

**LIGHTGATE SERVICE  
NORTH CAROLINA STATE SPECIFIC**

**ACCOUNT AVERAGE FCC INCREMENTAL ANNUAL COST FACTORS  
AVERAGE SERVICE LIVES FOR USE WITH REUSABLE PLANT IN ALL CONTRACT PLANS**

ITEM	FIELD REPORTING CODE	DEPRECIATION	COST OF MONEY 13.34%	INCOME TAX	MAINTENANCE	AD VALOREM TAX	ADMINISTRATION INCLUDING MARKETING	TOTAL
Circuit-Digital PG	257C	0.101	0.0798	0.0368	0.0211	0.0063	0.035	0.28
Subscriber PG	758C	0.2364	0.0973	0.0438	0.0046	0.0063	0.035	0.4234
Land	20C	0	0.1191	0.0555	0	0.0063	0	0.1809
Buildings	10C	0.0216	0.1154	0.0534	0.0082	0.0063	0	0.2049
Poles	1C	0.0448	0.1097	0.0505	0.0427	0.0063	0.035	0.289
Conduit	4C	0.021	0.1083	0.0504	0.0017	0.0063	0.035	0.2227
Aer. Cable - Fiber	822C	0.0462	0.1048	0.0475	0.0169	0.0063	0.035	0.2567
Bur. Cable - Fiber	845C	0.0429	0.1057	0.0489	0.0119	0.0063	0.035	0.2507
UG Cable - Fiber	85C	0.0505	0.1042	0.0477	0.0108	0.0063	0.035	0.2545

**ACCOUNT AVERAGE FCC INCREMENTAL ANNUAL COST FACTORS  
1 YEAR SERVICE LIFE FOR USE WITH NON-REUSABLE PLANT IN M-T-M CONTRACT PLAN**

ITEM	FIELD REPORTING CODE	DEPRECIATION	COST OF MONEY 13.34%	INCOME TAX	MAINTENANCE	AD VALOREM TAX	ADMINISTRATION INCLUDING MARKETING	TOTAL
Circuit-Digital PG	257C	1	0.0646	0.0301	0.0211	0.0063	0.035	1.1571
Subscriber PG	758C	1	0.0646	0.0301	0.0046	0.0063	0.035	1.1406
Land	20C	0	0.1244	0.058	0	0.0063	0	0.1887
Buildings	10C	1	0.0646	0.0301	0.0082	0.0063	0	1.1092
Poles	1C	1	0.0646	0.0301	0.0427	0.0063	0.035	1.1787
Conduit	4C	1	0.0646	0.0301	0.0017	0.0063	0.035	1.1377
Aer. Cable - Fiber	822C	1	0.0646	0.0301	0.0169	0.0063	0.035	1.1529
Bur. Cable - Fiber	845C	1	0.0646	0.0301	0.0119	0.0063	0.035	1.1479
UG Cable - Fiber	85C	1	0.0646	0.0301	0.0108	0.0063	0.035	1.1468

**LIGHTGATE SERVICE  
SOUTH CAROLINA STATE SPECIFIC**

**ACCOUNT AVERAGE FCC INCREMENTAL ANNUAL COST FACTORS  
AVERAGE SERVICE LIVES FOR USE WITH REUSABLE PLANT IN ALL CONTRACT PLANS**

ITEM	FIELD REPORTING CODE	DEPRECIATION	COST OF MONEY 13.34%	INCOME TAX	MAINTENANCE	AD VALOREM TAX	ADMINISTRATION INCLUDING MARKETING	TOTAL
Circuit-Digital PG	257C	0.1297	0.0749	0.0327	0.0234	0.0159	0.0267	0.3033
Subscriber PG	758C	0.3063	0.0762	0.032	0.0017	0.0159	0.0267	0.4588
Land	20C	0	0.1193	0.0526	0	0.0159	0	0.1878
Buildings	10C	0.0304	0.1132	0.0496	0.0038	0.0159	0	0.2129
Poles	1C	0.0804	0.0986	0.0422	0.0295	0.0159	0.0267	0.2933
Conduit	4C	0.0229	0.1079	0.0473	0.0019	0.0159	0.0267	0.2226
Aer. Cable - Fiber	822C	0.0656	0.101	0.0439	0.0107	0.0159	0.0267	0.2638
Bur. Cable - Fiber	845C	0.0593	0.1018	0.0443	0.0103	0.0159	0.0267	0.2583
UG Cable - Fiber	85C	0.067	0.1004	0.0432	0.0112	0.0159	0.0267	0.2644

