

990649-TP

Worldcom Depreciable Lives

Category	Years
Acquired Rights	Term/40
Buildings	39
Capitalized Interest	8
Circuit Termination Equipment	15
Customer Premise Equipment	5
Data Equipment - Administrative	5
Data Equipment - Communications	8
Deferred Line Install Cost	5
Developed Software	6
Digital Cross Connect	15
Earth Station Satellite	20
Fault Alarm	10
Fiber Cable	40
Fiber Electronics	15
Furniture and Fixtures	10
Jets	15
Land	0
Leasehold Improvements - Administrative	7
Leasehold Improvements - Communication	20
Mainframe CPUs	4
Marine Station Equipment	15
Microwave Transmission (Radios/Towers/Antennas)	30
Multiplex	15
Ocean Cable	40
Office Equipment	7
Other Satellite Equipment	15
PC Software	5
Personal Computers	5
Power	12
Rights of Way	Term/40
Satellite Equipment	15
Shelter	30
Switch	10
Test Equipment	7
Tools	8
Vehicles	4

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DOCUMENT NUMBER-DATE

08520 JUL 14 8

FPSC-RECORDS/REPORTING

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Investigation into pricing of unbundled network elements)))

Docket No. 990649-TP

Filed: July 14, 2000

MCI WORLDCOM'S SUPPLEMENTAL RESPONSES AND OBJECTIONS TO BELL SOUTH TELECOMMUNICATIONS, INC.'S FIRST SET OF INTERROGATORIES

MCI WorldCom, Inc., and its operating subsidiaries (hereinafter "MCI WorldCom"), pursuant to Rule 28-106.206, Florida Administrative Code, and Rules 1.340 and 1.280, Florida Rules of Civil Procedure, hereby submits the following Supplemental Responses and Objections to BellSouth Telecommunications, Inc.'s (hereinafter "BellSouth") First Set of Interrogatories to MCI WorldCom Inc.

RECEIVED JUL 14 2000

Supplemental Responses and Objections to Specific Interrogatories DIRECTOR - REG. RELATIONS TALLAHASSEE, FL

INTERROGATORY 7: Please state the economic lives or useful lives used by MCI for depreciation purposes for the switches it owns or operates to provide telephone exchange service in Florida, including the extent to which such lives vary depending upon the type of switch involved (e.g., Digital Electronic, ATM, etc.). In answering this Interrogatory, please identify all documents referring or relating to the economic lives or useful lives used by MCI for depreciation purposes for the switches it owns or operates to provide telephone exchange service in Florida.

OBJECTION: MCI WorldCom objects to this interrogatory on the grounds that the request is not reasonably calculated to lead to the discovery of admissible evidence and is not relevant to the subject matter of this action. Moreover, in Rule 51.505, the FCC

HAND DELIVERED DATE 7-14-00 TIME 1:00 pm

FLORIDA PUBLIC SERVICE COMMISSION DOCKET NO. 990649-TP EXHIBIT NO. 34 COMPANY: BellSouth WITNESS: DATE: 7-17-00

states that the total element long-run incremental cost (TELRIC) of an element should be based on the ILEC's forward-looking costs. Therefore, the lives that ALECs use to depreciate their plant and equipment for internal use or financial reporting purposes are irrelevant.

RESPONSE: Notwithstanding this objection, MCI WorldCom has provided the requested information in Attachment 1, which MCI WorldCom claims to be proprietary confidential business information.

INTERROGATORY 10: Please state the economic lives or useful lives used by MCI for depreciation purposes for the cable it owns or operates to provide telephone exchange service in Florida, including the extent to which such lives vary depending upon the type of cable involved (e.g., Fiber Cable, Metallic Cable, Coaxial Cable, Hybrid Fiber/Coaxial Cable, etc.). In answering this Interrogatory, please identify all documents referring or relating to the economic lives or useful lives used by MCI for depreciation purposes for the cable it owns or operates to provide telephone exchange service in Florida.

OBJECTION: MCI WorldCom objects to this interrogatory on the grounds that the request is not reasonably calculated to lead to the discovery of admissible evidence and is not relevant to the subject matter of this action. Moreover, in Rule 51.505, the FCC states that the total element long-run incremental cost (TELRIC) of an element should be based on the ILEC's forward-looking costs. Therefore, the lives that ALECs use to depreciate their plant and equipment for internal use or financial reporting purposes are irrelevant.

RESPONSE: Notwithstanding this objection, MCI WorldCom has provided the requested information in Attachment 1, which MCI WorldCom claims to be proprietary confidential business information.

INTERROGATORY 13: Please state the economic lives or useful lives used by MCI for depreciation purposes for the digital circuit equipment it owns or operates to provide telephone exchange service in Florida, including the extent to which such lives vary depending upon the type of digital circuit equipment involved (e.g., carrier, optical, amplification, signaling). In answering this Interrogatory, please identify all documents referring or relating to the economic lives or useful lives used by MCI for depreciation purposes for the digital circuit equipment it owns or operates to provide telephone exchange service in Florida.

