# **Confidential Release**

Case Number: 83-464-TP-COI

# Date of Confidential Document: JULY 26, 1995

Today's Date: July 28, 2009 CANDIA OPERATORS TRUE (Lataon With Diextission 1-28-95

Orwell Telephone Company

70 SOUTH MAPLE STREET P.O. BOX 337 ORWELL, OHIO 44076-0337 216-437-6111

DONALD POKORNY, President ALBERT LEONETTI, Executive Vice President FRANK LEONETTI, Jr., Vice President & Secretary

July 24, 1995

RECEIVED

JUL 2 6 1995

PUBLIC UTILITIES COMMISSION OF CHIO

Public Utilities Commission of Ohio Attention: Ms. Daisy L. Crockron, Chief Docketing Division - 10TH Floor 180 East Broad Street Columbus, Ohio 43266-0573

Dear Ms. Crockron:

Please file the enclosed agreement between Orwell Telephone Company and United Telephone Company of Ohio covering the ORP-SCO plan.

Please reference Case No. 83-464-TP-COI and a copy of a letter from the Ohio Bell covering the initial filing. This contrac: may be subject to a protective order and is hereby submitted under seal. Please call me if you have any questions.

With best regards, Donald Pokorny

DP/ad

enclosure:

## The Ohio Bell Telephone Comnany

Suite 1400 45 Erioview Plaza Cleveland, Ohio 44114 (218) 822-5098

Randolph S. Eide Attorney

November 30, 1987

The Public Utilities Commission of Ohio 180 East Broad Street Columbus, Ohio 43266-0573

#### Re: Case No. 83-464-TP-COI (Subfile C)

To The Honorable Commission:

In its November 3, 1987 Entry herein, the Commission, among other things, directed local exchange companies (LECs) to file all intercompany contracts incorporating the ORP-SCO compensation mechanisms by November 30, 1987. On November 20, 1987, Ohio Bell, on behalf of itself and all other LECs, filed a Motion For A Protective Order, an Expedited Ruling or Alternative Order. That Motion requested that the LECs be allowed to submit such contracts under seal for the reason that these contracts are confidential and proprietary to the contracting parties. Alternatively, the LECs requested that they be allowed to file such contracts temporarily under seal until such time as the Commission rules on this motion.

On November 25, 1987, the Attorney Examiner issued an order authorizing the LECs to file these contracts temporarily under seal pending a ruling by the Commission on the LECs' motion. Accordingly, this is to advise that Ohio Bell, in accordance with that ruling and \$4905.16, Ohio Rev. Code, has on this date submitted under seal to the Attorney Examiner for review copies of all its contracts incorporating the ORP-SCO compensation mechanism.

If you have any questions regarding this matter, please feel free to contact the undersigned at anytime.

Very truly yours,

Manasian S. Cin

Randolph S. Eide

cc: Ronda Hartman Fergus All Parties of Record AMENDMENT 2

3411 NATE PRIXESSED 17-28

- 95

CAMERA OPERATOR Stone Watcon

π

# TABLE OF CONTENTS

AMENDED APPENDIX 1, SECTION IV - BASIS OF COMPENSATION	2
SECTION IV	
BASIS OF COMPENSATION	2
AMENDED APPENDIX 1, ATTACHMENT 1, EXAMPLES 1, 2, 3, AND 4	4
EXAMPLE 1	6
EXAMPLE 2	
EXAMPLE 3	
PAGE 2 OF EXAMPLE 3	
EXAMPLE 4	10
PAGE 2 OF EXAMPLE 4	11
AMENDED APPENDIX 1, SCHEDULE 1	12
TERMINATING AND THROUGH TRANSPORT MILEAGE	
AND TANDEM SWITCHING ADJUSTMENT	
SIGNATURE PAGE	13

ANNE IN LIVERED IN THE RECHAR CORRISE OF BUSINESS FOR INDIDGUITING. CAMERA OPERATOR Star (Unitson DATE PROCESSED 7-28-95.

