



Pennsylvania Department of Corrections

**Commission Cost Data 13 A-C
RFP # 2005-081-011**

13 October 2005

Submitted By:

MCI Telecommunications Corp.
Government Markets Division
1945 Old Gallows Road
Vienna, Virginia 22182

Submitted To:

Commonwealth of Pennsylvania
Governor's Office of Budget and Administration
Bureau of Infrastructure and Operations
Network Administration
1 Technology Park
Harrisburg, PA 17110-2913

Attachment 13-A – Section 1
Cost Data * - 5-E Financial
Contractor's Coin/Card Public Telephone Charges

Type: Independent Local and IntraLATA Toll Calling – Public Telephones Rates submitted:

MCI Response: The following rates are the standard Local/IntraLATA rates that Network PTS, MCI's Subcontractor providing the requested Coin/Card Public Telephone service, charges in Pennsylvania for 0+/0-/00- calls. Network PTS can charge up to these rates and is willing to match LEC tariffed rates or anything in-between. The Commonwealth may choose the rates that Network PTS will charge in the Independent LEC areas. These rates are not connected in any way to the Discounted Operator Services that the Contractor is offering (see section 1.5-A.2. Other Features).

Rate Per Minute	\$0.45	
Collect – Automated	\$3.45	
Billed to Third Party – Automated	\$N/A	
Calling Card Automated	\$1.75	
Credit Card Automated	\$1.75	
Collect Operator Assist	\$3.45	
Billed to Third-Party – Operator Assist	\$5.50	
Person-to-Person Operator Assist	\$9.95	
Calling Card – Operator Assist	\$3.45	
Credit Card – Operator Assist	\$3.45	
Operator Dialed	\$ _____	This is the same as Operator Assisted
		Operator Assisted Collect \$3.45
		Operator Assisted Calling Card \$3.45
		Operator Assisted Bank Card \$3.45
		Operator Assisted Third Party \$5.50
Directory Assistance	\$0.45	
Per Call Compensation	\$0.60	<u>for the Pay Station Service Charge</u>

Type: Interstate Calling – Public Telephones

MCI Response: Listed below are the proposed Network PTS Interstate Calling – Public Telephone Rates. With regard to the requested Percent Value of the gross value of a call, MCI submits that the Per Call Compensation is a fixed \$.60 per cal..

Rate Per Minute	\$1.15	
Collect – Automated	\$5.99	
Billed to Third Party – Automated	\$N/A	
Calling Card Automated	\$4.99	
Credit Card Automated	\$4.99	
Collect Operator Assist	\$7.50	
Billed to Third-Party – Operator Assist	\$12.50	
Person-to-Person Operator Assist	\$12.50	
Calling Card – Operator Assist	\$7.50	
Credit Card – Operator Assist	\$7.50	
Operator Dialed	\$ _____	This is the same as Operator Assisted
		Operator Assisted Collect \$7.50
		Operator Assisted Calling Card \$7.50
		Operator Assisted Bank Card \$7.50
		Operator Assisted Third Party \$12.50
Directory Assistance	\$7.50	
Per-Call Compensation	\$0.60	<u>for the Pay Station Service Charge</u>

% of gross value of call (for example: \$ ___ call would be and additional \$ ___ charge) (pass through to the federal government – no commission paid on USF fee)

Type: Interlata Calling -- Public Telephones

Rate Per Minute	\$0.45	
Collect -- Automated	\$3.45	
Billed to Third Party -- Automated	\$N/A	
Calling Card Automated	\$1.75	
Credit Card Automated	\$1.75	
Collect Operator Assist	\$3.45	
Billed to Third-Party -- Operator Assist	\$5.50	
Person-to-Person Operator Assist	\$9.95	
Calling Card -- Operator Assist	\$3.45	
Credit Card -- Operator Assist	\$3.45	
Operator Dialed	\$ _____	This is the same as Operator Assisted
		Operator Assisted Collect \$3.45
		Operator Assisted Calling Card \$3.45
		Operator Assisted Bank Card \$3.45
		Operator Assisted Third Party \$5.50
Directory Assistance	\$0.45	
Per Call Compensation	\$0.60	for the Pay Station Service Charge
The local coin rate to make a call	\$0.50	unlimited time

Contactor will complete above charges proposed and add other charges below only if other charges apply. If additional costs apply over the two (2) blanks supplied please list them.

