

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

FCC 94-13

In the Matter of

The Prescription of Revised Percentages of)
Depreciation pursuant to the Communications)
Act of 1934, as amended, for:)
)
BellSouth Telecommunications, Inc.)
The Chesapeake and Potomac Telephone Company of Virginia)
The Chesapeake and Potomac Telephone Company of West Virginia))
GTE North Incorporated)
GTE South Incorporated)
GTE Southwest Incorporated)
GTE Virginia)
New England Telephone and Telegraph Company)
Ohio Bell Telephone Company)
Southern New England Telephone Company)
U S West Communications, Inc.)

MEMORANDUM OPINION AND ORDER

Adopted: January 24, 1994

Released: January 31, 1994

By the Commission:

I. INTRODUCTION

1. In this Memorandum Opinion and Order, we prescribe depreciation rates and amortizations for eleven local exchange carriers (LECs) that filed requests for such changes in 1993. We determined these depreciation rates and amortizations after considering the studies underlying the carriers' requests, the views of the state commissions, staff analyses and recommendations.

II. BACKGROUND

2. This Commission is required by the Communications Act of 1934, as amended, to prescribe the depreciation rates¹ that are used to compute depreciation expense for communications common carriers. In accordance with our rules, depreciation rates are prescribed so as to fully depreciate 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 life and salvage factors are based upon estimates that require periodic review to ensure their reasonableness.

3. It is our practice to review and revise each carrier's depreciation rates and amortizations once every three years. In doing so, we review depreciation rates for approximately one-third of the larger carriers each year. This process begins when carriers submit depreciation studies, which consist of a variety of data related to the carriers' recent plant retirements and plans for future plant retirements along with their preliminary depreciation rate and amortization proposals. Some state commissions provide preliminary proposals as well. The Common Carrier Bureau then independently analyzes carriers' data and proposals and prepares its own preliminary proposals, which are forwarded to the state commissions³ and the carriers. Representatives from the Bureau, the state commissions and the carriers then meet to discuss the various proposals (the three-way meetings), and at the conclusion of these meetings, the Bureau makes its recommendations. The carriers then formally file for revised depreciation rates that may or may not agree with the Bureau's recommendations and the Bureau issues a Public Notice requesting comments on the proposed depreciation rate changes.

1 See generally 47 U.S.C § 220(b) (1982). In recent years, we have also prescribed amortization amounts in lieu of depreciation rates to resolve certain depreciation accounting problems. An amortization amount is a specific amount to be charged to depreciation expense each year. See Amortization of Depreciation Reserve Imbalances of Local Exchange Carriers, 3 FCC Rcd 984 (1988) (Amortization Order); see also the Prescription Percentages of Depreciation Pursuant to Section 220(b) of the Communications Act of 1934, as amended for: AT&T-Long Lines Department, 96 FCC 2d 257 (1983); the Prescription of Revised Percentages of Depreciation pursuant to the Communications Act of 1934, as amended for: AT&T Communications et. al., 7 FCC Rcd 1050 (1992).

2 See 47 C.F.R. § 32.2000 (g) (2).

3 This coordination is conducted pursuant to Section 220(i) of the Communications Act of 1934, as amended, 47 U.S.C § 220(i).

4. This year, in accordance with our triennial schedule, the eleven carriers listed in the caption submitted studies proposing revised depreciation rates and amortizations based upon revised estimates of the primary depreciation factors (i.e., equipment service life, net salvage and retirement patterns). Following the procedures outlined above, the Bureau proposed rates and amortizations in a Public Notice released August 6, 1993.⁴ Only the Virginia State Corporation Commission filed comments. No reply comments were filed.

III. DISCUSSION

A. The Depreciation Rate Proposals

5. All of the rates and amortizations recommended by the Bureau at the conclusion of the three-way meetings were requested by the carriers in their formal filings and were proposed by the Bureau in the Public Notice. No one filed comments objecting to these rates or amortizations. All carriers listed in the caption filed for effective dates consistent with the depreciation rate study dates. These proposed effective dates are also consistent with our Effective Date Reconsideration Order.⁵ We conclude, therefore, that the proposed depreciation rates, amortizations, and effective dates for all carriers are consistent with our depreciation policies and are adequately supported by the carriers' underlying studies. Accordingly, we prescribe those rates, amortizations, and effective dates as shown in the Appendix to this Order.

B. Submission of Whole-Life Depreciation Parameters

6. In many of the depreciation prescription orders that the Commission has approved since its decision in the Property Depreciation Order,⁶ the Commission has expressed its concern with the size of the carriers' depreciation reserve imbalances. Because of the rapid rate of technological advancement in the industry, we continue to believe that the carriers' reserve conditions are extremely important. In order to adequately assess the reserve conditions, it is necessary to consider the whole-life rates.⁷ As a result, we

⁴ Comments Invited On Depreciation Rate Prescriptions Proposed For Domestic Telephone Carriers, 8 FCC Rcd 5535 (1993) (Public Notice).

⁵ Prescription of Revised Percentages of Depreciation pursuant to the Communications Act of 1934, as amended for: Alascom, Inc. et. al., and Policy Regarding Effective Date of Depreciation Prescriptions, 7 FCC Rcd 798 (1992) (Effective Date Reconsideration Order). This order mandated the effective date for Commission represcription orders to be January 1 of the study year.

⁶ Amendment of Part 31 (Uniform Systems of Accounts for Class A and Class B Telephone Companies), 83 FCC 2d 267 (1980) (Property Depreciation reconsideration, 87 FCC 2d 916 (1981). Supplemental Opinion and Order, 87 FCC 2d 1112 (1981).

⁷ Whole-life rates are calculated by dividing 100% less the average net salvage percentage by the average service life.

continue our policy of requiring carriers that seek to change their depreciation rates to include whole-life rates in their filings. These whole-life rates should be developed on the same underlying bases as the requested depreciation rates.

IV. CONCLUSION

7. Having considered the carriers' proposals, the studies upon which those proposals are based, the views and recommendations of the states, the response to the Public Notice, and the Bureau's studies and analyses, we adopt the depreciation rates, amortizations, and effective dates listed in the Appendix. If the states follow our lead, these revised depreciation and amortizations will provide an additional \$390 million in annual capital recovery. This additional capital could better position the LECs to upgrade existing plant and accelerate deployment of new telecommunications technology, thus strengthening and enhancing the American telecommunications infrastructure. Such improvements to the infrastructure would benefit the public directly by facilitating the introduction of such services as distance learning and telemedicine. The improvements could also stimulate the American economy indirectly to the extent that they enable telephone companies to provide traditional communications services at lower costs. Such an outcome would lead directly to lower rates for communications services and indirectly to greater productivity and improved economic performance for all sectors of this nation's economy.

V. ORDERING CLAUSES

8. 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. §§ 154(i), 201-205 and 220(b), that the percentages of depreciation and amortization amounts set forth in the Appendix to this Order ARE PRESCRIBED, effective on the dates listed.

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

FEDERAL COMMUNICATIONS COMMISSION

William F. Caton
Acting Secretary

Appendix

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

APPENDIX
 PAGE 1

Effective January 1, 1993

Rate Category Description	Average	Future	Reserve	Remaining
	Remaining	Net	Level	Life
-----	Life	Salvage	Level	Rate
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 Motor Vehicles	3.7	12	53.4	9.4
2113 Aircraft	---	60	40.0	5.0
2115 Garage Work Equipment	10.1	2	29.3	6.8
2116 Other Work Equipment	10.3	2	39.8	5.7
2121 Buildings	34.0	4	23.5	2.1
2122 Furniture	11.8	9	38.0	4.5
2123 Office Equipment	4.3	26	29.5	10.3
2124 Genl Purpose Computers	3.3	5	52.6	12.8
2211 Analog ESS	4.0	2	50.0	12.0
2212 Digital ESS	9.8	2	28.2	7.1
2220 Operator Systems	9.1	2	83.3	1.6
2231 Radio Systems	6.0	0	42.6	9.6
2232 Circuit-Other	5.1	0	49.6	9.9
2232 Circuit-DDS	4.0	2	54.8	10.8
2311 Station Apparatus	4.5	2	38.4	13.2
2341 Large PBX	3.1	-4	41.0	20.3
2351 Public Telephone	2.6	20	66.9	5.0
2362 Other Terminal Equip.	3.2	-4	70.1	10.6
2411 Poles	22.0	-40	43.0	4.4
2421 Aerial Cable Metal	11.0	-14	46.7	6.1
2421 Aerial Cable Fiber	16.1	-20	18.9	6.3
2422 Undergrd Cable Metal	14.4	-22	50.4	5.0
2422 Undergrd Cable Fiber	18.9	-20	20.4	5.3
2423 Buried Cable Metal	13.1	-7	41.8	5.0
2423 Buried Cable Fiber	12.0	-11	18.7	7.7
2424 Submarine Cable	13.0	0	49.7	3.9
2426 Intra-Bldg Netwk Cable	10.2	-11	49.1	6.1
2431 Aerial Wire	15.9	-78	74.9	6.5
2441 Conduit System	47.0	-5	23.4	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
 BELLSOUTH TELECOMMUNICATIONS, INC. - KENTUCKY

