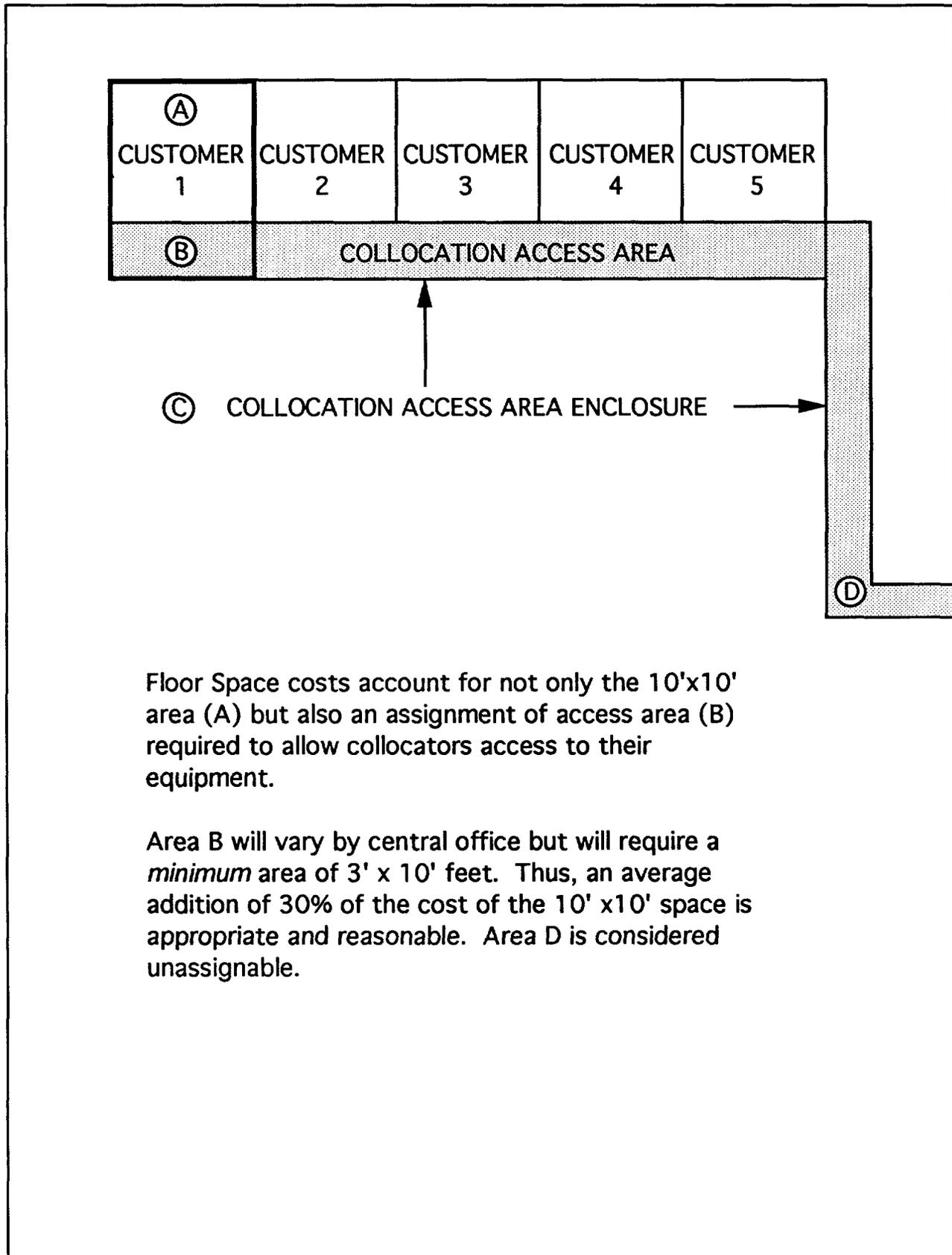
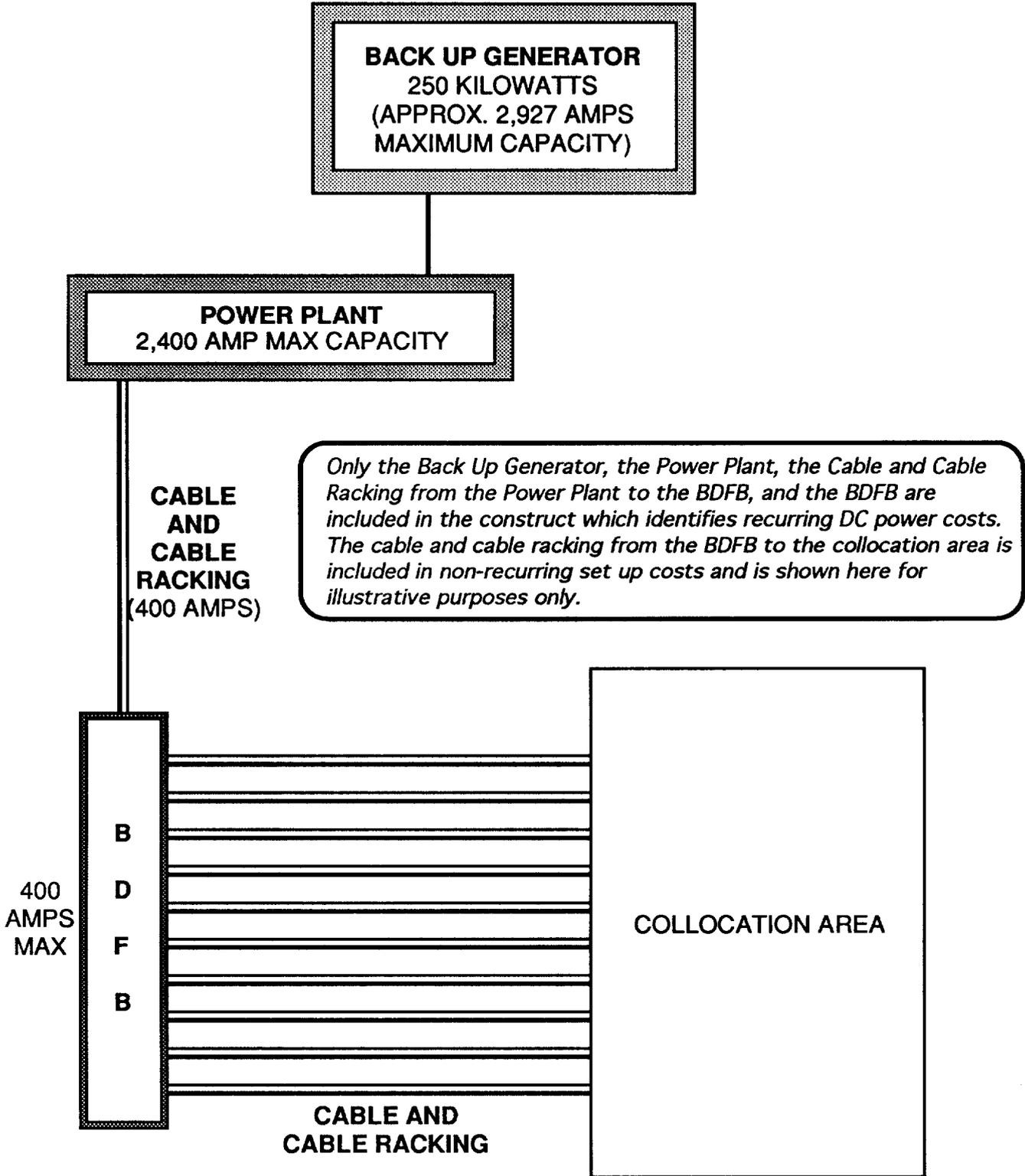