_____ \$ _____
_____ \$ _____

Attachment 13-A - Section 1
Cost Data * - 5-E Financial
Contractor's Coin/Card Public Telephone Charges

Charges for coin/card public payphone if Contractor will not install a commission based coin/card payphone because either, the existing or potential low revenues. If an agency still requires coin/card public payphone services the Contractor would charge the agency for providing the services as indicated below:

MCI Response: MCI has proposed the following one-time installation and monthly recurring charges.

The following listed installation charges will apply to all new payphone installations and will be billed directly to each applicable using Agency. Installation charges by payphone type and enclosure have been provided below with description of each. These charges will apply to any and all MCI installed payphones, including any existing Agency payphones as listed in the RFP as amended, that will be required to be installed by MCI to allow MCI to continue to provide payphone services to the existing using Agencies, The only payphones that will be exempt from the below listed installation charges will be the existing 289 PTS installed payphones, provided by PTS under its subcontract agreement with Verizon under the existing Commonwealth payphone contract today, that may remain installed following contract award.

The monthly recurring per payphone charges listed below will apply to ~~ALL~~ payphones inclusive of any and all existing Agency installed payphones and new payphone installations. MCI will bill each using Agency directly on a monthly basis for the applicable monthly recurring per payphone charges.

Installation cost to install a coin/card public payphone
 (If no change put \$0.00)

\$ See chart below

<i>Item</i>	<i>Indoor</i>	<i>Outdoor</i>
Phone instrument installation		
Protel 310	\$650.00	\$750.00
Protel 7000	\$695.00	\$795.00
Phone pedestal installation		
Floor-mount pedestal	\$120.00	\$120.00
Wall-mount pedestal	\$100.00	\$100.00
Floor-to-wall-mount pedestal	\$120.00	\$120.00
Drive-up pedestal	\$120.00	\$120.00
Back-to-back pedestal	\$235.00	\$235.00
Phone enclosure installation		
L31A enclosure	\$120.00	\$120.00
Fortec 2000 enclosure	\$280.00	\$280.00
PC-1 enclosure	\$215.00	\$215.00
Sierra 9000 enclosure	\$165.00	\$165.00
MC-101 enclosure	\$300.00	\$300.00
90L enclosure	\$475.00	\$475.00
Other models may be available		

Monthly recurring cost for a coin/card public payphone
 Including dial tone and maintenance

\$116.00 per phone per month

* To be submitted in a separately sealed envelope. Refer to paragraph 2-1, F.3.

Attachment 13-B – Section 1
Commission Data *
5-E Financial

Having carefully read this Request for Proposal and associated instructions and addend, the undersigning representing the Contractor, hereby agrees to provide public.coin/card telephone service to the Commonwealth in accordance with its response and to pay commissions to the Commonwealth as specified below.

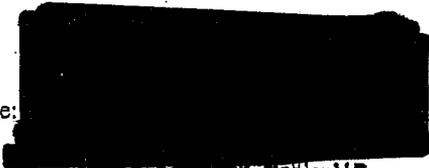
Contractor's should complete the following form by inserting a commission percentage and calculating the annual dollar commission in column one (1) and in column two (2) Contractor's estimated of gross revenue for comparison purposes only.

MCI Response: MCI has read, understands and will provide the public coin/card telephone service to the Commonwealth in accordance with its response to RFP requirements and per payphone one-time installation charges and monthly recurring charges as listed in Attachment 13-A of this Cost Section.

With regard to MCI's calculation of commissions paid to the Commonwealth on collected Public Coin/Card revenue, MCI submits that the direct cost to provide the requested Public Coin/Card Telephone Service outweighs the Agency paid per phone charge and end user revenue that will be collected by MCI. As a result, no commissions have been offered for payment by MCI to the Commonwealth or any using Agency.

Finally, with regard to the requested MCI provided calculated revenue to be provided in Column 2 below, MCI utilized the Commonwealth provided revenues and as such has restated these revenues.

<u>System A</u>	<u>Column 1:</u>	<u>Column 2:</u>
Local and IntraLata calls from coin/card telephones:		
2004 Annual Local Gross Billed Revenue	<u>\$127,188.62</u>	<u>\$127,188.62</u>
2004 Annual IntraLata Gross Billed Revenue	<u>\$72,584.14</u>	<u>\$72,584.14</u>
Commission Percentage:		<u>0%</u>
Annual Dollar Commission:		<u>\$0.00</u>
<u>InterLata calls from coin/card telephones:</u>		
2004 Annual Gross Billed Revenue	<u>\$232,563.92</u>	<u>\$232,563.92</u>
Commission Percentage:		<u>0%</u>
Annual Dollar Commission:		<u>\$0.00</u>

Signature: 

Title: Jerry A. Egenon, Senior V.P.