**ACCOUNT AVERAGE FCC INCREMENTAL ANNUAL COST FACTORS  
1 YEAR SERVICE LIFE FOR USE WITH NON-REUSABLE PLANT IN M-T-M CONTRACT PLAN**

ITEM	FIELD REPORTING CODE	DEPRECIATION	COST OF MONEY 13.34%	INCOME TAX	MAINTENANCE	AD VALOREM TAX	ADMINISTRATION INCLUDING MARKETING	TOTAL
Circuit-Digital PG	257C	1	0.0646	0.0285	0.0234	0.0159	0.0267	1.1591
Subscriber PG	758C	1	0.0646	0.0285	0.0017	0.0159	0.0267	1.1374
Land	20C	0	0.1244	0.0549	0	0.0159	0	0.1952
Buildings	10C	1	0.0646	0.0285	0.0038	0.0159	0	1.1128
Poles	1C	1	0.0646	0.0285	0.0295	0.0159	0.0267	1.1652
Conduit	4C	1	0.0646	0.0285	0.0019	0.0159	0.0267	1.1376
Aer. Cable - Fiber	822C	1	0.0646	0.0285	0.0107	0.0159	0.0267	1.1464
Bur. Cable - Fiber	845C	1	0.0646	0.0285	0.0103	0.0159	0.0267	1.146
UG Cable - Fiber	85C	1	0.0646	0.0285	0.0112	0.0159	0.0267	1.1469

**LIGHTGATE SERVICE  
TENNESSEE STATE SPECIFIC**

**ACCOUNT AVERAGE FCC INCREMENTAL ANNUAL COST FACTORS  
AVERAGE SERVICE LIVES FOR USE WITH REUSABLE PLANT IN ALL CONTRACT PLANS**

ITEM	FIELD REPORTING CODE	DEPRECIATION	COST OF MONEY 13.34%	INCOME TAX	MAINTENANCE	AD VALOREM TAX	ADMINISTRATION INCLUDING MARKETING	TOTAL
Circuit-Digital PG	257C	0.1261	0.0734	0.0323	0.0186	0.015	0.0349	0.3003
Subscriber PG	758C	0.2419	0.0832	0.0351	0.0113	0.015	0.0349	0.4214
Land	20C	0	0.1192	0.054	0	0.015	0	0.1882
Buildings	10C	0.0322	0.1126	0.0506	0.0021	0.015	0	0.2125
Poles	1C	0.0645	0.1008	0.0447	0.0342	0.015	0.0349	0.2941
Conduit	4C	0.0302	0.1067	0.048	0.0033	0.015	0.0349	0.2381
Aer. Cable - Fiber	822C	0.0639	0.1011	0.0454	0.0141	0.015	0.0349	0.2744
Bur. Cable - Fiber	845C	0.0699	0.1006	0.0452	0.0123	0.015	0.0349	0.2779
UG Cable - Fiber	85C	0.0662	0.1003	0.0452	0.0103	0.015	0.0349	0.2719

**ACCOUNT AVERAGE FCC INCREMENTAL ANNUAL COST FACTORS  
1 YEAR SERVICE LIFE FOR USE WITH NON-REUSABLE PLANT IN M-T-M CONTRACT PLAN**

