

**Before the
FEDERAL COMMUNICATIONS COMMISSION
Washington, D.C. 20554**

FCC 96-22

In the Matter of)
)
The Prescription of Revised Percentages of)
Depreciation pursuant to the Communications)
Act of 1934, as amended for:)
)
Alascom, Inc.)
Ameritech-Illinois)
Ameritech-Indiana)
Ameritech-Michigan)
Ameritech-Ohio)
Ameritech-Wisconsin)
Bell Atlantic-Delaware, Inc.)
Bell Atlantic-District of Columbia, Inc.)
Bell Atlantic-Maryland, Inc.)
Bell Atlantic-Pennsylvania, Inc.)
Bell Atlantic-West Virginia, Inc.)
BellSouth Telecommunications, Inc.)
GTE Florida, Inc.)
GTE Hawaii, Inc.)
Nevada Bell)
NYNEX-New York)
Southwestern Bell Telephone Company)
United Telephone - Southeast, Inc.)
U S WEST Communications, Inc.)

MEMORANDUM OPINION AND ORDER

Adopted: January 25, 1996

Released: January 26, 1996

By the Commission: Commissioner Chong issuing a statement.

I. INTRODUCTION

1. In this Memorandum Opinion and Order, we prescribe depreciation rates for eighteen local exchange carriers ("LECs") and Alascom.¹ We determined these depreciation rates based on our analysis of the depreciation studies filed by the carriers' and consultations with various state commission staffs.

II. BACKGROUND

2. Under Section 220(b) of the Communications Act of 1934, the Commission is required to prescribe the depreciation rates that are used to compute depreciation expense for communications common carriers. In accordance with our rules, depreciation rates are prescribed to depreciate fully the carriers' investments on a straight-line basis over the life of the associated plant.² In order to accomplish this, we use the following formula:

$$\text{depreciation rate} = \frac{100\% - \text{accumulated depreciation \%} - \text{future net salvage \%}}{\text{average remaining life}}$$

Both the average remaining life and future net salvage factors are based upon estimates,³ which require periodic review to ensure their reasonableness.

3. In prescribing depreciation rates, we review two types of studies: full studies and annual update studies. Full studies are reviewed every three years.⁴ Carriers' full studies are

¹ Ameritech-Illinois; Ameritech-Indiana; Ameritech-Michigan; Ameritech-Ohio; Ameritech-Wisconsin; Bell Atlantic-Delaware, Inc.; Bell Atlantic-District of Columbia, Inc.; Bell Atlantic-Maryland, Inc.; Bell Atlantic-Pennsylvania, Inc.; Bell Atlantic-West Virginia, Inc.; BellSouth Telecommunications, Inc.; GTE-Florida, Inc.; GTE-Hawaii, Inc.; Nevada Bell; NYNEX-New York; Southwestern Bell Telephone Company; United Telephone-Southeast, Inc.; U S WEST Communications, Inc.

² See 47 C.F.R. § 32.2000(g)(2).

³ As the formula above indicates, the depreciation rate for an account is a function of the associated plant's average remaining life, future net salvage estimates and the actual accumulated depreciation ratio. The average remaining life is the estimated average of the future life expectancy of investment in a particular plant account. The future net salvage is the estimated gross salvage of the plant less any estimated cost of removal. The accumulated depreciation ratio is the ratio of the accumulated depreciation to the related plant in service. It is the amount of plant investment that has been depreciated for a particular plant account. See 47 C.F.R. § 32.2000(g)(2)(ii).

⁴ Each year, we review full studies submitted by one-third of the carriers (triennial schedule) for which we prescribe depreciation rates.

depreciation studies that include data related to the carriers' recent plant retirements and plans for future plant retirements, along with their preliminary depreciation rate proposals. State commissions are encouraged to provide proposals as well, and many do. The Common Carrier Bureau ("Bureau") then independently analyzes carriers' depreciation data and proposals and prepares its own preliminary proposals that are then forwarded to the state commissions and the carriers. Representatives from the Bureau, the state commissions and the carriers jointly meet to discuss the various proposals. At the conclusion of these meetings, the Bureau makes its recommendations to the carriers and state commission staffs.

4. After these discussions are concluded, the carriers formally file with the Commission proposed depreciation rates pursuant to Sections 43.43 (b) (1) and (b) (2) that may or may not be consistent with the Bureau's recommendations.⁵ The Bureau places its recommended depreciation rates on public notice to allow interested parties, including the carriers, an opportunity to comment. The Commission then adopts revised depreciation rates after giving full consideration to the comments and the record that has been developed in the proceeding.

5. Carriers are permitted to file studies on an annual basis in order to update their depreciation rates during the three-year period between full studies. Carriers can choose to have their annual update studies reviewed under one of the following procedures: previously established annual update procedures, or the recently established streamlined procedures.⁶ Under the previous annual update procedures, carriers merely update their rate calculations based upon the life and salvage estimates that underlie the Commission's most recent depreciation prescription orders. On the other hand, under the streamlined depreciation procedures, carriers can select life and salvage factors within ranges established by the Commission, provided that the proposals are consistent with the carriers' operations.⁷

6. In accordance with our triennial schedule, in which we review one-third of the carriers

⁵ 47 C.F.R. §§ 43.43 (b) (1) & (b) (2).

⁶ See Simplification of the Depreciation Prescription Process, Report and Order, 8 FCC Rcd 8025 (1993) (Depreciation Simplification Order), petitions for recon. pending; see also, Second Report and Order, 9 FCC Rcd 3206 (1994); Third Report and Order, 10 FCC Rcd 8442 (1995).

⁷ The requirement that a new depreciation rate be consistent with carriers' operations is designed to assure that carriers do not arbitrarily select life and salvage estimates simply because they are within the prescribed ranges. A carrier's proposed factors are found to be consistent with its operation if the proposed depreciation rate results in the straight line depreciation of the service value over the average remaining life of the plant. Service value is defined as the difference between the net book cost of a class or subclass of plant and its estimated net salvage. See 47 C.F.R. § 32.2000(g)(2)(ii). Generally, such findings are made by analyzing the mix of assets in the carrier's account, studying historical retirement data, and considering expected retirements and additions to the account based on the carrier's construction and modernization plans.

each year, thirteen of the nineteen carriers listed in this order submitted full studies proposing revised depreciation rates based upon their revised estimates of the average remaining life, future net salvage, and updated actual accumulated depreciation ratios.⁸ These carriers filed depreciation studies under the Commission's new depreciation procedures, which enable them to use projection life and future net salvage factors based upon the ranges established by the Commission.⁹ Five carriers submitted studies using the established annual update procedures.¹⁰ One carrier submitted a full study for one part of its operation and an annual update study for another part of its operation.¹¹ Following the procedures described above, the Bureau proposed rates in a Public Notice¹² released on August 11, 1995, for the carriers submitting full studies and in a Public Notice¹³ released August 18, 1995, for the carriers filing annual updates. General Communications, Inc. (GCI) filed comments on the full study company proposals and MCI Corporation (MCI) filed comments on the annual update company proposals. Ameritech and Bell Atlantic filed reply comments in response to MCI's comments.

III. DISCUSSION

7. With respect to the full studies filed by carriers on a triennial basis, we note that the life and salvage factors underlying the rates are derived from thorough analysis and discussion. As described above, the carriers' proposals are based on detailed depreciation studies. The Bureau has reviewed and analyzed these studies and discussed them thoroughly with carrier representatives and various state commission staffs. In addition, the Bureau has verified the depreciation rate computations to ensure that the proposed rates are consistent with the life and salvage factors recommended by the Bureau, as well as the methods required under the

⁸ The carriers that submitted full studies are: Alascom, Inc.; Ameritech-Indiana; Ameritech-Michigan; Ameritech-Wisconsin; Bell Atlantic-District of Columbia; Bell Atlantic-Maryland; Bell Atlantic-Pennsylvania; BellSouth Telecommunications, Inc.; GTE Florida, Inc.; GTE Hawaii, Inc.; NYNEX- New York; Southwestern Bell; and United Telephone-Southeast, Inc.

⁹ See supra note 4.

¹⁰ The carriers that submitted annual update studies are: Ameritech-Illinois; Ameritech-Ohio; Bell Atlantic-Delaware; Bell Atlantic-West Virginia; and Nevada Bell.

¹¹ U S WEST submitted a full study for its Iowa, Minnesota, Nebraska, North Dakota, and South Dakota jurisdictions and an annual update study for its Arizona, Colorado, Idaho, Montana, Oregon, Utah, and Wyoming jurisdictions.

¹² Comments Invited On Depreciation Rate Prescriptions Proposed For Domestic Telephone Carriers, Public Notice, rel. August 11, 1995 (Triennial Public Notice).

¹³ Comments Invited On Depreciation Rate Prescriptions Proposed for Domestic Telephone Carriers, Public Notice, rel. August 18, 1995 (Annual Update Public Notice).

Commission's Rules.¹⁴ Furthermore, we note that the proposed rates were placed on public notice for public comment and no party objected to them. We conclude, therefore, that these proposed depreciation rates are consistent with our depreciation policies and are adequately supported by the carriers' underlying studies. We adopt those rates as shown in the Appendix.

8. For carriers that provided annual update studies, the life and salvage factors underlying the rates are based on either the currently prescribed depreciation factors or the streamlined procedures recently adopted by the Commission.¹⁵ Except for three accounts contained in Ameritech's filing, the Bureau verified that the depreciation rate computations are consistent with the Commission's Rules and are based upon the life and salvage factors recommended by the Bureau. Moreover, we note that the proposed rates were placed on public notice and no party objected to them. We conclude, therefore, that these proposed depreciation rates are consistent with our depreciation policies and that the carriers calculated the updated depreciation rates using the proper underlying depreciation factors. We adopt those rates as shown in the Appendix.

9. With respect to Ameritech's submissions for Illinois and Ohio, Bureau staff questioned Ameritech regarding the proposed rates for three accounts. Specifically, Ameritech failed to provide any data showing that the salvage value factors they selected under our streamlined procedures for the three accounts were consistent with their company operations.¹⁶ The Bureau, therefore, analyzed Ameritech's original submissions along with the additional data and found that these data, even when considered together, failed to support Ameritech's proposed rates. In the Annual Update Public Notice, therefore, the Bureau proposed rates based on factors previously prescribed in Ameritech's most recent full study rather than the proposed rates filed by Ameritech.¹⁷ Neither Ameritech nor any other party filed objections to the Bureau's proposed depreciation rates for these three accounts. We, therefore, adopt these rates as specified in the Appendix.

10. In its comments, GCI contends that certain earth station data in Alascom's 1995 depreciation study are inconsistent with the data filed in its 1989 study. Specifically, GCI states that Alascom has changed the year of installation for some earth stations in its 1995 study to a subsequent year (e.g., from 1977 to 1984). GCI argues that, by moving the installation date

¹⁴ See 47 C.F.R. § 32.2000(g)(2).

¹⁵ See *supra* note 6.

¹⁶ See *supra* note 7.

¹⁷ Prescription of Revised Percentages of Depreciation Pursuant to the Communications Act of 1934, As Amended, for: Ameritech-Illinois *et al.*, Memorandum Opinion and Order, 10 FCC Rcd 2382 (1995) (1994 Depreciation Prescription Order); Prescription of Revised Percentages of Depreciation Pursuant to the Communications Act of 1934, As Amended, for: Ohio Bell Telephone Company *et al.*, Memorandum Opinion and Order, 9 FCC Rcd 734 (1994) (1993 Depreciation Prescription Order).

forward in this manner, Alascom has extended the actual number of years over which depreciation is taken on these earth stations. According to GCI, since the depreciation rate for these earth stations is based on a shorter period, i.e., the useful life of the earth stations, Alascom is recovering the earth station investment twice.¹⁸

11. We acknowledge that Alascom's submission included incorrect data for the Earth Station Account. Alascom's adjusted installation dates were not, however, used in calculating its depreciation rates. Only the retirement dates were used. Thus, we did not rely on these erroneous data in determining Alascom's depreciation rates and we find in this instance that there is no double recovery. Furthermore, our rules protect against double recovery in that they do not allow a carrier to depreciate more plant investment than was originally recorded on its books.

12. Although MCI did not object to the proposed depreciation rates, it requests that the Commission ensure that the underlying plant being depreciated is used solely for telephone service so that ratepayers would not be burdened with depreciation expense associated with plant that would be used for non-telephone services, such as video dialtone. We note that the Commission has addressed this issue in another proceeding¹⁹ and thus we need not address that issue in this proceeding.

IV. CONCLUSION

13. Having considered the carriers' proposals, the studies upon which those proposals are based, the views and recommendations of the states, the responses to the Public Notices, and the Bureau's studies and analyses, we adopt the depreciation rates, and effective dates listed in the Appendix.

-V. ORDERING CLAUSES

14. ACCORDINGLY IT IS ORDERED, pursuant to Sections 4(i), 201-205 and 220(b) of the Communications Act of 1934, as amended, 47 U.S.C. Sections 154(i), 201-205 and 220(b), that the percentages of depreciation set forth in the Appendix to this Order ARE PRESCRIBED, effective January 1, 1995.

¹⁸ Under GCI's theory, an earth station with a 20 year useful life would be depreciated 5 percent each year. If its installation date were moved forward eight years, it would receive an additional eight years of depreciation, or 40 percent. This would result in a total recovery of 140 percent of the plant investment.

¹⁹ Amendments of Parts 32, 36, 61, 64, and 69 of the Commission's Rules to Establish and Implement Regulatory Procedures for Video Dialtone Service, Memorandum Opinion and Order on Reconsideration and Third Further Notice of Proposed Rulemaking, 10 FCC Rcd 244 (1994); RAO Letter 25, 10 FCC Rcd 6008 (Common Carrier Bureau, April 3, 1995), applications for review pending.