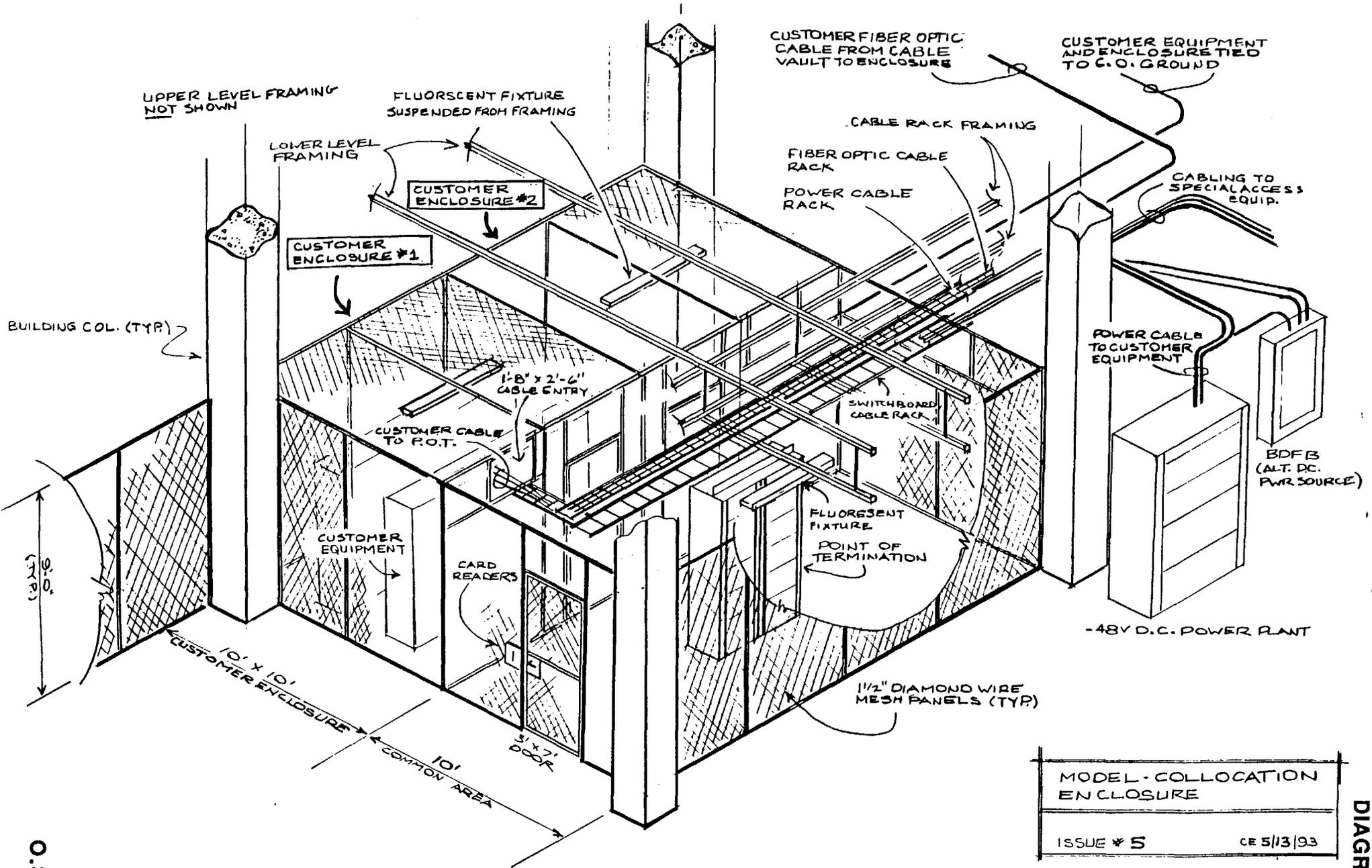
COLLOCATION - FLOOR SPACE COSTS



COLLOCATION - POWER CONSTRUCT



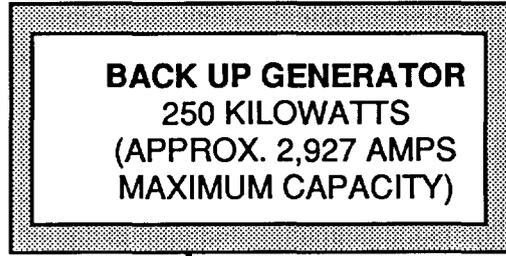
EXPANDED INTERCONNECTION SERVICE ARRANGEMENT