APPENDIX
 PAGE 2

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 Motor Vehicles	3.3	15	52.6	9.8
2115 Garage Work Equipment	10.9	1	3.5	8.8
2116 Other Work Equipment	12.2	1	27.3	5.9
2121 Buildings	29.0	3	26.3	2.4
2122 Furniture	7.5	5	33.1	8.3
2123 Office Equipment	4.7	27	14.3	12.5
2124 Genl Purpose Computers	3.6	1	19.4	22.1
2211 Analog ESS	4.0	2	52.2	11.5
2212 Digital ESS	10.5	3	22.7	7.1
2220 Operator Systems	8.0	3	48.7	6.0
2231 Radio Systems	6.6	-5	49.3	8.4
2232 Circuit-Other	5.6	0	38.2	11.0
2232 Circuit-DDS	4.0	2	49.4	12.2
2311 Station Apparatus	4.0	4	62.4	8.4
2341 Large PBX	2.9	-4	54.4	17.1
2351 Public Telephone	2.5	20	71.7	3.3
2362 Other Terminal Equip.	3.3	-4	66.1	11.5
2411 Poles	19.6	-49	45.9	5.3
2421 Aerial Cable Metal	11.2	-10	49.1	5.4
2421 Aerial Cable Fiber	19.3	-13	20.5	4.8
2422 Undergrd Cable Metal	14.5	-24	52.6	4.9
2422 Undergrd Cable Fiber	18.8	-7	18.5	4.7
2423 Buried Cable Metal	12.1	-10	46.0	5.3
2423 Buried Cable Fiber	14.4	-3	15.2	6.1
2424 Submarine Cable	15.1	0	46.5	3.5
2426 Intra-Bldg Netwk Cable	10.3	-6	44.5	6.0
2431 Aerial Wire	11.4	-32	59.9	6.3
2441 Conduit System	47.0	-5	22.3	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
 BELLSOUTH TELECOMMUNICATIONS, INC. - LOUISIANA

APPENDIX
 PAGE 3

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
-----	-----	-----	-----	-----
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 Motor Vehicles	3.4	10	56.1	10.0
2115 Garage Work Equipment	12.4	1	-4.5	8.3
2116 Other Work Equipment	11.9	1	13.6	7.2
2121 Buildings	29.0	5	29.7	2.3
2122 Furniture	6.7	2	62.1	5.4
2123 Office Equipment	4.4	27	25.9	10.7
2124 Genl Purpose Computers	3.4	0	33.4	19.6
2211 Analog ESS	4.8	2	51.6	9.7
2212 Digital ESS	10.6	1	24.3	7.0
2220 Operator Systems	7.6	-2	60.6	5.4
2231 Radio Systems	6.7	-5	54.3	7.6
2232 Circuit-Other	5.6	0	46.2	9.6
2232 Circuit-DDS	4.1	2	34.1	15.6
2311 Station Apparatus	4.1	4	28.3	16.5
2341 Large PBX	3.3	-4	37.2	20.2
2351 Public Telephone	2.9	20	63.4	5.7
2362 Other Terminal Equip.	3.0	-4	69.8	11.4
2411 Poles	18.4	-49	47.8	5.5
2421 Aerial Cable Metal	9.6	-17	53.3	6.6
2421 Aerial Cable Fiber	15.8	-20	26.6	5.9
2422 Undergrd Cable Metal	14.8	-20	41.9	5.3
2422 Undergrd Cable Fiber	18.8	-20	26.8	5.0
2423 Buried Cable Metal	10.4	-10	58.9	4.9
2423 Buried Cable Fiber	11.7	-10	31.3	6.7
2424 Submarine Cable	9.5	-1	44.6	5.9
2426 Intra-Bldg Netwk Cable	10.0	-5	53.5	5.2
2431 Aerial Wire	4.5	-4	46.2	12.8
2441 Conduit System	48.0	-5	21.4	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
 BELLSOUTH TELECOMMUNICATIONS, INC. - MISSISSIPPI

APPENDIX
 PAGE 4

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
-----	-----	-----	-----	-----
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 Motor Vehicles	3.0	12	60.1	9.3
2115 Garage Work Equipment	10.2	-2	7.8	9.2
2116 Other Work Equipment	10.2	-2	33.0	6.8
2121 Buildings	31.0	2	22.7	2.4
2122 Furniture	8.7	3	50.3	5.4
2123 Office Equipment	3.9	28	31.8	10.3
2124 Genl Purpose Computers	3.4	0	47.0	15.6
2211 Analog ESS	3.1	2	32.6	21.1
2212 Digital ESS	10.2	3	25.3	7.0
2220 Operator Systems	6.8	3	91.6	0.8
2231 Radio Systems	7.0	-7	61.6	6.5
2232 Circuit-Other	5.1	1	37.7	12.0
2232 Circuit-DDS	4.0	2	37.6	15.1
2311 Station Apparatus	5.3	2	-20.3	22.3
2341 Large PBX	2.8	-4	65.8	13.6
2351 Public Telephone	3.0	20	60.5	6.5
2362 Other Terminal Equip.	3.1	-4	63.0	13.2
2411 Poles	19.0	-62	38.4	6.5
2421 Aerial Cable Metal	10.3	-6	55.1	4.9
2421 Aerial Cable Fiber	16.1	-10	18.6	5.7
2422 Undergrd Cable Metal	14.1	-23	51.8	5.0
2422 Undergrd Cable Fiber	15.1	-20	29.3	6.0
2423 Buried Cable Metal	10.7	-10	47.0	5.9
2423 Buried Cable Fiber	11.3	-5	29.4	6.7
2424 Submarine Cable	11.2	-5	44.8	5.4
2426 Intra-Bldg Netwk Cable	10.6	-12	51.7	5.7
2431 Aerial Wire	15.5	-76	77.4	6.4
2441 Conduit System	47.0	-5	21.8	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
 BELLSOUTH TELECOMMUNICATIONS, INC. - TENNESSEE

APPENDIX
 PAGE 5

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
-----	-----	-----	-----	-----
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 Motor Vehicles	3.7	16	52.8	8.4
2115 Garage Work Equipment	13.3	-1	5.2	7.2
2116 Other Work Equipment	12.6	-1	29.4	5.7
2121 Buildings	29.0	1	28.7	2.4
2122 Furniture	10.1	9	25.8	6.5
2123 Office Equipment	3.9	28	7.0	16.7
2124 Genl Purpose Computers	3.8	2	38.7	15.6
2211 Analog ESS	2.0	3	36.6	30.2
2212 Digital ESS	10.3	4	21.0	7.3
2220 Operator Systems	7.7	5	32.4	8.1
2231 Radio Systems	8.0	0	47.6	6.6
2232 Circuit-Other	5.8	0	42.6	9.9
2232 Circuit-DDS	4.1	2	50.9	11.5
2311 Station Apparatus	3.2	4	55.2	12.8
2341 Large PBX	3.3	-4	42.5	18.6
2351 Public Telephone	2.9	20	60.3	6.8
2362 Other Terminal Equip.	3.0	3	65.8	10.4
2411 Poles	22.0	-48	31.3	5.3
2421 Aerial Cable Metal	10.8	-15	47.6	6.2
2421 Aerial Cable Fiber	20.0	-20	10.0	5.5
2422 Undergrd Cable Metal	14.4	-8	44.3	4.4
2422 Undergrd Cable Fiber	18.9	-20	18.2	5.4
2423 Buried Cable Metal	11.5	-5	45.3	5.2
2423 Buried Cable Fiber	14.6	-9	22.6	5.9
2424 Submarine Cable	13.6	-1	35.1	4.8
2426 Intra-Bldg Netwk Cable	12.5	-10	37.3	5.8
2431 Aerial Wire	14.1	-40	46.9	6.6
2441 Conduit System	46.0	-5	22.8	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
 THE CHESAPEAKE AND POTOMAC TELEPHONE COMPANY OF VIRGINIA

APPENDIX
 PAGE 6

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
-----	-----	-----	-----	-----
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.6	18	48.2	9.4
2115 GARAGE WORK EQUIPMENT	10.4	1	14.0	8.2
2116 OTHER WORK EQUIPMENT	9.3	5	27.8	7.2
2121 BUILDINGS	27.0	3	21.2	2.8
2122 FURNITURE	8.6	7	13.1	9.3
2123 OFFICE SUPPORT EQUIP	5.4	12	23.6	11.9
2123 COMPANY COMM. EQUIP	6.2	8	46.8	7.3
2124 COMPUTERS	3.6	7	43.8	13.7
2211 ANALOG SWITCHING	2.4	3	38.6	24.3
2211 CUST. PREM. SWITCHING	---	0	100.0	5.0
2212 DIGITAL SWITCHING	10.4	1	25.5	7.1
2220 DIGITAL OPERATOR SYSTEM	9.6	0	6.1	9.8
2231 RADIO SYSTEMS	8.1	-3	17.7	10.5
2232 DIGITAL DATA SYSTEMS	3.1	0	24.6	24.3
2232 DIGITAL CIRCUIT EQUIP	6.2	0	34.5	10.6
2232 ANALOG CIRCUIT EQUIP	4.3	-3	59.2	10.2
2351 PUBLIC TELEPHONE EQUIP	7.5	10	51.3	5.2
2362 OTHER TERMINAL EQUIP	8.3	18	34.7	5.7
2411 POLES	16.4	-43	40.8	6.2
2421 AERIAL CABLE	13.1	-17	41.2	5.8
2422 UNDERGROUND CABLE	15.4	-1	33.9	4.4
2423 BURIED CABLE	12.0	-4	38.8	5.4
2424 SUBMARINE CABLE	10.8	-8	56.6	4.8
2426 INTRABUILDING CABLE *	14.8	-19	45.7	5.0
2441 CONDUIT SYSTEMS	41.0	0	19.9	2.0

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

* Extraordinary retirement amortization for the Intrabuilding Cable Account of \$10,118 thousand annually over a five year period ending December 31, 1997.

