

(ii) Multiply the average lag days for interstate expenses paid in advance by the percentage of interstate expenses paid in advance. (Note: an expense lead should be shown as a negative lag.)

(iii) Add the results of paragraphs (e)(2) (i) and (ii) of this section to determine the weighted average expense lag days.

(3) Compute the weighted net lag days by deducting the weighted average expense lag days from the weighted average revenue lag days.

(4) Compute the percentage of a year represented by the weighted net lag days by dividing the days computed in paragraph (e)(3) of this section by 365 days.

(5) Compute the cash working capital allowance by multiplying the interstate cash operating expenses (*i.e.*, operating expenses minus depreciation and amortization) plus interest by the percentage computed in paragraph (e)(4) of this section.

[54 FR 9048, Mar. 3, 1989, as amended at 60 FR 12139, Mar. 6, 1995; 67 FR 5703, Feb. 6, 2002; 67 FR 13229, Mar. 21, 2002]

§ 65.830 Deducted items.

(a) The following items shall be deducted from the interstate rate base.

(1) The interstate portion of deferred taxes (Accounts 4100 and 4340).

(2) The interstate portion of customer deposits (Account 4040).

(3) The interstate portion of other long-term liabilities in (Account 4300 Other long-term liabilities and deferred credits) that were derived from the expenses specified in Sec. 65.450(a).

(4) The interstate portion of other deferred credits in (Account 4300 Other long-term liabilities and deferred credits) to the extent they arise from the provision of regulated telecommunications services. This shall include deferred gains related to sale-leaseback arrangements.

(b) The interstate portion of deferred taxes, customer deposits and other deferred credits shall be determined as prescribed by 47 CFR part 36.

(c) The interstate portion of other long-term liabilities included in (Account 4300 Other long-term liabilities and deferred credits) shall bear the same proportionate relationships as

the interstate/intrastate expenses which gave rise to the liability.

[54 FR 9049, Mar. 3, 1989, as amended at 62 FR 15118, Mar. 31, 1997; 67 FR 5703, Feb. 6, 2002]

PART 68—CONNECTION OF TERMINAL EQUIPMENT TO THE TELEPHONE NETWORK

Subpart A—General

Sec.

68.1 Purpose.

68.2 Scope.

68.3 Definitions.

68.4 Hearing aid-compatible telephones.

68.5 Waivers.

68.6 Telephones with volume control.

68.7 Technical criteria for terminal equipment.

Subpart B—Conditions on Use of Terminal Equipment

68.100 General.

68.102 Terminal equipment approval requirement.

68.105 Minimum point of entry (MPOE) and demarcation point.

68.106 Notification to provider of wireline telecommunications.

68.108 Incidence of harm.

68.110 Compatibility of the public switched telephone network and terminal equipment.

68.112 Hearing aid-compatibility.

68.160 Designation of Telecommunication Certification Bodies (TCBs).

68.162 Requirements for Telecommunication Certification Bodies.

Subpart C—Terminal Equipment Approval Procedures

68.201 Connection to the public switched telephone network.

68.211 Terminal equipment approval revocation procedures.

68.213 Installation of other than “fully protected” non-system simple customer premises wiring.

68.214 Changes in other than “fully protected” premises wiring that serves fewer than four subscriber access lines.

68.215 Installation of other than “fully-protected” system premises wiring that serves more than four subscriber access lines.

68.218 Responsibility of the party acquiring equipment authorization.

68.224 Notice of non-hearing aid compatibility.