15. IT IS FURTHER ORDERED, that this Order is effective upon release.

FEDERAL COMMUNICATIONS COMMISSION

William F. Caton
Acting Secretary

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
ALASCOM, INC.

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years)	(%)	(%)	(%)
	A	B	C	D = (100% - B - C)/A
2112 MOTOR VEHICLES	4.3	12	67.4	4.8
2113 AIRCRAFT	4.5	40	47.3	2.8
2114 SPECIAL PURPOSE VEHICLES	1.3	15	80.6	3.4
2115 GARAGE WORK EQUIP	8.2	0	90.8	1.1
2116 OTHER WORK EQUIP	5.1	5	70.9	4.7
2121 BUILDING	19.8	5	51.1	2.2
2121 SELF-SUPPORTED TOWERS	6.7	-25	91.0	5.1
2122 FURNITURE	9.6	10	81.8	0.9
2123 OFFICE SUPPORT EQUIP	5.0	5	46.9	9.6
2123 COMPANY COMM EQUIP	4.3	10	71.7	4.3
2124 GEN'L PURPOSE COMPUTERS	3.2	5	41.9	16.6
2212 DIGITAL SWITCHING	---	0	100.0	5.0
2212 AUTOVON SWITCHING	1.5	-5	94.0	7.3
2220 OPERATOR SYSTEMS	3.5	-5	64.0	11.7
2231 EARTH STATIONS	5.1	5	79.3	3.1
2231 SATELLITE	6.4	0	11.7	13.8
2231 NON CELLULAR RADIO	3.1	5	53.3	13.5
2231 MICROWAVE RADIO	4.2	-2	82.3	4.7
2232 CIRCUIT EQUIP--ANALOG	2.1	0	82.2	8.5
2232 CIRCUIT EQUIP--DIGITAL	6.2	10	29.3	9.8
2351 PUBLIC TELEPHONE EQUIP	4.1	4	84.4	2.8
2362 OTHER TERMINAL EQUIP	2.6	10	80.3	3.7
2411 POLES	1.5	-25	106.1	12.6
2411 GUYED TOWERS	1.9	-25	106.1	9.9
2421 AERIAL CABLE--METALLIC	1.7	-5	94.0	6.5
2422 UG CABLE--METALLIC	11.9	-10	22.3	7.4
2422 UG CABLE--NONMETAL	16.7	-10	38.7	4.3
2423 BURIED CABLE--METALLIC	10.8	-5	75.2	2.8
2423 BURIED CABLE--NONMETAL	14.7	-5	29.7	5.1
2425 DEEP SEA CABLE	18.8	0	14.1	4.6
2426 IB NETWORK CABLE	7.7	0	45.8	7.0

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
AMERITECH – ILLINOIS

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	4.1	10	53.5	8.9
2115 GARAGE WORK EQUIP	7.9	-10	-29.7	17.7
2116 OTHER WORK EQUIP	6.2	0	42.5	9.3
2121 BUILDINGS	27.0	0	28.9	2.6
2122 FURNITURE	8.1	0	40.1	7.4
2123 OFFICE SUPPORT EQUIP	5.4	0	54.6	8.4
2123 COMPANY COMM EQUIP	4.7	0	1.3	21.0
2124 GEN'L PURPOSE COMPUTERS	2.4	0	71.7	11.8
2211 ANALOG ELEC SWITCHING	1.6	-1	65.8	22.0
2212 DIGITAL ELEC SWITCHING	9.1	0	29.2	7.8
2220 OPERATOR SYSTEMS	4.1	0	43.2	13.9
2231 RADIO SYSTEMS	5.4	12	18.5	12.9
2232 DIGITAL DATA SYSTEMS	2.5	0	74.5	10.2
2232 DIGITAL CIRCUIT	5.8	0	40.6	10.2
2232 ANALOG CIRCUIT	2.3	0	68.1	13.9
2351 PUBLIC TEL TERM EQUIP	4.3	0	58.5	9.7
2362 OTHER TERM EQUIP	3.4	0	52.2	14.1
2411 POLES	24.0	-93	75.2	4.9
2421 AERIAL CABLE	10.6	-25	45.5	7.5
2422 UG CABLE-METALLIC	14.2	-8	52.6	3.9
2422 UG CABLE-NONMETAL	13.2	-16	18.6	7.4
2423 BURIED CABLE-METALLIC	10.4	-10	41.3	6.6
2423 BURIED CABLE-NONMETAL	14.9	-10	29.2	5.4
2424 SUBMARINE CABLE	23.0	-5	75.1	1.3
2426 IB CABLE-METALLIC	10.6	-15	62.8	4.9
2426 IB CABLE-NONMETAL	13.5	-15	15.1	7.4
2441 CONDUIT SYSTEMS	45.0	-5	26.0	1.8

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
AMERITECH - INDIANA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.4	10	56.7	9.8
2115 GARAGE WORK EQUIP	6.9	0	49.4	7.3
2116 OTHER WORK EQUIP	7.6	0	47.9	6.9
2121 BUILDINGS	25.0	5	27.8	2.7
2122 FURNITURE	7.2	0	31.9	9.5
2123 OFFICE SUPPORT EQUIP	5.6	0	24.0	13.6
2123 COMPANY COMM EQUIP	5.0	0	74.6	5.1
2124 GEN'L PURPOSE COMPUTERS	1.8	0	83.6	9.1
2211 ANALOG ELEC SWITCHING	2.3	0	50.1	21.7
2212 DIGITAL ELEC SWITCHING	9.8	0	32.5	6.9
2220 OPERATOR SYSTEMS	2.3	0	27.0	31.7
2232 DIGITAL DATA SYSTEMS	3.6	0	30.6	19.3
2232 DIGITAL CIRCUIT	5.3	0	51.7	9.1
2232 ANALOG CIRCUIT	2.9	-2	100.8	0.4
2351 PUBLIC TEL TERM EQUIP	3.0	0	79.5	6.8
2362 OTHER TERM EQUIP	2.6	0	66.3	13.0
2411 POLES	16.4	-75	75.2	6.1
2421 AERIAL CABLE	11.6	-25	53.7	6.1
2422 UG CABLE--METALLIC	13.9	-12	49.8	4.5
2422 UG CABLE--NONMETAL	13.5	-20	27.3	6.9
2423 BURIED CABLE--METALLIC	12.4	-10	45.2	5.2
2423 BURIED CABLE--NONMETAL	15.5	-10	31.3	5.1
2424 SUBMARINE CABLE	8.8	-5	82.9	2.5
2426 IB NETWORK CABLE	9.5	-5	44.2	6.4
2441 CONDUIT SYSTEMS	38.0	-10	27.8	2.2

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
AMERITECH – MICHIGAN

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D = (100% - B - C) / A
2112 MOTOR VEHICLES	---	10	90.0	5.0
2115 GARAGE WORK EQUIP	5.4	0	-16.1	21.5
2116 OTHER WORK EQUIP	6.3	0	42.0	9.2
2121 BUILDINGS	29.0	8	23.8	2.4
2122 FURNITURE	7.9	0	41.1	7.5
2123 OFFICE SUPPORT EQUIP	4.7	3	71.3	5.5
2123 COMPANY COMM EQUIP	3.0	0	38.3	20.6
2124 GEN'L PURPOSE COMPUTERS	2.3	0	71.9	12.2
2211 ANALOG ELEC SWITCHING	2.7	0	65.4	12.8
2212 DIGITAL ELEC SWITCHING	9.8	0	32.1	6.9
2220 OPERATOR SYSTEMS	3.5	0	30.6	19.8
2231 RADIO SYSTEMS	2.8	0	65.4	12.4
2232 DIGITAL DATA SYSTEMS	3.3	0	56.6	13.2
2232 DIGITAL CIRCUIT	5.6	0	46.0	9.6
2232 ANALOG CIRCUIT	3.5	-3	64.7	10.9
2351 PUBLIC TEL TERM EQUIP	4.1	0	53.9	11.2
2362 OTHER TERM EQUIP	1.7	0	52.2	28.1
2411 POLES	17.5	-75	76.0	5.7
2421 AERIAL CABLE	8.8	-25	63.2	7.0
2422 UG CABLE--METALLIC	13.9	-30	49.3	5.8
2422 UG CABLE--NONMETAL	13.9	-20	22.0	7.1
2423 BUR CABLE--METALLIC	11.4	-10	46.1	5.6
2423 BUR CABLE--NONMETAL	17.3	-10	18.5	5.3
2424 SUBMARINE CABLE	15.2	-5	43.3	4.1
2426 IB NETWORK CABLE	10.6	-5	49.1	5.3
2441 CONDUIT SYSTEMS	36.0	-10	28.3	2.3

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
AMERITECH - OHIO

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years)	(%)	(%)	(%)
	A	B	C	D = (100% - B - C)/A
2112 MOTOR VEHICLES	3.3	14	53.5	9.8
2115 GARAGE WORK EQUIP	7.5	0	39.7	8.0
2116 OTHER WORK EQUIP	8.1	0	46.5	6.6
2121 BUILDINGS	26.0	8	26.4	2.5
2122 FURNITURE	13.0	5	39.2	4.3
2123 OFFICE SUPPORT EQUIP	5.4	0	14.6	15.8
2123 COMPANY COMM EQUIP	3.2	0	57.2	13.4
2124 GEN'L PURPOSE COMPUTERS	2.8	6	68.2	9.2
2211 ANALOG ELEC SWITCHING	2.7	0	64.6	13.1
2212 DIGITAL ELEC SWITCHING	9.0	0	33.2	7.4
2220 OPERATOR SYSTEMS	5.7	-2	44.6	10.1
2231 RADIO SYSTEMS	2.6	0	69.2	11.8
2232 DIGITAL DATA SYSTEMS	3.4	0	53.8	13.6
2232 CIRCUIT OTHER	6.1	-2	48.6	8.8
2351 PUBLIC TEL TERM EQUIP	5.9	0	66.0	5.6
2362 OTHER TERM EQUIP	2.4	1	75.0	10.0
2411 POLES	14.7	-90	80.7	7.4
2421 AERIAL CABLE	9.2	-25	62.3	6.8
2422 UG CABLE-METALLIC	12.5	-9	51.2	4.6
2422 UG CABLE-NONMETAL	19.9	-17	18.2	5.0
2423 BURIED CABLE-METALLIC	10.4	-10	41.3	6.6
2423 BURIED CABLE-NONMETAL	16.5	-10	17.1	5.6
2424 SUBMARINE CABLE	4.6	-17	109.1	1.7
2426 IB NETWORK CABLE	10.2	-15	60.0	5.4
2441 CONDUIT SYSTEMS	38.0	-18	33.6	2.2

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
AMERITECH – WISCONSIN

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) $D = (100\% - B - C)/A$
2112 MOTOR VEHICLES	2.3	10	84.4	2.4
2115 GARAGE WORK EQUIP	5.9	0	25.5	12.6
2116 OTHER WORK EQUIP	6.4	0	44.0	8.8
2121 BUILDINGS	28.0	5	23.5	2.6
2122 FURNITURE	8.9	0	41.7	6.6
2123 OFFICE SUPPORT EQUIP	4.7	0	47.7	11.1
2123 COMPANY COMM EQUIP	4.1	0	62.6	9.1
2124 GEN'L PURPOSE COMPUTERS	1.9	0	81.4	9.8
2211 ANALOG ELEC SWITCHING	1.8	0	66.2	18.8
2212 DIGITAL ELEC SWITCHING	9.8	0	28.2	7.3
2220 OPERATOR SYSTEMS	4.5	0	70.4	6.6
2231 RADIO SYSTEMS	6.0	0	70.8	4.9
2232 DIGITAL DATA SYSTEMS	3.5	0	35.0	18.6
2232 DIGITAL CIRCUIT	5.6	0	44.6	9.9
2232 ANALOG CIRCUIT	3.2	-3	81.8	6.6
2351 PUBLIC TEL TERM EQUIP	3.7	0	69.2	8.3
2362 OTHER TERM EQUIP	2.1	0	35.3	30.8
2411 POLES	15.4	-75	71.5	6.7
2421 AERIAL CABLE	11.0	-18	55.8	5.7
2422 UG CABLE--METALLIC	12.2	0	45.2	4.5
2422 UG CABLE--NONMETAL	14.7	-20	28.0	6.3
2423 BURIED CABLE--METALLIC	11.3	-10	48.3	5.5
2423 BURIED CABLE--NONMETAL	17.1	-10	21.4	5.2
2424 SUBMARINE CABLE	10.0	-5	53.5	5.2
2426 IB NETWORK CABLE	10.5	-6	54.8	4.9
2441 CONDUIT SYSTEMS	37.0	-10	38.9	1.9

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
BELL ATLANTIC-WASHINGTON DC, INC.

