Receiving training to perform this type of work;

Also included are the costs of direct supervision and office support for this type of work.

In addition to the work described above, these accounts shall include cost of personnel whose principle job is the operation of plant equipment e.g. general purpose computer operators.

In the BCPM, plant specific expenses are entered as a factor, to be applied against investment. Attached to this response is BellSouth's development of the plant specific factors for each account for the state of Georgia. (These results were submitted to the FCC in BellSouth's Comments dated June 1, 1998 in Exhibit 1, page 9. Also included in the attachment to this request is a summary of the plant specific factors for all BellSouth states.) The plant specific expense factor, which includes the cost of material used and direct labor, is a ratio developed to reflect the relationship between expenses for plant category to the respective investment. The factor also includes maintenance-type expenses for existing plant that cannot be directly assigned to a given plant category, such as transmission power, when applicable. Certain amounts have been excluded from the appropriate categories of plant, specifically: subsequent Right To Use fees and service order activity-related expense. These costs are excluded because: 1) they should be separately identified for each service, or 2) they should be included in nonrecurring cost studies. The maintenance expenses used in calculating the Plant Specific Expense Factors include those activities previously mentioned and outlined in the Code of Federal Regulation Part 32 – Uniform System of Accounts for Telecommunications Companies.

The plant specific expense factors are based on three years of projected expense and investment data. The 1995 expenses used

in the study were obtained from the Cost Separations System (CSS). Rent expense is excluded from building expense; net rent (rent revenue less rent expense) is included in pole and conduit expenses. Projected view data was obtained from the Finance

Budget Group for the expenses for 1997 through 1999 and spread based on actual expenses. The 1997 through 1999 projected expense amounts are added together to represent the projected period.

The investment dollars are 1996 actual and 1997 through 1999 projected view from Network. The investment projections are based on plant additions, less retirements, added to the cumulative historical year. The 1996 dollars were taken from the Investment Over Accumulated Depreciation Report. The investments are averaged to develop midyear amounts, current cost factors are applied, and then 1997 through 1999 are added together to represent the projected period. The expenses are then divided by the investments, resulting in the unloaded plant specific expense factors. Power expense loadings are then added to the factors for central office equipment investment. These calculations result in a plant specific factor for each category of plant that is representative of the average expense per investment expected in the future.

Plant Nonspecific Operations Expense (Accounts 6510-6560) – includes expense related to property held for future telecommunications use, provisioning expenses, network operations expenses, and depreciation and amortization expenses.

Customer Operations Expenses (Accounts 6610-6620) – includes the cost of performing customer related marketing and services activities described in narratives for individual accounts.

Corporate Operations Expense (Accounts 6710-6790) – includes the costs of performing executive and planning activities and general and administrative activities.

These last three classifications of expenses are entered as a per line dollar amount in the BCPM methodology. These per-line expenses were also contained in BellSouth's Comments dated June 1, 1998.

GEORGIA	FSUB	FRC	Regulated Expense from CSS In 1995	% of Total FSUB
Ae Ca Metal	14B0	M012	3,764,471	0.0569
	14B0	M022	41,996,419	0.6353
	14B0	M248	16,661,431	0.2520
Ae Ca Fiber	14B0	M812	44,094	0.0007
	14B0	M822	168,282	0.0025
A/C 6421	14B0	TOTAL	66,107,110	
Ungr Ca Metal	14C0	M005	10,592,829	0.9290
Ungr Ca Fiber	14C0	M085	809,206	0.0710
A/C 6422	14C0	TOTAL	11,402,035	
Burl Ca Metal	14D0	M045	69,118,081	0.8023
		M548	10,825,890	0.1257
Burl Ca Fiber	14D0	M845	2,461,982	0.0286
A/C 6423	14D0	TOTAL	86,146,822	

FSUB EXPENSE FORECASTS (from Finance Dept.)		1995	1997	1998	1999
Aerial Cable	14B0 - 6421	66,107,110	73,564,159	74,480,677	77,608,956
Underground Ca	14C0 - 6422	11,402,035	12,688,213	12,846,292	13,385,852
Buried Cable	14D0 - 6423	86,146,822	95,864,401	97,058,752	101,135,338
TOTAL A/C6410		163,278,700	203,953,000	206,494,000	215,167,000

SPREAD OF BUDGET FSUBS TO FCs			1995	1997	1998	1999	% REL SVC ORD (from Network)
A/C 6421	Aerial Cab Metal - 14B0	M012	3,764,471	4,185,801	4,237,951	4,415,950	0.614263
		M022	41,996,419	46,735,310	47,317,574	49,304,970	0.265978
		M248	16,661,431	18,538,168	18,769,131	19,557,457	0.252813
	Ae Ca Fiber - 14B0	M812	44,094	51,495	52,136	54,326	
		M822	168,282	183,910	186,202	194,022	
A/C6422	Ungr Ca Metal - 14C0	M005	10,592,829	11,787,350	11,934,205	12,435,457	0.095745
	Ungr Ca Fiber - 14C0	M085	809,206	900,863	912,087	950,395	
A/C6423	Buried Cab Met - 14D0	M045	69,118,081	76,912,009	77,870,237	81,140,882	0.320862
		M548	10,825,890	12,050,155	12,200,285	12,712,712	0.445634
	Burl Ca Fiber - 14D0	M845	2,461,982	2,741,722	2,775,880	2,892,471	

tEA GEORGIA)URCE INV OVER ACC DEPR 1996 ROJ VIEW 1997 T 99 NETWORK SCALE = 000	REGULATED INV MID-YR 1995	E-O-Y 1996	E-O-Y 1997	E-O-Y 1998	E-O-Y 1999
)TAL OUTSIDE NETWORK	4,407,672	4,518,192	4,808,756	5,117,383	5,426,080
CABLE & WIRE	3,495,468	3,572,026	3,733,550	3,906,187	4,078,025
AERIAL CABLE	909,843	934,318	982,025	1,032,596	1,084,473
METALLIC	850,169	869,898	907,737	945,459	982,610
NON-METALLIC	59,674	64,420	74,288	87,137	101,863
UNDERGROUND CABLE	533,813	540,087	556,719	578,666	600,869
METALLIC	396,188	397,061	393,566	389,329	384,089
NON-METALLIC	137,625	143,026	163,153	189,337	216,780
BURIED CABLE	1,499,484	1,536,431	1,611,210	1,689,434	1,763,317
METALLIC	1,366,668	1,399,110	1,458,625	1,517,632	1,571,480
NON-METALLIC	132,816	137,321	152,585	171,802	191,837
)TAL NET CONSTRUCTION	7,996,937	8,128,610	8,656,675	9,206,966	9,708,116

:xcl Spl Pur Vehicles, Customer Premises Wiring, & ElectroMech Switches)