FEDERAL COMMUNICATIONS COMMISSION
 Schedule of Annual Percentages of Depreciation for
 THE CHESAPEAKE AND POTOMAC TELEPHONE COMPANY OF WEST VIRGINIA

APPENDIX
 PAGE 7

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
-----	-----	-----	-----	-----
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.2	14	57.8	8.8
2115 GARAGE WORK EQ.	9.4	6	30.8	6.7
2116 OTHER WORK EQ.	8.9	6	28.1	7.4
2121 BUILDINGS	27.0	4	24.4	2.7
2122 FURNITURE	8.6	3	28.1	8.0
2123 OFC. SUP. EQ.	5.3	5	42.6	9.9
2123 COMP COMM EQ	6.0	8	47.9	7.4
2124 COMPUTERS	3.8	5	43.6	13.5
2211 ANALOG SWITCH @	---	10	-176.0	---
2212 DIGITAL SWITCH	10.5	3	23.6	7.0
2220 OPER SYS DIG	9.5	5	34.4	6.4
2231 RADIO SYSTEMS	6.2	3	49.1	7.7
2232 DIG DATA SYS	3.4	1	17.6	23.9
2232 DIGITAL CKT	6.0	1	39.2	10.0
2232 ANALOG CKT	4.6	-2	34.3	14.7
2351 PUBLIC TEL	7.6	4	48.1	6.3
2362 OTH TERM	9.0	11	13.3	8.4
2411 POLES	15.4	-40	46.1	6.1
2421 AERIAL CABLE	13.4	-18	45.1	5.4
2422 UG CABLE	15.5	-14	33.5	5.2
2423 BURIED CABLE	9.8	-7	55.6	5.2
2424 SUBMARINE CABLE	5.6	0	66.0	6.1
2426 INTRABLDG CABLE	9.6	-21	24.8	10.0
2441 CONDUIT SYSTEMS	36.0	-8	27.0	2.3

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 92-38, released January 31, 1992, is continued.

FEDERAL COMMUNICATIONS COMMISSION
 Schedule of Annual Percentages of Depreciation for
 GTE NORTH INCORPORATED - INDIANA

APPENDIX
 PAGE 8

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.3	13	55.0	9.7
2113 AIRCRAFT	---	55	45.0	5.0
2115 GARAGE WORK EQ	11.4	0	30.9	6.1
2116 OTHER WORK EQ	9.7	2	34.6	6.5
2121 BUILDINGS	33.0	0	20.1	2.4
2122 FURNITURE	8.7	3	63.4	3.9
2123 OFFICE SUPPORT EQ	7.2	1	29.4	9.7
2123 COMPANY COMMUN. EQ	6.7	1	53.5	6.8
2124 GEN PURPOSE COMPUTERS	3.1	5	61.5	10.8
2211 ANALOG ELECTRONIC SW	3.0	2	27.2	23.6
2212 DIGITAL ELECTRONIC SW	9.0	3	32.9	7.1
2215 ELECTROMECHANICAL SW	4.0	-1	77.6	5.9
2220 OPERATOR SYSTEMS	---	-3	103.0	5.0
2231 RADIO SYSTEMS	5.7	-4	98.1	1.0
2232 CIRCUIT EQUIPMENT	5.6	2	43.6	9.7
2351 PUBLIC TELE. TERM. EQ.	---	5	95.0	5.0
2362 OTHER TERMINAL EQ.	4.8	1	81.3	3.7
2411 POLES	15.5	-52	60.4	5.9
2421 AERIAL CBL-METALLIC	12.1	-27	55.0	6.0
2421 AERIAL CBL-NONMETAL	20.0	-10	22.7	4.4
2422 UNDRGRND CBL-METALLIC	15.8	-22	43.8	4.9
2422 UNDRGRND CBL-NONMETAL	22.0	-5	12.9	4.2
2423 BURIED CABLE-METALLIC	12.0	-12	42.2	5.8
2423 BURIED CBL-NONMETAL	21.0	-5	14.9	4.3
2424 SUBMARINE CABLE	4.2	0	89.8	2.4
2426 INTRABLDG NETWORK CBL	12.4	-35	60.9	6.0
2431 AERIAL WIRE	2.6	-60	149.0	4.2
2441 CONDUIT SYSTEMS	40.0	-10	27.1	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
GTE NORTH INCORPORATED - OHIO

APPENDIX
PAGE 9

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
-----	-----	-----	-----	-----
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.6	12	55.3	9.1
2113 AIRCRAFT	2.1	48	38.7	6.3
2115 GARAGE WORK EQ	8.5	0	40.2	7.0
2116 OTHER WORK EQ	8.0	8	39.6	6.6
2121 BUILDINGS	16.6	0	33.9	4.0
2122 FURNITURE	---	5	95.0	5.0
2123 OFFICE SUPPORT EQ	8.3	1	35.7	7.6
2123 COMPANY COMMUN. EQ	8.1	1	47.5	6.4
2124 GEN. PURPOSE COMPUTERS	3.6	5	57.5	10.4
2211 ANALOG ELECTRONIC SW	4.4	-1	43.5	13.1
2212 DIGITAL ELECTRONIC SW	9.9	3	29.9	6.8
2215 ELECTROMECHANICAL SW	3.5	-4	60.9	12.3
2231 RADIO SYSTEMS	3.7	-1	86.1	4.0
2232 CIRCUIT EQUIPMENT	6.2	4	44.2	8.4
2351 PUBLIC TELE TERM EQ	3.9	5	74.4	5.3
2362 OTHER TERMINAL EQUIP	4.9	1	88.4	2.2
2411 POLES	16.6	-52	38.8	6.8
2421 AERIAL CABLE-METALLIC	15.8	-45	54.2	5.7
2421 AERIAL CBL-NONMETALLIC	18.2	-25	15.9	6.0
2422 UNDRGRND CBL-METALLIC	17.3	-31	46.4	4.9
2422 UNDRGRND CBL-NONMETAL	21.0	-16	11.9	5.0
2423 BURIED CABLE-METALLIC	12.6	-11	40.8	5.6
2423 BURIED CBL-NONMETALLIC	22.0	-5	10.7	4.3
2424 SUBMARINE CABLE	11.9	0	55.1	3.8
2426 INTRABLDG NETWORK CBL	11.2	-47	52.1	8.5
2431 AERIAL WIRE	5.9	-61	91.8	11.7
2441 CONDUIT SYSTEMS	39.0	-11	28.0	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
GTE NORTH INCORPORATED - PENNSYLVANIA

APPENDIX
PAGE 10

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.0	11	58.4	10.2
2115 GARAGE WORK EQ	9.3	0	43.8	6.0
2116 OTHER WORK EQ	9.1	2	44.8	5.8
2121 BUILDINGS	25.0	5	32.4	2.5
2122 FURNITURE	7.8	5	45.7	6.3
2123 OFFICE SUPPORT EQUIP	6.4	1	44.9	8.5
2123 COMPANY COMMUN. EQ	6.5	1	53.7	7.0
2124 GEN. PURPOSE COMPUTERS	3.1	5	74.3	6.7
2211 ANALOG ELECTRONIC SW	3.2	0	85.6	4.5
2212 DIGITAL ELECTRONIC SW	9.4	3	32.0	6.9
2215 ELECTROMECHANICAL SW	3.5	-2	93.0	2.6
2220 OPERATOR SYSTEMS	10.8	-2	51.0	4.7
2231 RADIO SYSTEMS	2.7	-3	95.8	2.7
2232 CIRCUIT EQUIPMENT	6.2	4	35.8	9.7
2351 PUBLIC TELE. TERM. EQ.	4.3	5	68.5	6.2
2362 OTHER TERMINAL EQUIP.	4.6	1	83.7	3.3
2411 POLES	19.8	-36	46.8	4.5
2421 AERIAL CABLE-METALLIC	14.6	-32	51.0	5.5
2421 AERIAL CBL-NONMETAL	18.1	-10	16.4	5.2
2422 UNDRGRND CBL-METALLIC	15.8	-28	30.6	6.2
2422 UNDRGRND CBL-NONMETAL	21.0	-10	18.2	4.4
2423 BURIED CABLE-METALLIC	12.3	-10	40.6	5.6
2423 BURIED CBL-NONMETAL	18.4	-5	9.9	5.2
2424 SUBMARINE CABLE	17.8	-12	0.0	6.3
2426 INTRABLDG NETWORK CBL	12.4	-40	66.3	5.9
2431 AERIAL WIRE	4.4	-36	104.2	7.2
2441 CONDUIT SYSTEMS	43.0	-6	28.3	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
 GTE NORTH INCORPORATED - WISCONSIN

APPENDIX
 PAGE 11

Effective January 1, 1993

Rate Category Description -----	Average	Future	Reserve	Remaining
	Remaining	Net		Life
	Life	Salvage	Level	Rate
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.7	14	46.2	10.8
2115 GARAGE WORK EQ	7.2	0	60.2	5.5
2116 OTHER WORK EQ	8.5	0	44.9	6.5
2121 BUILDINGS	19.9	0	29.8	3.5
2122 FURNITURE	9.1	6	34.9	6.5
2123 OFFICE SUPPORT EQ	7.0	5	29.6	9.3
2123 COMPANY COMMUN. EQ	6.3	5	71.9	3.7
2124 GEN. PURPOSE COMPUTERS	3.7	5	57.5	10.1
2211 ANALOG ELECTRONIC SW	---	-1	101.0	5.0
2212 DIGITAL ELECTRONIC SW	9.9	3	35.6	6.2
2215 ELECTROMECHANICAL SW	2.4	0	80.4	8.2
2220 OPERATOR SYSTEMS	14.5	-3	5.4	6.7
2231 RADIO SYSTEMS	4.2	1	91.5	1.8
2232 CIRCUIT EQUIPMENT	5.9	3	35.5	10.4
2351 PUBLIC TELE TERM. EQ.	4.1	5	91.0	1.0
2362 OTHER TERMINAL EQUIP	4.7	1	86.6	2.6
2411 POLES	13.0	-47	67.9	6.1
2421 AERIAL CABLE-METALLIC	11.7	-33	51.6	7.0
2421 AERIAL CBL-NONMETALLIC	18.6	-20	16.1	5.6
2422 UNDRGRND CBL-METALLIC	16.5	-25	28.1	5.9
2422 UNDRGRND CBL-NONMETAL	18.2	-15	11.6	5.7
2423 BURIED CABLE-METALLIC	11.3	-8	47.6	5.3
2423 BURIED CBL-NONMETALLIC	22.0	-7	15.7	4.2
2424 SUBMARINE CABLE	11.5	-10	56.7	4.6
2426 INTRABLDG NETWORK CBL	11.2	-37	55.5	7.3
2431 AERIAL WIRE	4.3	-80	160.7	4.5
2441 CONDUIT SYSTEMS	39.0	-10	24.6	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
 GTE SOUTH INCORPORATED - ALABAMA