WHEREAS, United Telephone Company of Ohio ("Sprint/United") and The Orwell Telephone Company ("Orwell") entered into a Telecommunications Services and Facilities Agreement, Primary-Primary, dated the 1st day of January, 1988, a copy of which is attached hereto, incorporated herein, and made a part of this Amendment, and

WHEREAS, Sprint/United and Orwell entered into Amendment 1, dated March 16, 1994, copy of which is attached hereto, and

WHEREAS, said Telecommunications Services and Facilities Agreement, Primary-Primary, provides in Section XXIII, that the parties may amend, add or delete Sections, Exhibits or Appendices to said Agreement by written agreement, and and

WHEREAS, the parties to said Agreement wish to provide for changes in the Basis of Compensation relating to reimbursement for Secondary Exchange Carrier access charges.

NOW, THEREFORE, the parties enter into the following Amendment 2:

#### AMENDED APPENDIX 1, SECTION IV - BASIS OF COMPENSATION

 Appendix 1 (IntraLATA Telecommunications Services), Section IV (Basis of Compensation), is revised in its entirety to read as follows:

## SECTION IV BASIS OF COMPENSATION

This section specifies the basis of compensation of all Intrastate IntraLATA toll traffic covered in this Appendix to the Telecommunications Services and Facilities Agreement. See Attachment 1 for specific examples of the basis of compensation addressed in this section.

- I. Intrastate IntraLATA MTS and WATS Usage
  - A. The Originating Primary Exchange Carrier (PEC) will be due all revenue from Intrastate IntraLATA Message Telecommunications Service ("MTS") and WATS calls.
  - B. The Originating PEC will compensate the terminating PEC for its participation in the completion of jointly provided IntraLATA MTS and WATS calls where no SEC terminating access facilities are utilized, as follows:
    - For terminating carrier common line facilities provided by the terminating PEC, an amount calculated as specified for carrier common line facilities in the terminating PEC's Exchange Access tariff. Compensation will be determined by multiplying the terminating PEC's carrier common line rate times the chargeable Minutes of Use ("MOU").
    - For terminating switched access provided by the terminating PEC, an amount calculated as specified for switched access service in the terminating PEC's Exchange Access tariff. Compensation will be determined by multiplying the terminating PEC's:
      - a. residual interconnection charge rate times the chargeable MOU.
      - b. tandem switched transport facility rate times appropriate mileage times chargeable MOU.
      - c. tandem switched transport termination rate times the chargeable MOU, (Terminating PEC's tandem switched transport termination rate times one-half (1/2) for companies whose termination rate recovers for two terminations) times the chargeable MOU.
      - d. tandem switched transport tandem switching rate (adjusted when appropriate by percentage of applicability to allow for terminating end office traffic where the terminating PEC does not provide the terminating tandem) times chargeable MOU.

\* e. local switching rate times chargable MOU.

LAMERA OPERATORS

- f. information surcharge rate times chargeable MOU.
- C. The Originating PEC will compensate the terminating PEC for its participation in the completion of jointly provided intraLATA MTS and WATS calls where SEC terminating access facilities are utilized, as follows:
  - For Terminating Switched access provided by the terminating PEC, an amount calculated as specified for switched access service in the terminating PEC's Exchange Access tariff. Compensation will be determined by multiplying the terminating PEC's:
    - a. tandem switched transport facility rate times appropriate mileage times chargeable MOU,
    - b. tandem switched transport termination rate times the chargeable MOU. Terminating PEC's tandem switched transport termination rate times one-half (1/2) for companies whose termination rate recovers for two (2) terminations).
    - c. tandem switched transport tandem switching rate (adjusted, when appropriate, by percentage of applicability to allow for terminating end office traffic where the terminating PEC does not provide the terminating tandem) times chargeable MOU.
  - The Originating PEC will also reimburse the terminating PEC for the compensation paid to the terminating SEC for the SEC's participation in the completion of jointly provided intraLATA MTS and WATS calls, as follows:
    - a. for terminating carrier common line facilities provided by the terminating SEC, an amount calculated as specified for carrier common line facilities in the terminating SEC's Exchange Access tariff. Compensation will be determined by multiplying the terminating SEC's carrier common line rate times the chargeable MOU
    - b. for terminating switched access provided by the terminating SEC, an amount calculated as specified for switched access service in the terminating SEC's Exchange Access tariff.
      Compensation will be determined by multiplying the terminating SEC's:
      - i. residual interconnection charge rate times the chargeable MOU-
      - ii. tandem switched transport facility rate times appropriate mileage times chargeable MOU.
      - tandem switched transport termination rate, times the chargeable MOU. Tandem switched transport termination times one-half (1/2) for companies whose termination rate recovers for two terminations.
      - iv. tandem switched transport tandem switching rate, if applicable, times the chargeable MOU. Compensation for tandem switching is due to the terminating PEC based upon blending the terminating PEC's and terminating SEC's tandem switching rates, using minutes of use on a LATA specific basis.
      - v. local switching rate times chargeable MOU.
      - vi. information surcharge rate times chargeable MOU.