ITEM	FIELD REPORTING CODE	DEPRECIATION	COST OF MONEY 13.34%	INCOME TAX	MAINTENANCE	AD VALOREM TAX	ADMINISTRATION INCLUDING MARKETING	TOTAL
Circuit-Digital PG	257C	1	0.0646	0.0293	0.0186	0.015	0.0349	1.1624
Subscriber PG	758C	1	0.0646	0.0293	0.0113	0.015	0.0349	1.1551
Land	20C	0	0.1244	0.0564	0	0.015	0	0.1958
Buildings	10C	1	0.0646	0.0293	0.0021	0.015	0	1.111
Poles	1C	1	0.0646	0.0293	0.0342	0.015	0.0349	1.178
Conduit	4C	1	0.0646	0.0293	0.0033	0.015	0.0349	1.1471
Aer. Cable - Fiber	822C	1	0.0646	0.0293	0.0141	0.015	0.0349	1.1579
Bur. Cable - Fiber	845C	1	0.0646	0.0293	0.0123	0.015	0.0349	1.1561
UG Cable - Fiber	85C	1	0.0646	0.0293	0.0103	0.015	0.0349	1.1541

VIRTUAL COLLOCATION SERVICE

BELLSOUTH REGIONAL ACCOUNT AVERAGE FCC INCREMENTAL ANNUAL COST FACTORS

ITEM	FIELD REPORTING CODE	DEPRECIATION	COST OF MONEY 13.34%	INCOME TAX	MAINTENANCE	AD VALOREM TAX	ADMINISTRATION INCLUDING MARKETING	TOTAL
Circuit-Other Dig.	357C	0.1119	0.0769	0.0341	0.0081	0.012	0.0369	0.2799
Elect. Digital Eq.	377C	0.083	0.0791	0.036	0.0355	0.012	0.0369	0.2825
Analog Elect. Eq.	77C	0.1023	0.0756	0.0325	0.0244	0.012	0.0369	0.2837
Land	20C	0	0.1191	0.0538	0	0.012	0.0369	0.2218
Buildings	10C	0.0259	0.1143	0.0509	0.0032	0.012	0.0369	0.2432

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UNIT INVESTMENTS LOCATED IN THE CENTRAL OFFICE

Account Code	Field Reporting Code	Item	Description	Amount
DS1 – Local Channel				
2232.12	257C	Circuit Equipment – Digital Pair Gain	Lightwave terminal, fiber optic splicing terminal, DSX–1 cross–connect panel, 3/1 multiplexer, DSX–3 cross–connect panel	\$527.43
2232.13	357C	Circuit Equipment – Other Digital	Lightwave terminal, fiber optic splicing terminal, DSX–1 cross–connect panel, 3/1 multiplexer, DSX–3 cross–connect panel	\$768.43
<p>The purpose of the lightwave terminal and fiber optic splicing terminal are to terminate the outside plant fibers in the central office and convert the optical signal to an electrical DS3 signal. The purpose of the DSX–3 panel is to terminate the electrical DS3 and cross connect to the 3/1 multiplexer.</p> <p>The purpose of the 3/1 multiplexer is to multiplex the electrical DS3 down to an electrical DS1. The purpose of the DSX–1 panel is to terminate the electrical DS1.</p>				
2212.1	377C	Electronic Digital Equipment	Connectors mounted on the main distributing frame or equivalent, to continue the transmission path to digital electronic switching equipment	\$5.53
<p>The purpose of the connector is to terminate the copper DS1 pairs on the main distributing frame.</p>				
2111	20C	Land	Land associated with equipment listed above	\$3.02
2121.9	10C	Buildings	Buildings associated with equipment listed above	\$60.23
<p>The land and buildings investments are the support investments for the 257C and 357C circuit equipment as well as the 377C electronic digital equipment identified above.</p>				