* To be submitted in a separately sealed envelope. Refer to paragraph 2-1, F.3.

Attachment 13-C Section 1

Cost Data *

5-E Financial

Having carefully read this Request for Proposal and associated instructions and addend, the undersigning representing the Contractor, hereby agrees to provide public coin/card telephone service to the Commonwealth as specified below. Guaranteed rates with submission of Contractor's proposal for public coin/card telephone rates. In addition, yearly negotiations will take place with the awarded Contractor reviewing market pricing. If any rate change is granted the Contractor is required to supply written notice 30 day prior notification.

Guaranteed rates that Contractor submitted in Attachment 13-A.

Each Contractor shall explain in detail, on Attachment 13-C only, how all commissions are determined or calculated. Specify all factors that the Contractor shall use and include them in the cost data response to the RFP.

* To be submitted in a separately sealed envelope. Refer to paragraph 2-1, F.3 Commission Section.

MCI Response: MCI has read, understands and agrees to provide public coin/card telephone service as specified in the Commonwealth's RFP #2005-081-011 and at the one-time installation and monthly recurring charges as provided by MCI on Attachment 13-A of this Cost Proposal.

MCI will guarantee the per minute rates and per call charges as provided by MCI in response to this Cost section. MCI understands and accepts that yearly negotiations will take place to review market pricing and that any resulting per minute or per call rate change granted to MCI will require a 30 day written notice.

With regard to MCI's calculation of commissions paid to the Commonwealth on collected Public Coin/Card revenue, MCI submits that the direct cost to provide the requested Public Coin/Card Telephone Service outweighs the Agency paid per phone charge and end user revenue that will be collected by MCI. As a result, no commissions have been offered for payment by MCI to the Commonwealth or any using Agency.

Signature: 

Title: _____

Jerry A. Edgerton, Senior V.P.

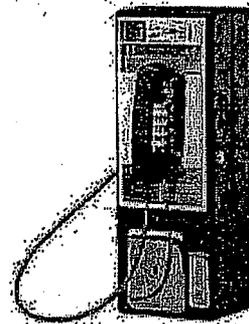
Attachment 13A -- Exhibit 1
Payphone Hardware Descriptions

This section describes various payphone equipment that MCI may utilize to meet the RFP requirements. Additional options may be available.

Payphone Instruments

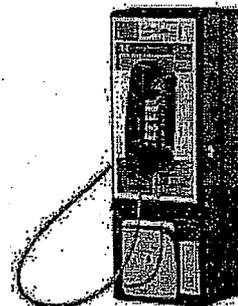
Protel 310

- Pre-Programmed for Your Area and to Your Request
- Line-Powered; No Electricity Required
- Voice and Printed Instructions for All Calls
- Takes Quarters, Dimes, and Nickels
- Works with Credit and Calling Cards
- Quality Handset with Reinforced Armored Cord
- High Security, Vandal-Proof Locks
- Anti-Jam Coin Acceptor / Validator
- Coin Box Holds Approx. \$175.00
- FCC Registered
- UL Listed
- VOIP Compatible (Different systems may produce different results. Please inquire about your specific system.)



Protel 7000

- Voice Prompts can be set in English or Spanish
- Most programming changes can be done through the keypad
- Programming and software updates are fully downloadable
- Crisp, clean voice prompts
- Protective Circuit Board Cover surrounds electronic circuitry to protect against mishandling
- Large, easily accessible program button
- Xmit level toggle switch
- UL-recognized on-board self resettable surge protector
- Built-in electronic ringer
- Supports the following optional equipment: ECSII Electronic Coin Scanner, 52" Handset, Volume Control button
- Pre-Programmed for Your Area and to Your Request
- Line-Powered, No Electricity Required
- Voice and Printed Instructions for All Calls
- Takes Quarters, Dimes, and Nickels
- Works with Credit and Calling Cards
- High-Quality Handset with Reinforced 32" Armored Cord
- High Security, Vandal-Proof Locks
- Anti-Jam Coin Acceptor / Validator
- Coin Box Holds Approx. \$175.00
- FCC Registered
- UL Listed



Attachment 13A -- Exhibit 1 (continued)
Payphone Hardware Descriptions

Pedestals

Floor-mount Pedestal

The Floor Mount Pedestal is the regular, standard mounting pedestal that works with all Bell Style Payphones. It will also work in conjunction with most enclosures. Weight = 75.00 lbs



The Drive-Up Pedestal is ideal if the payphone is intended to be used from an automobile or wheelchair. It will work in conjunction with most enclosures. Weight = 79.00 lbs

