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November 8, 2000

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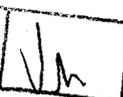
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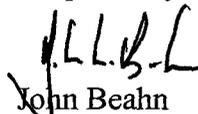
DOCKETED BY 

Re: Docket No, T-03940A-00-0771 - Application of Dynamic Telcom Engineering I, LLC for a Certificate of Convenience and Necessity to Provide Resold, and Facilities-Based Telecommunications Services Throughout the State of Arizona

To Whom It May Concern:

Enclosed on behalf of Dynamic Telcom Engineering I, LLC ("DTE") are an original and ten (10) copies of DTE's responses to the Commission's request for additional information in the above-referenced docket. Please date stamp the extra copy of this filing and return it in the self-addressed envelope provided. If you have any questions, please do not hesitate to contact John Beahn at (202) 371-7392.

Respectfully Submitted,



John Beahn

Counsel to Dynamic Telcom Engineering I, LLC

Request No. 1:

You mentioned that you are not currently providing telecommunications services in any state. Please state if you are authorized to offer telecommunications services in any state. Please elaborate on what services (facilities-based or resold and interexchange or local) you are approved to offer in each state.

Response:

DTE is not authorized to provide service in any state. Currently, DTE has pending applications to provide resold and facilities-based local and interexchange telecommunications services in the following states: Colorado, Florida, Georgia, Illinois, Indiana, Nevada, Ohio, Pennsylvania, Texas, Utah and Virginia.

Request No. 2:

Include a copy of your Company's most recent balance sheet, income statement, audit report (if audited), and all related notes to these financial statements.

Response:

As a start-up company, DTE does not have financial statements of its own. DTE, therefore, will rely on the financial resources of its parent company Dynamic Telcom Engineering, LLC ("DTE LLC") to conduct its Arizona operations. As a result, DTE has attached hereto as Exhibit A, a summary statement of DTE LLC's audited financial statements as well as a letter from Arthur Anderson LLP confirming DTE's financial position.

Response No. 3:

If the balance sheets you are submitting do not have retained earnings accounts, please provide this account information on a separate sheet.

Response:

Please see Exhibit A.

Request No. 4:

If your Company intends to rely on the financial resources of its Parent Company, please provide your Parent Company's financial statements. Also, please provide a written statement from your Parent Company attesting that it will provide complete financial backing if your Company experiences a net loss or a business failure and that it will guarantee repayment of customer's advances, prepayments or deposits held by your Company if, for some reason, your Company cannot provide service or repay the deposits.

Response:

Please see Exhibit A for financial information. Attached as Exhibit B is an attestation from Mark Katko, the Chief Technology Officer of DTE LLC, verifying that DTE LLC will provide complete financial backing if DTE experiences a net loss or a business failure and that it will guarantee repayment of DTE customers' advances, prepayments or deposits held by DTE if, for some reason, DTE cannot provide service or repay the deposits.

Request No. 5:

Please provide your customer service phone number.

Response:

DTE does not have a customer service phone number at this time. As soon as DTE obtains a customer service phone number, it will forward the number to the Commission.

Request No. 7:

- A. Please provide the value of all plant and equipment currently held by the company, intended to be used to provide telecommunications service to Arizona customers.
- B. Please provide a description of each asset in your response to item A, including the assets cost and location.
- C. Please provide the projected value of all plant and equipment to be used to provide telecommunications service to Arizona customers at the time the Company begins serving its first customer.
- D. Please provide a description of each asset in your response to item C, including the asset's cost and location.
- E. Please explain how the value of the Company's plant and equipment is related to the Company's proposed rates.

Response:

- A. Applicant does not currently own, lease or hold any plant or equipment in the State of Arizona.
- B. Applicant does not currently own, lease or hold any plant or equipment in the State of Arizona.
- C. Attached as Exhibit C is a projection of the value of all plant and equipment to be used to provide telecommunications service to Arizona customers at the time Applicant begins serving its first customer.
- D. See Exhibit C.
- E. See Exhibit C.

EXHIBITS

- Exhibit A - Financial Information
- Exhibit B - Attestation
- Exhibit C - Projection of Asset Costs and Description of Assets

Exhibit A

Financial Information



ARTHUR ANDERSEN

Dynamic Telcom Engineering, L.L.C.

Financial Statements
As of June 30, 2000



ARTHUR ANDERSEN

To the Members of
Dynamic Telecom Engineering, L.L.C.

We have compiled the accompanying balance sheet of Dynamic Telecom Engineering, L.L.C. (an Ohio limited liability company in the development stage) as of June 30, 2000, and the related statements of operations, membership equity and cash flows for the six months then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting, in the form of financial statements, information that is the representation of management. We have not audited or reviewed the financial statements referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

Arthur Andersen LLP

Cleveland, Ohio,
July 17, 2000.

Dynamic Telecom Engineering, LLC
Summary Financial Information
As of December 31, 1999

The following information is summarized from the audited financial statements of Dynamic Telecom Engineering, LLC as of December 31, 1999. A copy of "Report of Independent Public Accountants" is attached to demonstrate the financial information was audited.

| | |
|---|-------------------|
| ASSETS: | |
| Cash | \$ 558,010 |
| Property and Equipment, net of accumulated depreciation | 54,746 |
| Other Assets | 68,979 |
| Total Assets | <u>\$ 681,735</u> |
| LIABILITIES AND MEMBERSHIP EQUITY: | |
| Accounts payable and accrued expenses | \$ 84,341 |
| Membership Equity | 597,394 |
| Total Liabilities and Membership Equity | <u>\$ 681,735</u> |

Exhibit B

Attestation

Exhibit C

Projection of Asset Costs and Description of Assets

Exhibit C

The projected value of all plant and equipment in Arizona at the time DTE commences operations will be approximately \$586,000. This projection represents the value of DTE's circuit switched networks, that will combine traditional copper wiring and fiber optic cable, as well the various switches that DTE will deploy to provide Class V features and capabilities to its customers. DTE's rates will be determined indirectly by its network buildout costs but will be driven primarily by the telecommunications marketplace and the rates charged by other competitive entrants.