OBJECTION: MCI WorldCom objects to this interrogatory on the grounds that the request is not reasonably calculated to lead to the discovery of admissible evidence and is not relevant to the subject matter of this action. Moreover, in Rule 51.505, the FCC states that the total element long-run incremental cost (TELRIC) of an element should be based on the ILEC's forward-looking costs. Therefore, the lives that ALECs use to depreciate their plant and equipment for internal use or financial reporting purposes are irrelevant.

RESPONSE: Notwithstanding this objection, MCI WorldCom has provided the requested information in Attachment 1, which MCI WorldCom claims to be proprietary confidential business information.

INTERROGATORY 19: Please state the economic lives or useful lives used by MCI for depreciation purposes for the switches it owns or operates to provide interLATA service in Florida, including the extent to which such lives vary depending upon the type of switch involved (e.g., Digital Electronic, ATM, etc.). In answering this Interrogatory, please identify all documents referring or relating to the economic lives or useful lives used by MCI for depreciation purposes for the switches it owns or operates to provide interLATA service in Florida.

OBJECTION: MCI WorldCom objects to this interrogatory on the grounds that the request is not reasonably calculated to lead to the discovery of admissible evidence and is not relevant to the subject matter of this action. Moreover, in Rule 51.505, the FCC states that the total element long-run incremental cost (TELRIC) of an element should be based on the ILEC's forward-looking costs. Therefore, the lives that ALECs use to depreciate their plant and equipment for internal use or financial reporting purposes are irrelevant.

RESPONSE: Notwithstanding this objection, MCI WorldCom has provided the requested information in Attachment 1, which MCI WorldCom claims to be proprietary confidential business information.

INTERROGATORY 22: Please state the economic lives or useful lives used by MCI for depreciation purposes for the cable it owns or operates to provide interLATA service in Florida, including the extent to which such lives vary depending upon the type of cable involved (e.g., Fiber Cable, Metallic Cable, Coaxial Cable, Hybrid Fiber/Coaxial Cable, etc.). In answering this Interrogatory, please identify all documents referring or relating to the economic lives or useful lives used by MCI for depreciation purposes for the cable it owns or operates to provide interLATA service in Florida.

OBJECTION: MCI WorldCom objects to this interrogatory on the grounds that the request is not reasonably calculated to lead to the discovery of admissible evidence and is not relevant to the subject matter of this action. Moreover, in Rule 51.505, the FCC states that the total element long-run incremental cost (TELRIC) of an element should be based on the ILEC's forward-looking costs. Therefore, the lives that ALECs use to depreciate their plant and equipment for internal use or financial reporting purposes are irrelevant.

RESPONSE: Notwithstanding this objection, MCI WorldCom has provided the requested information in Attachment 1, which MCI WorldCom claims to be proprietary confidential business information.

INTERROGATORY 25: Please state the economic lives or useful lives used by MCI for depreciation purposes for the digital circuit equipment it owns or operates to provide interLATA service in Florida, including the extent to which such lives vary depending upon the type of digital circuit equipment involved. In answering this Interrogatory, please identify all documents referring or relating to the economic lives or useful lives used by MCI for depreciation purposes for the digital circuit equipment it owns or operates to provide interLATA service in Florida.

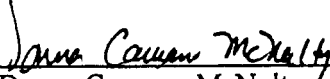
OBJECTION: MCI WorldCom objects to this interrogatory on the grounds that the request is not reasonably calculated to lead to the discovery of admissible evidence and is not relevant to the subject matter of this action. Moreover, in Rule 51.505, the FCC states that the total element long-run incremental cost (TELRIC) of an element should be based on the ILEC's forward-looking costs. Therefore, the lives that ALECs use to depreciate their plant and equipment for internal use or financial reporting purposes are irrelevant.

RESPONSE: Notwithstanding this objection, MCI WorldCom has provided the requested information in Attachment 1, which MCI WorldCom claims to be proprietary confidential business information.

INTERROGATORY 39: Referring to page 44 of the Direct Testimony of John I. Hirshleifer, how does the 30-year Treasury bond rate of 6.17% as of May 23, 2000 compare with the 30-year Treasury bond rate as of January 1, 1998, January 1, 1999, and January 1, 2000?

RESPONSE: The 30-year Treasury bond rate as of January 2, 1998 was 5.86%; January 4, 1999 was 5.15%; and January 3, 2000 was 6.61%.

Respectfully submitted this 14th day of July,



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Attorney for MCI WorldCom, Inc.

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Power	12
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Shelter	30
Switch	10
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Ross, Bennett

From: Greg Darnell [greg.darnell@wcom.com]
Sent: Friday, July 14, 2000 1:55 PM
To: 'Ross, Bennett'
Cc: 'Donna McNulty'
Subject: Depreciation Questions

Bennett,

Donna forwarded to me some of your questions about our depreciation table.

Here are WorldCom's answers.

Switch as defined on the table refers to both class 4, local and class 5 interexchange switches.

Cable as defined on the table refers to all types of cable (i.e. fiber and copper, local exchange and interexchange).

Digital Circuit Equipment, both local exchange and interexchange, is categorized by WorldCom as Circuit Termination Equipment.

Let me know if you have any additional questions.

Greg