

XAND CLEC, LLC
NY P.S.C. Tariff No. 1 - Telephone
Initial Effective Date: October 31, 2012

Leaf No. 55
Revision: 0
Superseding Revision:

3. RULES AND REGULATION (CONT'D)

3.16 Calculation of Rates and Charges. (Cont'd)

3.16.8. Special Arrangements. (Cont'd)

B. Basis for Special Construction Cost Computation.

The costs referred to in 3.16.8.A preceding may include one or more of the following items to the extent they are applicable:

- 1) Costs to install the facilities to be provided including estimated costs for the rearrangements of existing facilities. These costs include:
 - a) Equipment and materials provided or used;
 - b) Engineering, labor, and supervision;
 - c) Transportation; and
 - d) Rights of way and/or any required easements.
- 2) Cost of maintenance.
- 3) Depreciation on the estimated cost installed of any facilities provided, based on the anticipated useful service life of the facilities with an appropriate allowance for the estimated net salvage.
- 4) Administration, taxes, and uncollectible revenue on the basis of reasonable average cost for these items.
- 5) License preparation, processing, and related fees.
- 6) Tariff preparation, processing and related fees.
- 7) Any other identifiable costs related to the facilities provided; or
- 8) An amount for return and contingencies.

Issued By: President, 11 Skyline Drive, Hawthorne, NY 10532