SUMMARY OF ADJUSTED PLT SPEC EXPENSE		1995	1997	1998	1999
	Grouping total M and R codes and excluding Right-to-Use Fees and Service Order Activity on applicable accounts and dividing by 1000 to make expense and investment comparable				
AE CA METAL	M	44,727.60	49,770.84	50,390.93	52,507.41
AE CA METAL	R	0.00	0.00	0.00	0.00

AE CA FIBER	M	212 38	235 41	238 34	248 35
AE CA FIBER	R	0 00	0 00	0 00	0 00
UNGR CA METAL	M	9 578 62	10,658 77	10,791 56	11 244 82
UNGR CA METAL	R	0 00	0 00	0 00	0 00
UNGR CA FIBER	M	809 21	900 86	912 09	950 40
UNGR CA FIBER	R	0 00	0 00	0 00	0 00
BUR CA METAL	M	52,956 04	58,929 45	59,663 63	62 169 58
BUR CA METAL	R	0 00	0 00	0 00	0 00
BUR CA FIBER	M	2 461 98	2 741 72	2,775 88	2,892 47
BUR CA FIBER	R	0 00	0 00	0 00	0 00

PLANT SPECIFIC EXPENSE CUMULATIVE WORTH (000)		1995	1997	1998	1999
		1995 Expenses	1997 Proj View	1997+98 Proj View	1997T99 Proj View
AE CA METAL 6421 12C	M	44,727 60	49,770 84	100,161 77	152,669 17
AE CA METAL 6421 12C	R	0 00	0 00	0 00	0 00
AE CA FIBER 6421 812C	M	212 38	235 41	473 74	722 09
AE CA FIBER 6421 812C	R	0 00	0 00	0 00	0 00
UNGR CA METAL 6422 5C	M	9,578 62	10,658 77	21,450 33	32,695 16
UNGR CA METAL 6422 5C	R	0 00	0 00	0 00	0 00
UNGR CA FIBER 6422 85C	M	809 21	900 86	1,812 95	2,763 35
UNGR CA FIBER 6422 85C	R	0 00	0 00	0 00	0 00
BUR CA METAL 6423 45C	M	52,956 04	58,929 45	118,593 08	180,762 66
BUR CA METAL 6423 45C	R	0 00	0 00	0 00	0 00
BUR CA FIBER 6423 845C	M	2,461 98	2,741 72	5,517 60	8,410 07
BUR CA FIBER 6423 845C	R	0 00	0 00	0 00	0 00

GEORGIA SUMMARY OF INVESTMENTS (000)	06/1996	12/1996	1997 EDY	1998 EDY	1999 EDY
AE CA METAL	850,169	869,896	907,737	945,459	982,610
AE CA FIBER	59,674	64,420	74,288	87,137	101,883
UNGR CA METAL	396,188	397,061	393,566	389,329	384,089
UNGR CA FIBER	137,825	143,026	163,153	189,337	216,780
BUR CA METAL	1,366,668	1,399,110	1,458,825	1,517,632	1,571,480
BUR CA FIBER	132,816	137,321	152,585	171,802	191,837

AVERAGE INVESTMENTS (000)	AVG 1996	AVG 1997	AVG 1998	AVG 1999
	6/96	(97EDY+96EDY)/2	(98EDY+97EDY)/2	(99EDY+98EDY)/2
AE CA METAL	850,169	888,817	926,598	964,035
AE CA FIBER	59,674	69,354	80,713	94,500
UNGR CA METAL	396,188	395,314	391,448	386,709
UNGR CA FIBER	137,825	153,090	176,245	203,059
BUR CA METAL	1,366,668	1,428,868	1,488,129	1,544,556
BUR CA FIBER	132,816	144,953	162,194	181,820

CURRENT AVERAGE INVESTMENTS (000)	1996 CURRENT COSTS FACTOR	CURRENT AVG 1996 Avg X Cur Costs Fir	CURRENT AVG 1997	CURRENT AVG 1998 (Avg CY - Avg PY)+Current PY Costs	CURRENT AVG 1999
AE CA METAL	1 505	1,279,504 35	1,318,152	1,355,933	1,393,370
AE CA FIBER	0 859	51,259 97	60,940	72,298	86,086
UNGR CA METAL	1 577	624,788 48	623,914	620 048	615,309
UNGR CA FIBER	0 778	107,072 25	122,537	145,692	172,506
BUR CA METAL	1 315	1,797,168 42	1,859,368	1,918,629	1,975,056
BUR CA FIBER	0 923	122,589 17	134,726	151,967	171,593

CUMULATIVE WORTH CURRENT AVERAGE INVESTMENT (000)	1996	1997	1998	1999
	96 Current Avg Inv	97 Avg Proj View	97T98 Avg Proj View	97T99 Avg Proj View
AE CA METAL	1,279,504	1,318,152	2,674,085	4,067,455
AE CA FIBER	51,260	60,940	133,238	219,324
UNGR CA METAL	624,788	623,914	1,243,962	1,859,271
UNGR CA FIBER	107,072	122,537	268,229	440,735
BUR CA METAL	1,797,168	1,859,368	3,777,997	5,753,053
BUR CA FIBER	122,589	134,726	286,693	458,286

UNLOADED "M" & "R" FACTORS		1995	1997	1998	1999
			Cumulative Expense divided by Current Average Investment		
AE CA METAL	M	0.0350	0.0378	0.0375	0.0375
AE CA METAL	R	0.0000	0.0000	0.0000	0.0000
AE CA FIBER	M	0.0041	0.0039	0.0036	0.0033
AE CA FIBER	R	0.0000	0.0000	0.0000	0.0000
UNGR CA METAL	M	0.0153	0.0171	0.0172	0.0176
UNGR CA METAL	R	0.0000	0.0000	0.0000	0.0000
UNGR CA FIBER	M	0.0076	0.0074	0.0068	0.0063
UNGR CA FIBER	R	0.0000	0.0000	0.0000	0.0000
BUR CA METAL	M	0.0295	0.0317	0.0314	0.0314
BUR CA METAL	R	0.0000	0.0000	0.0000	0.0000
BUR CA FIBER	M	0.0201	0.0204	0.0192	0.0184
BUR CA FIBER	R	0.0000	0.0000	0.0000	0.0000

Loaded Plant Specific Expenses Factor	1995	1997	1998	1999
		Combining M and R factors		
Ae Ca Metal	0.0350	0.0378	0.0375	0.0375
Ae Ca Fiber	0.0041	0.0039	0.0036	0.0033
Ungr Ca Metal	0.0153	0.0171	0.0172	0.0176
Ungr Ca Fiber	0.0076	0.0074	0.0068	0.0063
Bur Ca Metal	0.0295	0.0317	0.0314	0.0314
Bur Ca Fiber	0.0201	0.0204	0.0192	0.0184

SUMMARY OF PLANT SPECIFIC ACF			INTRO 4/97 1998 STUDY 1999 DATA
AE CA METAL	2421	12C	0.0375
AE CA FIBER	2421	812C	0.0033
UNGR CA METAL	2422	5C	0.0176
UNGR CA FIBER	2422	85C	0.0063
BUR CA METAL	2423	45C	0.0314
BUR CA FIBER	2423	845C	0.0184