- Page 4
- D. The Originating PEC will compensate the Intermediate or Through PEC for its participation in the completion of jointly provided intraLATA MTS and WATS calls, as follows:
  - 1. For Through Switched Access provided, an amount calculated as specified for switched access service in the Through PEC's Exchange Access tariff. Compensation will be determined by multiplying the Through PEC's :
    - a. tandem switched transport facility rate times the appropriate mileage times the chargeable MOU.
    - b. to compensate the Through PEC where they provide tandem switching, one tandem switched transport tandem switching rate (adjusted when appropriate by percentage of applicability) times chargeable MOU. Exceptions to paying more than one tandem for Through traffic are subject to negotiation and are specified in Schedule 1.
- II. Intrastate IntraLATA 800 Service

The terminating PEC will compensate each Originating PEC for its participation in the completion of jointly provided IntraLATA 800 Service calls as if the Originating PEC were the Terminating Company under I of this section.

III. Intrastate IntraLATA Private Line and Foreign Exchange Service

There will be no special access compensation between PECs for Intrastate IntraLATA Private Line and Foreign Exchange Service. The billing PEC will bill and remitt revenues for the facilities and services provided by other non-billing PECs based on the non-billing PEC's End User (PrivateLine) Tariffs. This arrangement will be single bill/multiple tariffs.

IV. Exchange Access Tariff Rates

The Exchange Access tariff rates used to determine the compensation specified above are those recess specified in each company's lawfully established Intrastate Exchange Access Tariff.

V. Mileage and Tandem Switching Adjustments

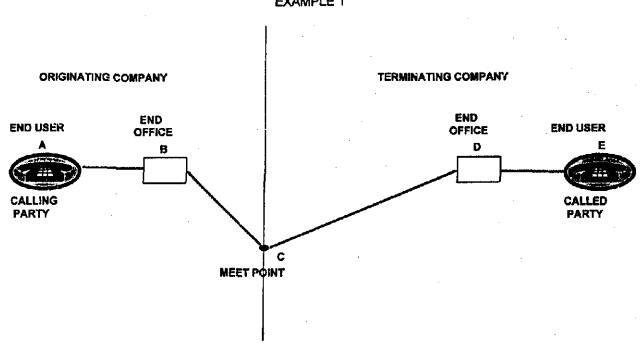
The mileage for calculation of Terminating tandem switched transport facility and for calculation of Through tandem switched transport facility are found in Schedule 1 of this Appendix. The applicability for adjusting the Tandem Switching rate to compensate the actual provider of the terminating tandem is found in Schedule 1 of this Appendix. The applicability for adjusting the Tandem Switching rate for provision of Through transport for "pass-through" traffic or for compensation for more than one Through tandem is found in Schedule 1 of this Appendix. Schedule 1 will only apply in those circumstances where the parties compensate on the basis of average miles and/or average tandem switching occurrences/applicability instead of the actual mileage and tandem occurrences of each route.

VI. Compensation amounts paid during ITAC implementation may require true-up adjustments as mutually agreed by the parties,

## AMENDED APPENDIX 1, ATTACHMENT 1, EXAMPLES 1, 2, 3, AND 4

 Appendix 1 (IntraLATA Telecommunications Services), Attachment 1 (Examples of IntraLATA MTS and WATS Compensation), Examples 1, 2, 3 and 4 (if applicable) are revised in their entirety to read as follows:

Attachment 1, Example 1 (Example of IntraLATA MTS and WATS Compensation) to Appendix 1 (Basis of Compensation). The examples shown are not intended to cover all potential situations but merely to demonstrate the application of the rate elements.