Wall-mount Pedestal

The Wall Mount Pedestal is used for mounting an enclosure to a wall rather than the traditional method of mounting to the floor. It works with most payphones and with most enclosures. Weight = 25.00 lbs



Back-to-back Pedestal

The back to back pedestal is basically a regular floor mount pedestal with a wall mount pedestal welded to the back. This pedestal provides the ability to mount two payphones, back to back, on one pedestal. Will work in conjunction with any of our enclosures. Weight = 100.00 lbs



Floor-to-wall-mount Pedestal

The Flush-to-Wall Floor Mount Pedestal is just like the regular, standard mounting pedestal, except that it offers the additional ability to also be secured to the wall. It works with most payphones and works in conjunction with most enclosures. Weight = 75.00 lbs



Drive-up Pedestal

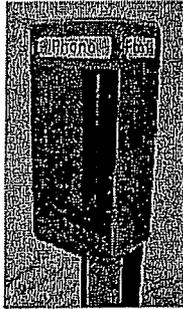


Attachment 13A -- Exhibit 1 (continued)
Payphone Hardware Descriptions

Enclosures

L31A Enclosure

- The L31 is a versatile, cost-effective outdoor enclosure
- Works with all Bell Style Payphones
- Necessary for Outdoor Installations
- Protects Payphone Against Weather
- Familiar Appearance Attracts Customers
- Weight = 30 lbs



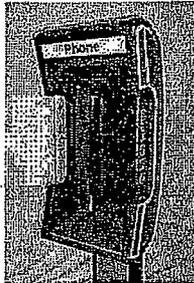
Sierra 9000 Enclosure

- The Sierra 9000 is a plastic and steel universal enclosure
- Graffiti resistant
- Distinctive in appearance
- Very large unit relative to the price
- Weight = 70 lbs



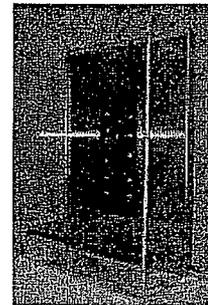
Fortec 2000 Enclosure

- Has large handsets as the side panels, offering a highly visible option for any location
- Works with all Payphones
- Protects Payphone Against Weather Elements
- Familiar Appearance Attracts Customers
- Weight = 32 lbs



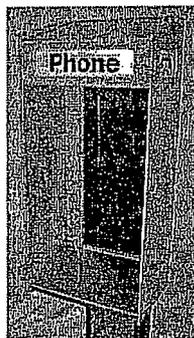
MC-101 Enclosure

- Acrylic sides, stainless back, and a stainless shelf
- Simple, modern-looking enclosure comes in 19" and 24"
- Available with bronze or clear acrylic sides
- Shelves are designed to accept a directory
- Can also be made with a single side for 2-station or 3-station mounting
- Works with all Bell Style Payphones
- For Indoor Installations Only
- Weight = 65 lbs



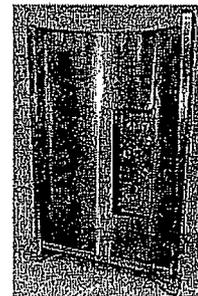
PC-1 Enclosure

- Shell is made of aluminum and steel
- Shelf made of stainless and aluminum
- The top and shelf are sloped to prevent the accumulation of garbage
- The unit can be powder-coated to the color of your preference
- Lighted on three sides for added visibility
- The unit is universal, ensuring compatibility with most pedestals
- Weight = 44 lbs



90L Enclosure

- ADCO 90L features the most acoustical qualities of any wall or pedestal mounted enclosure
- Unique shape
- Perforated stainless interior
- Large size for greatly reduced background noise
- Options include wall mounting, single pedestal, back-to-back pedestal, side-by-side pedestal, 4-way pedestal, and 6-way pedestal
- Weight = 138 lbs





**Pennsylvania Department of Corrections
Commission Cost Data
Attachment 25
RFP # 2005-081-001**

Submitted By:

MCI Telecommunications Corp.

46-10915- Attachment C2, Cost Data

Attachment 25-A – Section 2
Commission Data *
5-A. 2. p. (1) (a) Option 1

The Contractor shall submit the projected annual gross billed revenue, the commission percentage, the projected annual dollar commission payment, and the minimum annual dollar guarantee for each service to the Commonwealth on Attachment 25-A.

MCI Response: MCI has provided within the attached 25A Commission Data form, MCI's projected annual gross billed revenue, proposed commission percentage and projected annual dollar commission payment. No minimum annual dollar guarantee has been offered.

Each Contractor shall explain in detail, on Attachment 25-A, how all commissions are determined or calculated. Specify all factors that the Contractor shall use and include them in the response to the RFP.