Description	Account	Alabama	Florida	Georgia	Kentucky	Louisiana	Mississippi	N. Carolina	S. Carolina	Tennessee
COE Switching	6210	3.45%	4.00%	3.60%	4.68%	4.62%	3.77%	4.62%	4.62%	3.71%
COE Transmission	6230	1.97%	1.69%	1.52%	1.53%	2.24%	1.84%	2.24%	2.24%	1.65%
Poles	6411	3.00%	1.79%	5.12%	0.85%	0.87%	4.14%	0.87%	0.87%	2.51%
Aerial Copper Cable	6421.1	3.71%	5.58%	3.75%	2.88%	3.56%	3.29%	3.56%	3.56%	3.83%
Aerial Fiber Cable	6421.2	0.37%	0.29%	0.33%	0.39%	0.28%	0.32%	0.28%	0.28%	0.41%
Underground Copper Cable	6422.1	0.15%	1.96%	1.76%	1.40%	1.62%	1.92%	1.62%	1.62%	1.76%
Underground Fiber Cable	6422.2	0.40%	0.32%	0.63%	0.39%	0.15%	0.25%	0.15%	0.15%	1.01%
Buried Copper Cable	6423.1	2.49%	3.46%	3.14%	2.58%	3.07%	2.07%	3.07%	3.07%	2.37%
Buried Fiber Cable	6423.2	0.17%	0.39%	1.84%	1.12%	0.41%	0.32%	0.41%	0.41%	0.30%
Conduit	6441	0.18%	0.33%	0.70%	0.04%	0.10%	0.20%	0.10%	0.10%	0.10%

Request: Prepare a matrix that outlines the decisions made concerning Universal Service Funding in the BellSouth region.

Response: BellSouth has received formal orders concerning USF cost studies in the following states: Kentucky, Louisiana, North Carolina and South Carolina. The Kentucky and Louisiana commissions have adopted the Hatfield model while the North Carolina and South Carolina commissions have approved the use of the BCPM. The attachment to this response addresses the recommended changes with respect to BellSouth's proposals. The inputs have been classified by the categories the Georgetown Consulting Group (GCG) has deemed sensitive.

State	BST Proposed State-Wide Average USF $/Line	Commission Ordered USF $/Line	Model
Alabama	$40.09		
Kentucky	$39.48	$29.55	HM
Louisiana	$44.17	$28.37	HM
Mississippi	$50.43		
North Carolina	$34.19	$28.34	BCPM
South Carolina	$41.11	$36.36	BCPM
Tennessee	$43.52		

	HM Input Number	Kentucky Ordered	BellSouth Recommended GCG = *ITALIC*	Hatfield
NID/Drop				
Residential NID Case, no protector	B1	$7.57	7.57	10.00
Residential NID Case, labor	B1	$32.30	*32.30*	*15.00*
Residential Protection Block	B1	$8.08	8.08	4.00
Business NID Case, no protector	B1	$7.57	7.57	25.00
Business NID Case, labor	B1	$32.30	32.30	15.00
Business Protection Block	B1	$8.08	8.08	4.00
Drop Distance (Note 1)	B2	150	325A&250B	50 to 150
Drop Placement - Aerial	B3	$45.90	50.22	$11.67 to $23.33
Drop Placement - Buried	B3	$0.59	0.6935	$.60 to $5.00
Buried Drop Sharing Factor	B4	85%	100%	50%
Drop Cable Investment - Buried	B8	$0.14	$0.135	*$0.140*
Drop Cable Investment - Aerial	B8	$0.078	$0.066	$0.950
Terminal & Splice	B7	$0.00	$0.00	$32.00 to $42.50
Copper Distribution/Feeder Investment (Note 2)				
Copper Distribution Investment - EF&I	B10			
2400		$43.58	*$43.58*	$20.00
1800		$32.52	*$32.52*	$16.00
1200		$21.83	*$21.83*	$12.00
900		$16.31	*$16.30*	$10.00
600		$11.05	*$11.05*	$7.75
400		$7.35	*$7.35*	$6.00
200		$4.29	*$4.29*	$4.25
100		$2.51	*$2.51*	$2.50
50		$1.74	*$1.74*	$1.63
25		$1.23	*$1.23*	$1.19
12		$1.00	*$1.00*	$0.76
6		$0.89	*$0.89*	$0.63
Buried Cable Sheath Multiplier	B13	1.044	*1.044*	1.04
SAI Investment	B38			
Indoor				
7200		$9,656.00	NA	$9,656.00
6400		$7,392.00	NA	$7,392.00
3600		$4,928.00	$54,416.97	$4,928.00
2400		$3,352.00	$36,277.98	$3,352.00
1800		$2,464.00	$27,208.48	$2,464.00
1200		$1,776.00	$18,138.99	$1,776.00
900		$1,232.00	$13,604.24	$1,232.00
600		$888.00	$9,069.49	$888.00
400		$592.00	$6,046.33	$592.00
200		$296.00	$3,023.16	$296.00
100		$148.00	$1,511.58	$148.00
50		$98.00	NA	$98.00
Outdoor				
7200		$22,700.00	NA	$10,000.00
6400		$18,900.00	NA	$8,200.00
3600		$15,100.00	$22,924.53	$6,000.00
2400		$11,800.00	$15,365.62	$4,300.00
1800		$10,100.00	$11,414.51	$3,400.00
1200		$7,300.00	$8,609.80	$2,400.00
900		$5,900.00	$6,787.27	$1,900.00
600		$4,500.00	$5,113.26	$1,400.00
400		$3,100.00	$3,693.83	$1,000.00
200		$1,800.00	$2,624.80	$600.00
100		$1,200.00	$2,624.80	$350.00
50		Exempt	NA	$250.00