MODEL - COLLOCATION ENCLOSURE	
ISSUE # 5	CE 5/13/93

COLLOCATION - POWER CONSTRUCT

DIAGRAM D



(a) 2,927 amps max. capacity
 - 40 amps dedicated
to collocator
 2,887 amps available
 for assignment

(a)



(b) 2400 amp max. capacity
 - 40 amp dedicated to collocator
2430 amps available for assignment

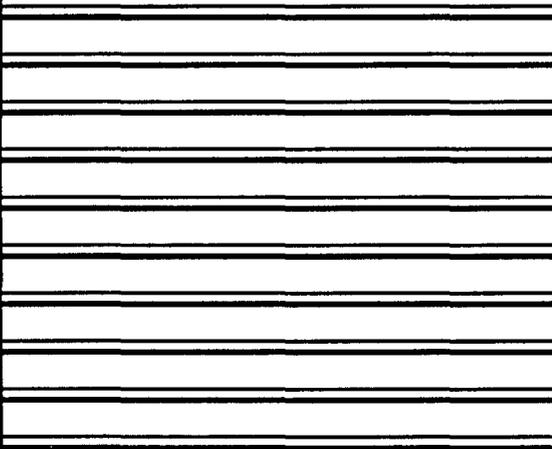
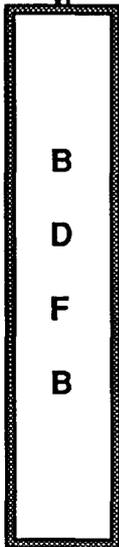
(b)

**CABLE
 AND
 CABLE
 RACKING**
 (400 AMPS)

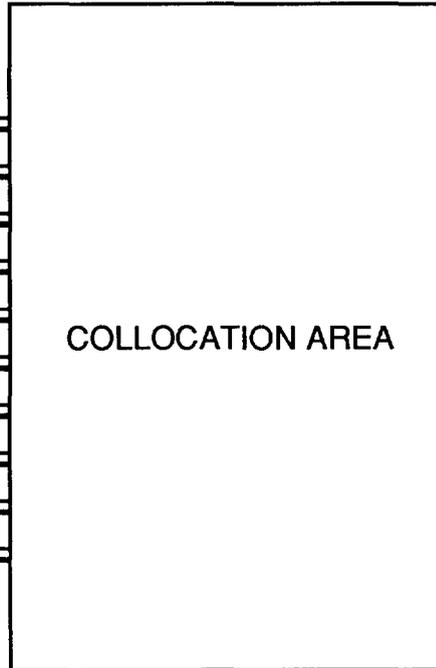
(c)

Only the Back Up Generator, the Power Plant, the Cable and Cable Racking from the Power Plant to the BDFB, and the BDFB are included in the construct which identifies recurring DC power costs. The cable and cable racking from the BDFB to the collocation area is included in non-recurring set up costs and is shown here for illustrative purposes only.