MCI Response: MCI agrees that, as stated by the Commonwealth in 2.5-G 1a, that accepted calls would be considered billable and therefore Billed and Commissionable.

MCI further offers that "Commissionable Revenue" is the revenue derived from the "billed and commissionable" calls, as defined by the Commonwealth, billed at the rates and per call surcharges as proposed by MCI and listed within attachments 25D and 25E of this Commission Data section.

MCI defines "Commissionable Revenue," as the gross billed revenue (with no deduction for fraudulent, uncollectible or unbillable calls) from DOC collect calls generated by the telephones covered under any Contract resulting from this RFP response, handled by MCI Operator Services and carried on the MCI network, but excluding: (i) Taxes (as defined in the Guide) and agreed to by the Commonwealth; (ii) credits issued to DOC called parties and (iii) Governmental Charges (as defined in the Guide), including but not limited to Federal Universal Service charges and Carrier Access charges.

With regard to MCI's proposed Commission Offer, MCI submits that should the Commonwealth choose to award MCI the Public Payphone portion of this RFP, MCI will deduct that charges to the Commonwealth, as listed by MCI in the Section 1 Cost Proposal, for the provision of the Public Payphone Service.

Attachment 25A- Section 2
Commission Data *
5-A. 2. p. (1) (a) Option 1

Having carefully read this Request for Proposal and associated instructions and addend, the undersigning representing the Contractor, hereby agrees to provide non-coin/collect and prepaid inmate telephone service to the Commonwealth in accordance with its response and to pay commissions to the Commonwealth as specified below. A Decentralized staff of system administrators servicing each SCI, the Quehanna Boot Camp, and the terminals at the DOC Headquarters Security Office and Office of Professional Responsibility Offices.

Contractor's should complete the following form by inserting a commission percentage and calculating the annual dollar commission in column one (1) and in column two (2) Contractor's estimated of gross revenue for comparison purposes only.

<u>System B</u>	<u>Column 1:</u>	<u>Column 2:</u>
<u>Collect Local and IntraLata calls from inmate telephones:</u>		
2004 Annual Gross Billed Revenue	<u>\$2,131,012.00</u>	<u>\$1,966,029.30</u>
Commission Percentage:		<u>48 %</u>
Annual Dollar Commission:		<u>\$943,694.06</u>
<u>Collect InterLata & International calls from inmate telephones:</u>		
2004 Annual Gross Billed Revenue	<u>\$7,961,566.00</u>	<u>\$8,403,442.76</u>
Commission Percentage:		<u>48 %</u>
Annual Dollar Commission:		<u>\$4,033,652.53</u>
<u>Prepaid Local and IntraLata calls from inmate telephones:</u>		
2004 Annual Gross Billed Revenue	<u>\$ 597,999.00</u>	<u>\$615,001.20</u>
Commission Percentage:		<u>48 %</u>
Annual Dollar Commission:		<u>\$295,200.58</u>
<u>Prepaid InterLata & International calls from inmate telephones:</u>		
2004 Annual Gross Billed Revenue	<u>\$2,932,927.00</u>	<u>\$2,928,914.86</u>
Commission Percentage:		<u>48 %</u>
Annual Dollar Commission:		<u>\$1,405,879.13</u>

Signature

Title:

Jerry A. Edgerton, Senior V.P.

* To be submitted in a separately sealed envelope. Refer to Part 2, paragraph 2-2.

Attachment 25-B – Section 2

Commission Data *

5-A. 2. p. (1) (b) Option 2

The Contractor shall submit the projected annual gross billed revenue, the commission percentage, the projected annual dollar commission payment, and the minimum annual dollar guarantee for each service to the Commonwealth on Attachment 25-B.

MCI Response: MCI has provided within the attached 25A Commission Data form, MCI's projected annual gross billed revenue, proposed commission percentage and projected annual dollar commission payment. No minimum annual dollar guarantee has been offered.

Each Contractor shall explain in detail, on Attachment 25-B, how all commissions are determined or calculated. Specify all factors that the Contractor shall use and include them in the response to the RFP.

MCI Response: MCI agrees that, as stated by the Commonwealth in 2.5-G 1a, that accepted calls would be considered billable and therefore Billed and Commissionable.

MCI further offers that "Commissionable Revenue" is the revenue derived from the "billed and commissionable" calls, as defined by the Commonwealth, billed at the rates and per call surcharges as proposed by MCI and listed within attachments 25D and 25E of this Commission Data section.