APPENDIX
 PAGE 12

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
-----	-----	-----	-----	-----
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	5.3	23	43.0	6.4
2115 GARAGE WORK EQUIP	6.4	0	78.6	3.3
2116 OTHER WORK EQUIP	11.6	3	39.0	5.0
2121 BUILDINGS	31.0	10	13.5	2.5
2122 FURNITURE	11.6	2	54.5	3.8
2123 OFFICE SUPPORT EQUIP	8.3	2	54.0	5.3
2123 COMPANY COMM EQUIP	5.8	0	58.6	7.1
2124 GEN PURPOSE COMPUTERS	2.9	5	73.0	7.6
2211 ANALOG ELECTRONIC SW	1.5	-1	63.3	25.1
2212 DIGITAL ELECTRONIC SW	9.4	5	24.0	7.6
2215 ELECTROMECHANICAL SW	2.4	-3	60.0	17.9
2220 OPERATOR SYSTEMS	13.2	5	8.5	6.6
2231 RADIO SYSTEMS	1.5	0	71.6	18.9
2232 CIRCUIT EQUIPMENT	6.0	3	28.1	11.5
2351 PUBLIC TELEPHONES	5.5	2	63.8	6.2
2362 OTHER TERM EQUIP	---	-2	102.0	5.0
2411 POLES	12.7	-45	38.7	8.4
2421 AERIAL CABLE METAL	14.2	-49	36.6	7.9
2421 AERIAL CABLE NON MET	17.7	-10	19.5	5.1
2422 UNDGRD CABLE METAL	15.3	-20	32.0	5.8
2422 UNDGRD CABLE NON MET	20.0	-2	14.4	4.4
2423 BURIED CABLE METAL	12.3	-10	29.8	6.5
2423 BURIED CABLE NON MET	21.0	-5	16.1	4.2
2424 SUBMARINE CABLE	16.4	-5	27.3	4.7
2426 INTRA BLDG CABLE	15.5	-38	46.1	5.9
2431 AERIAL WIRE	4.3	-85	125.1	13.9
2441 CONDUIT SYSTEMS	43.0	-1	25.9	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
 GTE SOUTH INCORPORATED - SOUTH CAROLINA

APPENDIX
 PAGE 13

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
-----	-----	-----	-----	-----
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	4.8	14	41.5	9.3
2115 GARAGE WORK EQUIP	15.0	0	0.0	6.7
2116 OTHER WORK EQUIP	9.2	0	46.2	5.8
2121 BUILDINGS	27.0	6	15.0	2.9
2122 FURNITURE	7.4	5	75.4	2.6
2123 OFFICE SUPPORT EQUIP	8.3	2	73.2	3.0
2123 COMPANY COMM EQUIP	5.8	0	50.1	8.6
2124 GEN PURPOSE COMPUTERS	2.7	5	66.0	10.7
2212 DIGITAL ELECTRONIC SW	9.4	5	32.1	6.7
2220 OPERATOR SYSTEMS	12.5	5	8.8	6.9
2231 RADIO SYSTEMS ^a	---	0	---	---
2232 CIRCUIT EQUIPMENT	5.0	4	23.9	14.4
2351 PUBLIC TELEPHONES	4.6	2	74.0	5.2
2362 OTHER TERM EQUIP	2.6	-2	89.3	4.9
2411 POLES	14.4	-40	53.3	6.0
2421 AERIAL CABLE METAL	11.2	-36	42.6	8.3
2421 AERIAL CABLE NON MET	18.2	-25	20.8	5.7
2422 UNDRD CABLE METAL	14.6	-24	27.4	6.6
2422 UNDRD CABLE NON MET	21.0	-25	19.9	5.0
2423 BURIED CABLE METAL	11.1	-3	29.5	6.6
2423 BURIED CABLE NON MET	22.0	-6	15.0	4.1
2424 SUBMARINE CABLE	5.6	-5	67.7	6.7
2426 INTRA BLDG CABLE	11.4	-33	53.9	6.9
2431 AERIAL WIRE	2.0	-71	170.7	0.2
2441 CONDUIT SYSTEMS	39.0	-1	27.8	1.9

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

^a The net service value for the Radio Systems Account is to be amortized over a twenty-four month period ending December 31, 1994.

FEDERAL COMMUNICATIONS COMMISSION
 Schedule of Annual Percentages of Depreciation for
 GTE SOUTH INCORPORATED - TENNESSEE

APPENDIX
 PAGE 14

Effective January 1, 1993

Rate Category Description -----	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	6.2	7	39.9	8.6
2115 GARAGE WORK EQUIP	15.0	0	0.0	6.7
2116 OTHER WORK EQUIP	11.4	5	41.4	4.7
2121 BUILDINGS	30.0	10	18.7	2.4
2122 FURNITURE	11.4	10	52.3	3.3
2123 OFFICE SUPPORT EQUIP	6.9	2	79.6	2.7
2123 COMPANY COMM EQUIP	5.4	0	62.4	7.0
2124 GEN PURPOSE COMPUTERS	1.9	5	93.7	0.7
2212 DIGITAL ELECTRONIC SW	9.2	10	18.0	7.8
2215 ELECTROMECHANICAL SW	---	-2	-51.4	---
2220 OPERATOR SYSTEMS	17.3	10	-8.8	5.7
2231 RADIO SYSTEMS	4.3	-2	65.3	8.5
2232 CIRCUIT EQUIPMENT	5.3	1	1.5	18.4
2351 PUBLIC TELEPHONES	4.8	2	67.2	6.4
2362 OTHER TERM EQUIP	3.0	-2	86.0	5.3
2411 POLES	12.7	-34	34.5	7.8
2421 AERIAL CABLE METAL	14.5	-35	38.9	6.6
2421 AERIAL CABLE NON MET	18.3	-17	11.1	5.8
2422 UNDRD CABLE METAL	14.6	-31	30.1	6.9
2422 UNDRD CABLE NON MET	18.8	-8	8.2	5.3
2423 BURIED CABLE METAL	10.5	-4	33.4	6.7
2423 BURIED CABLE NON MET	21.0	-5	17.7	4.2
2426 INTRA BLDG CABLE	15.4	-25	48.4	5.0
2431 AERIAL WIRE	4.8	-85	149.2	7.5
2441 CONDUIT SYSTEMS	44.0	-1	24.1	1.7

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

a The net service value for the Electromechanical Switching Account is to be amortized over a twenty-four month period ending December 31, 1994.

FEDERAL COMMUNICATIONS COMMISSION
 Schedule of Annual Percentages of Depreciation for
 GTE SOUTH INCORPORATED - VIRGINIA

APPENDIX
 PAGE 15

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
-----	-----	-----	-----	-----
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	4.0	7	47.3	11.4
2116 OTHER WORK EQUIP	7.4	5	56.4	5.2
2121 BUILDINGS	32.0	0	20.3	2.5
2122 FURNITURE	5.5	0	92.6	1.3
2123 OFFICE SUPPORT EQUIP	6.7	0	56.7	6.5
2123 COMPANY COMM EQUIP	6.1	-3	41.1	10.1
2124 GEN PURPOSE COMPUTERS	13.3	0	24.6	5.7
2212 DIGITAL ELECTRONIC SW	10.7	5	26.6	6.4
2215 ELECTROMECHANICAL SW ^a	---	-2	69.1	---
2231 RADIO SYSTEMS	6.4	-2	40.0	9.7
2232 CIRCUIT EQUIPMENT	5.7	0	-10.7	19.4
2351 PUBLIC TELEPHONES	4.5	-3	83.6	4.3
2362 OTHER TERM EQUIP	1.0	-3	93.7	9.3
2411 POLES	14.0	0	15.2	6.1
2421 AERIAL CABLE	13.5	-37	44.4	6.9
2422 UNDRD CABLE	14.5	-20	22.5	6.7
2423 BURIED CABLE	14.0	-4	42.2	4.4
2426 INTRA BLDG CABLE	11.7	-10	53.6	4.8
2431 AERIAL WIRE	6.6	-40	106.0	5.2
2441 CONDUIT SYSTEMS	35.0	-1	31.5	2.0

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

^a The net service value for the Electromechanical Switching Account is to be amortized over a twenty-four month period ending December 31, 1994.

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

APPENDIX
 PAGE 16

Effective January 1, 1993

Rate Category Description	Average	Future	Reserve	Remaining
	Remaining	Net		Life
	Life	Salvage	Level	Rate
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	3.8	20	43.2	9.7
2116 OTHER WORK EQUIP	13.7	0	27.9	5.3
2121 BUILDINGS	28.0	10	17.8	2.6
2122 FURNITURE	17.0	11	23.4	3.9
2123 OFFICE SUPPORT EQUIP	8.3	0	29.5	8.5
2123 COMPANY COMM EQUIP	7.9	0	42.5	7.3
2124 GEN PURPOSE COMPUTERS	3.7	5	11.4	22.6
2212 DIGITAL ELECTRONIC SW	8.7	2	29.2	7.9
2220 OPERATOR SYSTEMS	7.6	0	-51.2	19.9
2231 RADIO SYSTEMS	9.5	0	9.0	9.6
2232 CIRCUIT EQUIPMENT	5.7	5	45.8	8.6
2351 PUBLIC TELEPHONES	7.4	0	45.2	7.4
2362 OTHER TERM EQUIP	8.4	0	65.7	4.1
2411 POLES	13.5	-55	54.8	7.4
2421 AERIAL CABLE	12.8	-10	38.0	5.6
2422 UNDRD CABLE	14.1	-8	29.6	5.6
2423 BURIED CABLE	14.1	0	27.8	5.1
2424 SUBMARINE CABLE	16.3	0	43.1	3.5
2431 AERIAL WIRE	28.0	-92	52.3	5.0
2441 CONDUIT SYSTEMS	36.0	0	21.4	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
 GTE SOUTHWEST INCORPORATED - ARKANSAS