400
 AMPS
 MAX
 (d)



**CABLE AND
 CABLE RACKING**



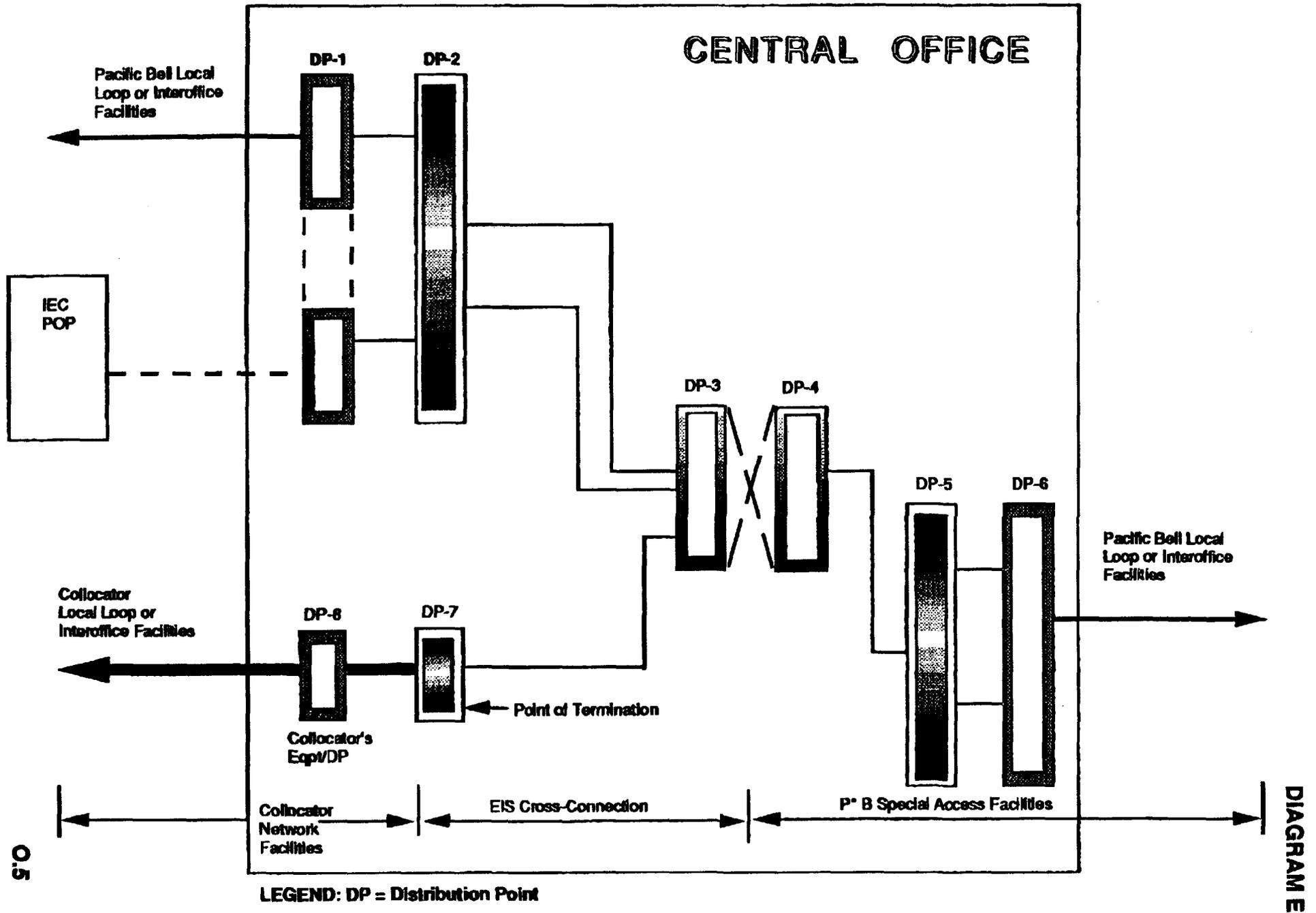
COLLOCATION AREA

(c) & (d)

400 amp max. capacity
 -40 amp dedicated capacity for 1 collocator
360 amps available for assignment

Whether the customer uses 15 or 40 amps, 40 amps have been dedicated for their use and are not available to Pacific Bell for its use.

EXPANDED INTERCONNECTION SERVICE - PHYSICAL COLLOCATION ARCHITECTURE



APPENDIX P

Cost Workpapers

Cost of Money and Income Tax Documentation

**93-162 BACK UP
SPLIT OF RIT FACTOR BETWEEN INCOME TAXES AND COST OF MONEY**

FCC Authorized Cost of Money

	Proportion	Cost	Weighted Cost
Debt	44.2%	8.8%	3.89%
Equity	55.8%	13.2%	<u>7.37%</u>
			11.25% (Rate of Return)

Income Tax Portion of RIT

(A) Rate of Return	11.25%
(B) Debt Ratio	44.20%
(C) Cost of Debt	8.80%
(D) Cost of Capital	13.20%
(E) State Tax Rate	0.093
(F) Federal Tax Rate	0.34
(G) State + Federal Tax Rate	0.433
(H) Portion of RIT that is Income Tax = $G * ((1-B) * D/A) =$	28.35%
(I) Portion of RIT that is COM (1 - H)	71.65%

**93-162 BACK UP
SPLIT OF INCOME TAXES BETWEEN FEDERAL AND STATE**

		% SPLIT
(A) FEDERAL TAX RATE	0.34	78.5%
(B) STATE TAX RATE	0.093	21.5%
A + B	0.433	

Purpose

To describe the methodology that identifies capital cost factors that can be applied to incremental investment. Capital costs are made up of Return and Income Taxes (RIT) and depreciation expense.

General Methodology

The following is a brief overview of the development of the capital cost factors. Following this section is a thorough discussion on the development of the RIT factor.

Return and Income Taxes

Return and income tax dollars are developed for each year of an investment's average life. Next from the yearly RIT dollars, average annual RIT dollars are developed. If the original investment is one dollar, the average annual RIT dollars is actually a factor that can be applied to incremental investment.

Depreciation Expense

Depreciation expense is developed using the average account life. The depreciation factor is the depreciation rate which is:

$$\text{Depreciation Factor} = \frac{1}{\text{average account life}}$$

Methodology (using a mid-year convention) for RIT

Definitions

The following is the definition for the rate of return (r)

$$r = \%_e \times r_e + (1 - \%_e) \times r_d$$

where: r = rate of return
 $\%_e$ = % of ISF that is equity
 r_e = return on equity
 r_d = return on debt

The following is the definition for the Net Investment Base (NIB) (i.e., the Rate Base) for year i (assuming an investment of \$1¹):

$$NIB_i = NIB_{i-1} - BD_i - t_c \times (TD_i - BD_i)$$

where: NIB = Net Investment Base
 BD = Book Depreciation = prescribed rate
 t_c = composite tax rate
 TD = tax depreciation

¹ An investment of \$1 is used to develop a levelized RIT factor which then can be applied to total gross investment

For the previous equation to be used for a mid-year convention, the following will be used:

$$BD_1 = \left(\frac{1}{2}\right) \times \text{prescribed rate}$$

Calculation of annual RIT

To calculate annual RIT which is a combination of the return and income taxes:

$$RIT = R + T$$

$$R = NIB \times r$$

we substitute the following equations

$$T = NIB \times \frac{\%_e \times r_e \times t_c}{1 - t_c}$$

where: R = Return

NIB = Net Investment Base

r = rate of return

T = Income Taxes

t_c = composite tax rate

r_e = return on equity

$\%_e$ = % of ISF that is equity

to yield:

$$\begin{aligned} RIT &= NIB \times \left(r + \frac{\%_e \times r_e \times t_c}{1 - t_c} \right) \\ &= NIB \times \left(\%_e \times r_e + (1 - \%_e) \times r_d + \frac{\%_e \times r_e \times t_c}{1 - t_c} \right) \\ &= NIB \times \left(\frac{\%_e \times r_e + (1 - \%_e) \times r_d \times (1 - t_c)}{1 - t_c} \right) \\ &= NIB \times \left(\frac{r^*}{1 - t_c} \right) \end{aligned}$$

where: NIB = Net Investment Base

r = rate of return

T = Income Taxes

t_c = composite tax rate

r_e = return on equity

r_d = return on debt

$\%_e$ = % of ISF that is equity

r^* = after tax rate of return

Present Value of RIT for the book life of the investment

$$PV(RIT) = \sum_{i=1}^L \frac{\{NIB_i \times \left[\frac{r^*}{1-t_c} \right]\}}{(1+r^*)^i}$$