Intrastate IntraLATA MTS and WATS Compensation EXAMPLE 1

- 1. Originating Company is due all IntraLATA revenue from MTS and WATS calls it originates.
- 2. Originating Company will compensate Terminating Company as follows:

SEGMENT	TYPE SERVICE	BASIS OF COMPENSATION
C - D	Switched Access Facility	Airline miles (C to D) divided by airline miles (B to C to D), times airline miles (B to D), times the Terminating Company's tandem switched transport facility rate, times the chargeable MOU.
D	Switched Access Termination	Terminating Company's tandem switched transport termination rate times 1/2 for companies whose termination rate recovers for 2 terminations, times the chargeable MOU.
D	Switched Access Interconnection	Terminating Company's residual interconnection charge rate times the chargeable MOU.
D	Local Switching	Terminating Company's local switching rate times the chargeable MOU.
D	Information	Terminating Company's information surcharge rate times the chargeable MOU.
D-E	Carrier Common Line	Terminating Company's carrier common line rate times the chargeable MOU.

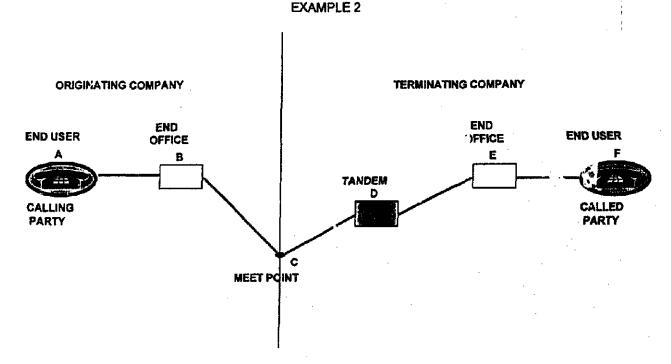
HENT DELIVERED IN THE RECULAR COURSE OF BUSINESS FOR HIDDOCULULING CAMERA OPERATOR State (Latron nate processed n-28-95

Page 6

Attachment 1, Example 2 (Example of IntraLATA MTS and WATS Compensation) to Appendix 1 (Basis of Compensation)

The examples shown are not intended to cover all potential situations but merely to demonstrate the application of the rate elements.

Intrastate IntraLATA MTS and WATS Compensation



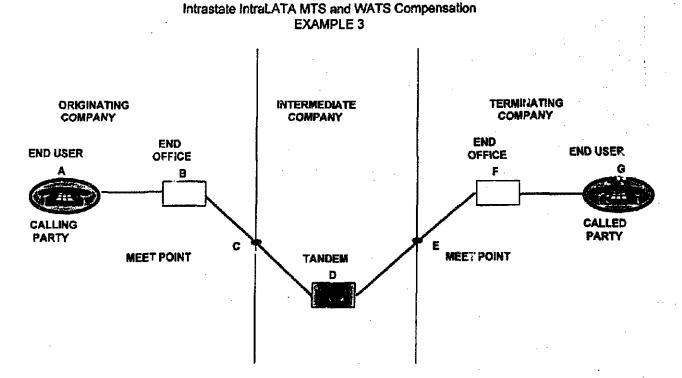
- 1. Originating Company is due all IntraLATA revenue from MTS and WATS calls it originates.
- 2. Originating Company will compensate Terminating Company as follows:

ſ

SEGMENT	TYPE SERVICE	BASIS OF COMPENSATION
С-Е	Switched Access Facility	Airline miles (C to E) divided by airline miles (B to C to E), times airline miles (B to E), times the Terminating Company's tandem switched transport facility rate, times the chargeable MOU.
D .	Tandem Switching	Terminating Company's tandem switched transport tandem switching rate adjusted by percentage applicability, times the chargeable MOU.
E	Switched Access Termination	Terminating Company's tandem switched transport termination rate times 1/2 for companies whose termination rate recovers for 2 terminations, times the chargeable MOU.
E	Switched Access Interconnection	Terminating Company's residual interconnection charge rate times the chargeable MOU.
E	Local Switching	Terminating Company's local switching rate times the chargeable MOU.
E	Information	Terminating Company's information surcharge rate times the chargeable MOU.
E-F	Carrier Common Line	Terminating Company's carrier common line rate times the chargeable MOU.