APPENDIX
 PAGE 17

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	4.0	16	53.8	7.6
2115 GARAGE WORK EQUIPMENT	13.1	2	59.4	2.9
2116 TOOLS & OTHER WORK EQ	8.6	9	63.7	3.2
2121 BUILDINGS	23.0	1	23.6	3.3
2122 FURNITURE	15.9	2	43.2	3.4
2123 OFFICE SUPPORT EQUIP	6.3	7	88.7	0.7
2123 COMPANY OFFICIAL	6.5	7	42.9	7.7
2124 COMPUTERS	3.9	2	70.4	7.1
2212 DIGITAL ELECTRONIC SW	10.5	5	21.6	7.0
2215 AUTOMATIC SWITCHING	5.2	0	15.0	16.3
2231 RADIO SYSTEMS	16.5	5	29.1	4.0
2232 CIRCUIT EQUIPMENT	5.6	2	22.6	13.5
2351 PUBLIC TELEPHONE EQ	9.0	20	51.7	3.1
2362 TERMINAL EQUIPMENT	5.8	3	67.9	5.0
2411 POLES	14.3	-72	76.5	6.7
2421 AERIAL CABLE-METALLIC	12.1	-27	53.5	6.1
2421 AERIAL CABLE-NONMETAL	18.1	0	11.9	4.9
2422 UNDRGRND CBL-METALLIC	14.6	-12	32.7	5.4
2422 UNDRGRND CBL-NONMETAL	19.9	0	11.6	4.4
2423 BURIED CABLE-METALLIC	13.2	-10	38.2	5.4
2423 BURIED CABLE-NONMETAL	17.7	0	15.6	4.8
2426 INTRBLDG CBL-METALLIC	15.1	-31	56.1	5.0
2431 AERIAL WIRE	5.7	-231	220.9	19.3
2441 CONDUIT SYSTEMS	38.0	-5	14.8	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
 GTE SOUTHWEST INCORPORATED - NEW MEXICO

APPENDIX
 PAGE 18

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	4.0	16	50.1	8.5
2115 GARAGE WORK EQUIPMENT	13.1	2	67.6	2.3
2116 TOOLS & OTHER WORK EQ	8.6	9	60.3	3.6
2121 BUILDINGS	23.0	3	26.9	3.0
2122 FURNITURE	15.9	2	39.2	3.7
2123 OFFICE SUPPORT EQUIP	---	7	93.0	5.0
2123 COMPANY OFFICIAL	6.5	7	50.7	6.5
2124 GEN PURPOSE COMPUTERS	3.9	2	75.3	5.8
2211 ANALOG SWITCHING	6.3	0	90.0	1.6
2212 DIGITAL ELECTRONIC SW	8.5	5	40.5	6.4
2220 OPERATOR SYSTEMS	13.6	0	3.6	7.1
2231 RADIO SYSTEMS	16.5	5	39.9	3.3
2232 CIRCUIT EQUIPMENT	5.4	-2	49.6	9.7
2351 PUBLIC TELEPHONE EQUIP	9.0	20	53.1	3.0
2362 TERMINAL EQUIPMENT	5.8	3	59.4	6.5
2411 POLES	17.7	-62	79.2	4.7
2421 AERIAL CABLE-METALLIC	12.3	-37	65.8	5.8
2421 AERIAL CABLE-NONMETAL	18.1	0	40.6	3.3
2422 UNDRGRND CBL-METALLIC	14.7	-19	41.2	5.3
2422 UNDRGRND CBL-NONMETAL	19.9	0	19.2	4.1
2423 BURIED CABLE-METALLIC	13.6	-10	33.8	5.6
2423 BURIED CABLE-NONMETAL	17.7	0	17.9	4.6
2426 INTRABLD CBL-METALLIC	12.8	-31	63.7	5.3
2431 AERIAL WIRE	---	-114	214.0	5.0
2441 CONDUIT SYSTEMS	36.0	-5	25.3	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
 GTE SOUTHWEST INCORPORATED - OKLAHOMA

APPENDIX
 PAGE 19

Effective January 1, 1993

Rate	Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
		(years)	(%)	(%)	(%)
		A	B	C	D=(100%-B-C)/A
2112	MOTOR VEHICLES	4.0	16	62.0	5.5
2115	GARAGE WORK EQUIPMENT	13.1	2	56.4	3.2
2116	TOOLS & OTHER WORK EQ	8.6	9	58.6	3.8
2121	BUILDINGS	20.0	6	25.1	3.4
2122	FURNITURE	15.9	2	39.9	3.7
2123	OFFICE SUPPORT EQUIP	6.3	7	75.3	2.8
2123	COMPANY OFFICIAL	6.5	7	49.3	6.7
2124	GEN PURPOSE COMPUTERS	3.9	2	73.5	6.3
2212	DIGITAL ELECTRONIC SW	9.8	5	31.6	6.5
2215	AUTOMATIC SWITCHING	4.9	0	69.0	6.3
2231	RADIO SYSTEMS	16.5	5	24.9	4.2
2232	CIRCUIT EQUIPMENT	5.6	3	34.2	11.2
2351	PUBLIC TELEPHONE EQ	9.0	20	61.4	2.1
2362	TERMINAL EQUIPMENT	5.8	3	67.0	5.2
2411	POLES	14.4	-63	70.3	6.4
2421	AERIAL CABLE-METALLIC	12.6	-28	46.2	6.5
2421	AERIAL CABLE-NONMETAL	18.1	0	31.0	3.8
2422	UNDRGRND CBL-METALLIC	15.2	-7	23.4	5.5
2422	UNDRGRND CBL-NONMETAL	19.9	0	14.0	4.3
2423	BURIED CABLE-METALLIC	13.4	-10	40.5	5.2
2423	BURIED CABLE-NONMETAL	17.7	0	10.5	5.1
2424	SUBMARINE CBL-METALLIC	21.0	0	18.3	3.9
2426	INTRBLDG CBL-METALLIC	14.3	-31	37.0	6.6
2426	INTRBLDG CBL-NONMETAL	18.8	0	32.6	3.6
2431	AERIAL WIRE	3.4	-202	257.7	13.0
2441	CONDUIT SYSTEMS	41.0	-10	15.9	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
 GTE SOUTHWEST INCORPORATED - TEXAS

APPENDIX
 PAGE 20

Effective January 1, 1993

Rate	Category	Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
-----			-----	-----	-----	-----
			(years)	(%)	(%)	(%)
			A	B	C	D=(100%-B-C)/A
2112	MOTOR VEHICLES		4.0	16	46.1	9.5
2113	AIRCRAFT		3.8	50	27.6	5.9
2115	GARAGE WORK EQUIPMENT		13.1	2	36.4	4.7
2116	TOOLS & OTHER WORK EQ		8.6	9	50.6	4.7
2121	BUILDINGS		21.0	13	19.1	3.2
2122	FURNITURE		15.9	2	36.6	3.9
2123	OFFICE SUPPORT EQUIP		6.3	7	56.4	5.8
2123	COMPANY OFFICIAL		6.5	7	36.1	8.8
2124	GEN PURPOSE COMPUTERS		3.9	5	49.2	11.7
2211	ANALOG SWITCHING		3.5	0	0.9	28.3
2212	DIGITAL ELECTRONIC SW		10.4	5	27.7	6.5
2215	AUTOMATIC SWITCHING		4.6	0	82.8	3.7
2220	OPERATOR SYSTEMS		10.7	0	71.2	2.7
2231	RADIO SYSTEMS		16.5	5	28.6	4.0
2232	CIRCUIT EQUIPMENT		4.4	4	40.3	12.7
2351	PUBLIC TELEPHONE EQ		9.0	20	34.8	5.0
2362	TERMINAL EQUIPMENT		5.8	3	47.3	8.6
2411	POLES		14.4	-65	62.5	7.1
2421	AERIAL CABLE-METALLIC		12.3	-24	48.2	6.2
2421	AERIAL CABLE-NONMETAL		18.1	0	17.6	4.6
2422	UNDRGRND CBL-METALLIC		14.1	-7	22.5	6.0
2422	UNDRGRND CBL-NONMETAL		19.9	0	14.8	4.3
2423	BURIED CABLE-METALLIC		11.6	-10	35.6	6.4
2423	BURIED CABLE-NONMETAL		17.7	0	15.7	4.8
2424	SUBMARINE CBL-METALLIC		21.0	0	19.1	3.9
2424	SUBMARINE CBL-NONMETAL		23.0	0	-92.9	8.4
2426	INTRBLDG CBL-METALLIC		14.3	-31	44.1	6.1
2426	INTRBLDG CBL-NONMETAL		18.8	0	13.5	4.6
2431	AERIAL WIRE		---	-100	200.0	5.0
2441	CONDUIT SYSTEMS		38.0	-10	20.9	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
 NEW ENGLAND TELEPHONE AND TELEGRAPH COMPANY - MAINE