MCI defines "Commissionable Revenue," as the gross billed revenue (with no deduction for fraudulent, uncollectible or unbillable calls) from DOC collect calls generated by the telephones covered under any Contract resulting from this RFP response, handled by MCI Operator Services and carried on the MCI network, but excluding: (i) Taxes (as defined in the Guide) and agreed to by the Commonwealth; (ii) credits issued to DOC called parties and (iii) Governmental Charges (as defined in the Guide), including but not limited to Federal Universal Service charges and Carrier Access charges.

With regard to MCI's proposed Commission Offer, MCI submits that should the Commonwealth choose to award MCI the Public Payphone portion of this RFP, MCI will deduct that charges to the Commonwealth, as listed by MCI in the Section 1 Cost Proposal, for the provision of the Public Payphone Service.

Attachment 25-B- Section 2
Commission Data *
5-A. 2. p. (1) (b) Option 2

Having carefully read this Request for Proposal and associated instructions and addend, the undersigning representing the Contractor, hereby agrees to provide non-coin/collect and prepaid inmate telephone service to the Commonwealth in accordance with its response and to pay commissions to the Commonwealth as specified below. A central processor in coordination with location processors or system control devices at all SCIs, the Quehanna Boot Camp, supported by a centrally located system administrator(s) controlling the inmate telephone service, and the terminals at the DOC Headquarters Security Office, and Office of Professional Responsibility.

Contractor's should complete the following form by inserting a commission percentage and calculating the annual dollar commission in column one (1) and in column two (2) Contractor's estimated of gross revenue for comparison purposes only.

<u>System B</u>	<u>Column 1:</u>	<u>Column 2:</u>
<u>Collect Local and IntraLata calls from inmate telephones:</u>		
2004 Annual Gross Billed Revenue	<u>\$2,131,012.00</u>	<u>\$1,966,029.30</u>
Commission Percentage:		<u>51%</u>
Annual Dollar Commission:		<u>\$1,002,674.94</u>
 <u>Collect InterLata & International calls from inmate telephones:</u>		
2004 Annual Gross Billed Revenue	<u>\$7,961,566.00</u>	<u>\$8,403,442.76</u>
Commission Percentage:		<u>51 %</u>
Annual Dollar Commission:		<u>\$4,285,755.81</u>
 <u>Prepaid Local and IntraLata calls from inmate telephones:</u>		
2004 Annual Gross Billed Revenue	<u>\$ 597,999.00</u>	<u>\$615,001.20</u>
Commission Percentage:		<u>51 %</u>
Annual Dollar Commission:		<u>\$313,650.61</u>
 <u>Prepaid InterLata & International calls from inmate telephones:</u>		
2004 Annual Gross Billed Revenue	<u>\$2,932,927.00</u>	<u>\$2,928,914.86</u>
Commission Percentage:		<u>51%</u>
Annual Dollar Commission:		<u>\$1,493,746.58</u>

Signature: 

Title:

Jerry A. Edgerton, Senior V.P.

* To be submitted in a separately sealed envelope. Refer to Part 2, paragraph 2-2.

Attachment 25-C - Section 2

Cost Data *

5-D. 1. a., b. & c.

Having carefully read this Request for Proposal and associated instructions and addend, the undersigning representing the Contractor, hereby agrees to provide non-coin/collect and prepaid inmate telephone service to the Commonwealth as specified below. Telephone rates will not be increased for the life of the contract. In addition, yearly negotiations will take place with the awarded Contractor in reviewing all pricing.

MCI Response: MCI has read understands and agrees to provide non-coin/collect and prepaid inmate telephone service to the Commonwealth as specified in the Commonwealth's RFP #2005-081-011. MCI will guarantee the rates as provided by MCI in response to this Cost section. MCI understands and accepts that yearly negotiations will take place to review all pricing.

Signature:



Title:

Jerry A. Edgerton, Senior V.P.

* To be submitted in a separately sealed envelope. Refer to Part 2, paragraph 2-2.

Note: signature block added by MCI



Steve Viehhaus
Sr. Director, Verizon Business
Government Markets
500 Technology Drive
Weldon Spring, MO 63602

August 1, 2006

Georgia A. Baer
Commonwealth of Pennsylvania
Governor's Office of Budget and Administration
Bureau of Infrastructure and Operations – Network Administration
1 Technology Park
Harrisburg, PA 117110-2913

RE: Updated Pricing for Payphone and Inmate Telephone Services (RFP # 2005-081-001)

Ms. Baer,

The following rate and commission offers are available to the Commonwealth.