Attachment 1, Example 3 (Example of IntraLATA MTS and WATS Compensation) to Appendix 1 (Basis of Compensation)

The examples shown are not intended to cover all potential situations but merely to demonstrate the application of the rate elements.



1. Originating Company is due all IntraLATA revenue from MTS and WATS calls it originates.

2. Originating Company will compensate Intermediate Company as follows:

٦.

SI 14

SEGMENT	TYPE SERVICE	BASIS OF COMPENSATION
C-E	Switched Access Facility	Airline miles (C to E) divided by airline miles (B to C to E to F), times airline miles (B to F), times the Intermediate Company's tandem switched transport facility rate, times the chargeable MOU.
D	Tandem Switching (see NOTE 1)	Intermediate Company's tandem switched transport tandem switching rate adjusted by percentage applicability, times the chargeable MOU.

NOTE 1: In this example, Tandem Switching is applied one time for the Intermediate Company (provider of the terminating tandem).

# PAGE 2 of EXAMPLE 3

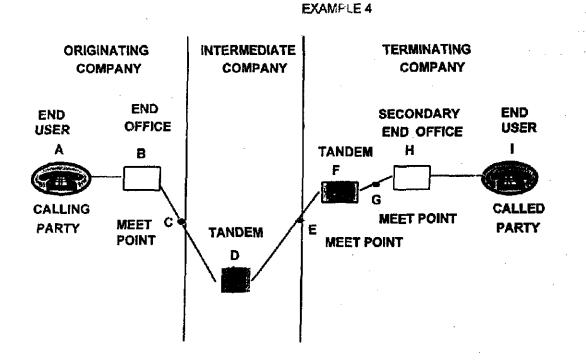
3. Originating Company will compensate Terminating Company as follows:

SEGMENT	TYPE SERVICE	BASIS OF CUMPENSATION
E-F	Switched Access Facility	Airline miles (E to F) divided by airline miles (B to C to E to F), times airline miles (B to F), times the Terminating Company's tandem switched transport facility rate, times the chargeable MOU.
F	Switched Access Termination	Terminating Company's tandem switched transport termination rate times 1/2 for companies whose termination rate recovers for 2 terminations, times the chargeable MOU.
F	Switched Aucess Interconnection	Terminating Company's residual interconnection charge rate times the chargeable MOU.
F	Local Switching	Terminating Company's local switching rate times the chargeable MOU.
F	Information	Terminating Company's information surcharge rate times the chargeable MOU.
F•G	Carrier Common Line	Terminating Company's carrier common line rate times the chargeable MOU.

Attachment 1, Example 4 (Example of IntraLATA MTS and WATS Compensation) to Appendix 1 (Basis of Compensation)

The examples shown are not intended to cover all potential situations but merely to demonstrate the application of the rate elements.

Intrastate IntraLATA MTS and WATS Compensation



1. Originating Company is due all IntraLATA revenue from MTS and WATS calls it originates.

2. Originating Company will compensate Intermediate Company as follows:

SEGMENT	TYPE SERVICE	BASIS OF COMPENSATION
C-E	Switched Access Facility	Airline miles (C to E) divided by airline miles (B to C to E to G to H), times airline miles (B to H), times the Intermediate Company's tandem switched transport facility rate, times the chargeable MOU.
D	Tandem Switching (see NOTE 1)	Intermediate Company's tandem switched transport tandem switching rate adjusted by percentage applicability, times the chargeable MOU

NOTE 1: Exceptions to paying more than one tandem for through traffic are subject to negotiation and are specified in Schedule 1.

