



Mark A. Grover
Docket Manager

Regulatory Affairs
Mailstop KSOPHN0212-2A318
6450 Sprint Parkway
Overland Park, KS 66251
Voice 913 315 8549
Fax 913 315 0760
mark.a.grover@mail.sprint.com

June 30, 2005

Colleen M. Dale, Secretary
Missouri Public Service Commission
Governor Office Building
200 Madison Street
Jefferson City, MO 65102

FILED³

JUL 1 2005

RECEIVED

JUL 01 2005

Re: Case No. TX-2005-0258

Dear Ms. Dale,

Missouri Public
Service Commission

Adjudication Division
Public Service Commission

Please find enclosed the following documents provided in response to requests from Commissioners Gaw and Murray during the Hearing held on May 11, 2005 in the above-referenced matter:

Attachment 1: Sprint exhibit regarding calculation of taxes;

Attachment 2: Printout of Section of Sprint website concerning monthly fees and surcharges found on bills.

Thank you for bringing this filing to the attention of the appropriate Commission personnel. If there are any further questions regarding the enclosed information, I can be reached at the address/contact numbers referenced above.

Sincerely,

Mark A. Grover

Enclosure

cc: Attorneys of Record
Natelle Dietrich, PSC Staff

Sprint Exhibit Regarding Calculation of Taxes

Sprint Missouri, Inc. calculates taxes as follows:

Federal Excise

The federal excise tax is determined by multiplying the federal tax rate (currently 3.0%) by the total revenue for applicable services. Applicable services for this tax include the following services:

- Local service
- Toll
- Federal End User Charge
- Franchise fees
- Directory Assistance
- Dual Party Relay charge

State Tax

The state tax is determined by multiplying the state tax rate (currently 4.225%) by the total revenue for applicable services. Applicable services for this tax include the following services:

- Local service
- Intrastate Toll
- Federal End User Charge
- Directory Assistance

County Tax

The county tax is determined in the same manner as the state tax above with each county establishing the applicable rate.

Franchise Tax

The local franchise tax is determined by multiplying the tax rate established by local officials by the total revenue for applicable services. Applicable services for this tax include the following services:

- Service area within city limits
- Access line charges
- Touchtone
- Mileage
- EAS/MCA
- Service Connection Charges

Sprint also provides customers with the following bill message on a monthly basis:

This section includes federal, state, and local taxes and surcharges. For an explanation of the charges appearing in this section call 1-800-938-1172 or visit www.sprint.com/taxes. (NOTE: A copy is attached)



Sprint.com/Local

Products & Services

Customer Support

My Account

Other Monthly Charges

Local Co

In addition to the monthly fee for your basic phone line, the following fees and surcharges will appear on your local bill.

All states:

Interstate Access Surcharge- (\$4.00-\$9.20 Varies by state)

This charge covers the cost of connections to the local telephone network, allowing you to make both local and long distance calls. This fee covers the cost of telephone wires, poles and other facilities that connect long distance carriers to local telephone companies. Customers are charged a monthly fee for each telephone line they use.

Local Number Portability- (\$.52 Local Number Portability surcharge will be eliminated during the beginning of February 2004)

Number portability allows you to move almost anywhere within your local calling area and keep the telephone number you have today. You can also keep your telephone number if you switch your local service provider. The local number portability surcharge allows telephone companies like Sprint to recover some of the costs for providing this service. All customers regardless of whether they move their telephone number or not must pay this FCC-approved surcharge.

Wireless Number Portability - (\$.47)

Number portability allows you to move almost anywhere within your local calling area and keep the same telephone number. You can also keep your telephone if you switch your local service provider to a wireless carrier. The number portability surcharge allows telephone companies like Sprint to recover some of the costs associated with providing this service. All customers regardless of whether they move their number or not must pay this FCC-approved charge.

Universal Service Fund- (varies by community)

This surcharge recovers some of the costs Sprint incurs to keep basic telephone service affordable in rural and high cost areas. This fund also makes it possible for telephone companies like Sprint to assist low-income customers that qualify, through lifeline assistance programs. It also provides support for telecommunications services used by schools, libraries and rural health care providers. In some areas, state governments may also require a similar surcharge for special programs within their communities.

Florida:

Touch-tone Service- Touch Tone Service was included in the access line in Florida as of 03/01/2003

Touch-tone service allows you to use Sprint network calling features as well as the interactive customer service features of other companies like banks, airlines, etc. With touch-tone service a phone emits signals or tones (instead of clicks) that automated service systems are able to interpret and process.