	HM Input Number	Kentucky Ordered	BellSouth Recommended *GCG = ITALIC*	Hatfield
Fiber Feeder Investment				
Buried Fiber Sheath Addition	B53	$0.20	*$0.00*	$0.20
Fiber Feeder Investment (Note 3)	B57			
216		$7.73	*$7.73*	$13.10
144		$6.63	*$6.63*	$9.50
96		$4.52	*$4.52*	$7.10
72		$3.91	*$3.91*	$5.90
60		$3.58	*$3.58*	$5.30
48		$3.30	*$3.30*	$4.70
36		$3.02	*$3.02*	$4.10
24		$2.80	*$2.80*	$3.50
18		$2.59	*$2.59*	$3.20
12		$2.43	*$2.43*	$2.90
Structure Placement Fractions (Note 4)				
Drop Structure Fractions	B5	0.85	*0.426*	75 to .15
Distribution Structure Fractions (Varies by Density)	B17			
Buried		75-.05	*0.409*	75 to .05
Aerial		25-.85	*0.574*	25 to .85
Copper Feeder Structure Fractions	B46			
Buried		45-.05	*0.065*	0.45 to .05
Aerial		5-.05	*0.301*	0.5 to .05
Fiber Feeder Structure Fractions	B51			
Buried		45-.05	*0.188*	0.6 to .05
Aerial		5-.05	*0.346*	0.35 to .05
Fiber Interoffice Structure Fractions	B121			
Buried		0.8	*0.09*	0.6
Aerial		0.2	*0.62*	0.2
Structure Sharing Fractions				
Fraction of IEO Structure Assigned to BST	B130			
Aerial		48%	*48%*	33%
Buried		85%	*100%*	33%
Underground		85%	*100%*	33%
Distribution & Feeder Fractions Assigned BST	B180			
Aerial		48%	*48%*	50 to .25
Buried		85%	*90%*	33%
Underground		85%	*100%*	1. To .33
Copper and Fiber Sizing Factors (Note 5)				
Copper Distribution	B18	65.0%	72.7%	.50 to .75
Copper Feeder	B54	73.0%	76.1%	.65 to .80
Fiber Feeder	B55	95.0%	94.5%	100%

	HM Input Number	Kentucky Ordered	BellSouth Recommended GCG = *ITALIC*	Hatfield
DLC (Note 6)				
DLC Site and Power per RT	B58			
TR303		$0.00	*$0.00*	$3,000.00
Low Density		$0.00	*$0.00*	$1,300.00
Maximum Line Increment per RT	B59			
TR303		672	*672*	672
Low Density		192	*192*	120
RT Sizing Factor	B60			
TR303		0.859	*0.859*	0.9
Low Density		0.859	*0.859*	0.9
RT Initial Common Equipt Investment	B61			
TR303		$112,659.00	*$112,341.00*	$66,000.00
Low Density		$62,052.00	*$61,980.00*	$16,000.00
DLC Channel Unit (POTS)	B62			
TR303		$71.65	*$71.65*	$310.00
Low Density		$85.98	*$85.98*	$600.00
DLC Lines per CU (POTS)	B63			
TR303		2	*2*	4
Low Density		2	*2*	6
Low Density DLC to TR303 DLC Cutover	B64	576	*576*	480
Fibers per RT	B65	4	*4*	4
Optical Patch Panel	B66			
TR303		$606.83	*$606.83*	$1,000.00
Low Density		$606.83	*$606.83*	$1,000.00
Common Equipt Investment per Add'l Line Incr	B68			
TR303 (672 Lines)		$37,008.00	*$36,689.00*	$18,500.00
Low Density (120 Lines) (Note 7)		$17,518.00	*$17,427.00*	$9,400.00
Maximum # of Addl Line Modules per RT	B69			
TR303		2	*2*	2
Low Density		9	*9*	1
Interoffice Investment (Note 8)				
Transmission Terminal Investment	B107			
OC-48 ADM, Installed, 48 DS3s		$133,563.00	*$133,563.00*	$50,000.00
OC-48 ADM, Installed, 12 DS3s		$80,825.00	*$80,825.00*	$40,000.00
OC3/DS1 Terminal Mux, Installed 84 DS1s		$34,705.00	*$34,705.00*	$26,000.00
Investment per 7 DS1s		$1,060.00	*$1,060.00*	$500.00
Optical Distribution Panel	B110	$4,314.00	*$4,314.00*	$1,000.00
Channel Bank Investment, per 24 Lines	B115	$3,664.00	*$3,664.00*	$5,000.00
OCS Installed, per DS3	B117	$9,381.00	*$9,381.00*	$30,000.00

	HM Input Number	Kentucky Ordered	BellSouth Recommended GCG = ITALIC	Hatfield
Switching Input Group (Note 9)				
MDF/Protector Investment per Line	B79	$23.38	*$23.38*	$12.00
Switch Installation Multiplier	B81	1.101	*1.101*	1.1
Constant EO Switching Investment Term	B82			
Small		N/A	*N/A*	$416.11
BOC & Large		$266.04	*$266.04*	$242.73
Power	B88			
500 sq ft		$17,000.00	*$17,000.00*	$5,000.00
1,000 sq ft		$24,000.00	*$24,000.00*	$10,000.00
2,000 sq ft		$56,000.00	*$56,000.00*	$20,000.00
5,000 sq ft		$164,000.00	*$164,000.00*	$50,000.00
10,000 sq ft		$275,000.00	*$275,000.00*	$250,000.00
Trunk Port, per End	B134	$62.73	*$62.73*	$100.00
Minimum STP Investment, per Pair	B153	$224,000.00	*$224,000.00*	$1,000,000.00
Line Termination, Both Ends	B154	$725.00	*$725.00*	$900.00
C Link Cross Section	B157	16	*16*	24
SCP Investment/Transaction/Second	B163	$2,444.00	*$2,444.00*	$20,000.00
Expense Factors				
Income Tax Rate	B181	40%	*35%*	39%
Other Tax Factor	B183	0.0328	*0%*	0.5
Forward-looking Network Operations Factor	B186	0.7	*0.9*	0.5
Alternative CO Switching Factor	B187	0.0517	*0.0517*	0.27
Alternative Circuit Equipment Factor	B188	0.0177	*0.0177*	0.5
Cost of Capital	B187	10.30%	*11.25%*	9.44%
Cost of Debt		7.00%	*8%*	7.06%
Debt Fraction		40.00%	*40%*	40.00%
Cost of Equity		12.50%	*13.42%*	11.02%
Depreciation (Note 10)		FCC authorized	FCC authorized	FCC authorized