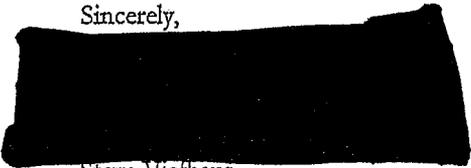
Revision 3 Option 1: The proposed rates mirror the existing rates as found in the original RFP with the exception of Interstate and International Collect. For these two call types, the rates have been reduced to a \$3.50 surcharge and \$0.55 per minute. Commissions will be paid at a rate of 48%.

Revision 3 Option 2A: Lower rates with commissions to be paid at a rate of 44.4%.

Revision 3 Option 3A: Even lower rates with commissions to be paid at a rate of 40%.

Please call with any questions.

Sincerely,



Steve Viehhaus
Sr. Director, Verizon Business
Government Markets

Enclosures: Revised Attachment 25-D Inmate Calling Rates (Revision 3 Option 1)
Revised Attachment 25-E Inmate Prepaid Calling Rates (Revision 3 Option 1)
Revised Attachment 25-D Inmate Calling Rates (Revision 3 Option 2A)
Revised Attachment 25-E Inmate Prepaid Calling Rates (Revision 3 Option 2A)
Revised Attachment 25-D Inmate Calling Rates (Revision 3 Option 3A)
Revised Attachment 25-E Inmate Prepaid Calling Rates (Revision 3 Option 3A)

Attachment 25-D Inmate Collect Calling Rates
(Revision 3 Option 1 – Dated 8-1-06)

Contractor guaranteed rates for inmate collect calling rates by completing its collect calling rates on the attached blank Attachment 25-D.

MCI Response: MCI has provided on the attached page a listing of its proposed Collect Calling Rates. The proposed rates for Intrastate collect calling (Local, Intralata Toll and InterLata Long Distance) are equal to the current rates as listed within the original RFP. MCI's proposed rates for Interstate and International collect calling are at rate schedules lower than what was listed in the original RFP.

For international collect calls to Bahamas, Barbados, Bermuda, Canada and Dominican Republic, MCI has proposed rates equal to the Interstate collect calling rate structure. For security purposes, MCI recommends that all international calling be completed using Offender Prepaid Service. Offender Prepaid Service is the most secure and reliable method for international calling. International collect calls are completed with the use of live operators from foreign telephone companies and is less secure than the prepaid system which is completely automated.

PA-Inmate Collect Attachment 26-D (Revision 3 Option 1)

Facility	Local		IntraLata Toll		LD - Intrastate		LD - InterState (Including Puerto Rico & Virgin Islands)		International (1)	
	Surcharge	Per Min	Surcharge	Per Min	Surcharge	Per Min	Surcharge	Per Min	Surcharge	Per Min
Mercer	\$1.75	None	\$1.75	\$0.15	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Albion	\$1.75	None	\$1.75	\$0.15	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Waymart	\$1.75	None	\$1.75	\$0.15	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Dallas	\$1.75	None	\$1.75	\$0.15	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Greene	\$1.75	None	\$1.75	\$0.15	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Muncy	\$1.75	None	\$1.75	\$0.15	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Cambridge Springs	\$1.70	None	\$1.45	Mile Based (\$0.065 - \$.16)	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Somerset	\$1.70	None	\$1.45	Mile Based (\$0.065 - \$.16)	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Laurel Highlands	\$1.70	None	\$1.45	Mile Based (\$0.065 - \$.16)	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Cresson	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Houtzdale	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Graterford	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Rockview	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Pine Grove	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Mahoney	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Frackville	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Camp Hill	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Huntingdon	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Smithfield	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Quehanna Boot Camp	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Coal Township	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Pittsburgh	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Greensburg	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Retreat	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Chester	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Fayette	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55
Forest	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.50	\$0.27	\$3.50	\$0.55	\$3.50	\$0.55

(1) Calls to Bahamas, Barbados, Bermuda, Canada and Dominican Republic

MCI Response: MCI will allow International Collect Calling to only the Countries listed above (Bahamas, Barbados, Bermuda, Canada, Dominican Republic) at the commissionable rates listed above. All other International calling will be completed via Offender Prepaid Service.

As stated in the RFP section 5-H Financial the Commonwealth would receive commissions on the "grossed billed revenue". Therefore, an example if the \$0.25 or Public Payphone Surcharge is included in rate quotes (which it should be) and charges to end user, the customer, in this case the Commonwealth, should be paid commissions on that revenue.

MCI Response: MCI has read, understands and agrees. Public Payphone Surcharges have been included in the above rates and the Commonwealth will be paid on that revenue.