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.5	10	60.3	8.5
2115 GARAGE WORK EQUIP	5.4	0	35.2	11.8
2116 OTHER WORK EQUIP	6.2	0	41.3	9.5
2121 BUILDINGS	27.0	10	15.2	2.8
2122 FURNITURE	7.1	10	42.2	6.7
2123 OFFICE SUPPORT EQUIP	3.8	10	39.6	13.3
2123 COMPANY COMM EQUIP	4.3	-5	44.0	14.2
2124 COMPUTERS	3.0	5	47.9	15.7
2211 ANALOG ELEC SWITCHING	1.9	0	76.7	12.3
2212 DIGITAL SWITCHING	9.0	1	37.8	6.8
2212 CUST. PREM. SWITCHING	3.5	3	4.1	26.5
2220 OP SYS-DIGITAL SWITCHING	4.0	3	43.0	13.5
2231 RADIO SYSTEMS	3.6	-5	59.0	12.8
2232 DIGITAL DATA SYSTEMS	3.7	-5	32.4	19.6
2232 DIGITAL CIRCUIT	5.6	0	37.2	11.2
2232 ANALOG CIRCUIT	4.1	-5	34.8	17.1
2351 PUBLIC TEL TERM EQUIP	3.5	0	69.0	8.9
2362 OTHER TERM EQUIP	3.5	-5	61.2	12.5
2411 POLES	14.9	-100	101.6	6.6
2421 AERIAL CABLE-METALLIC	9.9	-15	60.2	5.5
2421 AERIAL CABLE-NONMETAL	15.0	-15	21.9	6.2
2422 UG CABLE-METALLIC	12.7	-10	56.2	4.2
2422 UG CABLE-NONMETAL	16.8	-10	30.1	4.8
2423 BURIED CABLE	13.4	-10	46.0	4.8
2424 SUBMARINE CABLE	2.9	-5	96.1	3.1
2426 IB CABLE-METALLIC	10.2	-25	59.6	6.4
2426 IB CABLE-NONMETAL	13.9	-15	15.3	7.2
2441 CONDUIT SYSTEMS	27.0	-10	44.1	2.4

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
BELL ATLANTIC-DELAWARE, INC.

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D = (100% - B - C) / A
2112 MOTOR VEHICLES	3.7	10	46.8	11.7
2115 GARAGE WORK EQUIP	8.5	0	13.6	10.2
2116 OTHER WORK EQUIP	7.9	0	41.6	7.4
2121 BUILDINGS	28.0	3	29.9	2.4
2122 FURNITURE	7.5	0	42.0	7.7
2123 OFF/COMP COMM EQUIP	4.4	0	64.1	8.2
2124 COMPUTERS	3.4	5	41.7	15.7
2211 ANALOG SWITCHING	0.8	0	55.4	55.8
2212 DIGITAL SWITCHING	9.3	0	29.8	7.5
2212 DIGITAL SWITCHING -DMS @	---	0	57.7	---
2220 OPERATOR SYSTEMS	8.1	0	-9.2	13.5
2231 RADIO SYSTEMS	4.7	-3	-0.1	21.9
2232 DIGITAL DATA SYSTEMS	4.7	0	57.7	9.0
2232 DIGITAL CIRCUIT	5.9	6	39.7	9.2
2232 ANALOG CIRCUIT EQUIP.	3.7	-5	46.4	15.8
2351 PUBLIC TELEPHONE EQUIP	4.3	10	70.9	4.4
2362 OTHER TERM EQUIP	2.5	0	50.9	19.6
2411 POLES	22.0	-99	58.2	6.4
2422 UG CABLE-METALLIC	9.4	-20	57.2	6.7
2422 UG CABLE-NONMETAL	16.0	-12	17.9	5.9
2423 BURIED CABLE-METALLIC	12.7	-5	44.3	4.8
2423 BURIED CABLE-NONMETAL	15.5	-15	23.0	5.9
2423 BURIED CABLE-METALLIC	9.8	-10	37.1	7.4
2423 BURIED CABLE-NONMETAL	18.1	-10	7.5	5.7
2424 SUBMARINE CABLE	8.6	0	67.4	3.8
2426 IB CABLE-METALLIC	11.1	-25	58.8	6.0
2426 IB CABLE-NONMETAL	13.0	-20	28.2	7.1
2441 CONDUIT SYSTEMS	33.0	-10	27.2	2.5

The figures in Columns B, C, and D are percentages of gross book cost.

@ The amortization amount for the Digital Switching -DMS Account ordered in FCC 95-32, released January 31, 1995, is continued.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
BELL ATLANTIC-MARYLAND, INC.

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D = (100% - B - C)/A
2112 MOTOR VEHICLES	2.9	10	61.6	9.8
2115 GARAGE WORK EQUIP	5.2	0	4.8	18.3
2116 OTHER WORK EQUIP	6.1	0	29.0	11.6
2121 BUILDINGS	27.0	8	23.1	2.6
2122 FURNITURE	7.8	0	24.9	9.6
2123 OFFICE SUPPORT EQUIP	4.9	0	46.7	10.9
2123 COMPANY COMM EQUIP	4.7	-5	28.5	16.3
2124 COMPUTERS	3.0	3	52.8	14.7
2211 ANALOG SWITCHING	1.7	0	65.9	20.1
2212 DIGITAL SWITCHING	8.9	0	34.3	7.4
2220 OPERATOR SYS DIGITAL	4.2	0	28.5	17.0
2231 RADIO SYSTEMS	5.7	-3	3.8	17.4
2232 DIGITAL DATA SYSTEMS	3.4	-5	40.2	19.1
2232 DIGITAL CIRCUIT	5.8	0	39.1	10.5
2232 ANALOG CIRCUIT EQUIP	3.6	-5	71.4	9.3
2351 PUBLIC TELEPHONE EQUIP	3.5	10	70.4	5.6
2362 OTHER TERM EQUIP	*3.8	-5	45.1	15.8
2411 POLES	15.8	-75	47.9	8.0
2421 AERIAL CABLE-METALLIC	10.1	-15	51.0	6.3
2421 AERIAL CABLE-NONMETAL	15.6	-25	16.3	7.0
2422 UG CABLE-METALLIC	13.2	-8	55.0	4.0
2422 UG CABLE-NONMETAL	15.0	-20	14.5	7.0
2423 BURIED CABLE-METALLIC	10.8	-10	35.3	6.9
2423 BURIED CABLE-NONMETAL	18.0	-10	14.9	5.3
2424 SUBMARINE CABLE	13.5	-5	46.0	4.4
2426 IB CABLE-METALLIC @	9.2	-20	71.3	5.3
2426 IB CABLE-NONMETAL	15.9	-15	10.0	6.6
2441 CONDUIT SYSTEMS	35.0	-10	21.5	2.5

The figures in Columns B, C, and D are percentages of gross book cost.

@ Extraordinary retirement amortization for the Intrabuilding Cable Account of \$6,149 thousand annually over a two year period ending June 30, 1997.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
BELL ATLANTIC-PENNSYLVANIA, INC.

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) $D=(100\%-B-C)/A$
2112 MOTOR VEHICLES	3.8	10	42.9	12.4
2115 GARAGE WORK EQUIP	7.5	0	5.3	11.9
2116 OTHER WORK EQUIP	8.1	0	40.4	7.4
2121 BUILDINGS	31.0	2	21.5	2.5
2122 FURNITURE	7.6	0	38.1	8.1
2123 OFFICE SUPPORT EQUIP	4.9	1	52.6	9.5
2123 COMPANY COMM EQUIP	3.9	1	28.6	18.1
2124 COMPUTERS	2.8	5	63.2	11.4
2211 ANALOG SWITCHING	2.9	0	64.6	12.2
2212 DIGITAL SWITCHING	8.9	0	32.5	7.6
2220 OPERATOR SYS DIGITAL	4.3	0	28.3	16.7
2231 RADIO SYSTEMS	3.0	0	81.6	6.1
2232 DIGITAL DATA SYSTEMS	2.9	0	13.8	29.7
2232 DIGITAL CIRCUIT	5.7	0	45.0	9.6
2232 ANALOG CIRCUIT EQUIP	3.1	-5	71.6	10.8
2351 PUBLIC TELEPHONE EQUIP	4.1	0	66.5	8.2
2362 OTHER TERM EQUIP	4.8	-5	29.7	15.7
2411 POLES	22.0	-100	53.1	6.7
2421 AERIAL CABLE-METALLIC	10.7	-25	46.0	7.4
2421 AERIAL CABLE-NONMETAL	14.1	-20	17.7	7.3
2422 U.G.CABLE-METALLIC	13.7	-10	38.1	5.2
2422 U.G.CABLE-NONMETAL	13.9	-10	15.4	6.8
2423 BURIED CABLE-METALLIC	10.6	-10	38.4	6.8
2423 BURIED CABLE-NONMETAL	15.6	-10	19.3	5.8
2424 SUBMARINE CABLE	17.8	-5	91.1	0.8
2426 IB CABLE-METALLIC	11.3	-30	58.4	6.3
2426 IB CABLE-NONMETAL	11.4	-15	26.5	7.8
2441 CONDUIT SYSTEMS	33.0	-10	25.0	2.6

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
BELL ATLANTIC—WEST VIRGINIA, INC.

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.1	10	60.3	9.6
2115 GARAGE WORK EQUIP	6.2	0	35.1	10.5
2116 OTHER WORK EQUIP	6.3	0	36.0	10.2
2121 BUILDINGS	26.0	4	25.3	2.7
2122 FURNITURE	7.9	0	41.4	7.4
2123 OFFICE SUPPORT EQUIP	4.6	0	49.7	10.9
2123 COMPANY COMM EQUIP	4.6	-5	52.0	11.5
2124 COMPUTERS	2.8	0	53.8	16.5
2212 DIGITAL SWITCHING	9.0	0	31.1	7.7
2220 OPER SYS DIGITAL	9.2	5	26.8	7.4
2231 RADIO SYSTEMS	3.3	-5	59.7	13.7
2232 DIGITAL DATA SYSTEMS	3.5	-5	49.7	15.8
2232 DIGITAL CIRCUIT EQUIP	5.9	0	44.3	9.4
2232 ANALOG CIRCUIT EQUIP	3.1	-5	58.6	15.0
2351 PUBLIC TELEPHONES	7.1	4	56.2	5.3
2362 OTHER TERM EQUIP	9.3	11	27.5	6.6
2411 POLES	15.0	-40	51.2	5.9
2421 AERIAL CABLE—METALLIC	9.9	-18	52.8	6.6
2421 AERIAL CABLE—NONMETAL	17.1	-25	19.3	6.2
2422 UG CABLE—METALLIC	15.3	-14	45.4	4.5
2422 UG CABLE—NONMETAL	13.8	-20	20.1	7.2
2423 BURIED CABLE—METALLIC	9.3	-10	59.9	5.4
2423 BURIED CABLE—NONMETAL	16.4	-10	37.8	4.4
2424 SUBMARINE CABLE	4.9	0	77.1	4.7
2426 IB NETWORK CABLE	9.4	-21	39.9	8.6
2441 CONDUIT SYSTEMS	35.0	-10	28.9	2.3

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
BELLSOUTH TELECOMMUNICATIONS, INC. - FLORIDA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) $D = (100\% - B - C) / A$
2112 MOTOR VEHICLES	5.1	10	22.6	13.2
2114 SPECIAL PURPOSE VEHICLES	5.9	0	0.8	16.8
2115 GARAGE WORK EQUIP	6.2	0	-121.5	35.7
2116 OTHER WORK EQUIP	8.3	1	38.8	7.3
2121 BUILDINGS	34.0	4	21.0	2.2
2122 FURNITURE	7.6	14	58.9	3.6
2123 OFFICE SUPPORT EQUIP	4.8	10	48.1	8.7
2123 COMPANY COMM EQUIP	4.2	10	4.8	20.3
2124 GEN'L PURPOSE COMPUTERS	2.6	0	64.4	13.7
2211 ANALOG ESS	4.1	0	68.8	7.6
2212 DIGITAL ESS	9.2	0	31.4	7.5
2220 OPERATOR SYSTEMS	5.7	0	18.3	14.3
2231 RADIO SYSTEMS	2.8	-5	76.4	10.2
2232 CIRCUIT-DDS	2.6	0	36.7	24.3
2232 CIRCUIT-DIGITAL	5.5	0	46.4	9.7
2232 CIRCUIT--ANALOG	2.2	-10	55.5	24.8
2311 STATION APPARATUS	4.2	0	56.7	10.3
2341 LARGE PBX	3.1	0	48.2	16.7
2351 PUBLIC TELEPHONE	3.9	10	51.8	9.8
2362 OTHER TERMINAL EQUIP	2.3	-4	85.1	8.2
2411 POLES	19.6	-75	47.3	6.5
2421 AERIAL CABLE--METALLIC	9.7	-11	52.1	6.1
2421 AERIAL CABLE--NONMETAL	15.7	-11	23.0	5.6
2422 UG CABLE--METALLIC	12.2	-7	47.7	4.9
2422 UG CABLE--NONMETAL	14.0	-6	30.3	5.4
2423 BURIED CABLE--METALLIC	9.0	-8	53.9	6.0
2423 BURIED CABLE--NONMETAL	15.7	0	26.8	4.7
2424 SUBMARINE CABLE	14.6	-5	54.6	3.5
2426 IB NETWORK CABLE	11.8	-12	61.4	4.3
2441 CONDUIT SYSTEMS	39.0	-7	26.9	2.1

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
BELLSOUTH TELECOMMUNICATIONS, INC. - GEORGIA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D = (100% - B - C)/A
2112 MOTOR VEHICLES	5.3	13	30.5	10.7
2113 AIRCRAFT	7.6	60	17.2	3.0
2115 GARAGE WORK EQUIP	5.8	0	-236.1	57.9
2116 OTHER WORK EQUIP	8.3	1	48.3	6.1
2121 BUILDINGS	27.0	4	29.3	2.5
2122 FURNITURE	8.2	14	49.9	4.4
2123 OFFICE SUPPORT EQUIP	5.5	10	33.5	10.3
2123 COMPANY COMM EQUIP	4.9	10	-16.1	21.7
2124 GEN'L PURPOSE COMPUTERS	2.6	0	70.7	11.3
2211 ANALOG ESS	4.1	0	71.2	7.0
2212 DIGITAL ESS	9.2	0	30.9	7.5
2220 OPERATOR SYSTEMS	5.3	0	27.1	13.8
2231 RADIO SYSTEMS	4.1	-5	57.9	11.5
2232 CIRCUIT-DDS	2.8	0	20.3	28.5
2232 CIRCUIT-DIGITAL	5.6	0	47.7	9.3
2232 CIRCUIT-ANALOG	2.3	-2	43.5	25.4
2311 STATION APPARATUS	6.2	0	15.2	13.7
2341 LARGE PBX	4.0	0	51.9	12.0
2351 PUBLIC TELEPHONE	3.8	10	52.4	9.9
2362 OTHER TERMINAL EQUIP	4.0	-4	74.1	7.5
2411 POLES	17.7	-56	39.6	6.6
2421 AERIAL CABLE-METALLIC	9.5	-13	52.0	6.4
2421 AERIAL CABLE-NONMETAL	14.4	-13	25.7	6.1
2422 UG CABLE-METALLIC	12.1	-10	51.0	4.9
2422 UG CABLE-NONMETAL	14.8	-8	27.9	5.4
2423 BURIED CABLE-METALLIC	9.4	-6	45.1	6.5
2423 BURIED CABLE-NONMETAL	15.5	-2	29.0	4.7
2424 SUBMARINE CABLE	10.0	-5	55.3	5.0
2426 IB NETWORK CABLE	10.9	-16	58.4	5.3
2441 CONDUIT SYSTEMS	44.0	-10	20.6	2.0