APPENDIX
 PAGE 21

Effective January 1, 1993

Rate Category	Description	Average Remaining Life (years) A	Future Net Salvage (%) B	Reserve Level (%) C	Remaining Life Rate (%) D=(100%-B-C)/A
2112	MOTOR VEHICLES	---	10	90.0	5.0
2114	SPEC PURP VEHICLES	5.9	8	47.1	7.6
2115	GARAGE WORK EQPT.	6.2	8	67.8	3.9
2116	OTHER WORK EQPT.	8.0	5	38.8	7.0
2121	BUILDINGS	23.0	5	32.3	2.7
2122	FURNITURE	11.7	6	24.3	6.0
2123	OFFICE SUPP. EQPT.	8.0	7	48.8	5.5
2123	OFFICIAL COMM. EQPT.	5.3	7	54.2	7.3
2124	GEN PURP COMPUTERS	3.5	1	55.4	12.5
2211	ANALOG ELEC.SWITCH	3.2	-1	27.6	22.9
2212	DIGITAL ELEC.SWITCH	10.4	1	20.4	7.6
2220	OPERATOR SYSTEMS	5.6	0	30.7	12.4
2231	RADIO SYSTEMS	4.3	-5	78.2	6.2
2232	CIRCUIT EQ. DDS	4.2	-4	51.2	12.6
2232	CIRCUIT EQ. DIGITAL	6.1	0	43.4	9.3
2232	CIRCUIT EQ. ANALOG	3.9	-4	37.0	17.2
2311	STATION APPARATUS	7.0	1	50.8	6.9
2351	PUB.TEL.TERM.EQPT.	4.4	1	69.5	6.7
2362	OTHER TERM.EQ.OTHER	4.7	-2	67.8	7.3
2411	POLE LINES	18.7	-49	41.3	5.8
2421	AERIAL CA EXCH MET	10.9	-22	49.1	6.7
2421	AERIAL CA EXCH NMET	20.0	-25	12.1	5.6
2421	AERIAL CA TOLL MET	2.4	-18	67.3	21.1
2421	AERIAL CA TOLL NMET	20.0	-20	18.9	5.1
2422	UNDRGRD CA EXCH MET	14.1	-28	45.2	5.9
2422	UNDRGRD CA EXCH NMET	16.7	-31	33.4	5.8
2422	UNDRGRD CA TOLL MET	2.2	-22	75.1	21.3
2422	UNDRGRD CA TOLL NMET	19.8	-14	21.9	4.7
2423	BURIED CA EXCH MET	8.8	-6	33.8	8.2
2423	BURIED CA EXCH NMET	29.0	0	67.6	1.1
2423	BURIED CA TOLL MET	2.1	-3	63.5	18.8
2423	BURIED CA TOLL NMET	21.0	-2	8.7	4.4
2424	SUB CA EXCH MET	8.3	-5	64.3	4.9
2424	SUB CA EXCH NMET	30.0	0	0.0	3.3
2424	SUB CA TOLL MET	9.9	-5	64.0	4.1
2424	SUB CA TOLL NMET	26.0	-5	6.3	3.8
2426	INTRA NTKW CA MET	12.0	-26	40.2	7.2
2426	INTRA NTKW CA NMET	30.0	0	0.0	3.3
2431	AERIAL WIRE	4.7	-37	78.0	12.6
2441	CONDUIT	46.0	-5	20.2	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
 NEW ENGLAND TELEPHONE AND TELEGRAPH COMPANY - MASSACHUSETTS

APPENDIX
 PAGE 22

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	1.2	12	85.9	1.8
2114 SPEC PURP VEHICLES	5.6	2	84.1	2.5
2115 GARAGE WORK EQPT.	6.0	2	55.5	7.1
2116 OTHER WORK EQPT.	7.5	2	43.2	7.3
2121 BUILDINGS	24.0	10	27.8	2.6
2122 FURNITURE	9.0	5	39.0	6.2
2123 OFFICE SUPP. EQPT.	8.3	8	29.2	7.6
2123 OFFICIAL COMM. EQPT.	4.7	8	58.4	7.1
2124 GEN PURP COMPUTERS	2.8	1	80.7	6.5
2211 ANALOG ELEC.SWITCH	2.9	-1	59.2	14.4
2212 DIGITAL ELEC.SWITCH	10.4	0	28.9	6.8
2220 OPERATOR SYSTEMS	4.8	0	55.9	9.2
2231 RADIO SYSTEMS	3.2	0	76.4	7.4
2232 CIRCUIT EQ. DDS	3.4	-3	75.3	8.1
2232 CIRCUIT EQ. DIGITAL	5.9	0	44.8	9.4
2232 CIRCUIT EQ. ANALOG	3.4	-2	71.7	8.9
2311 STATION APPARATUS	---	1	99.0	5.0
2351 PUB. TEL. TERM. EQPT.	4.3	1	64.1	8.1
2362 OTHER TERM. EQ. OTHER	4.4	-5	67.9	8.4
2411 POLE LINES	22.0	-102	53.0	6.8
2421 AERIAL CA EXCH MET	12.2	-33	39.9	7.6
2421 AERIAL CA EXCH NMET	17.4	-25	12.8	6.4
2421 AERIAL CA TOLL MET	2.6	-24	67.4	21.8
2421 AERIAL CA TOLL NMET	20.0	-23	17.4	5.3
2422 UNDRGRD CA EXCH MET	13.7	-51	49.1	7.4
2422 UNDRGRD CA EXCH NMET	16.6	-40	21.2	7.2
2422 UNDRGRD CA TOLL MET	2.3	-33	73.4	25.9
2422 UNDRGRD CA TOLL NMET	19.4	-34	25.6	5.6
2423 BURIED CA EXCH MET	12.6	-10	37.5	5.8
2423 BURIED CA EXCH NMET	17.9	-10	16.6	5.2
2423 BURIED CA TOLL MET	2.5	-3	74.1	11.6
2423 BURIED CA TOLL NMET	21.0	-2	7.5	4.5
2424 SUB CA EXCH MET	8.4	-10	94.1	1.9
2424 SUB CA EXCH NMET	25.0	-5	7.0	3.9
2424 SUB CA TOLL MET	9.6	-10	75.1	3.6
2424 SUB CA TOLL NMET	24.0	-10	15.1	4.0
2426 INTRA NTWK CA MET	11.5	-26	26.2	8.7
2426 INTRA NTWK CA NMET	17.0	-25	8.4	6.9
2431 AERIAL WIRE	5.6	-86	108.7	13.8
2441 CONDUIT	44.0	-5	25.8	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
 NEW ENGLAND TELEPHONE AND TELEGRAPH COMPANY - NEW HAMPSHIRE

APPENDIX
 PAGE 23

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
	(years) A	(%) B	(%) C	(%) D=(100%-B-C)/A
2112 MOTOR VEHICLES	---	11	89.0	5.0
2114 SPEC PURP VEHICLES	6.9	4	35.9	8.7
2115 GARAGE WORK EQPT.	6.3	2	44.4	8.5
2116 OTHER WORK EQPT.	7.9	2	43.3	6.9
2121 BUILDINGS	24.0	9	28.3	2.6
2122 FURNITURE	11.6	7	26.6	5.7
2123 OFFICE SUPP. EQPT.	8.1	9	48.2	5.3
2123 OFFICIAL COMM. EQPT.	4.5	9	52.6	8.5
2124 GEN PURP COMPUTERS	---	5	71.9	5.0
2211 ANALOG ELEC.SWITCH	3.1	-1	56.0	14.5
2212 DIGITAL ELEC.SWITCH	10.2	1	28.5	6.9
2220 OPERATOR SYSTEMS	5.7	0	74.5	4.5
2231 RADIO SYSTEMS	4.5	-2	65.1	8.2
2232 CIRCUIT EQ. DDS	3.7	-4	64.4	10.7
2232 CIRCUIT EQ. DIGITAL	5.9	0	44.3	9.4
2232 CIRCUIT EQ. ANALOG	3.4	-3	64.4	11.4
2311 STATION APPARATUS	5.2	1	67.9	6.0
2351 PUB.TEL.TERM.EQPT.	4.5	1	64.6	7.6
2362 OTHER TERM.EQ. OTHER	4.3	-5	73.8	7.3
2411 POLE LINES	19.0	-45	35.8	5.7
2421 AERIAL CA EXCH MET	11.2	-24	45.0	7.1
2421 AERIAL CA EXCH NMET	20.0	-27	12.1	5.7
2421 AERIAL CA TOLL MET	2.5	-20	55.1	26.0
2421 AERIAL CA TOLL NMET	20.0	-17	18.9	4.9
2422 UNDRGRD CA EXCH MET	14.2	-17	40.1	5.4
2422 UNDRGRD CA EXCH NMET	16.9	-23	21.6	6.0
2422 UNDRGRD CA TOLL MET	2.4	-29	48.8	33.4
2422 UNDRGRD CA TOLL NMET	19.6	-17	24.5	4.7
2423 BURIED CA EXCH MET	10.7	-8	44.2	6.0
2423 BURIED CA EXCH NMET	19.1	-8	52.0	2.9
2423 BURIED CA TOLL MET	2.4	-5	71.1	14.1
2423 BURIED CA TOLL NMET	21.0	-3	7.3	4.6
2424 SUB CA EXCH MET	14.4	-10	57.0	3.7
2424 SUB CA EXCH NMET	24.0	-5	4.8	4.2
2424 SUB CA TOLL MET	14.8	-5	34.6	4.8
2424 SUB CA TOLL NMET	30.0	0	0.0	3.3
2426 INTRA NTWK CA MET	12.8	-28	24.9	8.1
2426 INTRA NTWK CA NMET	19.8	-27	12.1	5.8
2431 AERIAL WIRE	5.7	-69	99.1	12.3
2441 CONDUIT	42.0	-5	19.5	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
 NEW ENGLAND TELEPHONE AND TELEGRAPH COMPANY - RHODE ISLAND

