

## Memorandum

**TO:** Parties To Docket No. 94-999-01, Phase 3A  
**FROM:** Utah Public Service Commission  
**DATE:** July 8, 1998

**RE:** Commission Inquiry Regarding the Actual Cost of Existing Collocations

The Commission desires to know actual construction costs associated with all existing collocation leaseholds prior to issuance of a decision in Phase 3A of Docket No. 94-999-01. Accordingly,

1. We direct USWC to produce the following documents for each central office where it leases physical or virtual collocation space to ELI, NextLink and TCG ("CLECs"), where the CLEC operates facilities in the collocated space:

- a.) copies of all purchase authorization requests and accompanying memoranda by managing engineers which itemize costs associated with central office construction of each collocation leasehold;
- b.) copies of all purchase orders and/or executed vendor contracts for itemized materials and services purchased in conjunction with the construction and environmental conditioning of each leased collocation space, including costs to modify appurtenances thereto, which represent costs attributable to and billable to the collocator;
- c.) copies of all itemized invoices received from vendors for materials and services purchased in conjunction with the construction and environmental conditioning of each leased collocation space, including any central office appurtenances which were modified to accommodate the collocation leasehold;
- d.) copies of all accounts payable vouchers together with any remittance advice associated with payment of any and all invoices referenced in item c.) above.
- e.) evidence of actual labor and material costs incurred by USWC in conjunction with construction of each collocation space.

2. We direct ELI, NextLink and TCG to produce for each physical or virtual collocation space leased from USWC:

- a.) copies of all fully executed collocation contracts or leasehold agreements with USWC for collocation space;
- b.) copies of all price quotes provided by USWC for construction of each collocation space, including the initial price quote and subsequent amendments thereto;
- c.) copies of all itemized purchase authorization requests together with responsive management memoranda authorizing construction costs associated with the collocation space, excluding any cost associated with engineering, furnishing and installing collocated telecommunications equipment owned or controlled by the CLEC;
- d.) copies of all purchase orders for materials and services procured from USWC or other vendors which authorize construction and environmental conditioning costs for each leased collocation space within a USWC central office;
- e.) copies of all itemized invoices received from USWC or other vendors for materials and services purchased in conjunction with the construction and environmental conditioning of each leased collocation space, including costs for modification of any central office appurtenances which were modified to accommodate the collocation;
- f.) copies of all accounts payable vouchers together with any remittance advice evidencing payment to USWC or another vendor of any and all invoices referenced in item e.) above;
- g.) copies of any document evidencing issuance of refunds or credits to the CLEC together with an explanation of the specific itemized charge against which the refund or credit was issued and the reason therefor.

3. We direct USWC to produce a full and complete explanation in narrative form of the accounting treatment given all income, expense, asset and

liability accounts in the Uniform System of Accounts which are affected by collocation.

The Commission has scheduled a status conference to review the parties' progress in preparing responses to this memorandum's questions. The status conference will be held Wednesday, July 22, 1998, at 9:00 a.m., in the Commission's Conference Room 427, 4th Floor, Heber Wells Building, 160 East 300 South, Salt Lake City, Utah. Parties may arrange to participate through a conference call to the Commission by calling 303/633-2130.

In compliance with the Americans with Disabilities Act, individuals needing special accommodations (including auxiliary communicative aids and services) during this status conference should notify Julie Orchard, Commission Secretary, at 160 East 300 South, Salt Lake City, Utah, 84111, 801/530-6713, at least three working days prior to the status conference.