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
BELLSOUTH TELECOMMUNICATIONS, INC. - NORTH CAROLINA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D = (100% - B - C)/A
2112 MOTOR VEHICLES	4.1	10	50.2	9.7
2115 GARAGE WORK EQUIP	5.7	0	-100.2	35.1
2116 OTHER WORK EQUIP	8.4	1	39.8	7.0
2121 BUILDINGS	30.0	3	26.4	2.4
2122 FURNITURE	6.3	14	58.6	4.3
2123 OFFICE SUPPORT EQUIP	6.4	10	21.0	10.8
2123 COMPANY COMM EQUIP	4.8	10	15.4	15.5
2124 GEN'L PURPOSE COMPUTERS	2.8	0	53.6	16.6
2211 ANALOG ESS @	---	0	54.6	---
2212 DIGITAL ESS	8.7	0	32.9	7.7
2220 OPERATOR SYSTEMS	5.5	0	29.9	12.7
2231 RADIO SYSTEMS	4.1	-1	28.7	17.6
2232 CIRCUIT-DDS	2.7	-3	27.5	28.0
2232 CIRCUIT-DIGITAL	5.5	0	48.8	9.3
2232 CIRCUIT-ANALOG	1.4	-10	72.7	26.6
2311 STATION APPARATUS	6.6	0	-34.5	20.4
2341 LARGE PBX	3.5	0	67.2	9.4
2351 PUBLIC TELEPHONE	3.2	10	60.8	9.1
2362 OTHER TERMINAL EQUIP	4.1	-4	71.4	8.0
2411 POLES	18.7	-54	46.9	5.7
2421 AERIAL CABLE-METALLIC	9.2	-13	55.2	6.3
2421 AERIAL CABLE-NONMETAL	14.8	-13	28.9	5.7
2422 UG CABLE-METALLIC	13.0	-12	49.7	4.8
2422 UG CABLE-NONMETAL	14.3	-9	26.2	5.8
2423 BURIED CABLE-METALLIC	9.5	-7	45.1	6.5
2423 BURIED CABLE-NONMETAL	16.0	0	19.4	5.0
2424 SUBMARINE CABLE	9.8	-3	56.8	4.7
2426 IB NETWORK CABLE	10.8	-7	56.7	4.7
2441 CONDUIT SYSTEMS	45.0	-9	22.6	1.9

The figures in Columns B, C, and D are percentages of gross book cost.

@ The net service value for the Analog Electronic Switching Account is to be amortized over a twenty-four month period ending December 31, 1996.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
BELLSOUTH TELECOMMUNICATIONS, INC. - SOUTH CAROLINA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate	Annual Amort Expense
	(years)	(%)	(%)	(%)	(\$000)
	A	B	C	D=(100%-B-C)/A	E
2112 MOTOR VEHICLES	4.5	13	30.5	12.6	0
2115 GARAGE WORK EQUIP	5.9	0	22.4	13.2	1424 @
2116 OTHER WORK EQUIP	8.0	1	42.0	7.1	0
2121 BUILDINGS	27.0	4	30.8	2.4	0
2122 FURNITURE	7.1	14	46.5	5.6	0
2123 OFFICE SUPPORT EQUIP	5.9	10	53.6	6.2	0
2123 COMPANY COMM EQUIP	4.2	10	-41.1	31.2	0
2124 GEN'L PURPOSE COMPUTERS	2.7	0	56.5	16.1	0
2211 ANALOG ESS #	---	0	-80.1	---	0
2212 DIGITAL ESS	9.0	0	31.4	7.6	0
2220 OPERATOR SYSTEMS	5.5	0	38.7	11.1	0
2231 RADIO SYSTEMS	4.1	-7	74.7	7.9	0
2232 CIRCUIT-DDS	3.1	3	34.8	20.1	0
2232 CIRCUIT-DIGITAL	5.5	0	50.7	9.0	0
2232 CIRCUIT-ANALOG	1.9	-5	67.7	19.5	0
2311 STATION APPARATUS	5.8	0	18.8	14.0	0
2341 LARGE PBX	3.6	0	61.4	10.7	0
2351 PUBLIC TELEPHONE	3.1	10	67.7	7.2	0
2362 OTHER TERMINAL EQUIP	3.5	-4	79.1	7.1	0
2411 POLES	20.0	-73	38.0	6.8	0
2421 AERIAL CABLE-METALLIC	9.1	-11	57.4	5.9	0
2421 AERIAL CABLE-NONMETAL	14.2	-11	24.6	6.1	0
2422 UG CABLE-METALLIC	13.0	-13	54.0	4.5	0
2422 UG CABLE-NONMETAL	15.1	-8	29.1	5.2	0
2423 BURIED CABLE-METALLIC	9.4	-8	45.5	6.6	0
2423 BURIED CABLE-NONMETAL	16.4	0	23.2	4.7	0
2424 SUBMARINE CABLE	9.6	-1	28.7	7.5	0
2426 IB NETWORK CABLE	12.7	-13	56.9	4.4	0
2441 CONDUIT SYSTEMS	44.0	-8	24.5	1.9	0

The figures in Columns B, C, and D are percentages of gross book cost.

@ Reflects amortization of the January 1, 1995 reserve imbalance over a twelve month period.

The net service value for the Analog Electronic Switching Account is to be amortized over a thirty-six month period ending December 31, 1997.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
GTE-FLORIDA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	2.7	18	57.0	9.3
2115 GARAGE WORK EQUIP	5.9	0	38.2	10.5
2116 OTHER WORK EQUIP	6.1	0	44.0	9.2
2121 BUILDINGS	26.0	0	22.6	3.0
2122 FURNITURE	8.4	9	35.4	6.6
2123 OFFICE SUPPORT EQUIP	5.3	8	47.7	8.4
2123 COMPANY COMM EQUIP	4.8	-5	20.3	17.6
2124 GEN'L PURPOSE COMPUTERS	3.2	0	34.2	20.6
2211 ANALOG ELECT SWITCHING @	---	0	0.0	---
2212 DIGITAL ELEC SWITCHING	9.0	0	35.3	7.2
2220 OPERATOR SYSTEMS	5.9	0	-127.8	38.6
2231 RADIO SYSTEMS	3.5	-5	70.5	9.9
2232 CIRCUIT EQ	4.7	3	31.3	14.0
2351 PUBLIC TELE TERM EQUIP	3.5	0	77.5	6.4
2362 OTHER TERMINAL EQUIP	1.3	-5	70.2	13.3
2411 POLES	13.6	-75	73.4	7.5
2421 AERIAL CABLE-METALLIC	10.8	-35	52.5	7.6
2421 AERIAL CABLE-NONMETAL	14.7	-25	-0.4	8.5
2422 UG CABLE-METALLIC	14.2	-17	34.2	5.8
2422 UG CABLE-NONMETAL	15.0	-9	17.4	6.1
2423 BURIED CABLE-METALLIC	11.1	-10	32.5	7.0
2423 BURIED CABLE-NONMETAL	15.0	-10	15.2	6.3
2424 SUBMARINE CABLE-METALLIC	9.2	-5	38.5	7.2
2424 SUBMARINE CABLE-NONMETAL	15.3	-5	31.2	4.8
2426 IB NETWORK CABLE	10.0	-10	58.9	5.1
2431 AERIAL WIRE	7.4	-7	19.8	11.8
2441 CONDUIT SYSTEMS	34.0	-10	20.4	2.6

The figures in Columns B, C, and D are percentages of gross book cost.

@ The net service value for the Analog Switching Account is to be amortized over a thirty-six month period ending December 31, 1997.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
GTE-HAWAII

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years)	(%)	(%)	(%)
	A	B	C	D = (100% - B - C)/A
2112 MOTOR VEHICLES	3.6	10	52.2	10.5
2115 GARAGE WORK EQUIP	7.9	0	21.3	10.0
2116 OTHER WORK EQUIP	6.1	0	39.2	10.0
2121 BUILDINGS	30.0	-3	23.4	2.7
2122 FURNITURE	9.7	2	53.4	4.6
2123 OFFICE SUPPORT EQUIP	4.8	0	77.3	4.7
2123 COMPANY COMM EQUIP	3.7	0	65.1	9.4
2124 GEN'L PURPOSE COMPUTERS	3.6	5	29.6	18.2
2211 ANALOG ELEC SWITCHING	1.3	-3	84.2	14.5
2212 DIGITAL ELEC SWITCHING	8.0	0	41.4	7.3
2215 ELECTROMECH SWITCHING	2.5	-6	84.5	8.6
2220 OPERATOR SYSTEMS	7.1	-6	35.9	9.9
2231 RADIO SYSTEMS	6.3	-5	56.3	7.7
2232 CIRCUIT EQUIP	6.2	2	39.0	9.5
2232 CIRCUIT EQUIP TRANSPACIFIC	6.1	0	45.9	8.9
2351 PUBLIC TELE TERM EQUIP	3.3	5	79.9	4.6
2362 OTHER TERMINAL EQUIP	3.6	0	61.4	10.7
2411 POLES	17.1	-43	34.5	6.3
2421 AERIAL CABLE-METALLIC	13.5	-20	33.5	6.4
2421 AERIAL CABLE-NONMETAL	14.7	-20	7.8	7.6
2422 UG CABLE-METALLIC	14.2	-20	30.0	6.3
2422 UG CABLE-NONMETAL	14.9	-20	17.1	6.9
2423 BURIED CABLE METALLIC	16.5	-10	34.5	4.6
2423 BURIED CABLE NONMETAL	17.8	-10	28.8	4.6
2424 SUBMARINE CABLE	12.5	-1	30.1	5.7
2425 DEEPSEA CABLE METALLIC	8.5	-1	26.9	8.7
2425 DEEPSEA CABLE NONMETAL	20.0	-1	12.0	4.5
2426 IB NETWORK CABLE	13.8	-15	52.0	4.6
2431 AERIAL WIRE	6.3	-31	73.5	9.1
2441 CONDUIT SYSTEMS	38.0	-10	10.5	2.6

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
NEW YORK TELEPHONE COMPANY

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	---	0	99.3	5.0
2114 SPECIAL PURPOSE VEHICLES	6.2	5	73.6	3.5
2115 GARAGE WORK EQUIP	3.7	5	23.6	8.2
2116 OTHER WORK EQUIP	8.7	0	30.9	7.9
2121 BUILDINGS	35.0	-1	20.7	2.3
2121 BUILDING FIXTURES	10.5	-4	28.6	7.2
2122 FURNITURE	9.0	0	29.1	7.9
2123 OFFICE EQUIP	5.0	0	40.8	11.8
2123 OFFICIAL COMM EQUIP	2.9	-2	82.9	6.6
2124 GEN'L PURPOSE COMPUTERS	2.7	0	60.4	14.7
2211 ESS ANALOG	1.7	-2	81.0	12.4
2212 ESS DIGITAL	9.0	0	32.3	7.5
2220 OPERATOR SYSTEMS	6.6	-1	53.8	7.2
2231 RADIO SYSTEMS	3.2	-5	66.6	12.0
2232 CIRCUIT-DDS	2.6	-5	70.1	13.4
2232 CIRCUIT-OTHER	4.8	-5	59.0	9.6
2311 STATION APPARATUS	2.2	3	96.1	6.4
2351 PUBLIC TELEPHONE	3.3	0	66.7	10.1
2362 OTHER TERM EQUIP	2.2	-5	78.4	12.1
2411 POLE LINES	23.0	-130	64.0	7.2
2421 SUB AER CBL BLDG-METAL	10.7	-21	49.6	6.7
2421 SUB AER CBL BLDG-NMET	12.5	-12	14.0	7.8
2421 SUB AER CBL OTH-METALLIC	10.7	-35	49.1	8.0
2421 SUB AER CBL OTH-NMET	14.7	-25	12.9	7.6
2421 TRK AER CBL-METALLIC	3.8	-14	97.5	4.3
2421 TRK AER CBL-NMET	14.5	-12	17.7	6.5
2422 SUB UG CBL-METALLIC	12.6	-46	51.8	7.5
2422 SUB UG CBL-NMET	15.4	-20	20.6	6.5
2422 TRK UG CBL-METAL	4.1	-17	99.8	4.2
2422 TRK UG CBL-NMET SM	13.2	-12	25.6	6.5
2422 TRK UG CBL-NMET MM	6.5	-9	64.2	6.9
2423 SUB BURIED CBL-METALLIC	13.9	-10	41.6	4.9
2423 SUB BURIED CBL-NMET	17.3	-10	12.4	5.6
2423 TRK BURIED CBL-METALLIC	3.7	-4	96.6	2.0
2423 TRK BURIED CBL-NMET	16.1	-10	19.8	5.6
2424 SUBMARINE CBL-METALLIC	13.4	-10	66.3	3.3
2424 SUBMARINE CBL-NMET	14.3	-10	34.4	5.3
2431 AERIAL WIRE	5.2	-29	78.2	9.8
2441 UG CONDUIT-MAIN	49.0	-20	30.4	1.8
2441 UG CONDUIT-SUBSIDIARY	40.0	-12	22.0	2.3

