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00 JUL 26 PM 4:38

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RECORDS AND  
REPORTING

July 26, 2000

Mrs. Blanca S. Bayo  
Director, Division of Records and Reporting  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399

RE: Docket No. 990649-TP (UNEs)

Dear Mrs. Bayo:

Pursuant to the Order Modifying Procedure issued on July 21, 2000, enclosed please find the original and 15 copies of BellSouth Telecommunications, Inc. Initial Status Report, which we ask that you file in the captioned matter. This report outlines the changes that BellSouth intends to make to its cost studies as well as other changes that it is considering making, including a description of these changes and their probable impacts, if known. In some instances, the impact of these changes is not known at present, but this information will be provided in a subsequent report when available.

A copy of this letter is enclosed. Please mark it to indicate that the original was filed and return the copy to me. Copies have been served to the parties shown on the attached Certificate of Service.

Sincerely,

*Bennett L. Ross*  
Bennett L. Ross (BR)

APP \_\_\_\_\_  
CAF \_\_\_\_\_  
CMP 5  
COM \_\_\_\_\_  
CTR \_\_\_\_\_  
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SEC 1  
SER \_\_\_\_\_  
OTH \_\_\_\_\_

Enclosures

cc: All Parties of Record  
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Marshall M. Criser III  
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RECEIVED & FILED

FPSC-BUREAU OF RECORDS

DOCUMENT NUMBER-DATE

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FPSC-RECORDS/REPORTING

**CERTIFICATE OF SERVICE  
Docket No. 990649-TP**

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**(+) Signed Protective Agreement**

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**COST STUDY REVISIONS**

<b>Description</b>	<b>Estimated Impact</b>	<b>Revised Files</b>
<b>I. BELL SOUTH TELECOMMUNICATIONS LOOP MODEL® (BSTLM)</b>		
<p>A. The following Input changes will be included in BellSouth's revised filing:            Correct DLC equipment choices;            Modify cable, drop wire and NID material prices;            Correct transposition of SONET vendor mix;            Correct NAD 27 vs. NAD 83 geocoding discrepancy;            Correct selection of services for specific UNEs.</p>	<p>Cost impact of these changes is unknown at this time.</p>	<p>BSTLM scenario input files            Rservice file            GIS files</p>
<p>B. The following Model changes will be included in BellSouth's revised filing:            Exclude certain types of roads such as interstates;            Revise terminal pricing and selection criteria;            Revise FDI sizing criteria;            Include inventory reports;            Add ability to build structures rather than use in-plant factors;            Increase model processing speed.</p>	<p>Cost impact of these changes is unknown at this time.</p>	<p>BSTLM program files</p>
<p>C. BellSouth is currently evaluating the following Model changes for possible inclusion in BellSouth's revised filing:            Change drop design;            Improve audit file and calculator input file creation process;            Simplify password process;            Increase model options for copper/fiber crossover;            Increase DLC and SONET vendor mix selection flexibility;            Increase allocation options for DLC common equipment and fiber;            Increase flexibility in scenario process.</p>	<p>The cost impact of a change in drop design is unknown at this time. The remaining changes increase the flexibility of the BSTLM and will not impact cost results filed by BellSouth.</p>	
<b>II. SCIS</b>		
<p>Telcordia has issued SCIS Release 2.6.1b to correct errors in the earlier version of SCIS, which BellSouth had included in its original filing. Revised filing will include a self-executing zipfile patch for Version 2.6.1b and installation instructions (Appendix I).</p>	<p>The new SCIS release will result in both increases as well as reductions in SCIS primitives, which will have a corresponding effect on the port and switching costs.</p>	
<b>III. INVESTMENT INPUT FILES</b>		
<p>As a result of subsequent BellSouth review, including changes in BellSouth's loop modification process, revised nonrecurring work times for most loop elements and other selected elements will be included in the revised filing. Several new nonrecurring loop elements will be added. Cost elements A.1.8, A.2.22 and A.2.23 will be deleted.</p>	<p>The precise cost impact of these changes is unknown at this time. However, BellSouth expects that the nonrecurring cost of most loop elements will decrease, although there may be an increase in the nonrecurring cost of a limited number of loop elements.</p>	<p>FLINBC2W.XLS            FLINBC4W.XLS            FLLQSI.XLS            FLNID.XLS            FL-OC.XLS            FL-UCL.XLS            FLUCL18.XLS            FL-ULM.XLS</p>