### PAGE 2 of EXAMPLE 4

3. Originating Company will compensate Terminating Company as follows:

SEGMENT	TYPE SERVICE	BASIS OF COMPENSATION
E-H	Switched Access Facility	Airline miles (E to G) divided by airline miles (B to C to E to G to H), times airline miles (B to H), times the Termineting PEC's tandem switched transport facility relia, times the chargeable MOU.
		Airline miles (G to H) divided by airline miles (B to C to E to G to H), times airline miles (B to H), times the Terminating SEC's tandem switched transport facility rate, times the chargeable MOU.
F	Tandem Switching (see NOTE 2)	Terminating Company's tandem switched transport tandem switching rate adjusted, by percentage applicability, times the chargeable MOU.
Н	Switched Access Termination	Terminating SEC's tandem switched transport termination rate, times the chargeable MOU.
		{Terminating PEC's tandem switched transport termination rate times one-halt (1/2) for companies whose termination rate recovers for two (2) tenminations) <sub>x</sub>
H	Switched Access Interconnection	Terminating SEC's residual interconnection charge rate times the chargeable MOU.
Н	Local Switching	Terminating SEC's local switching rate times the chargeable MOU.
H	Information	Terminating SEC's information surcharge rate times the chargeable MOU.
H-I	Carrier Common Line	Terminating SEC's carrier common line rate times the chargeable MOU.

Note 2: In this example, Tandem Switching is applied one time for the Intermediate Company (Through provider) and one time for each provider of a terminating tandem at the provider's tandem switched transport rate.

### AMENDED APPENDIX 1, SCHEDULE 1

3. Appendix 1 (IntraLATA Telecommunications Services), Schedule 1 (Rates for IX Facilities, IX Switching Facilities and IX Termination) is revised in its entirety to read as follows:

## TERMINATING AND THROUGH TRANSPORT MILEAGE AND TANDEM SWITCHING ADJUSTMENT

Amended Schedule 1 attached and made an integral part of Amended Appendix 1 (IntraLATA Telecommunications Services) to **Telecommunications Services and Facilities Agreement** 

## TOLEDO LATA (326)

- United Telephone Company of Ohio A
  - Terminating Switched Access 1.
    - a. PEC terminating tandem switched transport facility mileage:
    - \_\_\_\_\_ terminating miles X facility rate X chargeable MOU. 7.0 Ь. SEC terminating tandem switched transmission facility mileage:
      - terminating miles X facility rate X chargeable MOU. N/A Tandem switching percentage of applicability to terminating traffic where
    - C. United Telephone Company of Ohio provides the terminating tandem. 98.8056 \_\_\_\_% applicable X tandem switching rate X chargeable MOU.
  - 2. Through Switched Access
    - Through tandem switched transport facility mileage: a
      - \_\_\_\_ through miles X facility rate X chargeable MOU. N/A
    - Ь. Through tandem switched transport tandem switching percentage of applicability to through traffic where United Telephone Company of Ohio provides the through tandem. % applicable X tandem switching rate X chargeable MOU.  $N/\Delta$
- The Orwell Telephone Company B
  - **Terminating Switched Access** 1.
    - PEC Terminating tandem switched transmission facility mileage: a terminating miles X facility rate X chargeable MOU. 14.9
    - b. SEC Terminating tandem switched transmission facility mileage:
      - \_\_\_\_\_ terminating miles X facility rate X chargeable MOU. 0
    - Tandem switching percentage of applicability to terminating traffic where The Orwell Telephone C. Company provides the terminating tandem. % applicable X tandem switching rate X chargeable MOU. 0
  - 2. Through Switched Access
    - Through tandem switched transmission facility mileage: a.
      - through miles X facility rate X chargeable MOU. 4.0
    - Tandem switching percentage of applicability to through traffic where The Orwell Telephone b. Company provides the through tandem.

0.0 % applicable X tandem switching rate X chargeable MOU

С. The mileage and tandem switching adjustments noted on this schedule may be reviewed and updated 4 times per year.

## SIGNATURE PAGE

DATE PROCESSED

Except as expressly provided in this Amendment, all of the other terms and conditions of the Telecommunications Services and Facilities Agreement, Primary-Primary, dated January 1, 1988, remain in full force and effect and are not otherwise amended hereby.

IN WITNESS WHEREOF, the undersigned parties execute this Amendment 2 as of the dates set forth below to take effect on the 16th day of March, 1995.

## United Telephone Company of Ohio

CAME ICA OPERATOR STREAM

By:

runt Title: Date:

Approved Legal

The Orwell Telephone Company

By: Title: Date: