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TELEPHONE ELECTRONICS CORPORATION

RESPONSE TO TENNESSEE REGULATORY AUTHORITY DATA REQUEST

JANUARY 5, 2000

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

1999 Adjustments:

1. - Provide all workpapers and supporting documentation used in calculating the " Increase in Depreciation and Amortization Expense " adjustment of $586,000.

Response:
Will be provided once all software costs are identified and revised worksheets are generated.

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

1999 Adjustments:

2. - Provide all workpapers and supporting documentation used in calculating the " impact of Dialing Parity " adjustment of $161,565.

Response:
Attached you will find workpapers detailing how the Dialing Parity impact was calculated.

TEC - Tennessee Telcos
Comparison of Bell Access and B&C rates with
Current Intrastate Tariffed Access and Non-Tariffed B&C rate

		Crockett	Peoples	West Tenn
Bell Intrastate - 1998				
Minutes of Use		10,934,094	9,390,309	8,432,402
	Orig	6,243,112	5,078,761	4,824,685
	Term	4,690,982	4,311,548	3,607,717
DD Messages		1,539,612	1,507,408	1,144,581
B&C Messages Billed		2,094,561	1,894,396	1,584,442
Current Bell Access Rates :				
Local Transport		0.0120905	0.012695	0.0119166
Local Switching		0.0098	0.0098	0.0098
Line Termination		0.0079	0.0079	0.0079
Intercept		0.000097	0.000097	0.000097
CCL		0.045508	0.058006	0.055781
	Total Access Rate	0.0753955	0.088498	0.0854946
Current Bell B&C Rates:				
Recording		0.00515	0.00515	0.00515
Msg Processing		0.0098	0.0098	0.0098
	Per DD Message	0.01495	0.01495	0.01495
B&C	per Billed Message	0.1804	0.1804	0.1804
		0.19535	0.19535	0.19535
1998 - Bell Revenues:				
Access		$ 824,381.48	$ 831,023.57	$ 720,924.84
B&C		$ 402,371.00	$ 364,284.79	$ 302,944.82
	Total	$1,226,752.48	$1,195,308.36	$1,023,869.66

1998 Bell MOU at Current Intrastate Access Rates

Minutes of Use		10,934,094	9,390,309	8,432,402
	Orig	6,243,112	5,078,761	4,824,685
	Term	4,690,982	4,311,548	3,607,717
B&C Messages Billed		2,094,561	1,894,396	1,584,442
Current Intrastate Access Rates :				
Local Transport:				
	Tandem Swt Fac	0.0001836	0.0003816	0.0003384
	Tandem Swt Term	0.000443	0.000443	0.000443
End Office:				
Local Switching		0.0404	0.0404	0.0404
RIC - TIC		0.015055	0.015055	0.015055
DA		0.000198	0.000198	0.000198
	Sub-total	0.0562796	0.0564776	0.0564344
CCL - Orig eff: 1/1/99		0.02514	0.018408	0.019352
CCL - Term eff: 1/1/99		0.02789	0.021158	0.022102
	Avg CCL	0.026515	0.019783	0.020727
	Total	0.0827946	0.0762606	0.0771614
Current Intrastate Non-Tariffed B&C Rates:				
B&C		0.09554	0.09554	0.09554
1998 - Proposed Revenues:				
Access		$ 903,149.76	$ 715,055.68	$ 648,982.61
B&C		$ 200,114.36	$ 180,990.59	$ 151,377.59
	Total	$1,103,264.12	$ 896,046.27	$ 800,360.20
(Decrease) Increase:				
Access Revenue		$ 78,768.28	$ (115,967.89)	$ (71,942.23)
B&C Revenue		$ (202,256.64)	$ (183,294.20)	$ (151,567.23)
	Total	$ (123,488.36)	$ (299,262.09)	$ (223,509.46)

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123,488
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= 161,565

Item 2

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

2000 Adjustments

3. - Provide all workpapers and supporting documentation used in calculating the " Increase in Depreciation and Amortization Expense " adjustment of $891,287.

Response:
Please see response to Item 1 for 1999.

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

2000 Adjustments

4. - Provide all workpapers and supporting documentation used in calculating the " Waive Non-Recurring Charges during the Forecast Period " of $168,420.

Response:
Attached you will find workpapers explaining how Non-Recurring Charges were calculated.

Crockett T)one Company, Inc.
Non-Recur...g Charges Schedule
December 1998 - November 1999

Regulated

CODE	GL Acct.	Description	Dec 1998	Jan 1999	Feb 1999	Mar 1999	Apr 1999	May 1999	Jun 1999	Jul 1999	Aug 1999	Sep 1999	Oct 1999	Nov 1999	# Total	Rate	$ Total
8000	506000.0000	Res Service Order Ch	191	197	208	276	171	169	270	235	231	203	178	200	2529	8.50	21,496.50
8001	505000.0000	Res Premise Visit Chg	60	64	53	79	56	43	49	41	51	43	54	69	662	15.00	9,930.00
8002	506000.0000	Res Central Office W	93	95	133	132	75	71	100	112	109	83	69	94	1166	9.00	10,494.00
8021	506000.0000	Res Reconnect - Non	25	25	26	63	22	28	52	19	38	47	27	59	431	9.00	3,879.00
8070	506000.0000	Bus Service Order Ch	14	17	51	33	51	35	39	64	23	24	45	57	453	8.50	3,850.50
8071	505000.0000	Bus Premise Visit Chg	6	9	14	9	17	13	11	25	10	9	15	16	154	15.00	2,310.00
8072	506000.0000	Bus Central Office L	7	12	25	27	16	23	20	45	15	11	23	21	245	9.00	2,205.00
8095	506000.0000	Bus Reconnect - Non	2	1	4	2	6	3	4	5	2	3	2	5	39	9.00	351.00
8268	505000.0000	Fixed Number Calling	4	2	0	0	1	4	0	0	0	0	0	1	12	10.00	120.00
8468	506000.0000	ISDN BRI 2B+D/Install	0	0	0	0	0	0	0	1	0	0	0	0	1	58.50	58.50
8476	506000.0000	PIC Change Interstate	49	46	46	52	57	43	105	67	55	51	54	48	673	5.00	3,365.00
8651	506000.0000	V-Mail Package Install	0	0	0	0	0	0	0	0	0	1	0	0	1	23.00	23.00
8999	526400.0000	Return Check Charge	13	11	13	14	9	11	9	23	14	15	19	9	160	5.00	800.00
		Total															58,882.50

Item 4 Sheet 1

Peoples Tel[illegible]one Company
Non-Recurrin[illegible]arges Schedule
December 1998 - November 1999

Regulated

CODE	GL Acct.	Description	Dec 1998	Jan 1999	Feb 1999	Mar 1999	Apr 1999	May 1999	Jun 1999	Jul 1999	Aug 1999	Sep 1999	Oct 1999	Nov 1999	# Total	Rate	$ Total
8000	506000.0000	Res Service Order Chg	349	302	237	341	343	260	407	321	330	400	352	311	3,953	3.00	11,859.00
8001	505000.0000	Res Premise Visit Chg	43	35	38	33	54	30	50	42	42	50	50	32	499	10.00	4,990.00
8010	506000.0000	Res Line Connection	190	158	183	164	186	122	152	138	158	178	154	140	1,923	7.00	13,461.00
8020	506000.0000	Res Maintenance of S		1		1									2	20.00	40.00
8021	506000.0000	Res Reconnect - Non	94	66	2	126	43	71	100	79	95	112	94	105	987	7.00	6,909.00
8053	506000.0000	Res Number Change Ch	12	10	8	11	8	7	2	5	11	7	12	6	99	7.00	693.00
8055	506000.0000	Res-Link Up-Service	0	0	0	0	0	1	0	0	0	0	0	0	1	1.50	1.50
8070	506000.0000	Bus Service Order Chg	26	29	44	29	24	19	17	50	42	57	44	37	418	3.00	1,254.00
8071	505000.0000	Bus Premise Visit Chg	6	10	6	9	10	11	5	5	6	11	6	7	92	15.00	1,380.00
8072	506000.0000	Bus Central Office L	17	15	27	15	89	13	9	12	20	28	15	18	278	7.00	1,946.00
8078	505000.0000	Bus Maintenance of S	0	0	0	0	0	1	0	0	0	0	0	0	1	20.00	20.00
8095	506000.0000	Bus Reconnect - Non	1	2	0	2	0	2	0	4	1	4	5	4	25	7.00	175.00
8296	505000.0000	DID Trunk Term/Each/	0	0	0	0	0	0	0	0	0	0	0	4	4	50.00	200.00
8297	505000.0000	DID Trunk of 20 Numb	0	0	0	0	0	0	0	0	0	0	0	1	1	55.00	55.00
8466	506000.0000	ISDN BRI 2B+D/Install	0	0	0	0	0	0	0	2	0	0	0	0	2	41.50	83.00
8468	506000.0000	ISDN BRI 2B+D/Install	0	0	0	0	1	0	0	0	0	1	0	0	2	58.50	117.00
8476	506000.0000	PIC Change Interstate	31	43	28	38	32	34	78	90	65	81	80	44	644	5.00	3,220.00
8651	506000.0000	V-Mail Package Install	0	0	0	0	0	0	0	0	0	4	3	1	8	23.00	184.00
		Total															46,587.50

Item 4 Sheet 2

West Tennessee T 'ephone Company, Inc.
Non-Recurr harges Schedule
December 19 - November 1999

Regulated

CODE	GL Acct.	Description	Dec 1998	Jan 1999	Feb 1999	Mar 1999	Apr 1999	May 1999	Jun 1999	Jul 1999	Aug 1999	Sep 1999	Oct 1999	Nov 1999	# Total	Rate	$ Total
8000	506000.0000	Res Service Order Chg	216	220	335	292	256	247	277	290	262	257	242	201	3095	5.00	15,475.00
8001	505000.0000	Res Premise Visit Chg	24	20	42	18	26	26	20	30	28	34	28	19	315	10.00	3,150.00
8002	506000.0000	Res Central Office W	134	132	252	225	156	149	153	185	196	139	144	128	1993	5.00	9,965.00
8010	506000.0000	Res Line Connection	19	15	32	13	21	23	17	19	23	30	24	13	249	8.00	1,992.00
8020	506000.0000	Res Maintenance of S	0	0	0	0	0	0	0	0	0	1	0	0	1	20.00	20.00
8021	506000.0000	Res Reconnect - Non	23	33	0	76	32	34	37	31	46	0	41	50	403	10.00	4,030.00
8070	506000.0000	Bus Service Order Chg	11	20	33	27	21	23	23	40	24	27	31	42	322	5.00	1,610.00
8071	505000.0000	Bus Premise Visit Chg	3	4	2	7	8	8	7	9	3	5	12	5	73	10.00	730.00
8073	506000.0000	Bus Central Office W	9	10	8	88	109	15	18	16	16	6	16	14	325	5.00	1,625.00
8074	506000.0000	Bus Line Connection	7	6	0	5	8	6	7	10	3	4	14	3	73	8.00	584.00
8095	506000.0000	Bus Reconnect - Non	0	1	0	3	3	2	1	3	3	0	1	6	23	10.00	230.00
8466	506000.0000	ISDN BRI 2B+D/Install	0	0	0	0	0	0	0	2	1	0	0	0	3	41.50	124.50
8468	506000.0000	ISDN BRI 2B+D/Install	0	0	0	0	0	0	0	0	0	0	1	0	1	58.50	58.50
8476	506000.0000	PIC Change Interstate	53	46	60	46	49	50	79	71	42	87	74	67	724	5.00	3,620.00
8525	508304.0055	DS1 - Service Establ	0	0	0	7	0	0	0	0	0	0	5	0	12	575.00	6,900.00
8528	508304.0055	DS1 - Local Chan	0	0	0	7	0	0	0	0	0	0	5	0	12	105.00	1,260.00
8529	508304.0055	DS1 - Inter-OFC	0	0	0	14	0	0	0	0	0	0	8	0	22	310.00	6,820.00
8531	508304.0055	DS1 - Premise Visit	0	0	0	7	0	0	0	0	0	0	5	0	12	30.00	360.00
8532	508304.0055	DS1 - MEGALINK Chan	0	0	0	7	0	0	0	0	0	0	3	0	10	240.00	2,400.00
8533	508304.0055	DS1 - MEGALINK Chan	0	0	0	7	0	0	0	0	0	0	3	0	10	7.00	70.00
8534	508304.0055	DS1 - MEGALINK Chan	0	0	0	161	0	0	0	0	0	0	69	0	230	6.00	1,380.00
8651	506000.0000	V-Mail Package Install	0	0	0	0	0	0	0	0	0	0	1	1	2	23.00	46.00
8999	526400.0000	Return Check Charge	10	9	9	9	7	8	3	8	4	15	6	12	100	5.00	500.00
		Total															62,950.00

Item 4 Sheet 3

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

2000 Adjustments

5. - Provide all workpapers and supporting documentation used in calculating the " Impact of Dialing Parity " adjustment of $646,260.

Response:
Please see response to Item 2 during 1999.

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

2000 Adjustments

6. - Provide all workpapers and supporting documentation used in calculating the " Elimination of Intracompany Toll " adjustment of $21,525.

Response:
Please see attached worksheet explaining how Intracompany Toll was calculated.

Peoples & West Tennessee Telephone Co's
Estimated Monthly Reduction in Bell Intracompany Access & B&C Revenue

	Rates	Peoples	Rates	West Tenn
Access Revenue Reduction				
Minutes of Use		992.0		17,091.0
Local Transport	$0.001824	$ 1.81	$0.002116	$ 36.16
Local Switching	$ 0.0404	40.08	$ 0.0404	690.48
RIC	$0.015055	14.93	$0.015055	257.31
DA Surcharge	$0.000198	0.20	$0.000198	3.38
CCL Avg Orig & Ter	$0.019783	19.62	$0.020727	354.25
Total Access		$ 76.64		$ 1,341.58
Billing & Collection Reduction				
Messages		209		3,281
Per Message	$ 0.1076	$ 22.49	$ 0.1076	$ 353.04
Total B&C		$ 22.49		$ 353.04
Monthly Revenue Reduction		$ 99.13		$ 1,694.62
Annualized		$1,189.56		$20,335.44

Item 6

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

2000 Adjustments

7. (a) - Provide all workpapers and supporting documentation used in calculating the " Increase in Contiguous County Calling Plan to 180 Minutes @ 50 Percent Discount..." adjustment of $141,269.

Response:
Please see attached worksheet explaining how "Increase in Contiguous County Calling Plan" credits were calculated.

(b) - Provide the contiguous county calls minutes by month for the latest 12-month period.

Response:
Please see attached worksheet showing contiguous county call minutes for the latest 12 month period.

Tennessee Telephone Companies

Contiguous Countywide Credits - Estimated Additional Discounts Available

	Minutes of Use Ranges	(a) No. of Customers	(b) MOU Increment	(a) x (b) = (c) Total MOU	See Note (d) Avg. Rate Per MOU	(c) x (d) = (e) Revenue Amount	(1) (e) X 50% 1st 60 min 50% Disc	(e) X 50% Next 30 Min 50% Disc	(e) X 50% 2nd 30 Min 50% Disc	(e) X 50% 3rd 30 Min 50% Disc	(e) X 50% 4th 30 Min 50% Disc	Total Discount	Net Revenue	
Crockett	Over 180 mou	254												
	151 to 180 mou	333	30	9,990	$ 0.11	$ 1,098.90	$ 7,854.17	$ 1,765.50	$ 1,118.70	$ 780.45	$ 549.45	$12,068.27	$12,068.27	180 min
	121 to 150 mou	473	30	14,190	$ 0.11	$ 1,560.90	$ 7,854.17	$ 1,765.50	$ 1,118.70	$ 780.45		$11,518.82	$12,617.72	150 min
	91 to 120 mou	678	30	20,340	$ 0.11	$ 2,237.40	$ 7,854.17	$ 1,765.50	$ 1,118.70			$10,738.37	$13,398.17	120 min
	61 to 90 mou	1,070	30	32,100	$ 0.11	$ 3,531.00	$ 7,854.17	$ 1,765.50				$ 9,619.67	$14,516.87	90 min
	1 to 60 mou	2,251	See Note											
	Total customers	3,321	43	142,803	$ 0.11	$15,708.33	$ 7,854.17					$ 7,854.17	$16,282.37	60 min
						$24,136.53								

	Minutes of Use Ranges	(a) No. of Customers	(b) MOU Increment	(a) x (b) = (c) Total MOU	See Note (d) Avg. Rate Per MOU	(c) x (d) = (e) Revenue Amount	(1) (e) X 50% 1st 60 min 50% Disc	(e) X 50% Next 30 Min 50% Disc	(e) X 50% 2nd 30 Min 50% Disc	(e) X 50% 3rd 30 Min 50% Disc	(e) X 50% 4th 30 Min 50% Disc	Total Discount	Net Revenue	
Peoples	Over 180 mou	223												
	151 to 180 mou	440	30	13,200	$ 0.11	$ 1,452.00	$ 6,966.41	$ 1,626.90	$ 1,308.45	$ 958.65	$ 726.00	$11,586.41	$11,586.41	180 min
	121 to 150 mou	581	30	17,430	$ 0.11	$ 1,917.30	$ 6,966.41	$ 1,626.90	$ 1,308.45	$ 958.65		$10,860.41	$12,312.41	150 min
	91 to 120 mou	793	30	23,790	$ 0.11	$ 2,616.90	$ 6,966.41	$ 1,626.90	$ 1,308.45			$ 9,901.76	$13,271.06	120 min
	61 to 90 mou	986	30	29,580	$ 0.11	$ 3,253.80	$ 6,966.41	$ 1,626.90				$ 8,593.31	$14,579.51	90 min
	1 to 60 mou	2,259	See Note											
	Total customers	3,245	39	126,662	$ 0.11	$13,932.83	$ 6,966.41					$ 6,966.41	$16,206.41	60 min
						$23,172.83								

	Minutes of Use Ranges	(a) No. of Customers	(b) MOU Increment	(a) x (b) = (c) Total MOU	See Note (d) Avg. Rate Per MOU	(c) x (d) = (e) Revenue Amount	(1) (e) X 50% 1st 60 min 50% Disc	(e) X 50% Next 30 Min 50% Disc	(e) X 50% 2nd 30 Min 50% Disc	(e) X 50% 3rd 30 Min 50% Disc	(e) X 50% 4th 30 Min 50% Disc	Total Discount	Net Revenue	
West Ten	Over 180 mou	189												
	151 to 180 mou	259	30	7,770	$ 0.11	$ 854.70	$ 7,148.57	$ 1,549.35	$ 933.90	$ 615.45	$ 427.35	$10,674.62	$10,674.62	180 min
	121 to 150 mou	373	30	11,190	$ 0.11	$ 1,230.90	$ 7,148.57	$ 1,549.35	$ 933.90	$ 615.45		$10,247.27	$11,101.97	150 min
	91 to 120 mou	566	30	16,980	$ 0.11	$ 1,867.80	$ 7,148.57	$ 1,549.35	$ 933.90			$ 9,631.82	$11,717.42	120 min
	61 to 90 mou	939	30	28,170	$ 0.11	$ 3,098.70	$ 7,148.57	$ 1,549.35				$ 8,697.92	$12,651.32	90 min
	1 to 60 mou	2,358	See Note											
	Total customers	3,297	39	129,974	$ 0.11	$14,297.14	$ 7,148.57					$ 7,148.57	$14,200.67	60 min
						$21,349.24								

Note - Average rate per MOU ($ 11) and average MOU for total customers from monthly Contiguous Countywide Credits reports for 1997 - 1999

(1) - Current discount given to first 60 minutes of use, per Docket 96-00774

Item 7 (a)

Crockett Telephone Co.
Contiguous Countywide Credits - 12 months ended August 31, 1999

Bill Date	Credit	Cumm Credit	Minutes	Cumm. Minutes	Toll	Cumm. Toll
01-Nov	(7,241.48)	(7,241.48)	136,612	136,612	15,257.37	15,257.37
01-Dec	(7,710.05)	(14,951.53)	139,158	275,770	16,214.34	31,471.71
01-Jan	(7,742.74)	(22,694.27)	141,692	417,462	16,223.12	47,694.83
01-Feb	(7,946.62)	(30,640.89)	146,056	563,518	16,719.56	64,414.39
01-Mar	(8,391.41)	(39,032.30)	148,904	712,422	17,649.59	82,063.98
01-Apr	(7,759.57)	(46,791.87)	140,478	852,900	16,273.71	98,337.69
01-May	(8,028.58)	(54,820.45)	147,056	999,956	16,902.98	115,240.67
01-Jun	(7,894.83)	(62,715.28)	142,178	1,142,134	16,546.55	131,787.22
01-Jul	(7,923.83)	(70,639.11)	142,169	1,284,303	16,586.95	148,374.17
01-Aug	(7,763.65)	(78,402.76)	142,931	1,427,234	16,267.87	164,642.04
01-Sep	(7,933.73)	(86,336.49)	141,284	1,568,518	16,576.00	181,218.04
01-Oct	(7,821.03)	(94,157.52)	140,245	1,708,763	16,404.90	197,622.94
	$ (94,157.52)		1,708,763		$ 197,622.94	

Average credit per minute	$ (0.05510)	
Average toll per minute		$ 0.11565

Item 7 (b)

TNCCWCR99.xls

Peoples Telephone Co.
Contiguous Countywide Credits - 12 months ended August 31, 1999

Bill Date	Credit	Cumm Credit	Minutes	Cumm. Minutes	Toll	Cumm. Toll
01-Nov	(6,414.91)	(6,414.91)	126,267	126,267	13,620.51	13,620.51
01-Dec	(6,768.71)	(13,183.62)	127,869	254,136	14,538.48	28,158.99
01-Jan	(6,649.93)	(19,833.55)	127,771	381,907	14,133.07	42,292.06
01-Feb	(6,770.80)	(26,604.35)	131,416	513,323	14,517.35	56,809.41
01-Mar	(7,270.23)	(33,874.58)	135,996	649,319	15,471.54	72,280.95
01-Apr	(6,632.14)	(40,506.72)	126,681	776,000	14,188.20	86,469.15
01-May	(6,877.29)	(47,384.01)	132,067	908,067	14,707.06	101,176.21
01-Jun	(6,766.78)	(54,150.79)	126,997	1,035,064	14,300.35	115,476.56
01-Jul	(6,856.59)	(61,007.38)	129,110	1,164,174	14,459.38	129,935.94
01-Aug	(6,692.15)	(67,699.53)	127,795	1,291,969	14,213.56	144,149.50
01-Sep	(7,041.09)	(74,740.62)	130,313	1,422,282	14,839.01	158,988.51
01-Oct	(7,027.26)	(81,767.88)	131,293	1,553,575	14,970.71	173,959.22
	$ (81,767.88)		1,553,575		$ 173,959.22	

Average credit per minute	$ (0.05263)	
Average toll per minute		$ 0.11197

Item 7(b)

West Tennessee Telephone Co.
Contiguous Countywide Credits - 12 months ended August 31, 1999

Bill Date	Credit	Cumm Credit	Minutes	Cumm. Minutes	Toll	Cumm Toll
01-Nov	(6,837.42)	(6,837.42)	128,131	128,131	14,513.22	14,513.22
01-Dec	(7,290.78)	(14,128.20)	131,389	259,520	15,459.69	29,972.91
01-Jan	(7,434.08)	(21,562.28)	134,391	393,911	15,747.09	45,720.00
01-Feb	(7,688.81)	(29,251.09)	139,831	533,742	16,306.57	62,026.57
01-Mar	(7,860.07)	(37,111.16)	137,934	671,676	16,599.12	78,625.69
01-Apr	(7,314.69)	(44,425.85)	131,797	803,473	15,443.83	94,069.52
01-May	(7,511.00)	(51,936.85)	137,041	940,514	15,923.45	109,992.97
01-Jun	(7,354.96)	(59,291.81)	131,211	1,071,725	15,530.37	125,523.34
01-Jul	(7,493.79)	(66,785.60)	133,205	1,204,930	15,732.84	141,256.18
01-Aug	(7,380.51)	(74,166.11)	134,667	1,339,597	15,590.25	156,846.43
01-Sep	(7,751.82)	(81,917.93)	136,868	1,476,465	16,470.25	173,316.68
01-Oct	(7,687.70)	(89,605.63)	136,224	1,612,689	16,184.96	189,501.64
	$ (89,605.63)		1,612,689		$ 189,501.64	

Average credit per minute	$ (0.05556)	
Average toll per minute		$ 0.11751

Item 7 (b)

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

2000 Adjustments

8. - Provide all workpapers and supporting documentation used in calculating the " Monthly Credit of $5.00 per Business Access Line " adjustment of $175,289.

Response:
Please see attached notes to Proposed Revenue Adjustments.

Crockett Telephone Company, Inc.
Explanation of Proposed Earnings Adjustments
1999-2001

1999	
Increase in Depreciation Expense	Please see worksheets
Dialing Parity Impact- 3 Months	Please see worksheets and October 14, 1999 letter to Bellsouth notifying them of the rate changes.

2000	
Increase in Depreciation Expense	Please see worksheets
Waive Non Recurring Charges during Forecast Period	Please see worksheet
Dialing Parity Impact	Please see worksheets
Eliminate Intra-Company Toll	Please see worksheet
Increase Contiguous Calling Plan to 180 Minutes at 50 Percent Discount	Please see worksheet
Credit for Business Access Line	969 subscribers multiplied by $5.00 for 12 months multiplied by 2.55%(Growth factor used in Consumer Advocate's workpapers.)
Credit for Residence Access Line	3544 subscribers multiplied for 12 months multiplied $4.75 by 2.55%(Growth factor used in Consumer Advocate's workpapers).

Item 8, 9, 12, 13 S. 1

Crockett Telephone Company, Inc.
Explanation of Proposed Earnings Adjustments
1999-2001

2001	
Increase in Depreciation Expense	Please see worksheets
Waive Non Recurring Charges during Forecast Period	Please see worksheet
Dialing Parity Impact	Please see worksheets
Eliminate Intra-Company Toll	Please see worksheet
Increase Contiguous Calling Plan to 180 Minutes at 50 Percent Discount	Please see worksheet
Credit for Business Access Line	969 subscribers multiplied by $5.00 for 12 months multiplied by 5.1%(Growth factor used in Consumer Advocate's workpapers.)
Credit for Residence Access Line	3544 subscribers multiplied by $4.75 for 12 months multiplied by 5.1%(Growth factor used in Consumer Advocate's workpapers).

I 8,9,12,13 Sh 2

Peoples Telephone Company, Inc.
Explanation of Proposed Earnings Adjustments
1999-2001

1999	
Increase in Depreciation Expense	Please see worksheets
Dialing Parity Impact- 3 Months	Please see worksheets and October 14, 1999 letter to Bellsouth notifying them of the rate changes.
2000	
Increase in Depreciation Expense	Please see worksheets
Waive Non Recurring Charges during Forecast Period	Please see worksheet
Dialing Parity Impact	Please see worksheets
Eliminate Intra-Company Toll	Please see worksheet
Increase Contiguous Calling Plan to 180 Minutes at 50 Percent Discount	Please see worksheet
Credit for Business Access Line	942 subscribers multiplied by $5.00 for 12 months multiplied by 5.41%(Growth factor used in Consumer Advocate's workpapers.)
Credit for Residence Access Line	4011 subscribers multiplied for 12 months multiplied $4.75 by 5.41%(Growth factor used in Consumer Advocate's workpapers).

Item 8,9,12,13 S. 3

Peoples Telephone Company, Inc.
Explanation of Proposed Earnings Adjustments
1999-2001

2001	
Increase in Depreciation Expense	Please see worksheets
Waive Non Recurring Charges during Forecast Period	Please see worksheet
Dialing Parity Impact	Please see worksheets
Impact of 10% Intrastate Access Rate Reduction	Please see worksheets
Eliminate Intra-Company Toll	Please see worksheet
Increase Contiguous Calling Plan to 180 Minutes at 50 Percent Discount	Please see worksheet
Credit for Business Access Line	942 subscribers multiplied by $5.00 for 12 months multiplied by 10.82%(Growth factor used in Consumer Advocate's workpapers.)
Credit for Residence Access Line	4011 subscribers multiplied by $4.75 for 12 months multiplied by 10.82%(Growth factor used in Consumer Advocate's workpapers).

Item 8, 9, 12, 13 Sh 4

West Tennessee Telephone Company, Inc.
Explanation of Proposed Earnings Adjustments
1999-2001

1999	
Increase in Depreciation Expense	Please see worksheets
Dialing Parity Impact- 3 Months	Please see worksheets and October 14, 1999 letter to Bellsouth notifying them of the rate changes.
2000	
Increase in Depreciation Expense	Please see worksheets
Waive Non Recurring Charges during Forecast Period	Please see worksheet
Dialing Parity Impact	Please see worksheets
Eliminate Intra-Company Toll	Please see worksheet
Increase Contiguous Calling Plan to 180 Minutes at 50 Percent Discount	Please see worksheet
Credit for Business Access Line	882 subscribers multiplied by $5.00 for 12 months multiplied by 4.6%(Growth factor used in Consumer Advocate's workpapers.)
Credit for Residence Access Line	3973 subscribers multiplied for 12 months multiplied $4.75 by 4.6%(Growth factor used in Consumer Advocate's workpapers).

Item 8, 9, 12, 13 Sh. 5

West Tennessee Telephone Company, Inc.
Explanation of Proposed Earnings Adjustments
1999-2001

2001	
Increase in Depreciation Expense	Please see worksheets
Waive Non Recurring Charges during Forecast Period	Please see worksheet
Dialing Parity Impact	Please see worksheets
Eliminate Intra-Company Toll	Please see worksheet
Increase Contiguous Calling Plan to 180 Minutes at 50 Percent Discount	Please see worksheet
Credit for Business Access Line	882 subscribers multiplied by $5.00 for 12 months multiplied by 9.2%(Growth factor used in Consumer Advocate's workpapers.)
Credit for Residence Access Line	3973 subscribers multiplied by $4.75 for 12 months multiplied by 9.2%(Growth factor used in Consumer Advocate's workpapers).

Item 8, 9, 12, 13 Sh. 6

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

2000 Adjustments

9. - Provide all workpapers and supporting documentation used in calculating the " Monthly Credit of $4.75 per Residence Access Line " adjustment of $688,574.

Response:
Please see response to item 8.

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

2001 Adjustments

10. - Provide all workpapers and supporting documentation used in calculating the " Increase in Depreciation and Amortization Expense " adjustment of $989,741.

Response:
Please see response to Item 1 for 1999.

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

2001 Adjustments

11. - Provide all workpapers and supporting documentation used in calculating the " Waive Non-Recurring Charges during Forecast Period " adjustment of $179,360.

Response:
Please see response to Item 4 for 1999.

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

2001 Adjustments

12. - Provide all workpapers and supporting documentation used in calculating the " Monthly Credit of $5.00 per Business Access Line " adjustment of $181,529.

Response:
Please see response to Item 8.

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

2001 Adjustments

13. - Provide all workpapers and supporting documentation used in calculating the " Monthly Credit of $4.75 per Residence Access " adjustment of $714,228.

Response:
Please see response to Item 8.

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

Miscellaneous:

14. (a) - In prior years, TEC has capitalized digital switch software costs. Provide the amount of software costs capitalized. Also, explain why these costs were capitalized instead of expensed and how the capitalization of these costs comply with the Uniform System of Accounts (USOA).

(b) - Provide the USOA's support for the proposal of TEC and the CAD to establish the "special account" to aggregate and amortize these support costs.

Response:

The amount of software costs capitalized will be forwarded within two weeks.

FCC Order 99-106 provides a summary of the historical and current accounting treatment of software costs.

Initially, the USOA required that the original cost of operating system software be recorded in the same account as the associated plant. The cost of subsequent additions and modifications was expensed, except under exceptional circumstances.

In 1987, the USOA requirements were clarified by directing that the cost of all software not considered initial operating system software be recorded in conformance with Generally Accepted Accounting Principles ("GAAP"). This could result in the expensing or capitalization of software costs depending on the circumstances. If subsequent software modifications extended the life of the asset, they were capitalized. Otherwise, the costs were expensed.

On March 8, 1998, the American Institute of Certified Public Accountants ("AICPA") issued Statement of Position 98-1 ("SOP 98-1") to be effective for fiscal years beginning after December 15, 1998. SOP 98-1 generally requires the capitalization of software costs. Upgrades and enhancements are to be capitalized if they result in additional functionality.

Order 99-106 repeats the requirement that the accounting for software costs will follow GAAP. General-purpose computer software and network software will be recorded in an intangible asset account. The software will be amortized based on its estimated useful life at the time it is placed in service. The amortization period for regulatory purposes will not be less than the amortization period adopted for external financial reporting.

Historically, TEC capitalized the software costs because TEC believed the software upgrades and enhancements extended the service life of the asset. The current proposal of TEC and the CAD follows the changes in the USOA coming from FCC Order 99-106.

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

Miscellaneous:

15. - TEC and the CAD agreed that $720,000 of the overearnings of $6.355 million was attributed to " the missing earnings during the previous review period. Provide the calculation and all supporting documentation of the $720,000 amount.

Response:
Please see attached worksheets by company for the Revenue Requirement of Additional Expenditures.

CROCKETT TELEPHONE COMPANY, INC.
REVENUE REQUIREMENT OF ADDITIONAL EXPENDITURES
1996-1998

	Additional Capital Expenditures	Carrying Charge Year 1	Revenue Requirement Year 1	Carrying Charge Year 2	Revenue Requirement Year 2	Carrying Charge Year 3	Revenue Requirement Year 3	Total Revenue Requirement
1996	$ 20,971.88	0.0848	$ 1,778.42	0.2285	$ 4,792.07	0.2108	$ 4,420.87	$ 10,991.36
1997	(153,227.09)	0.0848	$ (12,993.66)	0.2285	(36,023.69)	0.2108	-	(49,017.35)
1998	163,346.47	0.0848	$ 13,851.78	0.2285	-	0.2108	-	13,851.78
	$ 31,091.26		$ 2,636.54		$ (31,231.61)		$ 4,420.87	$ (24,174.20)

	1996	1997	1998	Totals
Proforma Construction Expenditures	$ (575,362.00)	$ (363,420.00)	$ (338,665.00)	$ (1,277,447.00)
Actual Plant Additions During Proforma Period	665,011.32	184,502.55	211,318.91	1,060,832.78
Construction in Progress	(68,677.44)	25,690.36	290,692.56	247,705.48
Net Additional Capital Expenditures	$ 20,971.88	$ (153,227.09)	$ 163,346.47	$ 31,091.26

Item 15 S 1

PEOPLES TELEPHONE COMPANY, INC.
REVENUE REQUIREMENT OF ADDITIONAL EXPENDITURES
1996-1998

	Additional Capital Expenditures	Carrying Charge Year 1	Revenue Requirement Year 1	Carrying Charge Year 2	Revenue Requirement Year 2	Carrying Charge Year 3	Revenue Requirement Year 3	Total Revenue Requirement
1996	$ 8,083.41	0.1009	$ 815.62	0.2749	$ 2,222.13	0.252	$ 2,037.02	$ 5,074.76
1997	(1,064,850.45)	0.1009	$ (107,443.41)	0.2749	(292,727.39)	0.252	-	(400,170.80)
1998	(291,356.97)	0.1009	$ (29,397.92)	0.2749	-	0.252	-	(29,397.92)
	$ (1,348,124.01)		$ (136,025.71)		$ (290,505.26)		$ 2,037.02	$ (424,493.95)

	1996	1997	1998	Totals
Proforma Construction Expenditures	$ (766,394.00)	$ (1,720,020.00)	$ (1,734,441.00)	$ (4,220,855.00)
Actual Plant Additions During Proforma Period	308,460.90	788,636.79	626,627.02	$ 1,723,724.71
Construction in Progress	466,016.51	(133,467.24)	816,457.01	$ (2,497,130.29)
Net Additional Capital Expenditures	$ 8,083.41	$ (1,064,850.45)	$ (291,356.97)	$ (1,348,124.01)

Item 15 S2

WEST TENNESSEE TELEPHONE COMPANY, INC
REVENUE REQUIREMENT OF ADDITIONAL EXPENDITURES
1996-1998

	Additional Capital Expenditures	Carrying Charge Year 1	Revenue Requirement Year 1	Carrying Charge Year 2	Revenue Requirement Year 2	Carrying Charge Year 3	Revenue Requirement Year 3	Total Revenue Requirement
1996	$ (23,695.04)	0.0916	$ (2,170.47)	0.2351	$ (5,570.70)	0.2153	$ (5,101.54)	$ (12,842.71)
1997	(874,878.40)	0.0916	(80,138.86)	0.2351	(205,683.91)	0.2153	-	(285,822.77)
1998	292,270.37	0.0916	26,771.97	0.2351	-	0.2153	-	26,771.97
	$ (606,303.07)		$ (55,537.36)		$ (211,254.62)		$ (5,101.54)	$ (271,893.52)

	1996	1997	1998	Totals
Proforma Construction Expenditures	$ (686,736.00)	$ (1,517,946.00)	$ (1,005,258.00)	$ (3,209,940.00)
Actual Plant Additions During Proforma Period	483,145.20	552,970.77	519,672.90	1,555,788.87
Construction in Progress	179,895.76	90,096.83	777,855.47	1,047,848.06
Net Additional Capital Expenditures	$ (23,695.04)	$ (874,878.40)	$ 292,270.37	$ (606,303.07)

Item 15 8.3

CROCKE ELEPHONE CO.
PLANT ACTIVITY - PP&E REGULATED - TELEPHONE
12/31/1998

SCHEDULE 250-1 PAGE 1 OF 2

ACCOUNT #	ACCOUNT TITLE	INDEX	BALANCE 12/31/97	ADDTIONS DR	RETIRES (CR)	ACCOUNT TRANSFER DR (CR)	INTERCO TRANSFER DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/1998
211100-0000	LAND		$15,532.65							$15,532.65
211200-0000	MOTOR VEHICLE		$155,752.75	$44,406.48						$200,159.23
211600-0000	OTHER WORK EQUIPMENT		$104,708.06							$104,708.06
212100-0000	BUILDINGS		$236,992.48	$2,400.00						$239,392.48
212250-0000	FURNITURE PSC ORDERED		$14,503.11							$14,503.11
212310-0000	OFFICE SUPPORT EQUIPMENT		$11,374.17							$11,374.17
212320-0000	COMPANY COMMUNICATIONS EQUI		$5,204.29							$5,204.29
212350-0000	CO COMM EQUIP PSC ORDERED		$761.25							$761.25
212400-0000	GENERAL PURPOSE COMPUTERS		$109,046.92	$2,955.33						$112,002.25
221200-0000	DIGITAL ELECTRONIC SWITCH		$1,702,266.27	$28,552.73						$1,730,819.00
223210-0000	CIRCUIT EQ-TOLL-DIGITAL		$265,712.62	$3,992.43						$269,705.05
223211-0000	CIRCUIT EQ-TOLL-STEP		$35,072.21							$35,072.21
223220-0000	CIRCUIT EQ-SUBSCR-DIGITAL		$25,061.14	$63,281.78						$88,342.92
223241-0000	CIRCUIT EQ-EAS STEP		$6,382.88							$6,382.88
223250-0000	CIRCUIT EQ-LIGHTWAVE		$139,099.47							$139,099.47
232100-0000	CUSTOMER PREMISE WIRING		$89,589.06							$89,589.06
235100-0000	PUBLIC TEL TERMINAL EQ		$0.00							$0.00
241100-0000	POLES		$703,448.00	$5,713.54	($5,644.90)					$703,516.64
242100-1000	AERIAL CABLE-METALLIC		$2,260,585.99	$21,639.87						$2,282,225.86
242100-2000	AERIAL CABLE - NONMETALLIC		$221,692.84							$221,692.84
242200-0000	UNDERGROUND CABLE		$110,181.94							$110,181.94
242200-2000	UNDERGROUND CABLE-NONMETAL		$15,977.49							$15,977.49
	BALANCE FORWARD TO 2 OF 2		$6,228,945.59	$172,942.16	($5,644.90)	$0.00	$0.00	$0.00	$0.00	$6,396,242.85

Item 15 S. 4

CROCKE ELEPHONE CO.
PLANT ACTIVITY - PP&E REGULATED - TELEPHONE
12/31/1998

SCHEDULE 250-1 PAGE 2 OF 2

ACCOUNT #	ACCOUNT TITLE	INDEX	BALANCE 12/31/97	ADDTIONS DR	RETIRES (CR)	ACCOUNT TRANSFER DR (CR)	INTERCO TRANSFER DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/1998
	BALANCE FORWARD FROM 1 OF 2		$6,228,945.59	$172,942.16	($5,644.90)	$0.00	$0.00	$0.00	$0.00	$6,396,242.85
242300-1000	BURIED CABLE-METALLIC		$1,419,848.68	$38,376.75	($3,291.74)					$1,454,933.69
242300-2000	BURIED CABLE-NONMETALLIC		$18,435.27							$18,435.27
244100-0000	CONDUIT SYSTEMS		$32,593.16							$32,593.16
269999-0000	ORGANIZATION		$3,939.99							$3,939.99
	TOTAL PLANT IN SERVICE		$7,703,762.69	$211,318.91	($8,936.64)	$0.00	$0.00	$0.00	$0.00	$7,906,144.96
TELEPHONE PLANT UNDER CONSTRUCTION										
200310-0000	TPUC-SHORT TERM CONTRACT		$0.00							$0.00
200310-0040	TPUC-S/T CONTRACT/OTHER		$0.00							$0.00
200330-0000	TPUC-S/T WORK ORDERS		$25,249.34	$291,133.58						$316,382.92
200330-0010	TPUC-S/T WK ORD/SALARIES		$328.08	($328.08)						$0.00
200330-0020	TPUC-S/T WK ORD/BENEFITS		$97.48	($97.48)						$0.00
200330-0040	TPUC-S/T WK ORD/OTHER		$15.46	($15.46)						$0.00
			$0.00							$0.00
			$0.00							$0.00
	TOTAL PLANT UNDER CONSTRUCTION		$25,690.36	$290,692.56	$0.00	$0.00	$0.00	$0.00	$0.00	$316,382.92
	TOTAL PROPERTY, PLANT, & EQUIPMENT		$7,729,453.05	$502,011.47	($8,936.64)	$0.00	$0.00	$0.00	$0.00	$8,222,527.88

Item 15 S. 5

CROCKI TELEPHONE CO.
PLANT ACTIVITY - PP&E REGULATED - TELEPHONE
12/31/1997

SCHEDULE 250-1 PAGE 1 OF 2

ACCOUNT #	ACCOUNT TITLE	INDEX	BALANCE 12/31/96	ADDTIONS DR	RETIRES (CR)	ACCOUNT TRANSFER DR (CR)	INTERCO TRANSFER DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/1997
211100-0000	LAND		$15,532.65							$15,532.65
211200-0000	MOTOR VEHICLE		$155,752.75							$155,752.75
211600-0000	OTHER WORK EQUIPMENT		$100,768.37	$3,939.69						$104,708.06
212100-0000	BUILDINGS		$236,992.48							$236,992.48
212250-0000	FURNITURE PSC ORDERED		$14,503.11							$14,503.11
212310-0000	OFFICE SUPPORT EQUIPMENT		$11,374.17							$11,374.17
212320-0000	COMPANY COMMUNICATIONS EQUI		$5,204.29							$5,204.29
212350-0000	CO COMM EQUIP PSC ORDERED		$761.25							$761.25
212400-0000	GENERAL PURPOSE COMPUTERS		$106,720.66	$2,326.26						$109,046.92
221200-0000	DIGITAL ELECTRONIC SWITCH		$1,598,777.52	$103,488.75						$1,702,266.27
223210-0000	CIRCUIT EQ-TOLL-DIGITAL		$262,064.71	$3,647.91						$265,712.62
223211-0000	CIRCUIT EQ-TOLL-STEP		$35,072.21							$35,072.21
223220-0000	CIRCUIT EQ-SUBSCR-DIGITAL		$24,804.71	$256.43						$25,061.14
223241-0000	CIRCUIT EQ-EAS STEP		$6,382.88							$6,382.88
223250-0000	CIRCUIT EQ-LIGHTWAVE		$139,099.47							$139,099.47
232100-0000	CUSTOMER PREMISE WIRING		$89,589.06							$89,589.06
235100-0000	PUBLIC TEL TERMINAL EQ		$20,168.20			($20,168.20)				$0.00
241100-0000	POLES		$699,887.57	$6,732.02	($3,171.59)					$703,448.00
242100-1000	AERIAL CABLE-METALLIC		$2,219,612.93	$42,095.06	($1,122.00)					$2,260,585.99
242100-2000	AERIAL CABLE - NONMETALLIC		$221,692.84							$221,692.84
242200-0000	UNDERGROUND CABLE		$110,024.61	$157.33						$110,181.94
242200-2000	UNDERGROUND CABLE-NONMETAL		$15,977.49							$15,977.49
242300-1000	BURIED CABLE-METALLIC		$1,412,435.85	$21,859.10	($14,446.27)					$1,419,848.68
242300-2000	BURIED CABLE-NONMETALLIC		$18,435.27							$18,435.27

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244100-0000 CONDUIT SYSTEMS		$32,593.16							$32,593.16
269999-0000 ORGANIZATION		$3,939.99							$3,939.99
BALANCE FORWARD TO 2 OF 2		$7,558,168.20	$184,502.55	($18,739.86)	($20,168.20)	$0.00	$0.00	$0.00	$7,703,762.69

CROCKETT TELEPHONE CO.
PLANT ACTIVITY - PP&E REGULATED - TELEPHONE
12/31/1997

SCHEDULE 250-1 **PAGE 2 OF 2**

ACCOUNT #	ACCOUNT TITLE	INDEX	BALANCE 12/31/96	ADDTIONS DR	RETIRES (CR)	ACCOUNT TRANSFER DR (CR)	INTERCO TRANSFER DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/1997
	BALANCE FORWARD FROM 1 OF 2		$7,558,168.20	$184,502.55	($18,739.86)	($20,168.20)	$0.00	$0.00	$0.00	$7,703,762.69
TELEPHONE PLANT UNDER CONSTRUCTION										
200310-0000	TPUC-SHORT TERM CONTRACT		$0.00							$0.00
200310-0040	TPUC-S/T CONTRACT/OTHER		$0.00							$0.00
200330-0000	TPUC-S/T WORK ORDERS		($0.00)	$25,249.34						$25,249.34
200330-0010	TPUC-S/T WK ORD/SALARIES		$0.00	$328.08						$328.08
200330-0020	TPUC-S/T WK ORD/BENEFITS		$0.00	$97.48						$97.48
200330-0040	TPUC-S/T WK ORD/OTHER		$0.00	$15.46						$15.46
			$0.00							$0.00
			$0.00							$0.00
	TOTAL PLANT UNDER CONSTRUCTION		($0.00)	$25,690.36	$0.00	$0.00	$0.00	$0.00	$0.00	$25,690.36
	TOTAL PROPERTY, PLANT, & EQUIPMENT		$7,558,168.20	$210,192.91	($18,739.86)	($20,168.20)	$0.00	$0.00	$0.00	$7,729,453.05

Item 15 S.7

CROCKE ELEPHONE CO.
PLANT ACTIVITY - PP&E REGULATED - TELEPHONE
12/31/1996

SCHEDULE 250-1 PAGE 1 OF 2

ACCOUNT #	ACCOUNT TITLE	INDEX	BALANCE 12/31/95	ADDTIONS DR	RETIRES (CR)	ACCOUNT TRANSFER DR (CR)	INTERCO TRANSFER DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/96
211100-0000	LAND		$15,532.65							$15,532.65
211200-0000	MOTOR VEHICLE		$155,752.75							$155,752.75
211600-0000	OTHER WORK EQUIPMENT		$100,768.37							$100,768.37
212100-0000	BUILDINGS		$236,992.48							$236,992.48
212250-0000	FURNITURE PSC ORDERED		$14,503.11							$14,503.11
212310-0000	OFFICE SUPPORT EQUIPMENT		$11,374.17							$11,374.17
212320-0000	COMPANY COMMUNICATIONS EQUI		$5,204.29							$5,204.29
212350-0000	CO COMM EQUIP PSC ORDERED		$761.25							$761.25
212400-0000	GENERAL PURPOSE COMPUTERS		$91,184.99	$15,535.67						$106,720.66
221200-0000	DIGITAL ELECTRONIC SWITCH		$1,428,041.21	$170,736.31						$1,598,777.52
223210-0000	CIRCUIT EQ-TOLL-DIGITAL		$258,439.89	$3,624.82						$262,064.71
223211-0000	CIRCUIT EQ-TOLL-STEP		$34,764.98	$307.23						$35,072.21
223220-0000	CIRCUIT EQ-SUBSCR-DIGITAL		$24,804.71							$24,804.71
223241-0000	CIRCUIT EQ-EAS STEP		$6,382.88							$6,382.88
223250-0000	CIRCUIT EQ-LIGHTWAVE		$0.00	$139,099.47						$139,099.47
232100-0000	CUSTOMER PREMISE WIRING		$89,589.06							$89,589.06
235100-0000	PUBLIC TEL TERMINAL EQ		$19,338.69	$829.51						$20,168.20
241100-0000	POLES		$685,085.37	$26,044.91	($11,242.71)					$699,887.57
242100-1000	AERIAL CABLE-METALLIC		$2,192,506.86	$27,106.07						$2,219,612.93
242100-2000	AERIAL CABLE - NONMETALLIC		$0.00	$221,692.84						$221,692.84
242200-0000	UNDERGROUND CABLE		$110,024.61							$110,024.61
242200-2000	UNDERGROUND CABLE-NONMETAL		$0.00	$15,977.49						$15,977.49
242300-1000	BURIED CABLE-METALLIC		$1,391,338.05	$25,621.73	($4,523.93)					$1,412,435.85
242300-2000	BURIED CABLE-NONMETALLIC		$0.00	$18,435.27						$18,435.27

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244. -0000 CONDUIT SYSTEMS		$32,593.16							$32,593.16
269999-0000 ORGANIZATION		$3,939.99							$3,939.99
BALANCE FORWARD TO 2 OF 2		$6,908,923.52	$665,011.32	($15,766.64)	$0.00	$0.00	$0.00	$0.00	$7,558,168.20

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ACCOUNT #	ACCOUNT TITLE	INDEX	BALANCE 12/31/95	ADDTIONS DR	RETIRES (CR)	ACCOUNT TRANSFER DR (CR)	INTERCO TRANSFER DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/96
	BALANCE FORWARD FROM 1 OF 2		$6,908,923.52	$665,011.32	($15,766.64)	$0.00	$0.00	$0.00	$0.00	$7,558,168.20
TELEPHONE PLANT UNDER CONSTRUCTION										
200310-0000	TPUC-SHORT TERM CONTRACT		$0.00							$0.00
200310-0040	TPUC-S/T CONTRACT/OTHER		$0.00							$0.00
200330-0000	TPUC-S/T WORK ORDERS		$68,677.44	($68,677.44)						($0.00)
200330-0010	TPUC-S/T WK ORD/SALARIES		$0.00	$0.00						$0.00
200330-0020	TPUC-S/T WK ORD/BENEFITS		$0.00	$0.00						$0.00
200330-0040	TPUC-S/T WK ORD/OTHER		$0.00	$0.00						$0.00
			$0.00							$0.00
			$0.00							$0.00
	TOTAL PLANT UNDER CONSTRUCTION		$68,677.44	($68,677.44)	$0.00	$0.00	$0.00	$0.00	$0.00	($0.00)
	TOTAL PROPERTY, PLANT, & EQUIPMENT		$6,977,600.96	$596,333.88	($15,766.64)	$0.00	$0.00	$0.00	$0.00	$7,558,168.20

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ACCOUNT #	ACCOUNT TITLE	INDEX	BALANCE 12/31/97	ADDTIONS DR	RETIRES (CR)	ACCOUNT RANSFER DR (CR)	INTERCO TRANSFERS DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/1998
211100-0000	LAND		$55,837.77	$2,075.10					($4,896.00)	$53,016.87
211200-0000	MOTOR VEHICLE		$200,021.38	$38,123.42	($13,960.03)					$224,184.77
211600-0000	OTHER WORK EQUIPMENT		$98,548.37							$98,548.37
211650-0000	OTHER WORK EQUIP PSC ORDERE		$2,028.25							$2,028.25
212100-0000	BUILDINGS		$159,689.27							$159,689.27
212140-0000	BUILDINGS-PAVEMENT		$3,400.00	$23,674.75						$27,074.75
212200-0000	FURNITURE		$6,839.50							$6,839.50
212250-0000	FURNITURE PSC ORDERED		$11,935.02							$11,935.02
212310-0000	OFFICE SUPPORT EQUIPMENT		$17,541.29	$773.99						$18,315.28
212320-0000	COMPANY COMMUNICATIONS EQUI		$7,528.75	$2,766.75						$10,295.50
212350-0000	CO COMM EQUIP PSC ORDERED		$551.25							$551.25
212400-0000	GENERAL PURPOSE COMPUTERS		$73,510.82	$2,955.33						$76,466.15
221200-0000	DIGITAL ELECTRONIC SWITCH		$1,555,597.05	$4,739.26						$1,560,336.31
221510-0000	ELEC-MEC SWITCHING-STEP-BY-ST		$95,767.80							$95,767.80
223210-0000	CIRCUIT EQ-TOLL-DIGITAL		$35,278.74	$19,844.37						$55,123.11
223211-0000	CIRCUIT EQ-TOLL-STEP		$126,700.30							$126,700.30
223220-0000	CIRCUIT EQ-SUBSCR-DIGITAL		$425,276.65	$375,049.74						$800,326.39
223221-0000	CIRCUIT EQ-SUBSCR-STEP		$290,428.42							$290,428.42
223250-0000	CIRCUIT EQ-LIGHT WAVE		$131,457.23	$866.00			($69,274.86)			$63,048.37
235100-0000	PUBLIC TEL TERMINAL EQ		$0.00							$0.00
	BALANCE FORWARD TO 2 OF 2		**$3,297,937.86**	**$470,868.71**	**($13,960.03)**	**$0.00**	**($69,274.86)**	**$0.00**	**($4,896.00)**	**$3,680,675.68**

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ACCOUNT #	ACCOUNT TITLE	INDEX	BALANCE 12/31/97	ADDTIONS DR	RETIRES (CR)	ACCOUNT RANSFER DR (CR)	INTERCO TRANSFERS DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/1998
	BALANCE FORWARD FROM 1 OF 2		$3,297,937.86	$470,868.71	($13,960.03)	$0.00	($69,274.86)	$0.00	($4,896.00)	$3,680,675.68
241100-0000	POLES		$272,243.95	$5,701.40	($1,523.48)					$276,421.87
242100-0000	AERIAL CABLE		$0.00							$0.00
242100-1000	AERIAL CABLE-METALLIC		$1,817,677.95	$74,355.98	($19,868.53)					$1,872,165.40
242100-2000	AERIAL CABLE-NONMETALLIC		$96,373.34							$96,373.34
242300-0000	BURIED CABLE		$0.00							$0.00
242300-1000	BURIED CABLE-METALLIC		$1,361,153.43	$66,458.55	($713.14)					$1,426,898.84
242300-2000	BURIED CABLE-NONMETALLIC		$90,419.35	$1,871.24						$92,290.59
243100-0000	AERIAL WIRE		$48,770.03	$7,371.14	($2,382.17)					$53,759.00
	TOTAL PLANT IN SERVICE		**$6,984,575.91**	**$626,627.02**	**($38,447.35)**	**$0.00**	**($69,274.86)**	**$0.00**	**($4,896.00)**	**$7,498,584.72**
	TELEPHONE PLANT UNDER CONSTRUCTION									
200310-0000	TPUC-SHORT TERM CONTRACT		$0.00							$0.00
200310-0040	TPUC-S/T CONTRACT/OTHER		$0.00							$0.00
200330-0000	TPUC-S/T WORK ORDERS		$260,836.92	$1,081,960.18						$1,342,797.10
200330-0010	TPUC-S/T WK ORD/SALARIES		$6,029.74	($6,029.74)						$0.00
200330-0020	TPUC-S/T WK ORD/BENEFITS		$1,613.92	($1,613.92)						$0.00
200330-0040	TPUC-S/T WK ORD/OTHER		$257,859.51	($257,859.51)						$0.00
	TOTAL PLANT UNDER CONSTRUCTION		**$526,340.09**	**$816,457.01**	**$0.00**	**$0.00**	**$0.00**	**$0.00**	**$0.00**	**$1,342,797.10**
	TOTAL PROPERTY, PLANT, & EQUIPMENT		**$7,510,916.00**	**$1,443,084.03**	**($38,447.35)**	**$0.00**	**($69,274.86)**	**$0.00**	**($4,896.00)**	**$8,841,381.82**

