

**§ 36.223**

apportioned on the basis of the apportionment of corporate operations expenses.

[52 FR 17229, May 6, 1987, as amended at 60 FR 12138, Mar. 6, 1995]

**§ 36.223 Interest and related items—Account 7500.**

(a) Only interest paid relating to capital leases is considered in this account for separations purposes. Subsidiary Record Categories should be maintained for this account that include details relating to interest expense on capital leases. Such interest expense is apportioned on a basis consistent with the associated capital leases in Account 2680.

**§ 36.224 Extraordinary items—Account 7600.**

(a) Amounts in this account of an operating nature are apportioned on a basis consistent with the nature of these items.

**§ 36.225 Income effect of jurisdictional ratemaking differences—Account 7910.**

(a) Amounts in this account are directly assigned to the appropriate jurisdiction.

**Subpart D—Operating Expenses and Taxes**

GENERAL

**§ 36.301 Section arrangement.**

(a) This subpart is arranged in sections as follows:

General .....	36.301 and 36.302.
Plant Specific Operations Expenses:	
General .....	36.310.
Network Support/General Support Expenses—Accounts 6110 and 6120.	36.311.
Central Office Expenses—Account 6210, 6220, 6230.	36.321.
Information Origination/Termination Expenses—Account 6310.	36.331.
Cable and Wire Facilities Expenses—Account 6410.	36.341.
Plant Nonspecific Operations Expenses:	
General .....	36.351.

**47 CFR Ch. I (10–1–03 Edition)**

Other Property Plant and Equipment Expenses—Account 6510.	36.352.
Network Operations Expenses—Account 6530.	36.353.
Access Expenses—Account 6540.	36.354.
Depreciation and Amortization Expenses—Account 6560.	36.361.
Customer Operations Expenses:	
General .....	36.371.
Marketing—Account 6610 .....	36.372.
Services—Account 6620 .....	36.373.
Telephone Operator Services	36.374.
Published Director Listing ....	36.375.
All Other .....	36.376.
Category 1—Local Bus. Office Expense.	36.377.
Category 2—Customer Services (Revenue Accounting).	36.378.
Message Processing Expense ..	36.379.
Other Billing and Collecting Expense.	36.380.
Carrier Access Charge Billing and Collecting Expense.	36.381.
Category 3—All other Customer Service Expense.	36.382.
Corporate Operations Expenses:	
General .....	36.391.
Executive and Planning Expenses—Account 6710 and General and Administrative Expenses—Account 6720.	36.392.
Operating Taxes—Account 7200	36.411 and 36.412.
Equal Access Expenses .....	36.421.

[52 FR 17229, May 6, 1987, as amended at 53 FR 33012, Aug. 29, 1988]

**§ 36.302 General.**

(a) This section sets forth procedures for the apportionment among the operations of operating expenses and operating taxes.

(b) As covered in § 36.2 (c) and (d), the treatment of expenses relating to plant furnished to and obtained from others under rental arrangements is consistent with the treatment of such plant.

(c) In accordance with requirements in part 32 § 32.5999 (f) expenses recorded in the expense accounts are segregated in the accounting process among the following subsidiary record categories as appropriate to each account:

- Salaries and Wages
- Benefits
- Rents
- Other Expenses
- Clearances

**Federal Communications Commission**

**§ 36.331**

(1) Subsidiary Record Categories (SRC) for Salaries and Wages, Benefits and Other Expenses are applicable to all of the expense accounts except for:

Access Expense contained in Account 6540  
Depreciation and Amortization Expenses—Account 6560

(i) SRC for access expenses are maintained to identify interstate and state access expense and billing and collection expense for carrier's carrier.

(ii) Depreciation and Amortization Expense SRCs identify the character of the items contained in the account.

(2) SRCs for Rents and Clearance are only applicable to the Plant Specific Operating Expense accounts 6110 thru 6410.

PLANT SPECIFIC OPERATIONS EXPENSES

**§36.310 General.**

(a) Plant specific operations expenses include the following accounts:

Network Support Expenses	Account 6110
General Support Expenses ..	Account 6120
Central Office Switching Expenses.	Account 6210
Operators System Expenses	Account 6220
Central Office Transmission Expenses.	Account 6230
Information Origination/Termination Expenses.	Account 6310
Cable and Wire Facilities Expenses.	Account 6410

(b) These accounts are used to record costs related to specific kinds of telecommunications plant and predominantly mirror the telecommunications plant in service detail accounts. Accordingly, these expense accounts will generally be apportioned in the same manner as the related plant accounts.

(c) Except where property obtained from or furnished to other companies is treated as owned property by the company making the separation, and the related operating rents are excluded from the separation studies as set forth in §36.2 (c) and (d), amounts are apportioned among the operations on bases generally consistent with the treatment prescribed for similar plant costs and consistent with the relative magnitude of the items involved.

[52 FR 17229, May 6, 1987, as amended at 53 FR 33012, Aug. 29, 1988]

NETWORK SUPPORT/GENERAL SUPPORT EXPENSES

**§36.311 Network support expenses—Account 6110 and general support expenses—Account 6120.**

(a) Network Support Expenses are expenses associated with motor vehicles, aircraft, special purpose vehicles, garage work equipment, and other work equipment. General Support Expenses are expenses associated with land and buildings, furniture and artworks, office equipment, and general purpose computers.

(b) The expenses in these account are apportioned among the operations on the basis of the separation of account 2110, Land and Support Assets.

CENTRAL OFFICE EXPENSES

**§36.321 Central office expenses—Accounts 6210, 6220, and 6230.**

(a) The expenses related to central office equipment are summarized in the following accounts:

Central Office Switching Expense.	Account 6210@@Q02
Operator Systems Expense	Account 6220@@Q02
Central Office Transmission Expense.	Account 6230

(b) The expense in these accounts are apportioned among the operations on the basis of the separation of the investments in central office equipment. Accounts 2210, 2220 and 2230, combined.

INFORMATION ORIGINATION/TERMINATION EXPENSES

**§36.331 Information origination/termination expenses—Account 6310.**

(a) The expenses in this account are classified as follows:

(1) Other Information Origination/Termination Equipment Expenses; Customer Premises Equipment Expenses

(2) For some companies, these classifications are available from accounting records; for others, they are obtained by means of analyses of plant, accounting or other records for a representative period.

(b) Other Information Origination/Termination Equipment Expenses include all expenses not associated with