	HM Input Number	Louisiana Ordered	BellSouth GCG = *ITALIC*	Hatfield
NID/Drop				
Residential NID Case, no protector	B1	$7.43	7.43	10.00
Residential NID Case, labor	B1	$30.92	34.00	15.00
Residential Protection Block	B1	$9.92	7.92	4.00
Business NID Case, no protector	B1	$7.43	7.43	25.00
Business NID Case, labor	B1	$30.92	34.00	15.00
Business Protection Block	B1	$9.92	7.92	4.00
Drop Distance (Note 1)	B2	177	200A&300B	50 to 150
Drop Placement - Aerial	B3	$41.75 (Average)	52	$11.67 to $23.33
Drop Placement - Buried	B3	$0.76 (Average)	0.4787	$.60 to $5.00
Buried Drop Sharing Factor	B4	78%-16%	100%	50%
Drop Cable Investment - Buried	B8	$0.75	$0.135	$0.140
Drop Cable Investment - Aerial	B8	$0.28	$0.066	$0.950
Terminal & Splice	B7	$0.00		$32.00 to $42.50
Copper Distribution/Feeder Investment (Note 2)				
Copper Distribution Investment - EF&I	B10			
2400		$16.61	*$76.58*	$20.00
1800		$14.42	*$57.15*	$16.00
1200		$9.68	*$38.37*	$12.00
900		$7.24	*$28.65*	$10.00
600		$6.13	*$19.42*	$7.75
400		$5.38	*$12.92*	$6.00
200		$5.04	*$7.54*	$4.25
100		$4.82	*$4.41*	$2.50
50		$4.35	*$3.05*	$1.63
25		$4.16	*$2.17*	$1.19
12		$3.15	*$1.75*	$0.76
6		$2.61	*$1.56*	$0.63
Buried Cable Sheath Multiplier	B13	1.025	*1.025*	1.04
SAI Investment	B38			
Indoor				
7200		$12,070.00	NA	$9,656.00
6400		$9,240.00	NA	$7,392.00
3600		$6,160.00	$107,276.26	$4,928.00
2400		$4,190.00	$71,517.50	$3,352.00
1800		$3,080.00	$53,638.13	$2,464.00
1200		$2,220.00	$35,758.75	$1,776.00
900		$1,540.00	$26,819.06	$1,232.00
600		$1,110.00	$17,879.38	$888.00
400		$740.00	$11,919.58	$592.00
200		$370.00	$5,959.79	$296.00
100		$185.00	$2,979.90	$148.00
50		$123.00	NA	$98.00
Outdoor				
7200		$12,500.00	NA	$10,000.00
6400		$10,250.00	NA	$8,200.00
3600		$7,500.00	$38,461.42	$6,000.00
2400		$5,375.00	$25,779.53	$4,300.00
1800		$4,250.00	$19,150.59	$3,400.00
1200		$3,000.00	$14,445.01	$2,400.00
900		$2,375.00	$11,387.28	$1,900.00
600		$1,750.00	$8,578.73	$1,400.00
400		$1,250.00	$6,197.29	$1,000.00
200		$750.00	$4,403.73	$600.00
100		$438.00	$4,403.73	$350.00
50		$313.00	NA	$250.00

	HM Input Number	Louisiana Ordered	BellSouth GCG = *ITALIC*	Hatfield
Fiber Feeder Investment				
Buried Fiber Sheath Addition	B53	$0.10	*$0.00*	$0.20
Fiber Feeder Investment (Note 3)	B57			
216		$15.32	*$7.48*	$13.10
144		$11.11	*$6.40*	$9.50
96		$6.26	*$4.33*	$7.10
72		$4.83	*$3.73*	$5.90
60		$4.07	*$3.41*	$5.30
48		$3.43	*$3.13*	$4.70
36		$2.77	*$2.66*	$4.10
24		$2.26	*$2.64*	$3.50
18		$1.79	*$2.44*	$3.20
12		$1.42	*$2.28*	$2.90
Structure Placement Fractions (Note 4)				
Drop Structure Fractions	B5	.78-.16	*0.675*	.75 to .15
Distribution Structure Fractions (Varies by Density)	B17			
Buried		.75-.05	*0.666*	.75 to .05
Aerial		.25-.85	*0.325*	.25 to .85
Copper Feeder Structure Fractions	B46			
Buried		.45-.05	*0.16*	0.45 to .05
Aerial		.5-.05	*0.089*	0.5 to .05
Fiber Feeder Structure Fractions	B51			
Buried		.6-.05	*0.319*	0.6 to .05
Aerial		.35-.05	*0.125*	0.35 to .05
Fiber Interoffice Structure Fractions	B121			
Buried		0.6	*0.21*	0.6
Aerial		0.2	*0.48*	0.2
Structure Sharing Fractions				
Fraction of IEO Structure Assigned to BST	B130			
Aerial		35%	*39.9%*	33%
Buried		75%	*100.0%*	33%
Underground		75%	*100.0%*	33%
Distribution & Feeder Fractions Assigned BST	B180			
Aerial		35%	*0.399*	.50 to .25
Buried		75%	*1*	33%
Underground		75%	*1*	1. To .33
Copper and Fiber Sizing Factors (Note 5)				
Copper Distribution	B18	71%	67.5%	.50 to .75
Copper Feeder	B54	87%	59.0%	.65 to .80
Fiber Feeder	B55	100%	95.9%	100%

	HM Input Number	Louisiana Ordered	BellSouth GCG = *ITALIC*	Hatfield
DLC (Note 6)				
DLC Site and Power per RT	B58			
TR303		$3,000.00	*$0.00*	$3,000.00
Low Density		$1,300.00	*$0.00*	$1,300.00
Maximum Line Increment per RT	B59			
TR303		672	*672*	672
Low Density		120	*192*	120
RT Sizing Factor	B60			
TR303		0.9	*0.83*	0.9
Low Density		0.9	*0.83*	0.9
RT Initial Common Equipt Investment	B61			
TR303		$66,000.00	*$117,350.00*	$66,000.00
Low Density		$16,000.00	*$65,017.00*	$16,000.00
DLC Channel Unit (POTS)	B62			
TR303		$310.96	*$70.24*	$310.00
Low Density		$600.00	*$84.29*	$600.00
DLC Lines per CU (POTS)	B63			
TR303		4	*2*	4
Low Density		6	*2*	6
Low Density DLC to TR303 DLC Cutover	B64	480	*576*	480
Fibers per RT	B65	4	*4*	4
Optical Patch Panel	B66			
TR303		$1,000.00	*$652.18*	$1,000.00
Low Density		$1,000.00	*$652.18*	$1,000.00
Common Equipt Investment per Add'l Line Incr	B68			
TR303 (672 Lines)		$18,500.00	*$37,487.00*	$18,500.00
Low Density (120 Lines) (Note 7)		$9,400.00	*$17,938.00*	$9,400.00
Maximum # of Addl Line Modules per RT	B69			
TR303		2	*2*	2
Low Density		1	*9*	1
Interoffice Investment (Note 8)				
Transmission Terminal Investment	B107			
OC-48 ADM, Installed, 48 DS3s		$50,000.00	*$133,680.00*	$50,000.00
OC-48 ADM, Installed, 12 DS3s		$40,000.00	*$80,243.00*	$40,000.00
OC3/DS1 Terminal Mux, Installed 84 DS1s		$26,000.00	*$34,946.00*	$26,000.00
Investment per 7 DS1s		$500.00	*$1,085.00*	$500.00
Optical Distribution Panel	B110	$1,000.00	*$3,195.00*	$1,000.00
Channel Bank Investment, per 24 Lines	B115	$5,000.00	*$2,713.00*	$5,000.00
DCS Installed, per DS3	B117	$30,000.00	*$6,947.00*	$30,000.00