The following equation is the present value of RIT for the life of the investment²:

where: $L = \text{Book Life} = \frac{1}{\text{prescribed rate}}$
 $NIB = \text{Net Investment Base}$
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 $t_c = \text{composite tax rate}$

Annualized RIT factor

Once the PV of RIT over the life of the investment has been calculated, an annuity can be developed creating an annual RIT factor:

$$(RIT)_{\text{annual}} = \frac{PV(RIT) \times r^*}{1 - \left(\frac{1}{1+r^*}\right)^L}$$

where: $L = \text{Book Life} = \frac{1}{\text{prescribed rate}}$
 $NIB = \text{Net Investment Base}$
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Application

The following factors are applied to incremental gross investment using the following formulas to produce unit RIT and depreciation dollars.

For RIT:

$$RIT \text{ costs}_{FRC} = \text{Incremental Investment}_{FRC} \times RIT \text{ factor}_{FRC}$$

For depreciation:

$$\text{Depreciation expense}_{FRC} = \text{Incremental Investment}_{FRC} \times \text{Depreciation factor}_{FRC}$$

² Because the prescribed rate usually does not generate a whole number for book life, the final year's values will be smaller because only a portion of the year remained before the investment was fully depreciated. This will not cause a major impact for the final year of investment will be minimal after it has been present valued. (The minimum book life is about ten years.)

**93-162 BACK UP
SPLIT OF RIT FACTOR BETWEEN INCOME TAXES AND COST OF MONEY**

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t_c = composite tax rate

r_e = return on equity

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r^* = after tax rate of return

Present Value of RIT for the book life of the investment

$$PV(RIT) = \sum_{i=1}^L \frac{\{NIB_i \times \left[\frac{r^*}{1-t_c} \right]\}}{(1+r^*)^i}$$

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Application

The following factors are applied to incremental gross investment using the following formulas to produce unit RIT and depreciation dollars.

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² Because the prescribed rate usually does not generate a whole number for book life, the final year's values will be smaller because only a portion of the year remained before the investment was fully depreciated. This will not cause a major impact for the final year of investment will be minimal after it has been present valued. (The minimum book life is about ten years.)

APPENDIX Q

Cost Workpapers

Administration Factor Documentation

Administration Factor Detail

The table on the following page displays USOA account detail of direct administrative dollar amounts used to determine the administration factor used for Special Access products. The factor, as with maintenance and overhead factors, is applied in product studies to the gross embedded investment for a product in order to identify that product's current administrative costs in aggregate (the factors are developed using the relationship between current expense and embedded investment).

The administration factor is developed for a group of like products but is not specific to any one product. The aggregate factor for the Special Access group of products (2.87% of investment) was applied in the collocation cost analysis to reasonably identify overall direct administrative costs such as product management, real estate management, cost analysis, regulatory support, building janitorial services, etc.

The fact that the administration factor is not specific to any single product is especially true at the account level. No inferences should be made from the account level detail as to the type of costs that are identified for any particular product. For example, the detail on the following page shows a small proportion of advertising included in the Special Access administration factor. As a result, the TRPs for recurring collocation functions will show dollar amounts on the advertising line. However, no advertising costs will be incurred for collocation, and no inference should be made that advertising costs were erroneously or improperly identified and added in as a collocation cost.

The use of aggregate factors to identify direct administrative costs (and overhead) is not only well precedented, but is reasonable as well as cost effective. With regard to being reasonable, the factor approach recognizes the historical relationship between expense and investment. With regard to cost, it would clearly be far more costly to attempt to estimate for a product the cost of human resources, person by person, than it is to apply a factor. The same would hold true for examining the factor detail to determine which USOA accounts might not apply, or which accounts were over- or under-represented, in terms of dollar amounts, with regard to collocation (which would imply administrative costs could be quantified without a factor in the first place). These added costs would only serve to increase prices. In addition, the validity of person by person estimates, or adjustments to the existing factor, could be argued at least as strongly as the factor itself.

Special Access Administration Factor Detail

	USOA Account Title	Account Number	Account Dollars Allocated to the Special Access Category	Percentage Distribution
1	Sales	6612	\$10,589	0.09293
2	Product Advertising	6613	\$76	0.00067
3	Product Mangement	6611	\$5,627	0.04939
4	Customer Service	6623	\$14,297	0.12548
5	Operator Services	6621	\$1,138	0.00999
6	Number Service	6622	\$6,303	0.05532
7	Accounting	6721	\$1,694	0.01487
8	Human Resources	6723	\$3,954	0.03470
9	Motor Vehicle Exp	6112	\$53	0.00047
10	Land & Building Exp	6121*	\$8,219	0.07213
11	Gen Purpose Computer Exp	6124	\$1,939	0.01702
12	Network Administration	6532	\$4,217	0.03701
13	Testing	6533	\$1,122	0.00985
14	Plant Operations Admin	6534	\$8,197	0.07194
15	Engineering	6535	\$19,125	0.16785
16	External Relations	6722	\$1,254	0.01101
17	Information Management	6724	\$11,745	0.10308
18	Procurement	6726	\$1,725	0.01514
19	Other General/Admin	6728.5	\$769	0.00675
20	Analog Electronic Transfers	6211.8	(\$1,738)	-0.01525
21	Digital Electronic Transfers	6212.8	(\$387)	-0.00340
22	Electromechanical Transfers	6215.8	(\$56)	-0.00049
23	Circuit Equipment Transfers	6232.8	(\$1,246)	-0.01094
24	Underground Cable Transfers	6422.8	(\$4)	-0.00004
25	Property Taxes	7240.1	\$13,386	0.11748
26	Oth Operating Taxes	7240*	\$968	0.00850
27	Amt Chgd Constr.	7340	(\$2,899)	-0.02544
28	Official Company Services	*	\$3,874	0.03400
	TOTAL		\$113,941	1.0000000

*** NOTES**

Line 10: Excludes 6121.1 (Land & Building Maintenance) which is in the Building maintenance factor.

