the table below. The Category 3 investment that is not assigned to the inter-
state jurisdiction pursuant to this paragraph is assigned to the state ju-
risdiction.

<table>
<thead>
<tr>
<th>Number of access lines in service in study area</th>
<th>Weighing factor</th>
</tr>
</thead>
<tbody>
<tr>
<td>0–10,000</td>
<td>3.0</td>
</tr>
<tr>
<td>10,001–20,000</td>
<td>2.5</td>
</tr>
<tr>
<td>20,001–50,000</td>
<td>2.0</td>
</tr>
<tr>
<td>50,001—or above</td>
<td>1.0</td>
</tr>
</tbody>
</table>

(g) For purposes of this section, an
access line is a line that does not in-
clude WATS access lines, special access
lines or private lines.

(h) Effective July 1, 2001, through
June 30, 2014, study areas subject to
price cap regulation, pursuant to §61.41
of this chapter, shall assign the aver-
gage balances of Accounts 2210, 2211, and
2212 to Category 3, Local Switching
Equipment, based on the relative per-
centage assignment of the average bal-
ances of Account 2210, 2211, 2212, and
2215 to Category 3, during the twelve
month period ending December 31, 2000.

(i) Effective July 1, 2001, through
June 30, 2014, all study areas shall ap-
portion costs in Category 3, Local
Switching Equipment, among the jurisdic-
tions using relative dial equipment
minutes of use for the twelve month
period ending December 31, 2000.

(j) If the number of a study area’s ac-
cess lines increases such that, under
§36.125(f), the weighted interstate DEM
factor for 1997 or any successive year
would be reduced, that lowered weight-
ed interstate DEM factor shall be ap-
plied to the study area’s 1996 unweighted interstate DEM
factor to derive a new local switching
support factor.

§36.126 Circuit equipment—Category
4.

(a) For the purpose of this section, the term “Circuit Equipment” encom-
passes the Radio Systems and Circuit
Equipment contained in Accounts 2230
through 2232 respectively. It includes
central office equipment, other than
switching equipment and automatic
message recording equipment, which is
used to derive communications trans-
mission channels or which is used for
the amplification, modulation, regen-
eration, testing, balancing or control
of signals transmitted over commu-
ications transmission channels. Ex-
amples of circuit equipment in general
use include:

1. Carrier telephone and telegraph
   system terminals.

2. Telephone and telegraph repea-
ters, termination sets, impedance com-
pensators, pulse link repeaters, echo
suppressors and other intermediate
transmission amplification and bal-
ancing equipment except that included
in switchboards.

3. Radio transmitters, receivers, re-
peaters and other radio central office
equipment except message switching
equipment associated with radio sys-
tems.

4. Composite ringers, line signaling
   and switching pad circuits.

5. Concentration equipment.

6. Composite sets and repeating
   coils.

7. Program transmission amplifiers,
   monitoring devices and volume indica-
tors.

8. Testboards, test desks, repair
   desks and patch bays, including those
   provided for test and control, and for
telegraph and transmission testing.

(b) For apportionment among the op-
erations, the cost of circuit equipment
is assigned to the following subsidiary
categories:
Federal Communications Commission § 36.126


(ii) Exchange Trunk Circuit Equipment (Wideband and Non-Wideband)—Category 4.12.


(2) Interexchange Circuit Equipment—Category 4.2. (i) Interexchange Circuit Equipment Furnished to Another Company for Interstate Use—Category 4.21.

(ii) Interexchange Circuit Equipment Used for Wideband Services including Satellite and Earth Station Equipment used for Wideband Service—Category 4.22.

(iii) All Other Interexchange Circuit Equipment—Category 4.23.

(3) Host/Remote Message Circuit Equipment—Category 4.3.

(4) In addition, for the purpose of identifying and separating property associated with special services, circuit equipment included in Categories 4.12 (other than wideband equipment) 4.13 and 4.23 is identified as either basic circuit equipment, i.e., equipment that performs functions necessary to provide and operate channels suitable for voice transmission (telephone grade channels), or special circuit equipment, i.e., equipment that is peculiar to special service circuits. Carrier telephone terminals and carrier telephone repeaters are examples of basic circuit equipment, while audio program transmission amplifiers, bridges, monitoring devices and volume indicators, telegraph carrier terminals and telegraph repeaters are examples of special circuit equipment in general use. Cost of exchange circuit equipment included in Categories 4.12 and 4.13 and the interexchange circuit equipment in Categories 4.21, 4.22 and 4.23 are segregated between basic circuit equipment and special circuit equipment only at those locations where amounts of interexchange and exchange special circuit equipment are significant. Where such segregation is not made, the total costs in these categories are classified as basic circuit equipment.

(5) Effective July 1, 2001, through June 30, 2014, study areas subject to price cap regulation, pursuant to §61.41, shall assign the average balances of Accounts 2230 through 2232 to the categories/subcategories as specified in §§36.126(b)(1) through (b)(4) based on the relative percentage assignment of the average balances of Accounts 2230 through 2232 costs to these categories/subcategories during the twelve month period ending December 31, 2000.