	HM Input Number	Louisiana Ordered	BellSouth GCG = ITALIC	Hatfield
Switching Input Group (Note 9)				
MDF/Protector Investment per Line	B79	$20.29	*$24.67*	$12.00
Switch Installation Multiplier	B81	1.1387	*1.1387*	1.1
Constant EO Switching Investment Term	B82			
Small		N/A	*N/A*	$416.11
BOC & Large		$280.43	*$274.78*	$242.73
Power	B88			
500 sq ft		$5,000.00	*$17,000.00*	$5,000.00
1,000 sq ft		$10,000.00	*$24,000.00*	$10,000.00
2,000 sq ft		$20,000.00	*$56,000.00*	$20,000.00
5,000 sq ft		$50,000.00	*$164,000.00*	$50,000.00
10,000 sq ft		$100,000.00	*$275,000.00*	$250,000.00
Trunk Port, per End	B134	100	*$ 63.56*	$100.00
Minimum STP Investment, per Pair	B153	$1,000,000.00	*$224,000.00*	$1,000,000.00
Line Termination, Both Ends	B154	$900.00	*$725.00*	$900.00
C Link Cross Section	B157	24	*16*	24
SCP Investment/Transaction/Second	B163	$20,000.00	*$2,444.00*	$20,000.00
Expense Factors				
Income Tax Rate	B181	38.48%	35%	39%
Other Tax Factor	B183	0.0517	0%	0.5
Forward-looking Network Operations Factor	B186	0.988	*0.9*	0.5
Alternative CO Switching Factor	B187	0.044818	*0.0564*	0.27
Alternative Circuit Equipment Factor	B188	0.0197	*0.0208*	0.5
Cost of Capital	B187	10.15%	11.25%	9.44%
Cost of Debt		6.62%	8.00%	7.06%
Debt Fraction		40.00%	40.00%	40.00%
Cost of Equity		12.50%	13.42%	11.02%
Depreciation (Note 10)		FCC authorized	FCC authorized	FCC authorized

	HM Input Number	N. Carolina Ordered	BellSouth GCG = *ITALIC*	Hatfield
NID/Drop				
Residential NID Case, no protector	B1	$7.43	7.43	10.00
Residential NID Case, labor	B1	$27.20	27.20	15.00
Residential Protection Block	B1	$7.92	7.92	4.00
Business NID Case, no protector	B1	$7.43	7.43	25.00
Business NID Case, labor	B1	$27.20	27.20	15.00
Business Protection Block	B1	$7.92	7.92	4.00
Drop Distance (Note 1)	B2	N/A	250A&B	50 to 150
Drop Placement - Aerial	B3	$51.00	48.68	$11.67 to $23.33
Drop Placement - Buried	B3	$0.69	0.6934	$.60 to $5.00
Buried Drop Sharing Factor	B4	100%	100%	50%
Drop Cable Investment - Buried	B8	$0.135	$0.135	$0.140
Drop Cable Investment - Aerial	B8	$0.077	$0.066	$0.950
Terminal & Splice	B7	$0.00		$32.00 to $42.50
Copper Distribution/Feeder Investment (Note 2)				
Copper Distribution Investment - EF&I	B10			
2400		$89.30	*$61.46*	$20.00
1800		$66.97	*$45.86*	$16.00
1200		$44.67	*$30.79*	$12.00
900		$32.67	*$23.00*	$10.00
600		$22.00	*$15.59*	$7.75
400		$14.36	*$10.37*	$6.00
200		$7.64	*$6.05*	$4.25
100		$4.37	*$3.05*	$2.50
50		$2.71	*$2.45*	$1.63
25		$1.79	*$1.74*	$1.19
12		$1.79	*$1.40*	$0.76
6		N/A	*$1.25*	$0.63
Buried Cable Sheath Multiplier	B13	1.032	*1.032*	1.04
SAI Investment	B38			
Indoor				
7200		N/A	NA	$9,656.00
6400		N/A	NA	$7,392.00
3600		$58,586.30	$58,586.30	$4,928.00
2400		$39,057.53	$39,057.53	$3,352.00
1800		$28,468.45	$28,468.45	$2,464.00
1200		$19,528.77	$19,528.77	$1,776.00
900		$14,646.57	$14,646.57	$1,232.00
600		$9,764.38	$9,764.38	$888.00
400		$6,509.59	$6,509.59	$592.00
200		$3,254.79	$3,254.79	$296.00
100		$1,627.00	$1,627.00	$148.00
50		Exempt	NA	$98.00
Outdoor				
7200		N/A	N/A	$10,000.00
6400		N/A	N/A	$8,200.00
3600		$23,917.74	$23,917.74	$6,000.00
2400		$16,207.56	$16,207.56	$4,300.00
1800		$12,039.95	$12,039.95	$3,400.00
1200		$9,081.56	$9,081.56	$2,400.00
900		$7,159.17	$7,159.17	$1,900.00
600		$5,393.43	$5,393.43	$1,400.00
400		$3,896.23	$3,896.23	$1,000.00
200		$2,768.62	$2,768.62	$600.00
100		$2,768.62	$2,768.62	$350.00
50		Exempt	Exempt	$250.00

	HM Input Number	N. Carolina Ordered	BellSouth *GCG = ITALIC*	Hatfield
Fiber Feeder Investment				
Buried Fiber Sheath Addition	B53	$0.00	*$0.00*	$0.20
Fiber Feeder Investment (Note 3)	B57			
216		$18.18	*$7.67*	$13.10
144		$9.09	*$6.79*	$9.50
96		$5.12	*$4.72*	$7.10
72		$3.95	*$4.12*	$5.90
60		$3.33	*$3.80*	$5.30
48		$2.81	*$3.52*	$4.70
36		$2.27	*$3.25*	$4.10
24		$1.85	*$3.03*	$3.50
18		$1.46	*$2.83*	$3.20
12		$1.16	*$2.67*	$2.90
Structure Placement Fractions (Note 4)				
Drop Structure Fractions	B5	0.642	*0.642*	.75 to .15
Distribution Structure Fractions (Varies by Density)	B17			
Buried		.6-.1	*0.624*	.75 to .05
Aerial		4-0	*0.358*	.25 to .85
Copper Feeder Structure Fractions	B46			
Buried		5-.05	*0.136*	0.45 to .05
Aerial		4-0	*0.245*	0.5 to .05
Fiber Feeder Structure Fractions	B51			
Buried		8-.05	*0.285*	0.6 to .05
Aerial		.1-0	*0.181*	0.35 to .05
Fiber Interoffice Structure Fractions	B121			
Buried		0.51	*0.54*	0.6
Aerial		0.23	*0.18*	0.2
Structure Sharing Fractions				
Fraction of IEO Structure Assigned to BST	B130			
Aerial		36.1%	*36.1%*	33%
Buried		66%	*100.0%*	33%
Underground		98%	*100.0%*	33%
Distribution & Feeder Fractions Assigned BST	B180			
Aerial		36%	*36.1%*	.50 to .25
Buried		66%	*100.0%*	33%
Underground		98%	*100.0%*	1. To .33
Copper and Fiber Sizing Factors (Note 5)				
Copper Distribution	B18	66.7%	72.80%	.50 to .75
Copper Feeder	B54	73.1%	64.70%	.65 to .80
Fiber Feeder	B55	N/A	88.89%	100%