UNIT INVESTMENTS LOCATED IN THE CENTRAL OFFICE

<u>Account Code</u>	<u>Field Reporting Code</u>	<u>Item</u>	<u>Description</u>	<u>Amount</u>
DS3 Switched Transport Local Channel				
2232.12	257C	Circuit Equipment – Digital Pair Gain	Lightwave terminal, fiber optic splicing terminal, DSX–3 cross–connect panel	\$12,951.35
<p>The purpose of the lightwave terminal and fiber optic splicing terminal are to terminate the outside plant fibers in the central office and convert the optical signal to an electrical DS3 signal. The purpose of the DSX–3 panel is to terminate the electrical DS3.</p>				
2111	20C	Land	Land associated with equipment listed above	\$38.78
2121.9	10C	Buildings	Buildings associated with equipment listed above	\$843.63

The land and buildings investments are the support investments for the 257C circuit equipment identified above.

## DS1 Cross-Connection Function

### Recurring Rate

	Rate Element Name #1	Rate Element Name #2	Rate Element Name #3	Rate Element Name #4
	Cross-Connect per DS1	DS1 - Local Channel		
		CO Located Equipment		
1	<b>TOTAL INVESTMENT: List Plant &amp; Equip.</b>	<b>\$247.60</b>	<b>\$1,364.64</b>	<b>\$</b>
2	Circuit Equipment - 2232 - Dep. Life - 16.1	\$242.48	\$1,296.68	\$
3	Land - 2111 - Dep. Life - Not Applicable	\$0.38	\$3.02	\$
4	Building - 2121 - Dep. Life - 44.7	\$4.78	\$60.23	\$
5	Electronics Digital Equipment - 2212 - N/A	\$	\$5.53	\$
6	List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$
7	List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$
8	List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$
9	List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$
10	List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$
11	List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$
12	List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$
13	List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$
14	List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$
15	List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$
16	List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$
17	List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$
18	List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$
19	List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$
20	List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$
21	DEPRECIATION EXPENSE	\$27.26	\$153.49	\$
22	COST OF MONEY (\$ Amount)	\$19.23	\$107.14	\$
23	COST OF MONEY (Percentage)	12.15%	12.28%	%
24	FEDERAL INCOME TAX - 7220.2000	\$7.25	\$47.22	\$
25	STATE AND LOCAL INCOME TAX - 7230.1000	\$1.28	\$	\$
26	OTHER TAX: List Taxes - 7240.0000	\$2.97	\$18.52	\$
27	List: Property Tax - 7240.1100	\$2.80	\$	\$
28	List: Capital Stock Tax - 7240.3000	\$0.15	\$	\$
29	List: Other Tax - 7240.9000	\$0.02	\$	\$
30	List:	\$	\$	\$
31	List:	\$	\$	\$
32	List:	\$	\$	\$
33	MAINTENANCE EXPENSE	\$1.98	\$15.48	\$
34	ADMIN and OTHER EXPENSE: List Expense	\$9.13	\$47.37	\$
35	Admin - XXXX - (Secondary Inv)	\$4.52	\$	\$
36	Admin - 8115	\$0.01	\$	\$
37	Admin - 8122	\$0.04	\$	\$
38	Admin - 8123	\$0.25	\$	\$
39	Admin - 8124	\$0.97	\$	\$
40	Admin - 8532	\$0.00	\$	\$
41	Admin - 8535	\$0.58	\$	\$
42	Admin - 8540	\$0.08	\$	\$
43	Admin - 8611	\$0.00	\$	\$
44	Admin - 8612	\$0.00	\$	\$
45	Admin - 8613	\$0.00	\$	\$
46	Admin - 8623	\$1.84	\$	\$
47	Admin - 8711	\$0.00	\$	\$
48	Admin - 8712	\$0.00	\$	\$
49	Admin - 8721	\$0.42	\$	\$
50	Admin - 8722	\$0.00	\$	\$
51	Admin - 8723	\$0.00	\$	\$
52	Admin - 8724	\$0.42	\$	\$
53	Admin - 8725	\$0.00	\$	\$
54	Admin - 8726	\$0.00	\$	\$
55	Admin - 8727	\$0.00	\$	\$
56	Admin - 8728	\$0.00	\$	\$
57	ANNUAL COST PER UNIT	\$69.10	\$367.22	\$
58	MONTHLY COST PER UNIT	\$5.76	\$32.27	\$
59	MONTHLY RATE PER UNIT	\$7.50	N/A	\$
60	UNIT OF MEASUREMENT	DS1 Cross-Connect	DS1 Local Channel CO Located Equip	
61	RATIO: Rate / Direct Cost	1.58	N/A	
62	RATIO: Rate / Unit Cost	1.30	N/A	