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ACCOUNT #	ACCOUNT TITLE	INDEX	BALANCE 12/31/96	ADDTIONS DR	RETIRES (CR)	ACCOUNT RANSFER DR (CR)	INTERCO TRANSFERS DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/1997
211100-0000	LAND		$42,647.19	$13,190.58						$55,837.77
211200-0000	MOTOR VEHICLE		$197,125.03	$19,308.45	($16,412.10)					$200,021.38
211600-0000	OTHER WORK EQUIPMENT		$98,548.37							$98,548.37
211650-0000	OTHER WORK EQUIP PSC ORDERE		$2,028.25							$2,028.25
212100-0000	BUILDINGS		$159,689.27							$159,689.27
212140-0000	BUILDINGS-PAVEMENT		$3,400.00							$3,400.00
212200-0000	FURNITURE		$6,839.50							$6,839.50
212250-0000	FURNITURE PSC ORDERED		$11,935.02							$11,935.02
212310-0000	OFFICE SUPPORT EQUIPMENT		$17,541.29							$17,541.29
212320-0000	COMPANY COMMUNICATIONS EQUI		$7,528.75							$7,528.75
212350-0000	CO COMM EQUIP PSC ORDERED		$551.25							$551.25
212400-0000	GENERAL PURPOSE COMPUTERS		$65,453.76	$8,057.06						$73,510.82
221200-0000	DIGITAL ELECTRONIC SWITCH		$1,252,933.07	$302,663.98						$1,555,597.05
221510-0000	ELEC-MEC SWITCHING-STEP-BY-ST		$95,767.80							$95,767.80
223210-0000	CIRCUIT EQ-TOLL-DIGITAL		$28,225.72	$7,053.02						$35,278.74
223211-0000	CIRCUIT EQ-TOLL-STEP		$123,517.75	$3,182.55						$126,700.30
223220-0000	CIRCUIT EQ-SUBSCR-DIGITAL		$470,547.02	$19,944.31	($65,214.68)					$425,276.65
223221-0000	CIRCUIT EQ-SUBSCR-STEP		$290,428.42							$290,428.42
223250-0000	CIRCUIT EQ-LIGHT WAVE		$92,722.80	$38,734.43						$131,457.23
235100-0000	PUBLIC TEL TERMINAL EQ		$16,244.22			($16,244.22)				$0.00
	BALANCE FORWARD TO 2 OF 2		**$2,983,674.48**	**$412,134.38**	**($81,626.78)**	**($16,244.22)**	**$0.00**	**$0.00**	**$0.00**	**$3,297,937.86**

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ACCOUNT #	ACCOUNT TITLE	INDEX	BALANCE 12/31/96	ADDTIONS DR	RETIRES (CR)	ACCOUNT RANSFER DR (CR)	INTERCO TRANSFERS DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/1997
	BALANCE FORWARD FROM 1 OF 2		$2,983,674.48	$412,134.38	($81,626.78)	($16,244.22)	$0.00	$0.00	$0.00	$3,297,937.86
241100-0000	POLES		$264,127.67	$9,589.04	($1,472.76)					$272,243.95
242100-0000	AERIAL CABLE		$0.00							$0.00
242100-1000	AERIAL CABLE-METALLIC		$1,658,316.26	$166,434.47	($7,072.78)					$1,817,677.95
242100-2000	AERIAL CABLE-NONMETALLIC		$41,026.73	$55,346.61						$96,373.34
242300-0000	BURIED CABLE		$0.00							$0.00
242300-1000	BURIED CABLE-METALLIC		$1,232,450.71	$134,296.10	($5,593.38)					$1,361,153.43
242300-2000	BURIED CABLE-NONMETALLIC		$79,583.16	$10,836.19						$90,419.35
243100-0000	AERIAL WIRE		$49,712.94		($942.91)					$48,770.03
	TOTAL PLANT IN SERVICE		**$6,308,891.95**	**$788,636.79**	**($96,708.61)**	**($16,244.22)**	**$0.00**	**$0.00**	**$0.00**	**$6,984,575.91**
	TELEPHONE PLANT UNDER CONSTRUCTION									
200310-0000	TPUC-SHORT TERM CONTRACT		$0.00							$0.00
200310-0040	TPUC-S/T CONTRACT/OTHER		$0.00							$0.00
200330-0000	TPUC-S/T WORK ORDERS		$607,827.23	($346,990.31)						$260,836.92
200330-0010	TPUC-S/T WK ORD/SALARIES		$3,522.68	$2,507.06						$6,029.74
200330-0020	TPUC-S/T WK ORD/BENEFITS		$787.89	$826.03						$1,613.92
200330-0040	TPUC-S/T WK ORD/OTHER		$47,669.53	$210,189.98						$257,859.51
	TOTAL PLANT UNDER CONSTRUCTION		**$659,807.33**	**($133,467.24)**	**$0.00**	**$0.00**	**$0.00**	**$0.00**	**$0.00**	**$526,340.09**
	TOTAL PROPERTY, PLANT, & EQUIPMENT		**$6,968,699.28**	**$655,169.55**	**($96,708.61)**	**($16,244.22)**	**$0.00**	**$0.00**	**$0.00**	**$7,510,916.00**

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ACCOUNT #	ACCOUNT TITLE	INDEX	BALANCE 12/31/95	ADDTIONS DR	RETIRES (CR)	ACCOUNT RANSFER DR (CR)	INTERCO TRANSFERS DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/96
211100-0000	LAND		$40,897.64	$1,749.55						$42,647.19
211200-0000	MOTOR VEHICLE		$191,297.32	$16,559.93	($10,732.22)					$197,125.03
211600-0000	OTHER WORK EQUIPMENT		$74,048.37	$24,500.00						$98,548.37
211650-0000	OTHER WORK EQUIP PSC ORDERE		$2,028.25							$2,028.25
212100-0000	BUILDINGS		$159,189.27	$500.00						$159,689.27
212140-0000	BUILDINGS-PAVEMENT		$3,400.00							$3,400.00
212200-0000	FURNITURE		$6,839.50							$6,839.50
212250-0000	FURNITURE PSC ORDERED		$11,935.02							$11,935.02
212310-0000	OFFICE SUPPORT EQUIPMENT		$17,541.29							$17,541.29
212320-0000	COMPANY COMMUNICATIONS EQUI		$7,528.75							$7,528.75
212350-0000	CO COMM EQUIP PSC ORDERED		$551.25							$551.25
212400-0000	GENERAL PURPOSE COMPUTERS		$50,209.17	$15,244.59						$65,453.76
221200-0000	DIGITAL ELECTRONIC SWITCH		$1,175,023.12	$77,909.95						$1,252,933.07
221510-0000	ELEC-MEC SWITCHING-STEP-BY-ST		$95,767.80							$95,767.80
223210-0000	CIRCUIT EQ-TOLL-DIGITAL		$21,724.23	$6,501.49						$28,225.72
223211-0000	CIRCUIT EQ-TOLL-STEP		$123,517.75							$123,517.75
223220-0000	CIRCUIT EQ-SUBSCR-DIGITAL		$446,485.72	$24,061.30						$470,547.02
223221-0000	CIRCUIT EQ-SUBSCR-STEP		$290,428.42							$290,428.42
223250-0000	CIRCUIT EQ-LIGHT WAVE		$92,722.80							$92,722.80
235100-0000	PUBLIC TEL TERMINAL EQ		$16,244.22							$16,244.22
	BALANCE FORWARD TO 2 OF 2		**$2,827,379.89**	**$167,026.81**	**($10,732.22)**	**$0.00**	**$0.00**	**$0.00**	**$0.00**	**$2,983,674.48**

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ACCOUNT #	ACCOUNT TITLE	INDEX	BALANCE 12/31/95	ADDTIONS DR	RETIRES (CR)	ACCOUNT RANSFER DR (CR)	INTERCO TRANSFERS DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/96
	BALANCE FORWARD FROM 1 OF 2		$2,827,379.89	$167,026.81	($10,732.22)	$0.00	$0.00	$0.00	$0.00	$2,983,674.48
241100-0000	POLES		$260,446.74	$4,711.93	($1,031.00)					$264,127.67
242100-0000	AERIAL CABLE		$2,171,999.15	$26,250.08	($1,803.57)		($2,196,445.66)			$0.00
242100-1000	AERIAL CABLE-METALLIC		$0.00	$61,145.31	($10,682.27)		$1,607,853.22			$1,658,316.26
242100-2000	AERIAL CABLE-NONMETALLIC		$0.00	$2,010.00			$39,016.73			$41,026.73
242300-0000	BURIED CABLE		$717,185.28	$37,118.49	($2,043.89)		($752,259.88)			$0.00
242300-1000	BURIED CABLE-METALLIC		$0.00	$10,198.28			$1,222,252.43			$1,232,450.71
242300-2000	BURIED CABLE-NONMETALLIC		$0.00				$79,583.16			$79,583.16
243100-0000	AERIAL WIRE		$56,991.62		($7,278.68)					$49,712.94
	TOTAL PLANT IN SERVICE		**$6,034,002.68**	**$308,460.90**	**($33,571.63)**	**$0.00**	**($0.00)**	**$0.00**	**$0.00**	**$6,308,891.95**
TELEPHONE PLANT UNDER CONSTRUCTION										
200310-0000	TPUC-SHORT TERM CONTRACT		$0.00							$0.00
200310-0040	TPUC-S/T CONTRACT/OTHER		$0.00							$0.00
200330-0000	TPUC-S/T WORK ORDERS		$138,299.47	$469,527.76						$607,827.23
200330-0010	TPUC-S/T WK ORD/SALARIES		$3,598.20	($75.52)						$3,522.68
200330-0020	TPUC-S/T WK ORD/BENEFITS		$3,767.86	($2,979.97)						$787.89
200330-0040	TPUC-S/T WK ORD/OTHER		$48,125.29	($455.76)						$47,669.53
	TOTAL PLANT UNDER CONSTRUCTION		**$193,790.82**	**$466,016.51**	**$0.00**	**$0.00**	**$0.00**	**$0.00**	**$0.00**	**$659,807.33**
	TOTAL PROPERTY, PLANT, & EQUIPMENT		**$6,227,793.50**	**$774,477.41**	**($33,571.63)**	**$0.00**	**($0.00)**	**$0.00**	**$0.00**	**$6,968,699.28**