Line 26: Excludes 7240.1 (Property Taxes).

Line 28: Official Company Services is comprised of multiple accounts. See narrative for an explanation.

APPENDIX R

Cost Workpapers

Current vs Embedded Land and Building Costs

FLOOR SPACE FUNCTION COSTS
Per Assignable Square Foot

	Current Cost	Book Cost		Current Cost	Book Cost		Current Cost	Embedded Cost	
	Land	Land	DIFF	Building	Building	DIFF	per Month	per Month	DIFF
1 ANHM01	\$8.40	\$2.54	\$5.87	\$300	\$135.07	\$164.93	\$4.66	\$2.05	\$2.61
2 BKFD12	\$4.43	\$0.94	\$3.49	\$300	\$91.52	\$208.48	\$4.61	\$1.67	\$2.94
3 BRBN11	\$35.16	\$0.53	\$34.63	\$300	\$62.06	\$237.94	\$5.02	\$1.43	\$3.60
4 CMPN01	\$13.81	\$2.77	\$11.05	\$300	\$54.60	\$245.40	\$4.74	\$1.40	\$3.34
5 CNCR01	\$7.41	\$3.07	\$4.33	\$300	\$87.59	\$212.41	\$4.65	\$1.67	\$2.98
6 CNPK01	\$46.56	\$2.09	\$44.47	\$300	\$80.10	\$219.90	\$5.18	\$1.60	\$3.58
7 ELSG12	\$14.30	\$4.02	\$10.28	\$300	\$51.46	\$248.54	\$4.74	\$1.39	\$3.35
8 ELTR11	\$13.48	\$0.41	\$13.07	\$300	\$69.88	\$230.12	\$4.73	\$1.49	\$3.24
9 FROK11	\$23.87	\$2.62	\$21.25	\$300	\$78.91	\$221.09	\$4.87	\$1.59	\$3.28
10 FRSN01	\$1.11	\$2.26	(\$1.16)	\$300	\$67.59	\$232.41	\$4.56	\$1.50	\$3.07
11 GLDL11	\$23.48	\$0.30	\$23.19	\$300	\$56.58	\$243.42	\$4.87	\$1.38	\$3.49
12 GRDN01	\$17.12	\$2.89	\$14.23	\$300	\$78.20	\$221.80	\$4.78	\$1.59	\$3.19
13 HYWR11	\$2.47	\$1.64	\$0.83	\$300	\$83.16	\$216.84	\$4.58	\$1.62	\$2.97
14 IRVN11	\$15.85	\$19.02	(\$3.17)	\$300	\$139.67	\$160.33	\$4.76	\$2.31	\$2.45
15 LSAN01-03	\$49.91	\$4.45	\$45.46	\$300	\$110.05	\$189.95	\$5.22	\$1.87	\$3.35
16 LSAN07	\$19.11	\$2.00	\$17.11	\$300	\$72.63	\$227.37	\$4.81	\$1.53	\$3.27
17 MTVW11	\$12.19	\$1.85	\$10.35	\$300	\$65.63	\$234.37	\$4.71	\$1.47	\$3.24
18 OKLD03	\$11.59	\$2.17	\$9.42	\$300	\$145.75	\$154.25	\$4.71	\$2.13	\$2.57
19 ORNG14	\$33.42	\$10.54	\$22.89	\$300	\$101.01	\$198.99	\$5.00	\$1.88	\$3.12
20 PLAL02	\$26.38	\$4.51	\$21.88	\$300	\$97.76	\$202.24	\$4.90	\$1.77	\$3.13
21 PLAL12	\$52.63	\$12.12	\$40.51	\$300	\$85.01	\$214.99	\$5.26	\$1.77	\$3.49
22 PLTN13	\$14.59	\$6.89	\$7.70	\$300	\$32.70	\$267.30	\$4.75	\$1.27	\$3.47
23 PSDN11	\$48.86	\$3.51	\$45.35	\$300	\$59.50	\$240.50	\$5.21	\$1.45	\$3.76
24 RILT11	\$1.86	\$3.01	(\$1.15)	\$300	\$85.97	\$214.03	\$4.57	\$1.66	\$2.92
25 SCRM01	\$10.43	\$1.32	\$9.11	\$300	\$76.39	\$223.61	\$4.69	\$1.56	\$3.13
26 SCRM02	\$6.31	\$2.27	\$4.03	\$300	\$58.73	\$241.27	\$4.63	\$1.42	\$3.21
27 SCRM03	\$5.37	\$1.43	\$3.94	\$300	\$40.96	\$259.04	\$4.62	\$1.27	\$3.36
28 SCRM11	\$11.68	\$3.62	\$8.05	\$300	\$83.64	\$216.36	\$4.71	\$1.65	\$3.06
29 SHOK01-04	\$29.17	\$6.38	\$22.79	\$300	\$81.97	\$218.03	\$4.94	\$1.67	\$3.27
30 SLNS01	\$11.61	\$1.42	\$10.19	\$300	\$270.14	\$29.86	\$4.71	\$3.14	\$1.56
31 SNAN01	\$32.65	\$4.74	\$27.91	\$300	\$73.53	\$226.47	\$4.99	\$1.58	\$3.41
32 SNAN11	\$18.56	\$3.21	\$15.34	\$300	\$78.37	\$221.63	\$4.80	\$1.60	\$3.20
33 SNDG01	\$40.75	\$4.40	\$36.35	\$300	\$74.05	\$225.95	\$5.10	\$1.58	\$3.52
34 SNDG02	\$25.19	\$8.03	\$17.15	\$300	\$93.84	\$206.16	\$4.89	\$1.79	\$3.10
35 SNDG03	\$8.62	\$7.32	\$1.29	\$300	\$68.54	\$231.46	\$4.67	\$1.57	\$3.09
36 SNDG15	\$46.26	\$1.35	\$44.91	\$300	\$79.00	\$221.00	\$5.17	\$1.58	\$3.59
37 SNDG16	\$24.44	\$2.85	\$21.59	\$300	\$89.40	\$210.60	\$4.88	\$1.68	\$3.20
38 SNFC01	\$41.63	\$1.83	\$39.80	\$300	\$60.57	\$239.43	\$5.11	\$1.43	\$3.68
39 SNFC04	\$23.43	\$1.94	\$21.49	\$300	\$51.86	\$248.14	\$4.87	\$1.36	\$3.50
40 SNFC21	\$12.01	\$5.79	\$6.22	\$300	\$118.61	\$181.39	\$4.71	\$1.96	\$2.75
41 SNJS02	\$47.71	\$2.94	\$44.76	\$300	\$79.19	\$220.81	\$5.19	\$1.60	\$3.59
42 SNJS12	\$11.88	\$1.85	\$10.03	\$300	\$51.12	\$248.88	\$4.71	\$1.36	\$3.35
43 SNJS21	\$37.87	\$38.10	(\$0.23)	\$300	\$216.63	\$83.37	\$5.06	\$3.20	\$1.86
44 SNMT11	\$8.50	\$2.72	\$5.78	\$300	\$72.00	\$228.00	\$4.66	\$1.54	\$3.13
45 SNRS01	\$12.16	\$2.66	\$9.50	\$300	\$91.15	\$208.85	\$4.71	\$1.69	\$3.02
46 SNTC01	\$12.99	\$4.38	\$8.62	\$300	\$113.91	\$186.09	\$4.72	\$1.90	\$2.82
47 SNVA01	\$10.91	\$2.64	\$8.27	\$300	\$60.99	\$239.01	\$4.70	\$1.45	\$3.25
48 SNVA11	\$17.29	\$2.06	\$15.24	\$300	\$83.17	\$216.83	\$4.78	\$1.62	\$3.16
49 STKN01	\$2.19	\$1.93	\$0.26	\$300	\$89.73	\$210.27	\$4.58	\$1.67	\$2.91
50 VNNY02	\$27.70	\$0.52	\$27.18	\$300	\$57.30	\$242.70	\$4.92	\$1.39	\$3.53
51 WLAN01	\$60.42	\$13.73	\$46.69	\$300	\$70.23	\$229.77	\$5.36	\$1.67	\$3.69
52 WNCK11	\$44.44	\$4.55	\$39.89	\$300	\$70.85	\$229.15	\$5.15	\$1.55	\$3.59
53 AVERAGE	\$21.93	\$4.46	\$17.46	\$300	\$85.54	\$214.46	\$4.84	\$1.67	\$3.17
54 Excl. SNDG16	\$21.88	\$4.50		\$300	\$85.47		\$4.84		

