Verizon North LLC

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SECTION 2- APPLICATION OF RATES

2.1 Mileage Measurement

The mileage to be used to determine the monthly rate for the Channel Mileage is calculated on the airline distance between the locations involved, i.e., the serving wire centers associated with two Customer-designated premises; a serving wire center associated with Customer-designated premises and a Network Controller location or Company Hub; a serving wire center associated with Customer-designated premises and an expanded Interconnection multiplexing location; an expanded Interconnection multiplexing location and Company Hub where multiplexing functions are performed; or two Company Hubs. The serving wire center associated with Customer-designated premises is the serving wire center from which Customer-designated premises would normally obtain a dial tone.

The mileage to be used to determine the monthly rate for the Channel Mileage is calculated on the airline distance between the locations involved, i.e., the serving wire centers associated with two Customer-designated premises, a serving wire center associated with Customer-designated premises and a Network Controller location or Company Hub; a serving wire center associated with Customer-designated premises and expanded interconnection multiplexing location and Company Hub where multiplexing functions are performed; or two Company Hubs. The serving wire center associated with Customer-designated premises is the serving wire center from which Customer-designated premises would normally obtain dial tone.

When Hubs are involved, mileage is computed and rates applied separately for each section of the Channel Mileage, i.e., Customerdesignated premises serving wire center, expanded interconnection multiplexing node or virtual collocation arrangement. However, when any service is routed through a Hub for purposes other than Customer specified bridging, multiplexing, grooming, vertical service, rates will be applied only to the distance calculated between the serving wire centers associated with Customer-designated premises.

Formula:

$$\sqrt{\frac{(V_1 V_2)^2 + (H_1 H_2)^2}{10}}$$

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APPLICATION OF RATES

2.2 811 Dialing Service (811)

811 Dialing Service (811) is a custom call-routing application utilizing a three-digit local dialing arrangement, terminating to a customer-provided number for access to advance excavation notice services. It provides the calling party an easy-to-remember three-digit dialing code with call delivery to established 811 subscribers. The 811 code was assigned for this purpose pursuant to the Sixth Report and Order, released March 14, 2005, by the Federal Communications Commission in CC Docket No. 92-105, which specifies that such calls be delivered to a number provided by the relevant 811 subscriber that is not a toll call for the party dialing the number.

The cost of 811 Dialing Service will be billed to the Pennsylvania One Call Center. The terms of 811 Dialing Service will be addressed on an individual contract basis between the Telephone Company and the Pennsylvania One Call Center.

2.3 Gross Receipts Tax

The Gross Receipts Tax Surcharge of 5% is applicable to all services provided under this Product Guide to recover Pennsylvania gross receipts taxes imposed on these services by the Commonwealth of Pennsylvania. Amounts billed to customers shall include a 5% surcharge to recover Pennsylvania gross receipts taxes imposed by the Commonwealth on competitive services.