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
NEVADA BELL

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years)	(%)	(%)	(%)
	A	B	C	D = (100% - B - C)/A
2112 MOTOR VEHICLES	3.7	15	62.7	6.0
2114 SPECIAL PURPOSE VEHICLES	12.4	0	57.2	3.5
2115 GARAGE WORK EQUIP	15.5	0	2.8	6.3
2116 OTHER WORK EQUIP	12.7	6	40.1	4.2
2121 BUILDINGS	26.0	-2	21.7	3.1
2122 FURNITURE	7.4	0	16.6	11.3
2123 OFFICE EQUIPMENT	3.0	0	43.0	19.0
2124 GEN'L. PURPOSE COMPUTERS	2.3	0	65.0	15.2
2211 ANALOG ESS @	---	0	0.0	---
2212 DIGITAL ELEC SWITCHING	9.0	4	32.0	7.1
2215 ELECTROMECH SWITCHING	1.2	-9	53.1	46.6
2220 OPERATOR SYSTEMS	6.2	0	1.7	15.9
2231 RADIO SYSTEMS	4.3	0	65.3	8.1
2232 CIRCUIT EQUIP DDS	3.1	0	-5.0	33.9
2232 CIRCUIT EQUIP DIGITAL	5.5	1	29.6	12.6
2232 CIRCUIT EQUIP ANALOG	5.0	0	47.9	10.4
2341 OTHER TERMINAL EQUIP	---	0	100.0	5.0
2351 PUBLIC TELEPHONE EQUIP	2.7	0	82.7	6.4
2362 OTHER TERM EQUIP	2.0	-1	86.4	7.3
2411 POLE LINES	16.3	-26	83.3	2.6
2421 AERIAL CABLE-METALLIC	10.5	-9	64.1	4.3
2421 AERIAL CABLE-NONMETAL	20.0	-10	13.8	4.8
2422 UG CABLE-METALLIC	13.6	-2	46.5	4.1
2422 UG CABLE-NONMETAL	20.0	-5	12.6	4.6
2423 BURIED CABLE-METALLIC	9.9	-3	41.0	6.3
2423 BURIED CABLE-NONMETAL	19.6	0	18.6	4.2
2426 IB NETWORK CABLE	8.2	-2	69.1	4.0
2431 AERIAL WIRE	1.7	-25	124.6	0.2
2441 CONDUIT SYSTEMS	35.0	-3	25.0	2.2

The figures in Columns B, C, and D are percentages of gross book cost.

@ The amortization amount for the Analog ESS Account ordered in FCC 92-38, released January 31, 1992, is continued.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
SOUTHWESTERN BELL TELEPHONE COMPANY - ARKANSAS

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.9	10	53.4	9.4
2115 GARAGE WORK EQUIP	6.4	1	33.5	10.2
2116 OTHER WORK EQUIP	8.9	1	44.8	6.1
2121 BUILDINGS	31.0	4	22.8	2.4
2122 FURNITURE	9.6	1	81.8	1.8
2123 OFFICE SUPPORT	6.2	2	30.6	10.9
2123 OFFICE COMM EQUIP	3.8	5	52.5	11.2
2124 GEN'L PURPOSE COMPUTERS	3.3	5	61.0	10.3
2211 ANALOG ESS @	---	-2	48.4	---
2212 DIGITAL ESS	10.2	4	23.6	7.1
2215 STEP-BY-STEP #	---	0	0.0	---
2220 OPERATOR SYSTEMS	4.4	0	20.7	18.0
2231 RADIO SYSTEMS	4.6	0	18.9	17.6
2232 CIRCUIT-DDS	3.7	0	54.8	12.2
2232 CIRCUIT-DIGITAL	5.8	0	36.9	10.9
2232 CIRCUIT-ANALOG	3.8	-4	58.4	12.0
2311 STATION APPARATUS	3.8	-2	92.5	2.5
2341 LARGE PBX	3.5	-2	46.1	16.0
2351 PUBLIC TELEPHONE	4.0	0	81.3	4.7
2362 OTHER TERM EQUIP	3.7	0	60.9	10.6
2411 POLES	16.2	-77	76.8	6.2
2421 AERIAL CABLE	13.8	-43	78.7	4.7
2422 UG CABLE-EXCH METALLIC	13.7	-31	55.7	5.5
2422 UG CABLE-TOLL METALLIC	4.2	-15	96.5	4.4
2422 UG CABLE-EXCH NONMETAL	17.8	-10	19.2	5.1
2422 UG CABLE-TOLL NONMETAL	13.4	-10	38.1	5.4
2423 BURIED CABLE-EXCH METALLIC	13.9	-6	50.4	4.0
2423 BURIED CABLE-TOLL METALLIC	5.3	0	57.9	7.9
2423 BURIED CA-EXCH NONMETAL	19.8	-6	8.4	4.9
2423 BURIED CA-TOLL NONMETAL	14.7	-6	24.4	5.6
2424 SUBMARINE CABLE	12.0	-1	46.5	4.5
2426 IB NETWORK CABLE	13.7	-6	77.9	2.1
2431 AERIAL WIRE	4.5	-64	138.9	5.6
2441 CONDUIT SYSTEMS	37.0	-6	31.3	2.0

The figures in Columns B, C, and D are percentages of gross book cost.

@ The net service value for the Analog Electronic Switching Account is to be amortized over a twenty-four month period ending December 31, 1996.

The monthly net service value amortization ordered for the Step-By-Step Account in FCC 93-40, released January 15, 1993, is continued.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
SOUTHWESTERN BELL TELEPHONE COMPANY - KANSAS

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	4.5	13	49.3	8.4
2115 GARAGE WORK EQUIP	5.6	3	32.1	11.6
2116 OTHER WORK EQUIP	8.6	3	41.0	6.5
2121 BUILDINGS	26.0	6	26.1	2.6
2122 FURNITURE	10.9	6	7.0	8.0
2123 OFFICE SUPPORT	6.5	1	15.1	12.9
2123 OFFICE COMM. EQUIP	4.8	1	45.9	11.1
2124 GEN'L PURPOSE COMPUTERS	3.5	5	58.3	10.5
2211 ANALOG ESS	7.7	-2	36.5	8.5
2212 DIGITAL ESS	10.0	4	20.9	7.5
2215 STEP-BY-STEP @	---	0	0.0	---
2220 OPERATOR SYSTEMS	4.6	0	7.1	20.2
2231 RADIO SYSTEMS	5.6	0	51.8	8.6
2232 CIRCUIT-DDS	3.5	0	58.2	11.9
2232 CIRCUIT-DIGITAL	6.2	0	42.2	9.3
2232 CIRCUIT-ANALOG	4.8	-4	54.1	10.4
2311 STATION APPARATUS	5.4	-2	58.9	8.0
2341 LARGE PBX	4.3	-2	74.3	6.4
2351 PUBLIC TELEPHONE	6.2	3	64.2	5.3
2362 OTHER TERM EQUIP	3.8	-2	52.5	13.0
2411 POLES	10.9	-91	103.5	8.0
2421 AERIAL CABLE	12.7	-29	53.5	5.9
2422 UG CABLE-EXCH METALLIC	14.9	-9	58.5	3.4
2422 UG CABLE-TOLL METALLIC	3.5	-18	43.4	21.3
2422 UG CABLE-EXCH NONMETAL	12.9	-10	23.4	6.7
2422 UG CABLE-TOLL NONMETAL	13.5	-10	33.5	5.7
2423 BURIED CABLE-EXCH METAL	12.7	-8	48.6	4.7
2423 BURIED CABLE-TOLL METAL	4.7	-1	52.3	10.4
2423 BURIED CA-EXCH NONMETAL	17.4	-6	17.2	5.1
2423 BURIED CA-TOLL NONMETAL	14.9	-6	25.2	5.4
2424 SUBMARINE CABLE	11.3	0	72.1	2.5
2426 IB NETWORK CABLE	13.3	-17	56.7	4.5
2431 AERIAL WIRE	2.7	-84	132.3	19.1
2441 CONDUIT SYSTEMS	40.0	-6	27.5	2.0

The figures in Columns B, C, and D are percentages of gross book cost.

@ The monthly net service value amortization ordered for the Step-By-Step Account in FCC 93-40, released January 15, 1993, is continued.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
SOUTHWESTERN BELL TELEPHONE COMPANY - MISSOURI

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years)	(%)	(%)	(%)
	A	B	C	D = (100% - B - C)/A
2112 MOTOR VEHICLES	4.1	10	58.2	7.8
2115 GARAGE WORK EQUIP	8.2	5	29.5	8.0
2116 OTHER WORK EQUIP	9.2	3	45.6	5.6
2121 BUILDINGS	42.0	4	20.2	1.8
2122 FURNITURE	9.9	7	-44.2	13.9
2123 OFFICE SUPPORT	8.0	0	9.8	11.3
2123 OFFICE COMM EQUIP	4.9	11	43.2	9.3
2124 GEN'L PURPOSE COMPUTERS	3.5	5	42.3	15.1
2211 ANALOG ESS	6.4	0	38.0	9.7
2212 DIGITAL ESS	9.7	4	23.8	7.4
2220 OPERATOR SYSTEMS	8.7	3	32.6	7.4
2231 RADIO SYSTEMS	6.2	3	41.2	9.0
2232 CIRCUIT-DDS	3.4	0	73.1	7.9
2232 CIRCUIT-DIGITAL	6.4	0	37.9	9.7
2232 CIRCUIT-ANALOG	5.2	-3	56.7	8.5
2311 STATION APPARATUS	4.9	-2	63.0	8.0
2341 LARGE PBX	4.2	-2	42.5	14.2
2351 PUBLIC TELEPHONE	7.8	15	59.4	3.3
2362 OTHER TERM EQUIP	3.7	1	56.1	11.6
2411 POLES	21.0	-120	74.3	6.9
2421 AERIAL CABLE	14.1	-46	54.4	6.5
2422 UG CABLE-EXCH METALLIC	14.0	-15	56.1	4.2
2422 UG CABLE-TOLL METALLIC	4.0	1	57.7	10.3
2422 UG CABLE-EXCH NONMETAL	15.3	-10	19.4	5.9
2422 UG CABLE-TOLL NONMETAL	13.3	-8	33.5	5.6
2423 BURIED CABLE-EXCH METAL	14.5	-10	38.5	4.9
2423 BURIED CABLE-TOLL METAL	3.6	-1	26.5	20.7
2423 BURIED CA-EXCH NONMETAL	17.9	-5	14.1	5.1
2423 BURIED CA-TOLL NONMETAL	14.7	-5	21.5	5.7
2424 SUBMARINE CABLE	11.7	2	47.3	4.3
2426 IB NETWORK CABLE	16.2	-17	40.7	4.7
2431 AERIAL WIRE	4.0	-211	182.6	32.1
2441 CONDUIT SYSTEMS	46.0	-6	26.2	1.7

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
SOUTHWESTERN BELL TELEPHONE COMPANY - OKLAHOMA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.8	12	52.3	9.4
2115 GARAGE WORK EQUIP	7.0	0	20.5	11.4
2116 OTHER WORK EQUIP	8.5	0	46.0	6.4
2121 BUILDINGS	25.0	3	36.8	2.4
2122 FURNITURE	10.1	7	-41.3	13.3
2123 OFFICE SUPPORT	5.9	0	14.6	14.5
2123 OFFICE COMM. EQUIP	3.5	2	69.5	8.1
2124 GEN'L PURPOSE COMPUTERS	2.7	3	92.6	1.6
2211 ANALOG ESS	7.0	-2	40.8	8.7
2212 DIGITAL ESS	9.9	4	23.7	7.3
2215 STEP-BY-STEP @	---	-6	41.5	---
2220 OPERATOR SYSTEMS	4.4	1	49.9	11.2
2231 RADIO SYSTEMS	3.9	2	57.4	10.4
2232 CIRCUIT-DDS	4.6	0	64.2	7.8
2232 CIRCUIT-DIGITAL	6.6	0	39.0	9.2
2232 CIRCUIT-ANALOG	5.0	-4	74.7	5.9
2311 STATION APPARATUS	4.4	-2	51.5	11.5
2341 LARGE PBX	4.9	-2	53.8	9.8
2351 PUBLIC TELEPHONE	6.1	1	66.1	5.4
2362 OTHER TERM EQUIP	3.6	-2	56.6	12.6
2411 POLES	13.9	-158	116.1	10.2
2421 AERIAL CABLE	13.2	-48	75.8	5.5
2422 UG CABLE-EXCH METALLIC	13.4	-11	58.2	3.9
2422 UG CABLE-TOLL METALLIC	4.7	-2	80.4	4.6
2422 UG CABLE-EXCH NONMETAL	14.4	-10	24.0	6.0
2422 UG CABLE-TOLL NONMETAL	13.5	-10	38.3	5.3
2423 BURIED CABLE-EXCH METALLIC	12.1	-9	52.7	4.7
2423 BURIED CABLE-TOLL METALLIC	5.8	0	67.0	5.7
2423 BURIED CA-EXCH NONMETAL	17.7	-6	12.1	5.3
2423 BURIED CA-TOLL NONMETAL	14.8	-6	21.7	5.7
2424 SUBMARINE CABLE	12.3	-4	75.2	2.3
2426 IB NETWORK CABLE	13.3	-17	81.1	2.7
2431 AERIAL WIRE	5.6	-84	157.9	4.7
2441 CONDUIT SYSTEMS	42.0	-6	25.1	1.9

The figures in Columns B, C, and D are percentages of gross book cost.