	HM Input Number	N. Carolina Ordered	BellSouth GCG = *ITALIC*	Hatfield
DLC (Note 6)				
DLC Site and Power per RT	B58			
TR303		$0.00	*$0.00*	$3,000.00
Low Density		$0.00	*$0.00*	$1,300.00
Maximum Line Increment per RT	B59			
TR303		672	*672*	672
Low Density		192	*192*	120
RT Sizing Factor	B60			
TR303		0.849	*0.849*	0.9
Low Density		0.849	*0.849*	0.9
RT Initial Common Equipt Investment	B61			
TR303		$113,317.00	*$113,317.00*	$66,000.00
Low Density		$66,218.00	*$66,218.00*	$16,000.00
DLC Channel Unit (POTS)	B62			
TR303		$67.16	*$67.16*	$310.00
Low Density		$80.59	*$80.59*	$600.00
DLC Lines per CU (POTS)	B63			
TR303		2	*2*	4
Low Density		2	*2*	6
Low Density DLC to TR303 DLC Cutover	B64	576	*576*	480
Fibers per RT	B65	4	*4*	4
Optical Patch Panel	B66			
TR303		$671.41	*$671.41*	$1,000.00
Low Density		$671.41	*$671.41*	$1,000.00
Common Equipt Investment per Add'l Line Incr	B68			
TR303 (672 Lines)		$36,963.00	*$36,963.00*	$18,500.00
Low Density (120 Lines) (Note 7)		$17,788.00	*$17,788.00*	$9,400.00
Maximum # of Addl Line Modules per RT	B69			
TR303		2	*2*	2
Low Density		9	*9*	1
Interoffice Investment (Note 8)				
Transmission Terminal Investment	B107			
OC-48 ADM, Installed, 48 DS3s		$124,770.00	*$124,770.00*	$50,000.00
OC-48 ADM, Installed, 12 DS3s		$75,907.00	*$75,907.00*	$40,000.00
OC3/DS1 Terminal Mux, Installed 84 DS1s		$31,994.00	*$31,994.00*	$26,000.00
Investment per 7 DS1s		$987.00	*$987.00*	$500.00
Optical Distribution Panel	B110	$4,258.00	*$4,258.00*	$1,000.00
Channel Bank Investment, per 24 Lines	B115	$3,616.00	*$3,616.00*	$5,000.00
DCS Installed, per DS3	B117	$9,258.00	*$9,258.00*	$30,000.00

	HM Input Number	N. Carolina Ordered	BellSouth GCG = *ITALIC*	Hatfield
Switching Input Group (Note 9)				
MDF/Protector Investment per Line	B79	$23.06	*$23.06*	$12.00
Switch Installation Multiplier	B81	1.0623	*1.0623*	1.1
Constant EO Switching Investment Term	B82			
Small		N/A	*N/A*	$416.11
BOC & Large		$280.51	*$280.51*	$242.73
Power	B88			
500 sq ft		$17,000.00	*$17,000.00*	$5,000.00
1,000 sq ft		$24,000.00	*$24,000.00*	$10,000.00
2,000 sq ft		$56,000.00	*$56,000.00*	$20,000.00
5,000 sq ft		$164,000.00	*$164,000.00*	$50,000.00
10,000 sq ft		$275,000.00	*$275,000.00*	$250,000.00
Trunk Port, per End	B134	$110.77	*$110.77*	$100.00
Minimum STP Investment, per Pair	B153	$224,000.00	*$224,000.00*	$1,000,000.00
Line Termination, Both Ends	B154	$725.00	*$725.00*	$900.00
C Link Cross Section	B157	16	*16*	24
SCP Investment/Transaction/Second	B163	$2,444.00	*$2,444.00*	$20,000.00
Expense Factors				
Income Tax Rate	B181	0.3948	35%	39%
Other Tax Factor	B183	0.0317	0%	0.5
Forward-looking Network Operations Factor	B186	N/A	*0.9*	0.5
Alternative CO Switching Factor	B187	0.0462	*0.0463*	0.27
Alternative Circuit Equipment Factor	B188	0.0224	*0.0221*	0.5
Cost of Capital	B187	9.94%	11.25%	9.44%
Cost of Debt		7.38%	8.00%	7.06%
Debt Fraction		42.00%	40.00%	40.00%
Cost of Equity		11.80%	13.42%	11.02%
Depreciation (Note 10)		FCC authorized	FCC authorized	FCC authorized

	HM Input Number	S. Carolina Ordered	BellSouth GCG = *ITALIC*	Hatfield
NID/Drop				
Residential NID Case, no protector	B1	$7.50	7.50	10.00
Residential NID Case, labor	B1	$28.80	28.90	15.00
Residential Protection Block	B1	$8.00	8.00	4.00
Business NID Case, *no protector*	B1	$7.50	7.50	25.00
Business NID Case, labor	B1	$28.80	28.90	15.00
Business Protection Block	B1	$8.00	8.00	4.00
Drop Distance **(Note 1)**	B2	N/A	350A&250B	50 to 150
Drop Placement - Aerial	B3	$49.30	50.3	$11.67 to $23.33
Drop Placement - Buried	B3	$0.64	0.6665	$.60 to $5.00
Buried Drop Sharing Factor	B4	100%	100%	50%
Drop Cable Investment - Buried	B8	$0.137	$0.135	$0.140
Drop Cable Investment - Aerial	B8	$0.077	$0.066	$0.950
Terminal & Splice	B7	$0.00	0	$32.00 to $42.50
Copper Distribution/Feeder Investment (Note 2)				
Copper Distribution Investment - EF&I	B10			
2400		$135.07	*$95.87*	$20.00
1800		$101.31	*$71.54*	$16.00
1200		$67.57	*$48.03*	$12.00
900		$49.39	*$35.87*	$10.00
600		$33.27	*$24.32*	$7.75
400		$21.71	*$16.18*	$6.00
200		$11.56	*$9.44*	$4.25
100		$6.62	*$5.53*	$2.50
50		$4.10	*$3.82*	$1.63
25		$2.70	*$2.71*	$1.19
12		$2.70	*$2.19*	$0.76
6		N/A	*$1.95*	$0.63
Buried Cable Sheath Multiplier	B13	1.020	*1.02*	1.04
SAI Investment	B38			
Indoor				
7200		N/A	NA	$9,656.00
6400		N/A	NA	$7,392.00
3600		$60,560.61	$60,560.61	$4,928.00
2400		$40,373.74	$40,373.74	$3,352.00
1800		$29,455.61	$29,455.61	$2,464.00
1200		$20,186.87	$20,186.87	$1,776.00
900		$15,140.15	$15,140.15	$1,232.00
600		$10,093.44	$10,093.44	$888.00
400		$6,728.96	$6,728.96	$592.00
200		$3,364.48	$3,364.48	$296.00
100		$1,682.24	$1,682.24	$148.00
50		Exempt	NA	$98.00
Outdoor				
7200		N/A	N/A	$10,000.00
6400		N/A	N/A	$8,200.00
3600		$31,614.85	$31,614.85	$6,000.00
2400		$21,366.70	$21,366.70	$4,300.00
1800		$15,872.47	$15,872.47	$3,400.00
1200		$11,972.37	$11,972.37	$2,400.00
900		$9,438.05	$9,438.05	$1,900.00
600		$7,110.26	$7,110.26	$1,400.00
400		$5,136.46	$5,136.46	$1,000.00
200		$3,649.92	$3,649.92	$600.00
100		$3,649.92	$3,649.92	$350.00
50		Exempt	Exempt	$250.00