Hearing Speech Surcharge- (\$.15)

This fee provides funding for telecommunications devices and relay service to be furnished to hearing and speech impaired individuals. The relay service is the service of relaying messages from a hearing impaired customer with a TDD (telecommunications device for the deaf) to someone else who does not have a TDD and/or vice-versa. The surcharge applies to all residential and business phone lines.

Indiana:

Hearing Speech Surcharge- (\$.06)

This fee provides funding for telecommunications devices and relay service to be furnished to hearing and speech impaired individuals. The relay service is the service of relaying messages from a hearing impaired customer with a TDD (telecommunications device for the

deaf) to someone else who does not have a TDD and/or vice-versa. The surcharge applies to all residential and business phone lines.

Kansas:

No additional

Minnesota:

No additional

Missouri:**Extended Local Calling Charge**

This charge reflects the additional cost of expanding your local calling area to include former long distance or local toll destinations. These charges vary by community and apply only in areas where local calling has been expanded.

Relay Surcharge-(\$.10)

This fee provides funding for telecommunications devices and relay service to be furnished to hearing and speech impaired individuals. The relay service is the service of relaying messages from a hearing impaired customer with a TDD (telecommunications device for the deaf) to someone else who does not have a TDD and/or vice-versa. The surcharge applies to all residential and business phone lines.

North Carolina:**Touch-tone Service- Touch Tone is included in the access line in North Carolina**

Touch-tone service allows you to use Sprint network calling features as well as the interactive customer service features of other companies like banks, airlines, etc. With touch-tone service a phone emits signals or tones (instead of clicks) that automated service systems are able to interpret and process.

Nebraska:**Hearing Speech Surcharge-(\$.07)**

This fee provides funding for telecommunications devices and relay service to be furnished to hearing and speech impaired individuals. The relay service is the service of relaying messages from a hearing impaired customer with a TDD (telecommunications device for the deaf) to someone else who does not have a TDD and/or vice-versa. The surcharge applies to all residential and business phone lines.

Extended Local Calling Charge

This charge reflects the additional cost of expanding your local calling area to include former long distance or local toll destinations. These charges vary by community and apply only in areas where local calling has been expanded.

New Jersey:**Touch-tone Service-(\$.75)**

Touch-tone service allows you to use Sprint network calling features as well as the interactive customer service features of other companies like banks, airlines, etc. With touch-tone service a phone emits signals or tones (instead of clicks) that automated service systems are able to interpret and process.

Nevada:

No additional.

Ohio:**Intrastate Access Fee**

The Intrastate Access Fee was added to customer invoices on July 3, 2001. This fee is simply a more direct method of billing for charges that were formally included in customer long distance charges. Customers have been paying this fee all along, but the charge was included in their long distance rates before July 3, 2001. To help as many customers as we can offset this fee, Sprint eliminated Local Toll and Usage Charges on more than 500 calling routes throughout the state."

Oregon:

Residential Service Protection Fund-(\$.13)

This fee provides funding for telecommunications devices and relay service to be furnished to hearing and speech impaired individuals. The relay service is the service of relaying messages from a hearing impaired customer with a TDD (telecommunications device for the deaf) to someone else who does not have a TDD and/or vice-versa. The surcharge applies to all residential and business phone lines.

Extended Local Calling Charge

This charge reflects the additional cost of expanding your local calling area to include former long distance or local toll destinations. These charges vary by community and apply only in areas where local calling has been expanded.

Pennsylvania:

No additional.

South Carolina:

No additional

Tennessee:**Touch-tone Service-(\$1.00)**

Touch-tone service allows you to use Sprint network calling features as well as the interactive customer service features of other companies like banks, airlines, etc. With touch-tone service a phone emits signals or tones (instead of clicks) that automated service systems are able to interpret and process.

Texas:**Extended Local Calling Charge**

This charge reflects the additional cost of expanding your local calling area to include former long distance or local toll destinations. These charges vary by community and apply only in areas where local calling has been expanded.

Virginia:

No additional.

Washington:**Extended Local Calling Charge**

This charge reflects the additional cost of expanding your local calling area to include former long distance or local toll destinations. These charges vary by community and apply only in areas where local calling has been expanded.

Wyoming:**Hearing Speech Surcharge-(\$.10)**

This fee provides funding for telecommunications devices and relay service to be furnished to hearing and speech impaired individuals. The relay service is the service of relaying messages from a hearing impaired customer with a TDD (telecommunications device for the deaf) to someone else who does not have a TDD and/or vice-versa. The surcharge applies to all residential and business phone lines. This charge appears on the bill as "Relay/TAP Surcharge".

Copyright © Sprint 2004. All rights reserved.

Site Map | Copyright | Español | Trademark | Disclaimer | Privacy Policy | Tariffs/Price Lists