

January 3, 2005

**NOTICE OF ISSUANCE OF BENCH REQUESTS NOS. 28 AND 29
(By January 4, 2005)**

RE: In the Matter of the Review of Unbundled Loop and Switching Rates and
Review of the Deaveraged Zone Rate Structure
Docket No. UT-023003

TO ALL PARTIES:

On January 3, 2005, the Commission issued the attached bench request to Verizon by electronic mail. The bench request is to be designated Bench Request No. 28.

The Commission further issues the following Bench Request No. 29 to Verizon:

Reference: Verizon's Supplemental Response to Bench Request 22.doc; at page 5:
Recently, new reports have been created and added to VzCost that streamline the processes involved with the development of the ECF calculation (Step 2) and the Loop Constants Table (Step 4). A VzLoop/VzCost checklist (see attached file) that notes these process revisions is provided with this response.

Please provide access to the reports referenced above and any other reports necessary to complete the VzLoop/VzCost checklist attached to your response to Bench Request 22. Please include the VzCost 'Report Name', 'Date Created', and 'Description' in your response.

NOTICE IS GIVEN That Verizon should respond to these bench requests electronically on or before January 4, 2005.

Sincerely,

THEODORA M. MACE
Administrative Law Judge

BENCH REQUEST NO. 28

Reference: Page 1 of 79 in How to Change the Cost of Money v3.1.1.doc. [This was received in Verizon's response to BR#16.]

Summary of Procedure:

Changing the cost of money involves the following:

- Creating and editing a new version of the Cost of Money table;
- Running new capital factors using the new version of the Cost of Money table and publishing a new version of the Capital Factor data table;
- Running new expense factors using the new versions of the Cost of Money and Capital Factor tables, and publishing new versions of the Expense Factor and Expense Results data tables;
- Revising the RTU factor in two excel spreadsheets using the new cost of money and capital factors, and creating and editing a new version of the RTU data table;
- Copying the original filing, editing the filing control sheets in the new filing to select new versions of the affected data tables, and re-running the cost studies in the new filing;
- Viewing the cost study results.

Reference: Instruction 44 on page 46 of 79

The next part of the process in changing the cost of money is to revise the RTU factors using two excel spreadsheets, and to create and edit a new version of the RTU data table containing the revised factors. Revising the RTU factors is necessary because they are impacted by the capital factors and the cost of money.

First, access the two RTU excel files that were provided on the Proprietary CD under the following folder and sub-folders:

Proprietary CD \ 6. Factors and Support Files \ RTU Factor.

In the "RTU Factor" sub-folder, there are two excel files. The first contains the phrase "CapCost" in its name, and the second contains the phrase "RTU Documentation" in its name. Copy these two files to the user's local computer drive so that they may be altered.

Please provide both of these files mentioned.