(c) Apportionment of Exchange Circuit Equipment Among the Operations:

(1) Wideband Exchange Line Circuit Equipment—Category 4.11—The cost of exchange circuit equipment in this category is determined separately for each wideband facility. The respective costs are allocated to the appropriate operation in the same manner as the related exchange line cable and wire facilities described in §36.155.

(ii) Exchange Trunk Circuit Equipment (Wideband and Non-Wideband)—Category 4.12—The cost of exchange circuit equipment associated with this category for the study area is allocated to the appropriate operation in the same manner as the related exchange trunk cable and wire facilities as described in §36.155.

(iii) Exchange Line Circuit Equipment Excluding Wideband—Category 4.13—The cost of Circuit Equipment associated with exchange line plant excluding wideband for the study area is assigned to subcategories and is allocated to the appropriate operation in the same manner as the related exchange line cable and wire facilities for non-wideband service as described in §36.155.

(4) Effective July 1, 2001, through June 30, 2014, all study areas shall apportion costs in the categories/subcategories, as specified in §§36.126(b)(1) through (b)(4), among the jurisdictions using the relative use measurements or factors, as specified in §§36.126(c)(1) through (c)(3) for the twelve month period ending December 31, 2000. Direct assignment of any subcategory of Category 4.1 Exchange Circuit Equipment to the jurisdictions shall be updated annually.

(d) Apportionment of Interexchange Circuit Equipment among the Operations: Procedures to be Used by Interexchange Carriers. (1) Interexchange Circuit Equipment Furnished to Another Company for Interstate Use—
Category 4.21—This category comprises that circuit equipment provided for the use of another company as an integral part of its interexchange circuit facilities used wholly for interstate services. This category includes such circuit equipment as telephone carrier terminals, telegraph carrier terminals, and microwave systems used wholly for interstate services. The total cost of the circuit equipment in this category for the study area is assigned to the interstate operation.

(2) Interexchange Circuit Equipment Used for Wideband Service—Category 4.22—This category includes the circuit equipment portion of interexchange channels used for wideband services. The cost of interexchange circuit equipment in this category is determined separately for each wideband channel and is segregated between message and private line services on the basis of the use of the channels provided. The respective costs are allocated to the appropriate operation in the same manner as the related interexchange cable and wire facilities described in §36.156.

(3) All Other Interexchange Circuit Equipment—Category 4.23—This category includes the cost of all interexchange circuit equipment not assigned to Categories 4.21 and 4.22. The cost of interexchange basic circuit equipment used for the following classes of circuits is included in this category: Jointly used message circuits, i.e., message switching plant circuits carrying messages from the state and interstate operations; circuits used for state private line service; and circuits used for state private line service.

(i) An average interexchange circuit equipment cost per equivalent interexchange telephone termination for all circuits is determined and applied to the equivalent interexchange telephone termination counts of each of the following classes of circuits: Private Line, State Private Line, Message. The cost of interstate private line circuits is assigned directly to the interstate operation. The cost of state private line circuits is assigned directly to the state operation. The cost of message circuits is apportioned between the state and interstate operations on the basis of the relative number of study area conversation-minutes applicable to such facilities.

(ii) [Reserved]
(iii) The cost of special circuit equipment is segregated among telegraph grade private line services and other private line services based on an analysis of the use of the equipment and in accordance with §36.126(b)(4). The special circuit equipment cost assigned to telegraph grade and other private line services is directly assigned to the appropriate operations.

(4) Effective July 1, 2001, through June 30, 2014, all study areas shall apportion costs in the categories/subcategories specified in §§36.126(e)(1) through (e)(3) among the jurisdictions using relative use measurements or factors, as specified in §§36.126(e)(1) through (e)(3) for the twelve month period ending December 31, 2000. Direct assignment of any subcategory of Category 4.2 Interexchange Circuit Equipment to the jurisdictions shall be updated annually.

(f) Apportionment of Host/Remote Message Circuit Equipment Among the Operations.

(1) Host/Remote Message Circuit Equipment—Category 4.3. This category includes message host/remote location circuit equipment for which a message circuit switching function is performed at the host central office associated with cable and wire facilities as described in §36.152(c).

(i) The category 4.3 cost of host/remote circuit equipment assigned to message services for the study area is apportioned among the exchange, intrastate toll, and interstate toll operations on the basis of the assignment of host/remote message cable and wire facilities as described in §36.157.

(ii) [Reserved]

(2) Effective July 1, 2001, through June 30, 2014, all study areas shall apportion costs in the subcategory specified in §36.126(f)(1) among the jurisdictions using the allocation factor, as specified in §36.126(f)(1)(i), for this subcategory for the twelve month period ending December 31, 2000. Direct assignment of any Category 4.3 Host/Remote Message Circuit Equipment to the jurisdictions shall be updated annually.

§ 36.142 Categories and apportionment procedures.

(a) Other Information Origination/Termination Equipment—Category I. This category includes the cost of other information origination/termination equipment not assigned to Category 2. The costs of other information origination/termination equipment are allocated pursuant to the factor that is used to allocate subcategory 1.3 Exchange Line C&WF.

(b) Customer Premises Equipment—Category 2. This category includes the cost of Customer Premises Equipment that was detariffed pursuant to the Second Computer Inquiry decision. It shall be assigned to the state operations.