Attachment 25-E Inmate Prepaid Calling Rates
(Revision 3 Option 1 – Dated 8-1-06)

Contractor guaranteed rates for inmate prepaid calling rates by completing its prepaid calling rates on the attached blank Attachment 25-E.

* To be submitted in a separately sealed envelope. Refer to Part 2, paragraph 2-2.

MCI Response: MCI has provided on the attached pages a listing of its proposed Prepaid Calling Rates. The proposed rates for Intrastate prepaid calling (Local, Intralata Toll and InterLata Long Distance) are equal to the current rates as listed within the original RFP. MCI's proposed rates for Interstate and International prepaid calling are at rate schedules lower than what was listed in the original RFP

PA-Inmate PrePaid Attachment 26-E (Revision 3 Option 1)										
Facility	Local		IntraLata Toll		LD - Intrastate		LD - InterState (Including Puerto Rico & Virgin Islands)		International (1)	
	Surcharge	Per MIN	Surcharge	Per MIN	Surcharge	Per Min	Surcharge	Per Min	Surcharge	Per Min
·Mercer	\$1.75	None	\$1.75	\$0.15	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Albion	\$1.75	None	\$1.75	\$0.15	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Waymart	\$1.75	None	\$1.75	\$0.15	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Dallas	\$1.75	None	\$1.75	\$0.15	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Greene	\$1.75	None	\$1.75	\$0.15	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Muncy	\$1.75	None	\$1.75	\$0.15	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Cambridge Springs	\$1.75	None	\$1.75	\$0.15	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Somerset	\$1.70	None	\$1.45	Mileage Based (\$0.65 - \$.16)	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Laurel Highlands	\$1.70	None	\$1.45	Mileage Based (\$0.65 - \$.16)	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Cresson	\$1.70	None	\$1.45	Mileage Based (\$0.65 - \$.16)	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Houtzdale	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Graterford	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Rockview	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Pine Grove	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Mahoney	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Frackville	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Camp Hill	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Huntingdon	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Smithfield	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Quehanna Boot Camp	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Coal Township	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Pittsburgh	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Greensburg	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Retreat	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Chester	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Fayette	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	
Forest	\$2.00 initial 3 minutes	\$.05 addtn'l 3 minutes	\$2.00	\$0.20	\$2.25	\$0.22	\$3.00	\$0.45	See MCI Response Below	

(1) Calls to Bahamas, Barbados, Bermuda, Canada and Dominican Republic

MCI Response: MCI will allow International Prepaid calling to Countries listed below. Prepaid rates are shown next to each Country.

As stated in the RFP section 5-H Financial the Commonwealth would receive commissions on the "grossed billed revenue". Therefore, an example if the \$0.25 or Public Payphone Surcharge is included in rate quotes (which it should be) and charges to end user, the customer, in this case the Commonwealth, should be paid commissions on that revenue.

MCI Response: MCI has read, understands and agrees. Public Payphone Surcharges have been included in the above rates and the Commonwealth will be paid on that revenue.

International Inmate PrePaid Rates (Revision 3 Option 1)	
Terminating Country	Per-Minute Rate
Afghanistan	\$6.76
Albania	\$2.72
Algeria	\$2.08
American Samoa	\$1.56
Andorra	\$0.96
Angola	\$3.24
Anguilla	\$1.80
Antarctica (Casey, Davis, Mawson and Macquarie Island)	\$7.12
Antarctica (Scott Base)	\$1.48
Antigua (Barbuda)	\$1.48
Argentina	\$1.28
Armenia	\$2.64
Aruba	\$1.40
Ascension Island	\$4.60
Australia (including Tasmania)	\$0.51
Austria	\$0.60
Azerbaijan	\$3.32
Bahamas	\$0.96
Bahrain	\$2.24
Bangladesh	\$3.56
Barbados	\$1.68
Belarus	\$1.92
Belgium	\$0.51
Belize	\$2.16
Benin	\$2.04
Bermuda	\$0.96
Bhutan	\$4.92
Bolivia	\$1.88
Bosnia-Herzegovina	\$2.24
Botswana	\$1.88
Brazil	\$1.12
British Virgin Islands	\$1.40
Brunel	\$2.60
Bulgaria	\$1.48
Burkina Faso	\$2.68
Burundi	\$5.68
Cambodia	\$5.52
Cameroon	\$2.76
Canada	\$0.32
Cape Verde Islands	\$2.48
Cayman Islands	\$1.24
Central African Republic	\$4.52
Chad	\$7.40
Chile	\$0.99
China	\$1.44
Christmas Island	\$0.51
Cocos Island	\$0.51
Colombia	\$1.31