**Notes:**

- (1) Cross-Connection Function includes costs for all cabling and cable support structures between and LEC's main distribution frame (MDF) and the central office terminating equipment dedicated to the interconnector.
- (2) Row 60: Unit of measurement is the unit on which the rate is being assessed, e.g., per ft., per DS1 arrangement, etc.
- (3) BellSouth disagrees with the calculation for Row 61. Row 61 is not the Ratio: Rate/Direct Cost because direct cost also includes Row 26 and Row 34, directly assigned property, capital stock and other taxes and directly assigned administrative expenses respectively. Row 62 is the actual Ratio: Rate/Direct Cost

## DS3 Cross-Connection Function

### Recurring Rate

	Rate Element Name #1	Rate Element Name #2	Rate Element Name #3	Rate Element Name #4
	Cross-Connect per DS3	DS3 Switched Transport Local Channel CO Located Equipment		
1 <b>TOTAL INVESTMENT: List Plant &amp; Equip.</b>	\$2,071.31	\$13,833.78	\$	\$
2 Circuit Equipment - 2252 - Dep. Life - 10.1	\$2,028.33	\$12,951.35	\$	\$
3 Land - 2111 - Dep. Life - Not Applicable	\$3.00	\$38.78	\$	\$
4 Building - 2121 - Dep. Life - 44.7	\$39.98	\$843.63	\$	\$
5 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
6 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
7 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
8 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
9 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
10 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
11 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
12 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
13 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
14 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
15 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
16 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
17 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
18 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
19 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
20 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
21 DEPRECIATION EXPENSE	\$228.01	\$1,897.45	\$	\$
22 COST OF MONEY (\$ Amount)	\$160.91	\$1,080.48	\$	\$
23 COST OF MONEY (Percentage)	12.15%	12.27%	%	%
24 FEDERAL INCOME TAX - 7220.2000	\$60.89	\$478.07	\$	\$
25 STATE AND LOCAL INCOME TAX - 7230.1000	\$10.87	\$	\$	\$
26 OTHER TAX: List Taxes - 7240.0000	\$24.88	\$172.89	\$	\$
27 List: Property Tax - 7240.1100	\$23.41	\$	\$	\$
28 List: Capital Stock Tax - 7240.3000	\$1.24	\$	\$	\$
29 List: Other Tax - 7240.9000	\$0.21	\$	\$	\$
30 List:	\$	\$	\$	\$
31 List:	\$	\$	\$	\$
32 List:	\$	\$	\$	\$
33 MAINTENANCE EXPENSE	\$16.58	\$237.63	\$	\$
34 ADMIN and OTHER EXPENSE: List Expense	\$78.34	\$470.70	\$	\$
35 Admin - XXXX - (Secondary Inv)	\$37.80	\$	\$	\$
36 Admin - 8115	\$0.08	\$	\$	\$
37 Admin - 8122	\$0.31	\$	\$	\$
38 Admin - 8123	\$2.09	\$	\$	\$
39 Admin - 8124	\$8.14	\$	\$	\$
40 Admin - 8532	\$0.00	\$	\$	\$
41 Admin - 8536	\$4.87	\$	\$	\$
42 Admin - 8540	\$0.68	\$	\$	\$
43 Admin - 8611	\$0.00	\$	\$	\$
44 Admin - 8612	\$0.00	\$	\$	\$
45 Admin - 8613	\$0.00	\$	\$	\$
46 Admin - 8623	\$15.41	\$	\$	\$
47 Admin - 8711	\$0.00	\$	\$	\$
48 Admin - 8712	\$0.00	\$	\$	\$
49 Admin - 8721	\$3.50	\$	\$	\$
50 Admin - 8722	\$0.00	\$	\$	\$
51 Admin - 8723	\$0.00	\$	\$	\$
52 Admin - 8724	\$3.48	\$	\$	\$
53 Admin - 8726	\$0.00	\$	\$	\$
54 Admin - 8728	\$0.00	\$	\$	\$
55 Admin - 8727	\$0.00	\$	\$	\$
56 Admin - 8728	\$0.00	\$	\$	\$
57 ANNUAL COST PER UNIT	\$578.04	\$4,335.22	\$	\$
58 MONTHLY COST PER UNIT	\$48.17	\$361.27	\$	\$
59 MONTHLY RATE PER UNIT	\$82.50	N/A	\$	\$
60 UNIT OF MEASUREMENT	DS3 Cross-Connect	DS3 Local Channel CO Located Equipment		
61 RATIO: Rate / Direct Cost	1.57	N/A		
62 RATIO: Rate / Unit Cost	1.30	N/A		

