

TRANSMITTAL NO. 152

QWEST CORPORATION

ACCESS SERVICE

TARIFF F.C.C. NO. 2

DESCRIPTION AND JUSTIFICATION

SPECIAL CONSTRUCTION

INTRODUCTION AND DESCRIPTION

This filing is being made by Qwest Corporation (Qwest) in its Tariff F.C.C. No. 2, Special Construction. This filing adds two new cases in Section 6 of the tariff. These new Special Construction cases are: 1) the installation of 1,100 feet of fiber, 1,000 feet of boring, conduit and innerduct, and 1 CP550 for the provision of 2 DS1s from the Qwest central office located at 9750 S. Parker Road, Parker, CO to the customer's location at 21685 Whirlway in Parker, CO and; 2) the installation of 8,200 feet of buried fiber, innerduct, trenching and utility holes, 100 feet of aerial fiber, 360 feet of entrance fiber and innerduct, 610 feet of cut and restore asphalt and 1 fiber mux for the provision of DS3 from the Qwest central office located at 121 E. Alameda St., Santa Fe, NM to the customer's location at 4018 Old Santa Fe Trail, Santa Fe, NM.

These cases being added are for facilities constructed to meet the customers' requirements and are subject to Special Construction and liabilities as described in this documentation.

The rates contained in this filing are designed to recover the costs of the additional equipment needed to provide the specialized arrangements that are not recovered in the standard rate element structures and are in addition to standard rate elements charged for services provisioned for Qwest's Tariff F.C.C. No. 1.

This document provides the detail for the new cases, cost support and Workpapers.

CASE DETAIL

Customer: Sprint

Case No. 56

(Reference No. CO0213771)

Description:

Special Construction for the installation of 1,100 feet of fiber, 1,000 feet of boring, conduit and innerduct, and 1 CP550 for the provision of 2 DS1s from the Qwest central office located at 9750 S. Parker Road, Parker, CO to the customer's location at 21685 Whirlway in Parker, CO. A total charge of \$36,823.76 (which includes a \$583.00 Case Preparation Charge) is due and payable in a one time up-front payment.

CASE DETAIL

Touch America

Case No. 15

(Reference No. NM0300014)

Description:

Special construction for the installation of 8,200 feet of buried fiber, innerduct, trenching and utility holes, 100 feet of aerial fiber, 360 feet of entrance fiber and innerduct, 610 feet of cut and restore asphalt and 1 fiber mux for the provision of DS3 from the from the Qwest central office located at 121 E. Alameda St., Santa Fe, NM to the customer's location at 4018 Old Santa Fe Trail, Santa Fe, NM. A total charge of \$184,726.11 (which includes a \$583.00 case preparation fee) is due and payable in a one time up-front payment.

COST SUPPORT AND WORKPAPERS

Up-Front Unit Costs

The Up-front unit cost consists of the nonreusable investment associated with these cases. This cost was based on the engineering and installation investment to place the facilities and miscellaneous minor material loadings.

Factors were applied to this figure to recover the appropriate annual capital costs associated with the nonreusable investment. Capital costs are covered through factors which when applied to investment, produce the annual costs associated with depreciation, income tax and cost of money.

Depreciation is applied by account code, reflecting the different account lives of the various types of equipment and plant used to provide services. Income tax is the expense associated with taxes that will be incurred on the income earned from this service. The earnings or "cost of money" factor represents the return that Qwest must pay to its investors for the use of their capital.

Workpapers A-1 and A-2 display the nonreusable total up-front capital cost associated with the investment.

Nonrecurring Case Preparation Cost

This nonrecurring charge, as displayed on Workpapers A-1 and A-2, covers the one-time labor intensive costs and filing fees associated with this special construction case. The charge consists of labor to perform the following work functions: 1) to prepare Workpapers and explain cost documentation; 2) to develop tariff language and prepare tariff pages; and 3) to coordinate the filing and develop the Description and Justification (D&J).

After the work functions were determined, the work groups and time required for each function were identified. The task time identified was then multiplied by the appropriate labor rate. A sum of these calculations plus the cost of the filing fee produces the nonrecurring case preparation charge.

COST SUPPORT AND WORKPAPERS

Total Up-front Costs

Customer: Sprint
Case Number: 56
Reference Number: CO0213771

Total Up-front Capital Cost \$ 36,240.76

NONRECURRING CASE PREPARATION CHARGE

Customer: Sprint
Case Number: 56
Reference Number: CO0213771

Cost Documentation	\$ 23.50
Production	\$ 90.50
Tariff Assembly	\$ 141.00
FCC Filing Fee	<u>\$ 328.00</u>

Total Nonrecurring Case Preparation Charge \$ 583.00

COST SUPPORT AND WORKPAPERS

Total Up-front Costs

Customer: Touch America
Case Number: 15
Reference Number: NM0300014

Total Up-front Capital Cost \$ 184,143.11

NONRECURRING CASE PREPARATION CHARGE

Customer: Touch America
Case Number: 15
Reference Number: NM0300014

Cost Documentation	\$	23.50
Production	\$	90.50
Tariff Assembly	\$	141.00
FCC Filing Fee	\$	<u>328.00</u>

Total Nonrecurring Case Preparation Charge \$ 583.00