@ The net service value for the Step-By-Step Account is to be amortized over a thirty-six month period ending December 31, 1997.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
SOUTHWESTERN BELL TELEPHONE COMPANY - TEXAS

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) $D = (100\% - B - C)/A$
2112 MOTOR VEHICLES	4.6	9	54.7	7.9
2115 GARAGE WORK EQUIP	5.5	-100	26.0	31.1
2116 OTHER WORK EQUIP	8.3	5	44.7	6.1
2121 BUILDINGS	31.0	4	24.9	2.3
2122 FURNITURE	9.4	7	77.7	1.6
2123 OFFICE SUPPORT	5.4	2	37.3	11.2
2123 OFFICE COMM EQUIP	3.7	1	58.8	10.9
2124 GEN'L PURPOSE COMPUTERS	3.7	5	52.1	11.6
2211 ANALOG ESS	6.3	-2	59.6	6.7
2212 DIGITAL ESS	9.5	4	27.9	7.2
2220 OPERATOR SYSTEMS	7.3	1	52.5	6.4
2231 RADIO SYSTEMS	6.0	1	51.8	7.9
2232 CIRCUIT-DDS	5.0	0	61.2	7.8
2232 CIRCUIT-DIGITAL	6.3	0	42.0	9.2
2232 CIRCUIT-ANALOG	4.5	-4	67.3	7.5
2311 STATION APPARATUS	6.0	0	40.8	9.9
2341 LARGE PBX	4.9	-2	54.9	9.6
2351 PUBLIC TELEPHONE	3.8	2	74.7	6.1
2362 OTHER TERM EQUIP	3.7	-2	61.2	11.0
2411 POLES	14.0	-140	72.9	11.9
2421 AERIAL CABLE	11.8	-40	58.8	6.9
2422 UG CABLE-EXCH METALLIC	13.4	-22	47.4	5.6
2422 UG CABLE-TOLL METALLIC	5.0	-16	76.7	7.9
2422 UG CABLE-EXCH NONMETAL	17.6	-5	18.0	4.9
2422 UG CABLE-TOLL NONMETAL	13.3	-5	39.0	5.0
2423 BURIED CABLE-EXCH METAL	12.4	-13	51.6	5.0
2423 BURIED CABLE-TOLL METALLIC	6.0	-2	56.2	7.6
2423 BURIED CA-EXCH NONMETAL	20.0	-5	13.1	4.6
2423 BURIED CA-TOLL NONMETAL	14.7	-5	25.5	5.4
2424 SUBMARINE CABLE	14.6	-2	54.1	3.3
2426 IB NETWORK CABLE	12.0	-17	64.1	4.4
2431 AERIAL WIRE @	---	-79	144.6	---
2441 CONDUIT SYSTEMS	40.0	-6	22.6	2.1

The figures in Columns B, C, and D are percentages of gross book cost.

@ The net service value for the Aerial Wire Account is to be amortized over a forty-eight month period ending December 31, 1995.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
UNITED TELEPHONE--SOUTHEAST--TENNESSEE

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) $D = (100\% - B - C) / A$
2112 MOTOR VEHICLES	3.5	15	43.0	12.0
2116 OTHER WORK EQUIP	7.5	5	44.0	6.7
2121 BUILDINGS	23.0	0	30.1	3.0
2122 FURNITURE	9.2	4	32.1	6.9
2123 OFFICE SUPPORT EQUIP	3.9	0	45.9	13.9
2123 OFFICIAL COMM EQUIP	2.7	-2	86.2	5.9
2124 GEN'L PURPOSE COMPUTERS	2.3	2	70.6	11.9
2212 DIGITAL ELEC SWITCHING	6.9	3	38.8	8.4
2215 STEP-BY-STEP	4.8	-10	77.9	6.7
2231 RADIO FAC--MOBILE	5.9	-1	64.9	6.1
2231 RADIO FAC--OTHER	3.7	-3	65.8	10.1
2232 CIRCUIT EQUIP--ANALOG	7.9	3	41.0	7.1
2232 CIRCUIT EQUIP--DIGITAL	3.8	0	66.9	8.7
2351 PUBLIC TELEPHONE	1.5	0	92.0	5.3
2362 LINE CONDITIONING	17.6	-30	42.7	5.0
2411 POLES	13.5	-17	42.6	5.5
2421 AERIAL CABLE--METALLIC	17.8	-18	23.1	5.3
2421 AERIAL CABLE--NONMETAL	16.6	-25	51.6	4.4
2422 UG CABLE--METALLIC	19.0	-14	15.2	5.2
2422 UG CABLE--NONMETAL	11.0	-9	50.3	5.3
2423 BURIED CABLE--METALLIC	20.0	-5	24.6	4.0
2423 BURIED CABLE--NONMETAL	---	0	100.0	5.0
2426 IB NETWORK CABLE	11.7	-25	32.2	7.9
2431 AERIAL WIRE	3.6	-55	129.1	7.2
2441 CONDUIT SYSTEMS	31.0	-10	32.8	2.5

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
UNITED TELEPHONE-SOUTHEAST-VIRGINIA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D = (100% - B - C)/A
2112 MOTOR VEHICLES	2.9	10	49.6	13.9
2116 OTHER WORK EQUIP	7.3	0	47.7	7.2
2121 BUILDINGS	16.5	0	40.0	3.6
2122 FURNITURE	8.9	5	-17.2	12.6
2123 OFFICE SUPPORT EQUIP	9.5	3	38.1	6.2
2123 OFFICIAL COMM EQUIP	2.8	-3	96.9	2.2
2124 GEN'L PURPOSE COMPUTERS	2.2	0	88.4	5.3
2212 DIGITAL ELEC SWITCHING	8.0	4	34.2	7.7
2215 STEP-BY-STEP	0.5	0	95.3	9.4
2231 RADIO FAC-MOBILE	4.5	-10	85.5	5.4
2231 RADIO FAC-OTHER	4.0	-3	68.1	8.7
2232 CIRCUIT EQUIP-ANALOG	4.9	-5	53.2	10.6
2232 CIRCUIT EQUIP-DIGITAL	7.3	0	40.9	8.1
2351 PUBLIC TELEPHONE	3.7	0	66.9	8.9
2362 LINE CONDITIONING	2.5	0	59.1	4.4
2411 POLES	13.8	-40	54.9	6.2
2421 AERIAL CABLE-METALLIC	14.5	-33	48.4	5.8
2421 AERIAL CABLE-NONMETAL	17.0	-15	19.3	5.6
2422 UG CABLE-METALLIC	15.6	-24	55.2	4.4
2422 UG CABLE-NONMETAL	19.3	-13	15.3	5.1
2423 BURIED CABLE-METALLIC	10.2	-5	45.8	5.8
2423 BURIED CABLE-NONMETAL	18.7	-5	10.2	5.1
2426 IB NETWORK CABLE	16.0	-30	26.0	6.5
2431 AERIAL WIRE	4.1	-60	122.6	9.1
2441 CONDUIT SYSTEMS	29.0	0	38.2	2.1

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
UNITED TELEPHONE--SOUTHEAST--WEST VIRGINIA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years)	(%)	(%)	(%)
	A	B	C	$D = (100\% - B - C)/A$
2121 BUILDINGS	15.6	0	24.4	4.8
2232 CIRCUIT EQUIP--DIGITAL	9.8	2	34.4	6.5
2421 AERIAL CABLE--NONMETAL	23.0	-20	19.7	4.4

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
U S WEST COMMUNICATIONS, INC. - ARIZONA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.9	10	66.5	6.0
2114 SPECIAL PURPOSE VEHICLES	13.8	0	5.6	6.8
2115 GARAGE WORK EQUIP	12.5	-4	-3.2	8.6
2116 OTHER WORK EQUIP	12.9	8	1.9	7.0
2121 BUILDINGS	27.0	-10	25.8	3.1
2122 FURNITURE	7.5	3	-0.8	13.0
2123 OFFICE EQUIPMENT	5.3	0	28.6	13.5
2123 COMPANY COMM EQUIP	4.1	-1	51.8	12.0
2124 GEN'L PURPOSE COMPUTERS	3.1	5	46.6	15.6
2211 ANALOG SW EQUIP	2.0	2	63.7	17.2
2212 DIGITAL SW EQUIP	9.4	3	27.4	7.4
2220 OPERATOR SYSTEMS	3.9	0	77.3	5.8
2231 RADIO SYSTEMS	7.5	-4	44.2	8.0
2232 CIRCUIT-DDS	3.8	4	51.2	11.8
2232 CIRCUIT-DIGITAL	5.5	2	44.5	9.7
2232 CIRCUIT-ANALOG	3.3	-4	80.9	7.0
2351 PUB TEL TERM EQUIP	4.5	5	78.2	3.7
2362 OTHER TERM EQUIP	4.6	2	53.1	9.8
2411 POLE LINES	10.7	-42	60.0	7.7
2421 AERIAL CABLE-METALLIC	10.0	-15	44.9	7.0
2421 AERIAL CABLE-NONMET	14.5	-15	4.1	7.6
2422 UNDGRD CABLE-METALLIC	12.5	-10	43.7	5.3
2422 UNDGRD CABLE-NONMETAL	17.3	-10	18.3	5.3
2423 BURIED CABLE-METALLIC	10.2	-2	37.7	6.3
2423 BURIED CABLE-NONMETAL	17.4	-2	17.6	4.9
2424 SUBMARINE CABLE-METALLIC	16.9	0	-62.7	9.6
2424 SUBMARINE CABLE-NONMETAL	25.0	0	0.0	4.0
2426 1B CABLE-METALLIC	9.8	-7	56.8	5.1
2426 1B CABLE-NONMETAL	14.6	-6	6.1	6.8
2431 AERIAL WIRE	6.7	-41	50.3	13.5
2441 CONDUIT SYSTEMS	45.0	-7	21.0	1.9

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
U S WEST COMMUNICATIONS, INC. - COLORADO

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.3	10	61.5	8.6
2113 AIRCRAFT	1.3	56	37.5	5.0
2114 SPECIAL PURPOSE VEHICLES	10.4	2	56.4	4.0
2115 GARAGE WORK EQUIP	12.5	0	12.2	7.0
2116 OTHER WORK EQUIP	12.0	2	28.0	5.8
2121 BUILDINGS	28.0	-10	25.8	3.0
2122 FURNITURE	9.6	1	12.9	9.0
2123 OFFICE EQUIP	5.7	1	14.4	14.8
2123 COMPANY COMM EQUIP	3.7	0	59.1	11.1
2124 GEN'L PURPOSE COMPUTERS	3.3	5	39.0	17.0
2211 ANALOG SW EQUIP	2.3	1	62.6	15.8
2212 DIGITAL SW EQUIP	9.5	3	24.5	7.6
2220 OPERATOR SYSTEMS	3.8	0	90.2	2.6
2231 RADIO SYSTEMS	6.1	1	48.9	8.2
2232 CIRCUIT-DDS	4.0	3	58.4	9.7
2232 CIRCUIT-DIGITAL	5.6	4	39.0	10.2
2232 CIRCUIT--ANALOG	2.6	-2	79.8	8.5
2351 PUB TEL TERM EQUIP	4.7	5	78.4	3.5
2362 OTHER TERM EQUIP	7.2	-4	65.4	5.4
2411 POLE LINES	12.0	-66	79.6	7.2
2421 AERIAL CABLE-METALLIC	12.5	-41	50.5	7.2
2421 AERIAL CABLE--NONMETAL	14.8	-30	13.6	7.9
2422 UG CABLE-METALLIC	12.4	-23	44.1	6.4
2422 UG CABLE--NONMETAL	16.1	-12	17.6	5.9
2423 BURIED CABLE-METALLIC	10.7	-3	33.2	6.5
2423 BURIED CABLE--NONMETAL	17.2	-3	12.5	5.3
2424 SUBMARINE CABLE-METALLIC	17.7	0	46.9	3.0
2424 SUBMARINE CABLE--NONMETAL	14.6	0	32.4	4.6
2426 IB CABLE-METALLIC	7.8	-4	56.8	6.1
2426 IB CABLE--NONMETAL	17.1	-4	15.0	5.2
2431 AERIAL WIRE	4.7	-153	144.1	23.2
2441 CONDUIT SYSTEMS	41.0	-10	21.7	2.2

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
U S WEST COMMUNICATIONS, INC. - IDAHO

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.7	11	55.1	9.2
2114 SPECIAL PURPOSE VEHICLES	12.7	12	22.9	5.1
2115 GARAGE WORK EQUIP	13.6	12	-1.6	6.6
2116 OTHER WORK EQUIP	11.9	12	33.8	4.6
2121 BUILDINGS	25.0	-1	31.1	2.8
2122 FURNITURE	9.3	1	-12.1	11.9
2123 OFFICE EQUIPMENT	5.2	0	31.5	13.2
2123 COMPANY COMM EQUIP	4.6	1	54.9	9.6
2124 GEN'L PURPOSE COMPUTERS	3.3	3	39.0	17.6
2211 ANALOG SW EQUIP	2.7	2	60.4	13.9
2212 DIGITAL SW EQUIP	9.4	3	27.7	7.4
2220 OPERATOR SYSTEMS	1.2	0	96.1	3.3
2231 RADIO SYSTEMS	8.1	-5	42.6	7.7
2232 CIRCUIT--DDS	5.2	-4	37.8	12.7
2232 CIRCUIT--DIGITAL	6.0	3	34.0	10.5
2232 CIRCUIT--ANALOG	3.5	-5	54.0	14.6
2351 PUB TEL TERM EQUIP	3.3	5	86.6	2.5
2362 OTHER TERM EQUIP	4.2	1	62.1	8.8
2411 POLE LINES	10.4	-56	81.0	7.2
2421 AERIAL CABLE--METALLIC	10.2	-36	55.5	7.9
2421 AERIAL CABLE--NONMETAL	13.4	-25	18.2	8.0
2422 UNDERGRD CABLE--METALLIC	12.8	-20	45.0	5.9
2422 UNDERGRD CABLE--NONMETAL	17.4	-20	14.5	6.1
2423 BURIED CABLE--METALLIC	15.2	-7	38.8	4.5
2423 BURIED CABLE--NONMETAL	17.8	-10	18.3	5.2
2424 SUBMARINE CABLE--METALLIC	15.2	-5	56.9	3.2
2424 SUBMARINE CABLE--NONMETAL	---	-5	0.0	5.0
2426 IB CABLE--METALLIC	11.4	-1	53.1	4.2
2426 IB CABLE--NONMETAL	10.9	-14	10.1	9.5
2431 AERIAL WIRE	4.9	-123	99.0	25.3
2441 CONDUIT SYSTEMS	44.0	-5	22.4	1.9