**Notes:**

- (1) Cross-Connection Function includes costs for all cabling and cable support structures between and LEC's main distribution frame (MDF) and the central office terminating equipment dedicated to the interconnector.
- (2) Row 60: Unit of measurement is the unit on which the rate is being assessed, e.g., per ft., per DS3 arrangement, etc.
- (3) BellSouth disagrees with the calculation for Row 61. Row 61 is not the Ratio: Rate/Direct Cost because direct cost also includes Row 26 and Row 34, directly assigned property, capital stock and other taxes and directly assigned administrative expenses respectively. Row 62 is the actual Ratio: Rate/Direct Cost

# DS1 Entrance Function

## Recurring Rate

	Rate Element Name #1	Rate Element Name #2	Rate Element Name #3	Rate Element Name #4
	CABLE SUPPORT STRUCTURE	FLOOR SPACE - (PER SQ. FT.)	FLOOR SPACE - (PER AMPERE)	
1 TOTAL INVESTMENT: List Plant & Equip.	\$490.57	\$136.66	\$126.87	\$
2 Circuit Equipment - 2232 - Dep. Life - 16.1	\$480.39	N/A	N/A	\$
3 Land - 2111 - Dep. Life - Not Applicable	\$0.71	\$133.91	\$0.18	\$
4 Building - 2121 - Dep. Life - 44.7	\$9.47	\$2.75	\$2.45	\$
5 Central Office Equipment - 2212 - Dep. Life - 13.9	N/A	N/A	\$62.12	\$
6 Central Office Equipment - 2213 - Dep. Life - 16.6	N/A	N/A	\$62.12	\$
7 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
8 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
9 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
10 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
11 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
12 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
13 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
14 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
15 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
16 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
17 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
18 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
19 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
20 List: Name - Pt. 32 Acct No. - Dep. Life	\$	\$	\$	\$
21 DEPRECIATION EXPENSE	\$54.00	\$3.47	\$11.57	\$
22 COST OF MONEY (\$ Amount)	\$38.11	\$15.63	\$9.91	\$
23 COST OF MONEY (Percentage)	12.15%	13.89%	12.09%	%
24 FEDERAL INCOME TAX - 7220.2000	\$14.37	\$5.92	\$3.73	\$
25 STATE AND LOCAL INCOME TAX - 7230.1000	\$2.53	\$1.04	\$0.96	\$
26 OTHER TAX: List Taxes - 7240.0000	\$5.88	\$1.63	\$1.52	\$
27 List: Property Tax - 7240.1100	\$5.54	\$1.54	\$1.43	\$
28 List: Capital Stock Tax - 7240.3000	\$0.28	\$0.08	\$0.08	\$