APPENDIX
 PAGE 24

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
-----	-----	-----	-----	-----
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	1.3	12	83.2	3.7
2115 GARAGE WORK EQPT.	6.2	5	49.0	7.4
2116 OTHER WORK EQPT.	7.7	0	38.1	8.0
2121 BUILDINGS	23.0	11	32.8	2.4
2122 FURNITURE	11.4	14	19.7	5.8
2123 OFFICE SUPP. EQPT.	8.1	10	46.3	5.4
2123 OFFICIAL COMM. EQPT.	4.6	10	59.6	6.6
2124 GEN PURP COMPUTERS	3.3	1	53.1	13.9
2211 ANALOG ELEC. SWITCH ^a	---	-1	63.3	---
2212 DIGITAL ELEC. SWITCH	9.9	1	33.0	6.7
2220 OPERATOR SYSTEMS	3.2	0	99.8	0.1
2231 RADIO SYSTEMS	2.8	-5	46.0	21.1
2232 CIRCUIT EQ. DDS	4.0	-3	69.9	8.3
2232 CIRCUIT EQ. DIGITAL	6.3	0	46.8	8.4
2232 CIRCUIT EQ. ANALOG	3.7	-3	62.1	11.1
2311 STATION APPARATUS	5.5	1	57.1	7.6
2351 PUB. TEL. TERM. EQPT.	4.3	1	66.9	7.5
2362 OTHER TERM. EQ. OTHER	4.7	-6	74.4	6.7
2411 POLE LINES	24.0	-92	46.9	6.0
2421 AERIAL CA EXCH MET	12.7	-38	48.3	7.1
2421 AERIAL CA EXCH NMET	17.7	-32	-5.6	7.8
2421 AERIAL CA TOLL MET	2.1	-22	52.5	33.1
2421 AERIAL CA TOLL NMET	20.0	-23	18.8	5.2
2422 UNDRGRD CA EXCH MET	13.8	-43	61.3	5.9
2422 UNDRGRD CA EXCH NMET	16.2	-30	11.9	7.3
2422 UNDRGRD CA TOLL MET	2.0	-23	40.0	41.5
2422 UNDRGRD CA TOLL NMET	20.0	-20	18.0	5.1
2423 BURIED CA EXCH MET	11.3	-5	45.2	5.3
2423 BURIED CA EXCH NMET	16.9	-5	42.0	3.7
2423 BURIED CA TOLL MET	2.1	-3	36.1	31.9
2423 BURIED CA TOLL NMET	30.0	0	0.0	3.3
2424 SUB CA EXCH MET	13.2	-5	92.1	1.0
2424 SUB CA EXCH NMET	21.0	-5	24.7	3.8
2424 SUB CA TOLL MET	7.3	-5	49.3	7.6
2424 SUB CA TOLL NMET	23.0	-5	15.5	3.9
2426 INTRA NTWK CA MET	15.1	-35	28.5	7.1
2426 INTRA NTWK CA NMET	30.0	0	0.0	3.3
2431 AERIAL WIRE	5.7	-30	100.2	5.2
2441 CONDUIT	36.0	-5	35.4	1.9

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

^a The net service value for the Analog Switching Account is to be amortized over a thirty-six month period ending December 31, 1995.

FEDERAL COMMUNICATIONS COMMISSION
Schedule of Annual Percentages of Depreciation for
NEW ENGLAND TELEPHONE AND TELEGRAPH COMPANY - VERMONT

APPENDIX
PAGE 25

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
-----	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	---	7	93.0	5.0
2114 SPEC PURP VEHICLES	8.1	0	51.3	6.0
2115 GARAGE WORK EQPT.	8.1	0	40.6	7.3
2116 OTHER WORK EQPT.	7.9	0	37.6	7.9
2121 BUILDINGS	20.0	9	34.6	2.8
2122 FURNITURE	9.7	9	35.8	5.7
2123 OFFICE SUPP. EQPT.	8.2	9	35.8	6.7
2123 OFFICIAL COMM. EQPT.	4.4	9	56.7	7.8
2124 GEN PURP COMPUTERS	4.2	1	33.6	15.6
2211 ANALOG ELEC.SWITCH	4.1	-1	27.5	17.9
2212 DIGITAL ELEC.SWITCH	10.6	0	26.8	6.9
2220 OPERATOR SYSTEMS	5.6	0	31.2	12.3
2231 RADIO SYSTEMS	1.5	-7	102.3	3.1
2232 CIRCUIT EQ. DDS	4.1	-4	59.7	10.8
2232 CIRCUIT EQ. DIGITAL	6.0	0	43.5	9.4
2232 CIRCUIT EQ. ANALOG	3.2	-3	40.6	19.5
2311 STATION APPARATUS	7.0	1	53.4	6.5
2351 PUB.TEL.TERM.EQPT.	4.3	1	67.9	7.2
2362 OTHER TERM.EQ.OTHER	4.6	-7	67.0	8.7
2411 POLE LINES	17.3	-60	48.9	6.4
2421 AERIAL CA EXCH MET	11.5	-36	46.7	7.8
2421 AERIAL CA EXCH NMET	22.0	-33	7.8	5.7
2421 AERIAL CA TOLL MET	2.4	-14	63.2	21.2
2421 AERIAL CA TOLL NMET	21.0	-17	14.8	4.9
2422 UNDRGRD CA EXCH MET	13.9	-38	42.1	6.9
2422 UNDRGRD CA EXCH NMET	16.0	-36	22.7	7.1
2422 UNDRGRD CA TOLL MET	2.2	-11	78.4	14.8
2422 UNDRGRD CA TOLL NMET	19.5	-34	26.7	5.5
2423 BURIED CA EXCH MET	13.3	-7	35.0	5.4
2423 BURIED CA EXCH NMET	30.0	0	0.0	3.3
2423 BURIED CA TOLL MET	2.2	-4	69.1	15.9
2423 BURIED CA TOLL NMET	18.9	-4	27.9	4.0
2424 SUB CA EXCH MET	8.4	-10	84.3	3.1
2424 SUB CA EXCH NMET	30.0	0	0.0	3.3
2424 SUB CA TOLL MET	4.5	-10	97.1	2.9
2424 SUB CA TOLL NMET	24.0	-10	14.2	4.0
2426 INTRA NTWK CA MET	16.2	-35	26.6	6.7
2426 INTRA NTWK CA NMET	30.0	0	0.0	3.3
2431 AERIAL WIRE	5.3	-73	92.7	15.2
2441 CONDUIT	42.0	-5	20.5	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
 OHIO BELL TELEPHONE COMPANY

APPENDIX
 PAGE 26

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
-----	-----	-----	-----	-----
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	4.1	14	37.3	11.9
2113 AIRCRAFT	3.5	14	54.9	8.9
2115 GARAGE WORK EQ	8.9	6	37.8	6.3
2116 OTHER WORK EQ	9.0	6	44.4	5.5
2121 BUILDINGS	27.0	8	24.1	2.5
2122 FURNITURE	13.2	5	35.2	4.5
2123 OFFICE SUPPORT EQ	7.7	2	22.6	9.8
2123 COMPANY COMM EQ	6.1	0	49.0	8.4
2124 GEN PURPOSE COMPUTERS	3.4	6	53.8	11.8
2211 ANALOG ELEC SWITCHING	2.6	0	48.8	19.7
2212 DIGITAL ELEC SWITCHIN	10.1	3	28.2	6.8
2220 OPERATOR SYSTEMS	6.0	-2	19.2	13.8
2231 RADIO SYSTEMS	4.0	1	64.2	8.7
2232 DIGITAL DATA SERVICES	3.7	2	33.5	17.4
2232 CIRCUIT OTHER	6.1	-2	46.8	9.0
2351 PUBLIC TEL TERM EQ	5.8	0	67.5	5.6
2362 OTHER TERM EQ	2.5	1	58.5	16.2
2411 POLES	15.1	-90	71.3	7.9
2421 AERIAL CABLE	10.3	-18	56.8	5.9
2422 UG CABLE-METALLIC	17.0	-9	46.8	3.7
2422 UG CABLE-NONMETALLIC	19.9	-17	15.1	5.1
2423 BUR CABLE-METALLIC	15.4	-10	36.0	4.8
2423 BUR CABLE-NONMETALLIC	21.0	-6	12.4	4.5
2424 SUBMARINE CABLE	5.5	-17	104.5	2.3
2426 INTRABUILDING CABLE	11.5	-19	52.2	5.8
2431 AERIAL WIRE	6.2	-72	152.3	3.2
2441 CONDUIT SYSTEMS	40.0	-18	31.5	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
 SOUTHERN NEW ENGLAND TELEPHONE COMPANY

APPENDIX
 PAGE 27

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
-----	-----	-----	-----	-----
	(years)	(%)	(%)	(%)
	A	B	C	D=(100%-B-C)/A
2112 MOTOR VEHICLES	5.2	8	39.8	10.0
2115 GARAGE WORK EQUIPMENT	11.6	0	17.5	7.1
2116 OTHER WORK EQUIPMENT	5.9	2	51.0	8.0
2121 BUILDINGS	24.0	-5	30.7	3.1
2122 FURNITURE	8.0	1	58.9	5.0
2123 OFFICE SUPPORT EQUIP	7.3	0	54.9	6.2
2123 CO COMMUNICATIONS EQPT	5.5	3	55.1	7.6
2124 GENL PURPOSE COMPUTERS	3.7	1	54.2	12.1
2211 ANALOG ESS	4.1	0	49.1	12.4
2212 DIGITAL ESS	10.1	0	24.0	7.5
2220 OPERATOR SYSTEMS	3.1	0	76.0	7.7
2231 RADIO SYSTEMS	4.7	0	61.9	8.1
2232 DIGITAL DATA SYSTEMS	---	0	100.0	5.0
2232 DIGITAL CIRCUIT	6.3	0	31.5	10.9
2232 ANALOG CIRCUIT	4.4	-6	57.4	11.0
2351 PUBLIC TEL EQUIP	5.5	1	65.6	6.1
2362 OTHER TERMINAL EQUIP	4.5	0	49.1	11.3
2411 POLES	20.0	-73	51.8	6.1
2421 AERIAL CABLE	13.9	-20	40.0	5.8
2422 UG CA - METALLIC	14.0	-12	47.6	4.6
2422 UG CA - NONMETALLIC	24.0	-6	5.9	4.2
2423 BURIED CABLE	15.3	-9	34.6	4.9
2424 SUBMARINE CABLE	10.0	0	65.6	3.4
2426 INTRABLDG NTWK CABLE	13.5	-27	56.9	5.2
2441 CONDUIT SYSTEMS	37.0	-10	29.5	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