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
U S WEST COMMUNICATIONS, INC. - IOWA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	4.3	11	50.0	9.1
2114 SPECIAL PURPOSE VEHICLES	15.0	10	0.0	6.0
2115 GARAGE WORK EQUIP	9.3	0	-38.1	14.8
2116 OTHER WORK EQUIP	9.8	4	45.8	5.1
2121 BUILDINGS	27.0	7	21.5	2.6
2122 FURNITURE	---	0	100.0	5.0
2123 OFFICE EQUIPMENT	5.0	0	64.1	7.2
2123 COMPANY COMM EQUIP	4.0	0	44.5	13.9
2124 GEN'L PURPOSE COMPUTERS	3.0	5	49.2	15.3
2211 ANALOG SW EQUIP	3.5	0	60.3	11.3
2212 DIGITAL SW EQUIP	9.5	0	22.6	8.1
2220 OPERATOR SYSTEMS	1.3	0	87.3	9.8
2231 RADIO SYSTEMS	6.3	-2	74.8	4.3
2232 CIRCUIT-DDS	5.2	-1	29.3	13.8
2232 CIRCUIT-DIGITAL	5.6	0	42.1	10.3
2232 CIRCUIT-ANALOG	2.3	-3	62.0	17.8
2351 PUB TEL TERM EQUIP	5.6	5	58.3	6.6
2362 OTHER TERM EQUIP	4.6	4	45.4	11.0
2411 POLE LINES	7.1	-100	142.9	8.0
2421 AERIAL CABLE-METALLIC	9.3	-24	80.3	4.7
2421 AERIAL CABLE-NONMETAL	11.9	-24	7.5	9.8
2422 UG CABLE-METALLIC	11.4	-23	66.9	4.9
2422 UG CABLE-NONMETAL	15.7	-23	25.6	6.2
2423 BURIED CABLE-METALLIC	9.7	-10	57.6	5.4
2423 BURIED CABLE-NONMETAL	17.2	-10	17.7	5.4
2424 SUBMARINE CABLE-METALLIC	2.6	-5	96.6	3.2
2424 SUBMARINE CABLE-NONMETAL	19.1	-5	8.3	5.1
2426 IB CABLE-METALLIC	9.5	-21	82.5	4.1
2426 IB CABLE-NONMETAL	14.6	-21	26.5	6.5
2431 AERIAL WIRE	2.9	-47	93.4	18.5
2441 CONDUIT SYSTEMS	33.0	-18	54.0	1.9

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
U S WEST COMMUNICATIONS, INC. - MINNESOTA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	4.7	10	48.5	8.8
2114 SPECIAL PURPOSE VEHICLES	6.5	0	69.9	4.6
2115 GARAGE WORK EQUIP	9.3	0	-79.2	19.3
2116 OTHER WORK EQUIP	10.8	8	36.5	5.1
2121 BUILDINGS	28.0	6	18.3	2.7
2122 FURNITURE	---	1	99.0	5.0
2123 OFFICE EQUIPMENT	7.6	0	17.3	10.9
2123 COMPANY COMM EQUIP	4.4	-2	42.8	13.5
2124 GEN'L PURPOSE COMPUTERS	3.2	5	50.4	13.9
2211 ANALOG SW EQUIP	2.3	0	55.4	19.4
2212 DIGITAL SW EQUIP	9.5	3	24.6	7.6
2220 OPERATOR SYSTEMS	6.1	0	85.2	2.4
2231 RADIO SYSTEMS	3.1	-3	58.6	14.3
2232 CIRCUIT-DDS	5.6	0	6.9	16.6
2232 CIRCUIT-DIGITAL	5.7	0	40.7	10.4
2232 CIRCUIT-ANALOG	3.2	0	66.1	10.6
2351 PUB TEL TERM EQUIP	5.7	5	67.6	4.8
2362 OTHER TERM EQUIP	3.9	7	79.9	3.4
2411 POLE LINES	6.4	-69	134.0	5.5
2421 AERIAL CABLE-METALLIC	9.7	-24	69.0	5.7
2421 AERIAL CABLE-NONMETAL	10.6	-24	-10.1	12.7
2422 UG CABLE-METALLIC	12.7	-7	52.0	4.3
2422 UG CABLE-NONMETAL	15.0	-7	22.2	5.7
2423 BURIED CABLE-METALLIC	11.3	-10	49.8	5.3
2423 BURIED CABLE-NONMETAL	15.6	-10	18.7	5.9
2424 SUBMARINE CABLE-METALLIC	4.8	-1	78.7	4.6
2424 SUBMARINE CABLE-NONMETAL	18.3	-1	20.2	4.4
2426 IB CABLE-METALLIC	10.4	-14	78.2	3.4
2426 IB CABLE-NONMETAL	14.2	-14	25.3	6.2
2431 AERIAL WIRE	3.6	-72	73.4	27.4
2441 CONDUIT SYSTEMS	37.0	-18	38.0	2.2

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
U S WEST COMMUNICATIONS, INC. - MONTANA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	4.1	10	58.1	7.8
2114 SPECIAL PURPOSE VEHICLES	11.3	13	34.0	4.7
2115 GARAGE WORK EQUIP	14.8	13	-29.4	7.9
2116 OTHER WORK EQUIP	13.1	13	8.5	6.0
2121 BUILDINGS	19.9	-10	38.0	3.6
2122 FURNITURE	12.4	7	-0.5	7.5
2123 OFFICE EQUIP	3.9	7	28.8	16.5
2123 COMPANY COMM EQUIP	3.5	1	72.1	7.7
2124 GEN'L PURPOSE COMPUTERS	1.9	5	78.2	8.8
2211 ANALOG SW EQUIP @	---	2	98.0	---
2212 DIGITAL SW EQUIP	9.3	3	28.1	7.4
2220 OPERATOR SYSTEMS	4.8	0	2.1	20.4
2231 RADIO SYSTEMS	9.0	-3	28.1	8.3
2232 CIRCUIT-DDS	4.1	15	37.7	11.5
2232 CIRCUIT-DIGITAL	5.8	2	32.0	11.4
2232 CIRCUIT-ANALOG	3.4	-5	57.6	13.9
2351 PUB TEL TERM EQUIP	3.8	5	86.3	2.3
2362 OTHER TERM EQUIP	4.2	9	45.8	10.8
2411 POLE LINES	14.0	-64	95.6	4.9
2421 AERIAL CABLE-METALLIC	12.0	-42	53.8	7.4
2421 AERIAL CABLE-NONMETAL	13.0	-25	12.7	8.6
2422 UG CABLE-METALLIC	12.5	-30	53.8	6.1
2422 UG CABLE-NONMETAL	17.2	-20	17.0	6.0
2423 BURIED CABLE-METALLIC	15.4	-3	37.3	4.3
2423 BURIED CABLE-NONMETAL	18.6	-10	14.7	5.1
2424 SUBMARINE CABLE-METALLIC	13.5	-5	60.9	3.3
2424 SUBMARINE CABLE-NONMETAL	25.0	-5	0.0	4.2
2426 IB CABLE-METALLIC	13.1	-9	54.2	4.2
2426 IB CABLE-NONMETAL	9.9	-10	23.9	8.7
2431 AERIAL WIRE	4.7	-100	157.7	9.0
2441 CONDUIT SYSTEMS	38.0	-15	30.8	2.2

The figures in Columns B, C, and D are percentages of gross book cost.

@ The amortization amount for the Analog Switching Account ordered in FCC 94-13, released January 31, 1994, is continued.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
U S WEST COMMUNICATIONS, INC. - NEBRASKA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	5.3	9	47.3	8.2
2114 SPECIAL PURPOSE VEHICLES	6.7	0	54.9	6.7
2115 GARAGE WORK EQUIP	8.7	0	23.8	8.8
2116 OTHER WORK EQUIP	9.4	7	30.1	6.7
2121 BUILDINGS	30.0	3	23.2	2.5
2122 FURNITURE	7.9	0	94.8	0.7
2123 OFFICE EQUIP	8.1	0	23.1	9.5
2123 COMPANY COMM EQUIP	4.4	-3	14.9	20.0
2124 GEN'L PURPOSE COMPUTERS	2.7	0	58.6	15.3
2211 ANALOG SW EQUIP	7.7	-2	54.3	14.5
2212 DIGITAL SW EQUIP	6.1	3	29.5	7.3
2220 OPERATOR SYSTEMS	---	0	100.0	5.0
2231 RADIO SYSTEMS	6.7	-5	79.9	3.7
2232 CIRCUIT-DDS	5.1	-1	40.2	11.9
2232 CIRCUIT-DIGITAL	5.5	0	38.1	11.1
2232 CIRCUIT-ANALOG	2.3	-2	55.0	20.4
2351 PUB TEL TERM EQUIP	6.9	5	73.1	3.2
2362 OTHER TERM EQUIP	4.5	-5	62.2	9.5
2411 POLE LINES	7.6	-100	110.8	11.7
2421 AERIAL CABLE-METALLIC	7.7	-20	80.5	5.1
2421 AERIAL CABLE-NONMETAL	15.0	-20	-336.0	30.4
2422 UG CABLE-METALLIC	12.1	-28	62.8	5.4
2422 UG CABLE-NONMETAL	15.2	-28	20.5	7.1
2423 BURIED CABLE-METALLIC	9.3	-15	58.7	6.1
2423 BURIED CABLE-NONMETAL	17.1	-15	16.0	5.8
2424 SUBMARINE CABLE-METALLIC	7.2	-1	47.6	7.4
2424 SUBMARINE CABLE-NONMETAL	18.4	-1	20.6	4.4
2426 IB CABLE-METALLIC	8.2	-20	81.7	4.7
2426 IB CABLE-NONMETAL	16.7	-20	31.8	5.3
2431 AERIAL WIRE	2.9	-34	108.4	8.8
2441 CONDUIT SYSTEMS	37.0	-18	38.3	2.2

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
U S WEST COMMUNICATIONS, INC. - NORTH DAKOTA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	4.4	14	57.3	6.5
2114 SPECIAL PURPOSE VEHICLES	14.0	10	0.0	6.4
2115 GARAGE WORK EQUIP	11.2	0	-94.1	17.3
2116 OTHER WORK EQUIP	8.5	10	65.6	2.9
2121 BUILDINGS	19.3	10	23.3	3.5
2122 FURNITURE	11.9	0	99.0	0.1
2123 OFFICE EQUIP	7.1	0	48.9	7.2
2123 COMPANY COMM EQUIP	4.0	-1	67.8	8.3
2124 GEN'L PURPOSE COMPUTERS	3.1	5	40.5	17.6
2211 ANALOG SW EQUIP	2.7	0	86.4	5.0
2212 DIGITAL SW EQUIP	9.3	0	24.7	8.1
2220 OPERATOR SYSTEMS	3.3	0	93.8	1.9
2231 RADIO SYSTEMS	3.6	-5	70.2	9.7
2232 CIRCUIT--DDS	5.5	-2	22.9	14.4
2232 CIRCUIT--DIGITAL	5.8	0	43.6	9.7
2232 CIRCUIT--ANALOG	3.2	-3	79.1	7.5
2351 PUB TEL TERM EQUIP	3.1	5	86.2	2.8
2362 OTHER TERM EQUIP	5.1	-3	50.8	10.2
2411 POLE LINES	5.5	-72	151.9	3.7
2421 AERIAL CABLE--METALLIC	8.1	-40	94.4	5.6
2421 AERIAL CABLE--NONMETAL	13.6	-40	70.4	5.1
2422 UG CABLE--METALLIC	10.3	-17	60.1	5.5
2422 UG CABLE--NONMETAL	17.0	-17	21.5	5.6
2423 BURIED CABLE--METALLIC	9.8	-10	55.3	5.6
2423 BURIED CABLE--NONMETAL	16.1	-10	18.8	5.7
2424 SUBMARINE CABLE--METALLIC	10.3	0	60.0	3.9
2424 SUBMARINE CABLE--NONMETAL	25.0	0	0.0	4.0
2426 IB CABLE--METALLIC	8.9	-14	76.5	4.2
2426 IB CABLE--NONMETAL	14.5	-14	18.4	6.6
2431 AERIAL WIRE	4.5	-100	33.8	36.9
2441 CONDUIT SYSTEMS	37.0	-18	36.2	2.2

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
U S WEST COMMUNICATIONS, INC. - OREGON

