

BELLSOUTH TELECOMMUNICATIONS, INC.

FCC TARIFF NO. 2

TN984

DESCRIPTION AND JUSTIFICATION

COST SUPPORT

Kentucky Data Link
Oxford, Mississippi
CASE NO. MS06-8710-00

and

US LEC
Miami, Florida
CASE NO. FL06-8289-00

SECTION 1 INTRODUCTION

With this filing, BellSouth Telecommunications, Inc. proposes to recover the cost associated with special construction necessary to provide Wavelength® Channel Service from the customer's location at 701 S. Lamar Boulevard, Oxford, Mississippi, to the Clarksdale, Oxford, Greenwood, Jackson Meadowbrook, Brandon, Grenada, Forest, Columbus, Clarksdale, Hernando, Senatobia, and Walnut Central Offices (MS06-8710-00) and to provide BellSouth® Metro Ethernet service from the customer's location at 12981 NW 113th Court, Miami, Florida, to the Miami Palm Beach Central Office (FL06-8289-00). Special Construction is required because facilities are not available to meet the Customer's request. The Telephone Company must construct new facilities consisting of unplanned electronics in the Clarksdale, Oxford, Greenwood, Jackson Meadowbrook, Brandon, Grenada, Forest, Columbus, Clarksdale, Hernando, Senatobia, and Walnut Central Offices for MS06-8710-00 and the Telephone Company must construct new facilities consisting of 850 feet of buried fiber cable and 1,900 feet of aerial fiber cable, between the customer's location and the Miami Palm Beach Central Office for FL06-8289-00. The Telephone Company has no other planned use for the facilities requested.

Because this special construction is provided in connection with a service available under an existing tariff, the customer will be charged the tariff rates for services as set forth in BellSouth's FCC Tariff in addition to the charges described herein. The charges set forth in this filing recover the costs caused by this customer's request. Workpaper I provides a

summary of the charges for the service; Workpaper II provides cost details, Workpaper III provides monthly capital cost calculations, and Workpaper IV provides non-recoverables summary. Attachment A contains the above workpapers for MS06-8710-00 and Attachment B contains workpapers for FL 06-8289-00.

SECTION 2

RATE AND COST DEVELOPMENT

2.1 INTRODUCTION

For MS06-8710-00, this special construction case establishes charges necessary for facilities to provide Wavelength® Channel service from the customer's location at 701 S. Lamar Boulevard, Oxford, Mississippi, to the Clarksdale, Oxford, Greenwood, Jackson Meadowbrook, Brandon, Grenada, Forest, Columbus, Clarksdale, Hernando, Senatobia, and Walnut Central Offices. The facility portion requiring special construction consists of new, unplanned, electronics at the Clarksdale, Oxford, Greenwood, Jackson Meadowbrook, Brandon, Grenada, Forest, Columbus, Clarksdale, Hernando, Senatobia, and Walnut Central Offices.

For FL06-8289-00, this special construction case establishes charges necessary for facilities to provide service between the customer's location at 12981 NW 113th Court, Miami, Florida, to the Miami Palm Beach Central Office. The facility portion requiring special construction consists of 850 feet of buried fiber cable and 1,900 feet of aerial fiber cable between the customer's location and the Miami Palm Beach Central Office.

The following is a summary of the charges associated with this filing. A description of each element is contained in Section 2.2.

MS06-8710-00 - Special Construction Charges for Wavelength® Channel Service

Special Construction Charge	\$639,869.00
Case Preparation	\$ 1,588.00

FL06-8289-00 - Special Construction Charges for BellSouth® Metro Ethernet service

Special Construction Charge	\$ 8,366.00
Case Preparation	\$ 1,451.00

2.2 DESCRIPTION OF CHARGES

2.2.1 Nonrecurring Charge

The Nonrecurring charge is applied to recover the present worth of the monthly capital costs, calculated over the account average life of the applicable field reporting code. The capital costs are developed from the estimated non-recoverable investments associated with the special construction. The non-recoverable investments consist of estimated engineering and installation costs based on labor hours and labor rates, outside contractor billing and associated material. Details of this component are shown on Workpaper IV, page 1. The present worth of the capital costs is developed using the authorized cost of capital. Details of the costs supporting this component are shown on Workpaper II, page 1.

The Case Preparation Charge is applied to recover the applicable costs of the case preparation. Case preparation consists of the cost of administrative expenses associated with preparing a special construction case and the associated tariff filing. Details of the costs supporting this component are shown on Workpaper II, page 1.