APPENDIX
 PAGE 28

Effective January 1, 1993

Rate Category Description	Average	Future	Reserve	Remaining	
	Remaining	Net		Life	
	Life	Salvage	Level	Rate	
	(years)	(%)	(%)	(%)	
	A	B	C	D=(100%-B-C)/A	
2112	MOTOR VEHICLES	3.6	11	50.2	10.8
2114	SPEC PURPOSE VEHICLE	13.4	12	10.4	5.8
2115	GARAGE WORK EQUIP	13.3	12	20.4	5.1
2116	OTHER WORK EQUIP	11.4	12	30.0	5.1
2121	BUILDINGS	25.0	-1	30.0	2.8
2122	FURNITURE	9.5	1	12.5	9.1
2123	OFFICE EQUIPMENT	5.7	0	11.1	15.6
2123	COMPANY COMM EQUIP	4.2	1	49.8	11.7
2124	GEN PURPOSE CMPTR	3.1	3	54.7	13.6
2211	ANALOG SW EQUIP	3.7	2	51.8	12.5
2212	DIGITAL SW EQUIP	10.5	3	24.9	6.9
2220	OPERATOR SYSTEMS	1.6	0	95.9	2.6
2231	RADIO SYSTEMS	8.4	-5	32.6	8.6
2232	CIRCUIT DDS	5.1	-4	41.3	12.3
2232	CIRCUIT DIGITAL	6.9	3	33.3	9.2
2232	CIRCUIT ANALOG	4.3	-4	48.9	12.8
2351	PUB TEL TERM EQUIP	2.9	5	89.8	1.8
2362	OTHER TERM EQUIP	4.3	1	41.9	13.3
2411	POLE LINES	11.1	-56	73.5	7.4
2421	AERIAL CABLE MET	10.4	-36	46.1	8.6
2421	AERIAL CABLE NON MET	16.2	-25	16.8	6.7
2422	UNDGRD CABLE MET	13.6	-8	36.2	5.3
2422	UNDGRD CABLE NON MET	21.0	-13	15.4	4.6
2423	BURIED CABLE MET	15.5	-7	35.0	4.6
2423	BURIED CABLE NON MET	22.0	-4	20.9	3.8
2424	SUB CABLE MET	20.0	-1	51.5	2.5
2424	SUB CABLE NON MET	30.0	0	0.0	3.3
2426	INTRA BLDG CA MET	11.7	-1	45.7	4.7
2426	INTRA BLDG NON MET	14.3	-14	17.3	6.8
2431	AERIAL WIRE	5.0	-123	68.2	31.0
2441	CONDUIT SYSTEMS	44.0	-5	20.9	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
 U S WEST COMMUNICATIONS, INC. - MONTANA

APPENDIX
 PAGE 29

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate	
	(years)	(%)	(%)	(%)	
	A	B	C	D=(100%-B-C)/A	
2112	MOTOR VEHICLES	4.2	10	51.6	9.1
2114	SPEC PURPOSE VEHICLE	11.9	13	24.9	5.2
2115	GARAGE WORK EQUIP	14.5	13	-58.6	10.0
2116	OTHER WORK EQUIP	12.7	13	-4.4	7.2
2121	BUILDINGS	19.5	-10	34.2	3.9
2122	FURNITURE	11.0	7	-1.8	8.6
2123	OFFICE EQUIPMENT	4.1	7	-1.3	23.0
2123	COMPANY COMM EQUIP	3.4	1	65.0	10.0
2124	GEN PURPOSE CMPTR	2.7	5	61.5	12.4
2211	ANALOG SW EQUIP	3.8	2	66.3	8.3
2212	DIGITAL SW EQUIP	10.2	3	23.8	7.2
2215	STEP BY STEP EQUIP	@	-5	75.1	---
2215	CROSSBAR SW EQUIP	*	-4	37.3	---
2220	OPERATOR SYSTEMS	8.0	0	0.0	12.5
2231	RADIO SYSTEMS	8.8	-3	40.1	7.1
2232	CIRCUIT DDS	4.1	15	32.0	12.9
2232	CIRCUIT DIGITAL	6.6	2	31.3	10.1
2232	CIRCUIT ANALOG	4.8	0	49.3	10.6
2351	PUB TEL TERM EQUIP	3.7	5	79.6	4.2
2362	OTHER TERM EQUIP	4.3	9	51.5	9.2
2411	POLE LINES	13.4	-64	87.7	5.7
2421	AERIAL CABLE MET	12.6	-42	42.8	7.9
2421	AERIAL CABLE NON MET	30.0	-25	0.4	4.2
2422	UNDGRD CABLE MET	14.3	-20	45.9	5.2
2422	UNDGRD CABLE NON MET	22.0	-15	7.9	4.9
2423	BURIED CABLE MET	15.7	-3	33.8	4.4
2423	BURIED CABLE NON MET	24.0	-6	7.4	4.1
2424	SUB CABLE MET	18.2	0	53.0	2.6
2424	SUB CABLE NON MET	30.0	0	0.0	3.3
2426	INTRA BLDG CA MET	13.1	-9	48.4	4.6
2426	INTRA BLDG NON MET	9.3	-10	14.2	10.3
2431	AERIAL WIRE	4.4	-100	122.1	17.7
2441	CONDUIT SYSTEMS	38.0	-15	29.1	2.3

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

@ The net service value for the Step-by-Step Switching Account is to be amortized over a thirty-six month period ending December 31, 1995.

* The net service value for the Crossbar Account is to be amortized over a twenty-four month period ending December 31, 1994.

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

APPENDIX
PAGE 30

Effective January 1, 1993

Rate Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate	
	(years)	(%)	(%)	(%)	
	A	B	C	D=(100%-B-C)/A	
2112	MOTOR VEHICLES	5.6	15	31.4	9.6
2114	SPEC PURPOSE VEHICLE	7.2	10	36.5	7.4
2115	GARAGE WORK EQUIP	7.4	10	60.5	4.0
2116	OTHER WORK EQUIP	8.7	10	42.9	5.4
2121	BUILDINGS	27.0	1	26.9	2.7
2122	FURNITURE	---	18	81.7	5.0
2123	OFFICE EQUIPMENT	8.2	9	-10.1	12.3
2123	COMPANY COMM EQUIP	3.9	0	24.8	19.3
2124	GEN PURPOSE CMPTR	2.9	9	67.8	8.0
2211	ANALOG SW EQUIP	4.3	2	39.0	13.7
2212	DIGITAL SW EQUIP	10.5	8	21.1	6.8
2220	OPERATOR SYSTEMS	6.6	5	39.0	8.5
2231	RADIO SYSTEMS	8.3	-5	39.7	7.9
2232	CIRCUIT DDS	5.3	0	3.0	18.3
2232	CIRCUIT DIGITAL	6.7	3	30.4	9.9
2232	CIRCUIT ANALOG	4.6	-4	43.2	13.2
2351	PUB TEL TERM EQUIP	6.4	6	67.9	4.1
2362	OTHER TERM EQUIP	5.6	0	25.3	13.3
2411	POLE LINES	12.7	-57	60.3	7.6
2421	AERIAL CABLE MET	11.8	-16	43.8	6.1
2421	AERIAL CABLE NON MET	16.6	-25	23.6	6.1
2422	UNDGRD CABLE MET	14.2	-6	40.4	4.6
2422	UNDGRD CABLE NON MET	21.0	-16	15.3	4.8
2423	BURIED CABLE MET	14.8	-9	35.9	4.9
2423	BURIED CABLE NON MET	22.0	-9	13.2	4.4
2424	SUB CABLE MET	11.4	-4	77.5	2.3
2424	SUB CABLE NON MET	14.5	-4	3.8	6.9
2426	INTRA BLDG CA MET	10.0	-18	63.5	5.5
2426	INTRA BLDG NON MET	17.3	-25	33.8	5.3
2431	AERIAL WIRE	6.0	-52	96.3	9.3
2441	CONDUIT SYSTEMS	37.0	-7	25.3	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. - WASHINGTON

APPENDIX
 PAGE 31

Effective January 1, 1993

Rate	Category Description	Average Remaining Life	Future Net Salvage	Reserve Level	Remaining Life Rate
-----	-----	-----	-----	-----	-----
		(years)	(%)	(%)	(%)
		A	B	C	D=(100%-B-C)/A
2112	MOTOR VEHICLES	5.3	15	33.6	9.7
2114	SPEC PURPOSE VEHICLE	6.5	7	73.4	3.0
2115	GARAGE WORK EQUIP	7.1	7	72.9	2.8
2116	OTHER WORK EQUIP	9.4	7	29.0	6.8
2121	BUILDINGS	33.0	4	18.1	2.4
2122	FURNITURE	11.3	22	-36.4	10.1
2123	OFFICE EQUIPMENT	8.1	6	3.2	11.2
2123	COMPANY COMM EQUIP	5.3	-1	18.4	15.6
2124	GEN PURPOSE CMPTR	3.1	10	29.9	19.4
2211	ANALOG SW EQUIP	4.7	2	43.6	11.6
2212	DIGITAL SW EQUIP	10.7	5	25.0	6.5
2220	OPERATOR SYSTEMS	7.1	5	21.7	10.3
2231	RADIO SYSTEMS	8.3	0	34.4	7.9
2232	CIRCUIT DDS	6.3	10	33.5	9.0
2232	CIRCUIT DIGITAL	6.8	0	34.1	9.7
2232	CIRCUIT ANALOG	5.3	0	48.6	9.7
2351	PUB TEL TERM EQUIP	7.7	5	44.0	6.6
2362	OTHER TERM EQUIP	5.9	0	48.3	8.8
2411	POLE LINES	13.2	-75	68.2	8.1
2421	AERIAL CABLE MET	12.4	-21	41.4	6.4
2421	AERIAL CABLE NON MET	14.7	-25	-6.6	9.0
2422	UNDGRD CABLE MET	15.0	-22	46.2	5.1
2422	UNDGRD CABLE NON MET	22.0	-22	16.6	4.8
2423	BURIED CABLE MET	16.4	-7	34.8	4.4
2423	BURIED CABLE NON MET	18.5	-7	23.4	4.5
2424	SUB CABLE MET	12.2	5	55.4	3.2
2424	SUB CABLE NON MET	22.0	-1	52.2	2.2
2426	INTRA BLDG CA MET	10.5	-20	58.2	5.9
2426	INTRA BLDG NON MET	16.9	-22	9.7	6.6
2431	AERIAL WIRE	3.9	-83	140.2	11.0
2441	CONDUIT SYSTEMS	39.0	-8	22.6	2.2

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