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years)	(%)	(%)	(%)
	A	B	C	D = (100% - B - C) / A
2112 MOTOR VEHICLES	5.4	15	43.6	7.7
2114 SPECIAL PURPOSE VEHICLES	7.1	10	53.0	5.2
2115 GARAGE WORK EQUIP	7.7	10	53.9	4.7
2116 OTHER WORK EQUIP	9.4	10	49.4	4.3
2121 BUILDINGS	26.0	1	27.7	2.7
2122 FURNITURE	8.4	18	65.9	1.9
2123 OFFICE EQUIP	7.9	9	4.2	11.0
2123 COMPANY COMM EQUIP	4.1	0	43.5	13.8
2124 GEN'L PURPOSE COMPUTERS	2.9	9	55.9	12.1
2211 ANALOG SW EQUIP	2.6	2	59.5	14.8
2212 DIGITAL SW EQUIP	10.2	8	24.1	6.7
2220 OPERATOR SYSTEMS	5.1	5	9.1	16.8
2231 RADIO SYSTEMS	7.8	-5	41.4	8.2
2232 CIRCUIT--DDS	5.4	0	12.3	16.2
2232 CIRCUIT--DIGITAL	5.7	3	34.4	11.0
2232 CIRCUIT--ANALOG	2.6	-5	67.2	14.5
2351 PUB TEL TERM EQUIP	7.0	6	69.9	3.4
2362 OTHER TERM EQUIP	5.2	0	65.6	6.6
2411 POLE LINES	12.5	-57	62.2	7.6
2421 AERIAL CABLE--METALLIC	9.4	-16	47.3	7.3
2421 AERIAL CABLE--NONMETAL	13.4	-25	-2.5	9.5
2422 UG CABLE--METALLIC	12.4	-6	44.7	4.9
2422 UG CABLE--NONMETAL	20.0	-16	16.6	5.0
2423 BURIED CABLE--METALLIC	9.8	-9	40.7	7.0
2423 BURIED CABLE--NONMETAL	16.5	-10	20.9	5.4
2424 SUBMARINE CABLE--METALLIC	11.0	-4	63.5	3.7
2424 SUBMARINE CABLE--NONMETAL	13.8	-4	17.8	6.2
2426 IB CABLE--METALLIC	9.5	-18	70.4	5.0
2426 IB CABLE--NONMETAL	17.0	-25	25.5	5.9
2431 AERIAL WIRE	6.1	-52	99.5	8.6
2441 CONDUIT SYSTEMS	38.0	-7	24.8	2.2

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
U S WEST COMMUNICATIONS, INC. - SOUTH DAKOTA

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.3	15	59.9	7.6
2114 SPECIAL PURPOSE VEHICLES	14.0	10	0.0	6.4
2115 GARAGE WORK EQUIP	9.8	0	6.9	9.5
2116 OTHER WORK EQUIP	9.1	8	50.1	4.6
2121 BUILDINGS	24.0	10	19.9	2.9
2122 FURNITURE	8.2	1	97.5	0.2
2123 OFFICE EQUIP	6.6	0	69.1	4.7
2123 COMPANY COMM EQUIP	2.9	0	76.3	8.2
2124 GEN'L PURPOSE COMPUTERS	2.9	5	55.6	13.6
2211 ANALOG SW EQUIP	3.1	0	59.8	13.0
2212 DIGITAL SW EQUIP	9.2	0	32.1	7.4
2220 OPERATOR SYSTEMS	5.7	0	78.9	3.7
2231 RADIO SYSTEMS	5.3	-3	70.4	6.2
2232 CIRCUIT--DDS	6.9	0	27.3	10.5
2232 CIRCUIT--DIGITAL	6.1	0	44.9	9.0
2232 CIRCUIT--ANALOG	2.9	-3	61.2	14.4
2351 PUB TEL TERM EQUIP	3.5	5	82.3	3.6
2362 OTHER TERM EQUIP	5.3	-5	51.9	10.0
2411 POLE LINES	6.8	-100	117.0	12.2
2421 AERIAL CABLE--METALLIC	8.8	-30	82.0	5.5
2421 AERIAL CABLE--NONMETAL	14.2	-30	21.7	7.6
2422 UG CABLE--METALLIC	13.4	-18	53.5	4.8
2422 UG CABLE--NONMETAL	14.6	-18	24.8	6.4
2423 BURIED CABLE--METALLIC	9.7	-10	56.9	5.5
2423 BURIED CABLE--NONMETAL	16.2	-10	22.9	5.4
2424 SUBMARINE CABLE--METALLIC	13.4	0	41.2	4.4
2424 SUBMARINE CABLE--NONMETAL	18.6	0	19.0	4.4
2426 IB CABLE--METALLIC	8.2	-8	74.7	4.1
2426 IB CABLE--NONMETAL	15.7	-8	14.9	5.9
2431 AERIAL WIRE	2.3	-37	100.6	15.8
2441 CONDUIT SYSTEMS	39.0	-10	30.0	2.1

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
U S WEST COMMUNICATIONS, INC. - UTAH

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D = (100% - B - C) / A
2112 MOTOR VEHICLES	4.3	8	52.1	9.3
2114 SPECIAL PURPOSE VEHICLES	11.1	0	34.3	5.9
2115 GARAGE WORK EQUIP	11.1	0	3.8	8.7
2116 OTHER WORK EQUIP	11.0	0	26.4	6.7
2121 BUILDINGS	29.0	0	25.5	2.6
2122 FURNITURE	8.2	3	61.6	4.3
2123 OFFICE EQUIP	4.4	0	44.9	12.5
2123 COMPANY COMM EQUIP	2.5	0	77.5	9.0
2124 GEN'L PURPOSE COMPUTERS	3.0	3	48.2	16.3
2211 ANALOG SW EQUIP	2.4	0	64.3	14.9
2212 DIGITAL SW EQUIP	9.4	3	25.6	7.6
2220 OPERATOR SYSTEMS	2.6	0	90.6	3.6
2231 RADIO SYSTEMS	7.4	0	52.2	6.5
2232 CIRCUIT--DDS	3.7	0	58.2	11.3
2232 CIRCUIT--DIGITAL	5.8	0	42.5	9.9
2232 CIRCUIT--ANALOG	2.7	-5	85.4	7.3
2351 PUB TEL TERM EQUIP	4.4	5	77.8	3.9
2362 OTHER TERM EQUIP	6.2	3	60.3	5.9
2411 POLE LINES	12.7	-43	59.2	6.6
2421 AERIAL CABLE--METALLIC	8.4	-31	50.4	9.6
2421 AERIAL CABLE--NONMETAL	16.0	-25	13.1	7.0
2422 UG CABLE--METALLIC	12.7	-24	50.7	5.8
2422 UG CABLE--NONMETAL	15.4	-19	15.4	6.7
2423 BURIED CABLE--METALLIC	15.4	-5	37.7	4.4
2423 BURIED CABLE--NONMETAL	17.0	-5	17.2	5.2
2424 SUBMARINE CABLE--METALLIC	14.2	0	8.9	6.4
2424 SUBMARINE CABLE--NONMETAL	25.0	0	0.0	4.0
2426 IB CABLE--METALLIC	9.1	-3	56.4	5.1
2426 IB CABLE--NONMETAL	14.9	-3	11.5	6.1
2431 AERIAL WIRE	6.0	-25	62.9	10.4
2441 CONDUIT SYSTEMS	44.0	-7	20.2	2.0

The figures in Columns B, C, and D are percentages of gross book cost.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
U S WEST COMMUNICATIONS, INC. - WYOMING

Effective January 1, 1995

Rate Category Description	Average Remaining Life	Future Net Salvage	Accumulated Depreciation	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D = (100% - B - C)/A
2112 MOTOR VEHICLES	3.1	8	77.2	4.8
2114 SPECIAL PURPOSE VEHICLES	10.4	0	34.6	6.3
2115 GARAGE WORK EQUIP	11.5	0	-40.2	12.2
2116 OTHER WORK EQUIP	10.8	1	25.6	6.8
2121 BUILDINGS	24.0	-9	33.8	3.1
2122 FURNITURE	7.6	0	99.8	5.0
2123 OFFICE EQUIP	5.6	0	36.1	11.4
2123 COMPANY COMM EQUIP	2.5	-5	80.4	9.8
2124 GEN'L PURPOSE COMPUTERS	3.0	4	40.2	18.6
2211 ANALOG SW EQUIP	0.5	3	95.2	3.6
2212 DIGITAL SW EQUIP	10.0	3	17.0	8.0
2215 STEP BY STEP SW EQUIP	---	-3	103.0	---
2220 OPERATOR SYSTEMS	8.0	0	0.0	12.5
2231 RADIO SYSTEMS	7.0	-5	49.6	7.9
2232 CIRCUIT--DDS	4.3	0	100.0	5.0
2232 CIRCUIT--DIGITAL	5.9	2	39.3	9.9
2232 CIRCUIT--ANALOG	3.5	-3	63.6	11.3
2351 PUB TEL TERM EQUIP	2.0	5	94.4	0.3
2362 OTHER TERM EQUIP	4.6	3	71.8	5.5
2411 POLE LINES	11.4	-79	-91.3	7.7
2421 AERIAL CABLE--METALLIC	19.6	-41	51.7	8.4
2421 AERIAL CABLE--NONMETAL	14.6	-24	10.9	7.7
2422 UG CABLE--METALLIC	12.1	-30	44.6	7.1
2422 UG CABLE--NONMETAL	16.4	-14	21.4	5.6
2423 BURIED CABLE--METALLIC	9.1	-4	41.7	6.8
2423 BURIED CABLE--NONMETAL	16.9	-4	16.1	5.2
2424 SUBMARINE CABLE--METALLIC	13.9	0	69.9	2.2
2424 SUBMARINE CABLE--NONMETAL	25.0	0	0.0	4.0
2426 IB CABLE--METALLIC	8.3	-5	60.4	5.4
2426 IB CABLE--NONMETAL	16.8	-5	-128.4	13.9
2431 AERIAL WIRE	4.0	-55	76.7	19.6
2441 CONDUIT SYSTEMS	42.0	-7	23.2	2.0

The figures in Columns B, C, and D are percentages of gross book cost.

SEPARATE STATEMENT OF
COMMISSIONER RACHELLE B. CHONG

Re: The Prescription of Revised Percentages of Depreciation pursuant to the Communications Act of 1934, as amended, for Alascom et. al -- Memorandum Opinion and Order

For over half a century, the prescription of depreciation rates for communications common carriers was considered essential to ensure just and reasonable prices for interstate telephone services. Under traditional forms of cost-of-service regulation, carriers recover their annual operating expenses through rates charged to consumers. Because depreciation is the largest operating expense in the capital-intensive telecommunications industry, involving billions of dollars annually, it has a profound effect on consumer prices in a cost-of-service regulatory environment.¹ In 1934, Congress recognized this fact when it directed the FCC to prescribe depreciation rates for carriers.²

Times and circumstances have changed, however. The advent of price cap regulation broke the direct link between regulated prices and costs that exists under cost-of-service regulation. At the FCC, the implementation of price caps in 1991 for the largest local exchange carriers ("LECs") dramatically diminished the significance of depreciation for interstate ratemaking purposes. Under the LEC price cap rules, depreciation expense impacts interstate access rates only in limited circumstances. For example, if a carrier exceeds a specific upper bound on reported earnings, depreciation expense in a particular year can affect the amount that the carrier must return to consumers under the Commission's "sharing" mechanism. In addition, if a carrier's earnings fall below a specific lower bound, depreciation expense in a particular year can affect the amount that the carrier is entitled to raise rates in the next period pursuant to the Commission's "low-end adjustment" procedure. So long as earnings remain within these upper and lower earnings bounds, however, depreciation expense does not impact rates for interstate access services charged by those carriers subject to price cap regulation.

¹ For example, in 1994, the total annual depreciation expense for all reporting local exchange carriers was \$19 billion. Statistics of Communications Common Carriers, Federal Communications Commission, at 33 (1994/1995 ed.).

² See 47 U.S.C. § 220(b). Although current law continues to mandate depreciation prescriptions by the FCC, legislation pending before the 104th Congress would amend Section 220(b) of the Communications Act to afford the agency discretion to prescribe depreciation rates as it determines to be appropriate.

Further changes to our pricing rules in the future may render depreciation prescriptions at the federal level virtually obsolete. I have expressed my desire on several occasions to eliminate sharing – a vestige of cost-of-service regulation – and move to a system of "pure" price regulation.³ The Commission took a step in this direction last year when it revised its price cap rules on an interim basis. The interim rules do not require sharing for carriers that elect the most challenging of three available productivity factors.⁴ And, significantly, the Commission has established a long term goal of eliminating sharing entirely from price cap regulation.⁵ Should the Commission ultimately adopt such a regime, and should Congress amend Section 220(b) of the Communications Act, the agency should no longer need to prescribe depreciation rates.

We are entering a new age of competition in local exchange and exchange access markets. As competition builds and our system of price cap regulation for the LECs evolves, it may be a worthy public interest goal to end depreciation prescriptions at the FCC as we close out the twentieth century. It is my hope that in the relatively near future, the rise of competition will enable us to end this resource-intensive regulatory activity and still faithfully discharge our obligation under the Communications Act to ensure reasonable rates for consumers.

³ See Price Cap Performance Review for Local Exchange Carriers, CC Docket No. 94-1, *First Report and Order*, 10 FCC Rcd 8961, at 9252 (1995) (Separate Statement of Commissioner Rachelle B. Chong); "Rudolph's Roadmap to More Competition and Less Regulation," Remarks of Commissioner Rachelle B. Chong before the Practising Law Institute and the Federal Communications Bar Association, 13th Annual Institute on Telecommunications Policy and Regulation, Washington, D.C., December 14, 1995.

⁴ *First Report and Order*, 10 FCC Rcd at 9054-58.

⁵ *Id.*, 10 FCC Rcd at 9047. See also Price Cap Performance Review for Local Exchange Carriers, CC Docket No. 94-1, *Fourth Further Notice of Proposed Rulemaking*, FCC 95-406 (released Sept. 27, 1995) at paras. 114-16.