	HM Input Number	S. Carolina Ordered	BellSouth GCG = *ITALIC*	Hatfield
Fiber Feeder Investment				
Buried Fiber Sheath Addition	B53	$0.00	*$0.00*	$0.20
Fiber Feeder Investment (Note 3)	B57			
216		$28.95	*$9.26*	$13.10
144		$14.47	*$8.16*	$9.50
96		$8.15	*$6.07*	$7.10
72		$6.29	*$5.47*	$5.90
60		$5.30	*$5.14*	$5.30
48		$4.47	*$4.87*	$4.70
36		$3.61	*$4.59*	$4.10
24		$2.94	*$4.37*	$3.50
18		$2.33	*$4.16*	$3.20
12		$1.85	*$4.01*	$2.90
Structure Placement Fractions (Note 4)				
Drop Structure Fractions	B5	0.75	*0.759*	.75 to .15
Distribution Structure Fractions (Varies by Density)	B17			
Buried		.6-.1	*0.745*	.75 to .05
Aerial		4-0	*0.241*	.25 to .85
Copper Feeder Structure Fractions	B46			
Buried		.5-.05	*0.133*	0.45 to .05
Aerial		4-0	*0.17*	0.5 to .05
Fiber Feeder Structure Fractions	B51			
Buried		.8-.05	*0.355*	0.6 to .05
Aerial		.1-0	*0.064*	0.35 to .05
Fiber Interoffice Structure Fractions	B121			
Buried		0.51	*0.71*	0.6
Aerial		0.23	*0.03*	0.2
Structure Sharing Fractions				
Fraction of IEO Structure Assigned to BST	B130			
Aerial		40%	*39.8%*	33%
Buried		100%	*100.0%*	33%
Underground		100%	*100.0%*	33%
Distribution & Feeder Fractions Assigned BST	B180			
Aerial		40%	*39.8%*	.50 to .25
Buried		100%	*100.0%*	33%
Underground		100%	*100.0%*	1. To .33
Copper and Fiber Sizing Factors (Note 5)				
Copper Distribution	B18	65.1%	70.38%	.50 to .75
Copper Feeder	B54	70.4%	64.17%	.65 to .80
Fiber Feeder	B55	N/A	88.89%	100%

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DLC (Note 6)				
DLC Site and Power per RT	B58			
TR303		$0.00	*$0.00*	$3,000.00
Low Density		$0.00	*$0.00*	$1,300.00
Maximum Line Increment per RT	B59			
TR303		672	*672*	672
Low Density		192	*192*	120
RT Sizing Factor	B60			
TR303		0.762	*0.762*	0.9
Low Density		0.762	*0.762*	0.9
RT Initial Common Equipt Investment	B61			
TR303		$108,743.00	*$108,743.00*	$66,000.00
Low Density		$62,294.00	*$62,294.00*	$16,000.00
DLC Channel Unit (POTS)	B62			
TR303		$67.35	*$67.35*	$310.00
Low Density		$80.82	*$80.82*	$600.00
DLC Lines per CU (POTS)	B63			
TR303		2	*2*	4
Low Density		2	*2*	6
Low Density DLC to TR303 DLC Cutover	B64	576	*576*	480
Fibers per RT	B65	4	*4*	4
Optical Patch Panel	B66			
TR303		$637.66	*$637.66*	$1,000.00
Low Density		$637.66	*$637.66*	$1,000.00
Common Equipt Investment per Add'l Line Incr	B68			
TR303 (672 Lines)		$36,574.00	*$36,574.00*	$18,500.00
Low Density (120 Lines) (Note 7)		$17,537.00	*$17,537.00*	$9,400.00
Maximum # of Addl Line Modules per RT	B69			
TR303		2	*2*	2
Low Density		9	*9*	1
Interoffice Investment (Note 8)				
Transmission Terminal Investment	B107			
OC-48 ADM, Installed, 48 DS3s		$129,473.00	*$129,473.00*	$50,000.00
OC-48 ADM, Installed, 12 DS3s		$78,938.00	*$78,938.00*	$40,000.00
OC3/DS1 Terminal Mux, Installed 84 DS1s		$33,412.00	*$33,412.00*	$26,000.00
Investment per 7 DS1s		$1,036.00	*$1,036.00*	$500.00
Optical Distribution Panel	B110	$4,315.00	*$4,315.00*	$1,000.00
Channel Bank Investment, per 24 Lines	B115	$3,665.00	*$3,665.00*	$5,000.00
DCS Installed, per DS3	B117	$9,382.00	*$9,382.00*	$30,000.00

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Switching Input Group (Note 9)				
MDF/Protector Investment per Line	B79	$23.97	*$23.97*	$12.00
Switch Installation Multiplier	B81	1.1152	*1.1152*	1.1
Constant EO Switching Investment Term	B82			
Small		N/A	*N/A*	$416.11
BOC & Large		$269.70	*$269.70*	$242.73
Power	B88			
500 sq ft		$17,000.00	*$17,000.00*	$5,000.00
1,000 sq ft		$24,000.00	*$24,000.00*	$10,000.00
2,000 sq ft		$56,000.00	*$56,000.00*	$20,000.00
5,000 sq ft		$164,000.00	*$164,000.00*	$50,000.00
10,000 sq ft		$275,000.00	*$275,000.00*	$250,000.00
Trunk Port, per End	B134	$89.43	*$89.43*	$100.00
Minimum STP Investment, per Pair	B153	$224,000.00	*$224,000.00*	$1,000,000.00
Line Termination, Both Ends	B154	$725.00	*$725.00*	$900.00
C Link Cross Section	B157	16	*16*	24
SCP Investment/Transaction/Second	B163	$2,444.00	*$2,444.00*	$20,000.00
Expense Factors				
Income Tax Rate	B181	0.35	0.35	39%
Other Tax Factor	B183	0.051	0	0.5
Forward-looking Network Operations Factor	B186	N/A	*0.9*	0.5
Alternative CO Switching Factor	B187	0.0462	*0.0447*	0.27
Alternative Circuit Equipment Factor	B188	0.0224	*0.0174*	0.5
Cost of Capital	B187	10.86%	11.25%	9.44%
Cost of Debt		7.47%	8.00%	7.06%
Debt Fraction		35.82%	40.00%	40.00%
Cost of Equity		12.75%	13.42%	11.02%
Depreciation (Note 10)		SCPSC prescribed	FCC authorized	FCC authorized