NOTE 1: Book cost of Building and embedded cost per month exclude capital upgrades required for collocation.

NOTE 2: The gross-to assignable square footage ratio equals 1.25, therefore, all costs shown are 80% less on a gross square foot basis (i.e., the cost of building construction per gross square foot is \$240).

APPENDIX S

Cost Workpapers

Reconciliation of Partitioned Elements with Unpartitioned Elements

**RECONCILIATION
OF PARTIONED ELEMENTS WITH UNPARTITIONED ELEMENTS**

CENTRAL OFFICE: ANHM01 217 N. Lemon St., Anaheim

**A ESTABLISHMENT OF COLLOCATION INFRASTRUCTURE AREA PER C.O.
(NON-RECURRING)**

	Direct Cost	Rate	SOURCE
<u>Unpartitioned Element</u>	\$36,283	\$37,352	2/16/93 Filing
<u>Partitioned Elements</u>			<u>Lns 1 & 2 For each C.O.:</u>
1 Common Construction, Non-Recurring	\$18,377.10	\$19,445.90	App C, Pgs 119 - 170
2 DC Power Installation, Non-Recurring	\$4,481.22	\$4,481.22	App H, Pgs 121 - 172
3 Security Installation, Non-Recurring	<u>\$13,425.00</u>	<u>\$13,425.00</u>	App M, Pg 67
TOTAL	\$36,283.32	\$37,352.12	Ln 1 + Ln 2 + Ln 3

**B CENTRAL OFFICE SPACE PER 100 SQUARE FEET
(NON-RECURRING)**

	Direct Cost	Rate	
<u>Unpartitioned Element</u>	\$12,993	\$16,064	2/16/93 Filing
<u>Partitioned Elements</u>			
4 Construction Provisioning, Non-Recurring	\$0.00	\$3,070.39	App D, Pg 3
5 Interconnector-Specific Constr., Non-Rec.	<u>\$12,993.12</u>	<u>\$12,993.12</u>	App E, Pg 6
TOTAL	\$12,993.12	\$16,063.51	Ln 4 + Ln 5

**C CENTRAL OFFICE SPACE PER 100 SQUARE FEET
(RECURRING)**

	Direct Cost	Rate	
<u>Unpartitioned Element</u>	\$684	\$750	2/16/93 Filing **
<u>Partitioned Elements</u>			<u>For each C.O.:</u>
6 Common Construction, Recurring	\$15.52	\$21.03	App C, Pgs 15 - 66
7 Interconnector-Specific Constr., Rec.	\$64.21	\$86.68	App E, Pg 4
8 Floor Space, Recurring	\$577.74	\$606.19	App F, Pgs 15 - 66
9 DC Power Installation, Recurring	\$14.63	\$19.87	App H, Pgs 15 - 66
10 Security Installation, Recurring	<u>\$12.34</u>	<u>\$16.18</u>	App M, Pgs 15 - 66
TOTAL	\$684.44	\$749.95	Sum Lns 6 thru 10