29 List: Other Tax - 7240.9000	\$0.06	\$0.01	\$0.01	\$
30 List:	\$	\$	\$	\$
31 List:	\$	\$	\$	\$
32 List:	\$	\$	\$	\$
33 MAINTENANCE EXPENSE	\$3.92	\$0.20	\$3.73	\$
34 ADMIN and OTHER EXPENSE: List Expense	\$18.08	\$5.04	\$4.88	\$
35 Admin - XXXX - (Secondary Inv)	\$8.95	\$2.49	\$2.32	\$
36 Admin - 6115	\$0.02	\$0.01	\$0.01	\$
37 Admin - 6122	\$0.07	\$0.02	\$0.02	\$
38 Admin - 6123	\$0.50	\$0.14	\$0.13	\$
39 Admin - 6124	\$1.83	\$0.54	\$0.50	\$
40 Admin - 6532	\$0.00	\$0.00	\$0.00	\$
41 Admin - 6535	\$1.15	\$0.32	\$0.30	\$
42 Admin - 6540	\$0.18	\$0.04	\$0.04	\$
43 Admin - 6611	\$0.00	\$0.00	\$0.00	\$
44 Admin - 6612	\$0.00	\$0.00	\$0.00	\$
45 Admin - 6613	\$0.00	\$0.00	\$0.00	\$
46 Admin - 6623	\$3.65	\$1.02	\$0.94	\$
47 Admin - 6711	\$0.00	\$0.00	\$0.00	\$
48 Admin - 6712	\$0.00	\$0.00	\$0.00	\$
49 Admin - 6721	\$0.83	\$0.23	\$0.21	\$
50 Admin - 6722	\$0.00	\$0.00	\$0.00	\$
51 Admin - 6723	\$0.00	\$0.00	\$0.00	\$
52 Admin - 6724	\$0.82	\$0.23	\$0.21	\$
53 Admin - 6725	\$0.00	\$0.00	\$0.00	\$
54 Admin - 6726	\$0.00	\$0.00	\$0.00	\$
55 Admin - 6727	\$0.00	\$0.00	\$0.00	\$
56 Admin - 6728	\$0.00	\$0.00	\$0.00	\$
57 ANNUAL COST PER UNIT	\$136.89	\$32.93	\$35.80	\$
58 MONTHLY COST PER UNIT	\$11.41	\$2.74	\$2.98	\$
59 MONTHLY RATE PER UNIT	\$15.00	\$5.00	\$4.00	\$
60 UNIT OF MEASUREMENT	Per Cable Support Structure	Per Square Foot	Per Ampere	
61 RATIO: Rate / Direct Cost	1.59	2.28	1.82	
62 RATIO: Rate / Unit Cost	1.31	1.82	1.34	

**Notes:**

- (1) The Entrance Function includes the costs of conduit, vault, riser, and similar space required to connect the point of interconnection of the interconnector's and the LEC's networks to the point of interconnection, i.e., to the central office terminating equipment dedicated to the interconnector.
- (2) Row 60: Unit of measurement is the unit on which the rate is being assessed, e.g., cable placement per first and additional foot, cable splicing, etc.
- (3) BellSouth disagrees with the calculation for Row 61. Row 61 is not the Ratio: Rate/Direct Cost because direct cost also includes Row 26 and Row 34, directly assigned property, capital stock and other taxes and directly assigned administrative expenses respectively. Row 62 is the actual Ratio: Rate/Direct Cost



EXHIBIT 5

BELLSOUTH PERCENTAGE OF CHANNEL TERMINATION SERVICES BILLED WITH NO MILEAGE

LIGHTGATE SERVICE	81.11%
DS1 SERVICE	46.59%
DS3 SWITCHED TRANSPORT ENTRANCE FACILITIES	68.72%
DS1 SWITCHED TRANSPORT ENTRANCE FACILITIES	61.52%

Based on BellSouth Interstate January, 1995 Data