIC, per call		\$0.003500
- Vertical Features		
- POTS Translation Charge, per call		0.003665
- Call Handling and Destination Feature Charge, per query		0.000694

[1] The End Office Dedicated Trunk Port rate was calculated assuming a 50/50 split of the originating and terminating traffic using this flat-rated port. The FCC in their FCC 11-161 ICC Transformation order in section 51.907(d)(1) allowed Price Cap Carriers to use an equal split to divide the charge between originating and terminating elements. When the terminating portion of the rate is reduced and then combined with the originating portion of the rate a single flat rate is generated for billing purposes. The Originating portion of the charge is \$3.00.

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6. SWITCHED ACCESS SERVICE

6.8 RATES AND CHARGES

6.8.2 LOCAL SWITCHING

A. Local End Office Switching (Cont'd)

		RATE	(N)
• 900 Access Service Customer Identification Charge, per call		0.000994	
	USOC	NONRECURRING CHARGE	
- Per first NXX, per End Office/Tandem	N9E	\$103.56	
- Per each subsequent NXX, per End Office/Tandem	N9G1X	24.30	
- Expanded 900 Option per End Office/Tandem with NXX Activity (available with FGD)	N98AX	890.76	
- Expanded 900 Option per End Office/Tandem without NXX Activity (available with FGD)	N98BX	968.22	
1. Common Switching Optional Features			
		FID	
• Call Denial on Line or Hunt Group (available with FGA), per line		CAD	
• Service Code Denial on Line or Hunt Group (available with FGA), per line		SCD	
• Hunt Group Arrangement (available with FGA), per line		HML/HTG	
• Uniform Call Distribution Arrangement (available with FGA), per line		HTY UD	
• Nonhunting Number for use with Hunt Group Arrangement or Uniform Call Distribution Arrangement (available with FGA), per trunk group		NHN	
• Automatic Number Identification (available with FGB, FGC and FGD), per trunk group[1]		ANI	
• Up to 7-Digit Outpulsing of Access Digits to customer (available with FGB), per trunk group		USDO	

[1] MF Signaling or SS7 Out of Band Signaling.

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15. COMMON CHANNEL SIGNALING NETWORK (CCSN)

15.8 RATES AND CHARGES

A. Common Channel Signaling Access Capability (Cont'd)

2. STP Link/STP PORT with STP Access Connection

	USOC	NONRECURRING CHARGE	MONTHLY RATE
• Option A or B			
- Per First Link/PORT	NRBS1	\$567.00	[1]
- Per Each Additional Link/PORT	NRBSA	180.00	[1]

3. STP PORT with STP Access Connection

• Option A or B			
- Per Port	PT8SX	[1]	\$850.00

B. Message Charge

	INTRASTATE RATE	OTHER RATE
1. Signal Formulation		
• ISUP, Per call set-up request		
- Originating	\$0.000829	-
- Terminating	0.000339 (R)	-
2. Signal Transport		
• ISUP, Per call set-up request		
- Originating	0.000559	-
- Terminating	0.000229 (R)	-
• TCAP, Per data request	0.000418	-
3. Signal Switching		
• Per ISUP, Per call set-up request		
- Originating	0.001162	-
- Terminating	0.000475 (R)	-
• Per TCAP, Per data request	0.000460	-

[1] None

CERTIFICATION

I am Vice President – Regulatory Operations for CenturyLink. I hereby certify that I have overall responsibility for supervision of the personnel who prepare all of the data supporting the CenturyLink Operating Companies– July 1, 2015 Annual Access Charge Tariff Filing bearing Tariff F.C.C. Nos. 1, 2, 3, 6, 7, 8, 9 and 11 for all issuing carriers and that I am authorized to execute this certification. Based upon the information provided to me by employees responsible for the preparation of, or for the supervision of the preparation of, the data submitted in support of the Tariff Review Plan information contained herewith, I hereby certify that the data has been examined and reviewed and is true, correct and complete to the best of my knowledge and belief.

Further, based upon the information provided to me by employees responsible for the preparation of, or for the supervision of the preparation of, the data submitted in support of the Eligible Recovery for Price Cap Carriers and Access Recovery Charge information contained herewith, I hereby certify that the data has been examined and reviewed and is true, correct and complete to the best of my knowledge and belief, that the CenturyLink Operating Companies are not seeking duplicative recovery in the state jurisdiction for any Eligible Recovery subject to the recovery mechanism, and that CenturyLink Operating Companies have complied with sections 51.915(d), 51.915(e) and 51.915 (f) of the Commission's rules.

May 12, 2015



Jeff Glover
Vice President – Regulatory Operations

Contact Person: Gary Kepley
Director, Regulatory Operations
Telephone Number: (913) 353-7080

Description of Methodology

The following narrative describes the methodology and supporting calculations utilized by CenturyLink to implement the process of reducing terminating switched end office rates by two-thirds of the differential between end office rates and \$0.0007 as required by 47 C.F.R. §51.907(e) which addresses changes beginning July 2015. CenturyLink's supporting calculations utilize the "Access Reduction Spreadsheet" template released by the Federal Communications Commission ("FCC") on April 15, 2015, for calculating the July 1, 2015 intrastate access rate changes.

The FCC spreadsheet template also provides the methodology for calculating the rate changes and identifies in detail the interstate access rates that are required to be changed consistent with the rules. Step 4 of the USF ICC Transformation Order adjusts Interstate Terminating End Office Access rates down by two-thirds of the difference between the 2011 baseline composite rate and the target composite rate of \$0.0007. The interstate rates will then be mirrored on the intrastate side so that rates will remain in parity.

Section 51.907(e) of the FCC Rules required the Access Reduction Spreadsheet to be modified to reflect rate reductions for July 1, 2015. For Price Cap carriers that file interstate tariffs assessing a single rate applicable in different states, the interstate demand used shall be the sum of the demand for all of the states included in the tariff, rather than making separate state-by-state calculations. For companies with a single rate in multiple states, the calculations are done at the regional level and the regional rates are mirrored in each study area¹. For individual study areas, the calculations are done at the study area level. An overview of the methodologies necessary for reducing terminating end office access rates is as follows:

1. Establish the 2011 Baseline Composite Terminating End Office Access Rates, which reflects interstate rates and demand.
2. Calculate the 2015 Target Composite Terminating End Office Access Rate by reducing the 2011 Baseline Composite Terminating End Office Access Rate by two-thirds of the difference between the 2011 Baseline Composite Terminating End Office Access Rate and \$0.0007.
3. Calculate the individual Interstate Terminating End Office Access rate levels so that the reduced rates and demand will equal to the 2015 Target Composite Terminating End Office Access Rate.
4. Set Intrastate Terminating End Office Access rates equal to their functionally equivalent interstate rates.
5. Prepare intrastate and interstate tariff filing documents as required by each tariff jurisdiction.

¹ See footnote No. 27 in clarification order: Connect America Fund, et al., DA 14-434, WC Docket No. 10-90 et al.