** Direct Cost = B.2 thru B.52, Ln 20 / 12 * 130 + B.53 thru B.103, Ln 17 / 12

**RECONCILIATION
OF PARTIONED ELEMENTS WITH UNPARTITIONED ELEMENTS**

CENTRAL OFFICE: BKFD12 1918 M St., Bakersfield

**A ESTABLISHMENT OF COLLOCATION INFRASTRUCTURE AREA PER C.O.
(NON-RECURRING)**

	Direct Cost	Rate	SOURCE
<u>Unpartitioned Element</u>	\$41,552	\$42,424	2/16/93 Filing
<u>Partitioned Elements</u>			<u>Lns 1 & 2 For each C.O.:</u>
Common Construction, Non-Recurring	\$16,225.19	\$17,097.51	App C, Pgs 119 - 170
DC Power Installation, Non-Recurring	\$11,233.42	\$11,233.42	App H, Pgs 121 - 172
Security Installation, Non-Recurring	<u>\$14,093.00</u>	<u>\$14,093.00</u>	App M, Pg 67
TOTAL	\$41,551.61	\$42,423.93	Ln 1 + Ln 2 + Ln 3

**B CENTRAL OFFICE SPACE PER 100 SQUARE FEET
(NON-RECURRING)**

	Direct Cost	Rate	
<u>Unpartitioned Element</u>	\$12,993	\$16,064	2/16/93 Filing
<u>Partitioned Elements</u>			
Construction Provisioning, Non-Recurring	\$0.00	\$3,070.39	App D, Pg 3
Interconnector-Specific Constr., Non-Rec.	<u>\$12,993.12</u>	<u>\$12,993.12</u>	App E, Pg 6
TOTAL	\$12,993.12	\$16,063.51	Ln 4 + Ln 5

**C CENTRAL OFFICE SPACE PER 100 SQUARE FEET
(RECURRING)**

	Direct Cost	Rate	
<u>Unpartitioned Element</u>	\$693	\$764	2/16/93 Filing **
<u>Partitioned Elements</u>			<u>For each C.O.:</u>
Common Construction, Recurring	\$14.32	\$19.42	App C, Pgs 15 - 66
Interconnector-Specific Constr., Rec.	\$64.21	\$86.68	App E, Pg 4
Floor Space, Recurring	\$570.79	\$599.24	App F, Pgs 15 - 66
DC Power Installation, Recurring	\$30.59	\$41.54	App H, Pgs 15 - 66
Security Installation, Recurring	<u>\$12.95</u>	<u>\$16.99</u>	App M, Pgs 15 - 66
TOTAL	\$692.87	\$763.87	Sum Lns 6 thru 10

** Direct Cost = B.2 thru B.52, Ln 20 / 12 * 130 + B.53 thru B.103, Ln 17 / 12

*** Line References are to the workpapers for the corresponding function and appropriate C.O.

**RECONCILIATION
OF PARTIONED ELEMENTS WITH UNPARTITIONED ELEMENTS**

CENTRAL OFFICE: BRBN11 280 E. Palm Ave., Burbank

**A ESTABLISHMENT OF COLLOCATION INFRASTRUCTURE AREA PER C.O.
(NON-RECURRING)**

	Direct Cost	Rate	SOURCE
<u>Unpartitioned Element</u>	\$24,804	\$25,873	2/16/93 Filing
<u>Partitioned Elements</u>			<u>Ln 1 & 2 For each C.O.:</u>
Common Construction, Non-Recurring	\$13,284.80	\$14,353.60	App C, Pgs 119 - 170
DC Power Installation, Non-Recurring	\$1,105.12	\$1,105.12	App H, Pgs 121 - 172
Security Installation, Non-Recurring	<u>\$10,414.00</u>	<u>\$10,414.00</u>	App M, Pg 67
TOTAL	\$24,803.92	\$25,872.72	Ln 1 + Ln 2 + Ln 3

**B CENTRAL OFFICE SPACE PER 100 SQUARE FEET
(NON-RECURRING)**

	Direct Cost	Rate	
<u>Unpartitioned Element</u>	\$19,050	\$19,516	2/16/93 Filing
<u>Partitioned Elements</u>			
Construction Provisioning, Non-Recurring	\$2,604.15	\$3,070.39	App D, Pg 3
Interconnector-Specific Constr., Non-Rec.	<u>\$16,445.79</u>	<u>\$16,445.79</u>	App E, Pg 5
TOTAL	\$19,049.94	\$19,516.18	Ln 4 + Ln 5

**C CENTRAL OFFICE SPACE PER 100 SQUARE FEET
(RECURRING)**

	Direct Cost	Rate	
<u>Unpartitioned Element</u>	\$730	\$795	2/16/93 Filing **
<u>Partitioned Elements</u>			<u>For each C.O.:</u>
Common Construction, Recurring	\$8.15	\$10.97	App C, Pgs 15 - 66
Interconnector-Specific Constr., Rec.	\$82.63	\$111.68	App E, Pg 3
Floor Space, Recurring	\$624.52	\$652.97	App F, Pgs 15 - 66
DC Power Installation, Recurring	\$5.15	\$6.99	App H, Pgs 15 - 66
Security Installation, Recurring	<u>\$9.57</u>	<u>\$12.55</u>	App M, Pgs 15 - 66
TOTAL	\$730.02	\$795.17	Sum Lns 6 thru 10

** Direct Cost = B.2 thru B.52, Ln 20 / 12 * 130 + B.53 thru B.103, Ln 17 / 12

*** Line References are to the workpapers for the corresponding function and appropriate C.O.