**COST STUDY REVISIONS**

Description	Estimated Impact	Revised Files
		FLUNTW.XLS FL-USL.XLS FLVGDIG.XLS FLVGTEST.XLS DS1FDR.XLS CHNLZ3-1.xls COMBONRC.XLS
Ports (B.1): Input changes from SCIS; revise MDF material; correct TR303 material; revise disconnect worktime input keyed incorrectly; add cost element P.3.2 2-Wire DID Port for Combinations; downstream input changes from FLStSst_U.xls	These changes will reduce the recurring cost of most port elements, although the recurring cost of element B.1.5 will increase.	FLSt_Sst_P.xls FLDe_Sst_P.xls
Features (B.4), End Office Switching (C.1), Tandem Switching (C.2) and Common Transport (D.1): Input changes from SCIS; correct discount level in Hardware Study	These changes will reduce the recurring cost of these elements.	FLSt_SST_U.xls FLDe_SST_U.xls
Selective Carrier Routing (AIN Solution) (G.11): Downstream changes from FLSt_SST_U.xls; revised nonrecurring worktimes	These changes will reduce the recurring and most nonrecurring costs of this element, although there may be an increase in a limited number of nonrecurring cost elements.	Fiscr.xls
Interim Service Provider Number Portability – RCF (I.1): Changes required because of cell references to relocated data in FLSt_Sst_P.xls; downstream input changes from SCIS and FLSt_Sst_U.xls	These changes will generally reduce recurring costs and nonrecurring costs, although some recurring costs may increase	Finprcf.xls
Service Provider Number Portability RIPH (I.4): Downstream changes from FLSt_SST_U.xls; spreadsheet does not change, only data in linked cells changes	These changes will reduce recurring and nonrecurring costs of this element	Firiph.xls
Loop Qualification Database (cost element J.3.1): Corrected inclusion of only 1 year of annual cost associated with RTU rather than 3 years as appropriate.	This change will result in an increase in the cost of this element by approximately 10%	Filqdb.xls
Eliminate Line Sharing Splitter – Data (J.4.) cost elements from filing		Delete Lineshfl.xls
BellSouth AIN Toolkit Service (K.2): Correct cell references and sources	This change will increase the cost of element K.2.9; reduction or no change in the cost of the other elements	Toolktfl.xls
<b>IV. BELL SOUTH COST CALCULATOR®</b>		
SVCORD00.xls workbook utilized in the Shared and Common Cost Application and filed as documentation has two incorrect ratios that do not reflect the removal of RTU costs resulting from accounting changes.	Those elements with significant digital switching components will experience a slight reduction in cost. Other elements may experience a slight increase in cost.	BellSouth Cost Calculator program files

## COST STUDY REVISIONS

Correct gross receipts tax application for all elements. The tax factor was calculated on a composite intrastate basis and will be recalculated to reflect only taxes and related revenues for UNEs.	This change will reduce the cost of all elements.	BellSouth Cost Calculator program files
Correct application of Network Computer Systems factor to 1C and 4C accounts	This change will reduce the cost of those elements containing 1C and 4C investments	BellSouth Cost Calculator program files
Replace version of help files		BellSouth Cost Calculator program files
Incorporate Shared and Common Cost Application patch distributed to all parties on 6/5/00 to correctly display refreshed data from database		BellSouth Cost Calculator program files
Revise presentation format of Final Cost Summary to improve output data layout		BellSouth Cost Calculator program files
<b>V. DOCUMENTATION</b>		
Section 1 – Revise cost study narrative to reflect changes in cost studies		Narative.doc
Section 2 – Final Cost Summary with revised cost		Final Cost Summary.xls
Section 4 – SCIS Revise Input/Output file		Mouser.dbf
Section 4 – SST		Delete duplicate of files contained in Investmnts subdirectory
Appendix A – Florida state average summary with revised cost		Florida_State_Ave rage_04-11-00.xls
Appendix B – Florida state deaverage summary with revised cost		Florida_State_Dea verage_04-10-00.xls
Appendix D – Revise SST data dictionary and methodology description to reflect changes in this filing		SST_IDC.doc SST_METH.doc
Appendix F – Revise factor development workpapers Gross Receipts Tax factor development Summary of Shared & Common Factors Service Order Proportion Factors		99stuse3.xls S&CSUM00.xls SVCORD00.xls
Appendix H – Revise Loop Model Methodology Manual and User Guide to include changes in BSTLM		BSTLM Methodology Manual2.doc User_Guide.doc
Appendix I – SCIS Patch for Version 2.6.1b and loading instructions		Scis261b.exe Instructions.doc