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ACCOUNT #	ACCOUNT TITLE	INDE	BALANCE 12/31/97	ADDTIONS DR	RETIRES (CR)	ACCOUNT TRANSFER DR (CR)	INTERCO TRANSFER DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/1998
211100-000	LAND		$17,418.50							$17,418.50
211200-000	MOTOR VEHICLE		$204,133.39							$204,133.39
211600-000	OTHER WORK EQUIPMENT		$83,261.36							$83,261.36
211650-000	OTHER WORK EQUIP PSC ORDERE		$1,320.00							$1,320.00
212100-000	BUILDINGS		$254,766.23	$7,063.74						$261,829.97
212140-000	BUILDING - PAVEMENT		$4,780.00							$4,780.00
212200-000	FURNITURE		$539.00							$539.00
212250-000	FURNITURE PSC ORDERED		$15,090.85							$15,090.85
212310-000	OFFICE SUPPORT EQUIPMENT		$25,152.74							$25,152.74
212320-000	COMPANY COMMUNICATIONS EQUI		$30,507.29							$30,507.29
212350-000	CO COMM EQUIP PSC ORDERED		$695.35							$695.35
212400-000	GENERAL PURPOSE COMPUTERS		$83,324.04	$2,955.33						$86,279.37
221200-000	DIGITAL ELECTRONIC SWITCH		$2,103,718.45	$14,195.84						$2,117,914.29
223210-000	CIRCUIT EQ-TOLL-DIGITAL		$116,493.00	$11,270.46						$127,763.46
223211-000	CIRCUIT EQ-TOLL-STEP		$65,047.12							$65,047.12
223220-000	CIRCUIT EQ-SUBSCR-DIGITAL		$298,854.03	$81,437.83						$380,291.86
223221-000	CIRCUIT EQ-SUBSCR-STEP		$186,573.17							$186,573.17
223240-000	CIRCUIT EQ-EAS DIG		$1,931.37							$1,931.37
223241-000	CIRCUIT EQ-EAS STEP		$115,442.95							$115,442.95
	BALANCE FORWARD TO 2 OF 2		$3,609,048.84	$116,923.20	$0.00	$0.00	$0.00	$0.00	$0.00	$3,725,972.04

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WEST TENNL . ELEPHONE COMPANY
PLANT ACTIVITY - PP&E REGULATED - TELEPHONE
12/31/1998

SCHEDULE 250-1 PAGE 2 OF 2

ACCOUNT #	ACCOUNT TITLE	INDE	BALANCE 12/31/97	ADDTIONS DR	RETIRES (CR)	ACCOUNT TRANSFER DR (CR)	INTERCO TRANSFER DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/1998
	BALANCE FORWARD FROM 1 OF 2		$3,609,048.84	$116,923.20	$0.00	$0.00	$0.00	$0.00	$0.00	$3,725,972.04
223250-000	CIRCUIT EQ-LIGHTWAVE		$226,026.57	$140,365.84						$366,392.41
231100-000	STATION APPARATUS		$279,345.70							$279,345.70
232100-000	CUSTOMER PREMISE WIRING		$129,529.43							$129,529.43
235100-000	PUBLIC TEL TERMINAL EQ		$0.00							$0.00
241100-000	POLES		$253,161.72	$4,638.38	($384.21)					$257,415.89
242100-000	AERIAL CABLE		$0.00							$0.00
242100-100	AERIAL CABLE - METALLIC		$947,287.37	$43,747.23						$991,034.60
242100-200	AERIAL CABLE - NONMETALLIC		$148,324.09							$148,324.09
242300-100	BURIED CABLE - METALLIC		$1,733,047.77	$213,870.39	($56,391.52)					$1,890,526.64
242300-200	BURIED CABLE - NONMETALLIC		$689,507.52	$127.86						$689,635.38
243100-000	AERIAL WIRE		$43,835.12		($203.42)					$43,631.70
269010-000	ORGANIZATION		$1,406.14							$1,406.14
	TOTAL PLANT IN SERVICE		**$8,060,520.27**	**$519,672.90**	**($56,979.15)**	**$0.00**	**$0.00**	**$0.00**	**$0.00**	**$8,523,214.02**
TELEPHONE PLANT UNDER CONSTRUCTION										
200330-000	TPUC-S/T WORK ORDERS		$67,211.75	$1,123,150.00						$1,190,361.75
200330-001	TPUC-S/T WK ORD/SALARIES		$235.45	($235.45)						$0.00
200330-002	TPUC-S/T WK ORD/BENEFITS		$71.98	($71.98)						$0.00
200330-004	TPUC-S/T WK ORD/OTHER		$344,987.10	($344,987.10)						$0.00
	TOTAL PLANT NOT IN SERVICE		**$412,506.28**	**$777,855.47**	**$0.00**	**$0.00**	**$0.00**	**$0.00**	**$0.00**	**$1,190,361.75**
	TOTAL PROPERTY, PLANT, & EQUIPMENT		**$8,473,026.55**	**$1,297,528.37**	**($56,979.15)**	**$0.00**	**$0.00**	**$0.00**	**$0.00**	**$9,713,575.77**

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WEST TENN ELEPHONE COMPANY
PLANT ACTIVITY - PP&E REGULATED - TELEPHONE
12/31/1997

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ACCOUNT #	ACCOUNT TITLE	INDE	BALANCE 12/31/96	ADDTIONS DR	RETIRES (CR)	ACCOUNT TRANSFER DR (CR)	INTERCO TRANSFER DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/1997
211100-000	LAND		$17,418.50							$17,418.50
211200-000	MOTOR VEHICLE		$165,937.39	$38,196.00						$204,133.39
211600-000	OTHER WORK EQUIPMENT		$81,062.44	$2,198.92						$83,261.36
211650-000	OTHER WORK EQUIP PSC ORDERE		$1,320.00							$1,320.00
212100-000	BUILDINGS		$254,766.23							$254,766.23
212140-000	BUILDING - PAVEMENT		$4,780.00							$4,780.00
212200-000	FURNITURE		$539.00							$539.00
212250-000	FURNITURE PSC ORDERED		$15,090.85							$15,090.85
212310-000	OFFICE SUPPORT EQUIPMENT		$23,649.15	$1,503.59						$25,152.74
212320-000	COMPANY COMMUNICATIONS EQUI		$30,507.29							$30,507.29
212350-000	CO COMM EQUIP PSC ORDERED		$695.35							$695.35
212400-000	GENERAL PURPOSE COMPUTERS		$80,552.10	$2,771.94						$83,324.04
221200-000	DIGITAL ELECTRONIC SWITCH		$2,071,310.74	$32,407.71						$2,103,718.45
223210-000	CIRCUIT EQ-TOLL-DIGITAL		$116,493.00							$116,493.00
223211-000	CIRCUIT EQ-TOLL-STEP		$65,047.12							$65,047.12
223220-000	CIRCUIT EQ-SUBSCR-DIGITAL		$119,904.73	$178,949.30						$298,854.03
223221-000	CIRCUIT EQ-SUBSCR-STEP		$186,573.17							$186,573.17
223240-000	CIRCUIT EQ-EAS DIG		$1,931.37							$1,931.37
223241-000	CIRCUIT EQ-EAS STEP		$115,442.95							$115,442.95
	BALANCE FORWARD TO 2 OF 2		$3,353,021.38	$256,027.46	$0.00	$0.00	$0.00	$0.00	$0.00	$3,609,048.84

WEST TENNESSEE TELEPHONE COMPANY
PLANT ACTIVITY - PP&E REGULATED - TELEPHONE
12/31/1997

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ACCOUNT #	ACCOUNT TITLE	INDE	BALANCE 12/31/96	ADDTIONS DR	RETIRES (CR)	ACCOUNT TRANSFER DR (CR)	INTERCO TRANSFER DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/1997
	BALANCE FORWARD FROM 1 OF 2		$3,353,021.38	$256,027.46	$0.00	$0.00	$0.00	$0.00	$0.00	$3,609,048.84
223250-000	CIRCUIT EQ-LIGHTWAVE		$226,026.57							$226,026.57
231100-000	STATION APPARATUS		$279,345.70							$279,345.70
232100-000	CUSTOMER PREMISE WIRING		$129,529.43							$129,529.43
235100-000	PUBLIC TEL TERMINAL EQ		$13,864.17			($13,864.17)				$0.00
241100-000	POLES		$252,017.88	$1,143.84						$253,161.72
242100-000	AERIAL CABLE		$0.00							$0.00
242100-100	AERIAL CABLE - METALLIC		$913,680.70	$49,492.77	($15,886.10)					$947,287.37
242100-200	AERIAL CABLE - NONMETALLIC		$148,324.09							$148,324.09
242300-100	BURIED CABLE - METALLIC		$1,513,654.87	$246,306.70	($26,913.80)					$1,733,047.77
242300-200	BURIED CABLE - NONMETALLIC		$689,507.52							$689,507.52
243100-000	AERIAL WIRE		$43,835.12							$43,835.12
269010-000	ORGANIZATION		$1,406.14							$1,406.14
	TOTAL PLANT IN SERVICE		**$7,564,213.57**	**$552,970.77**	**($42,799.90)**	**($13,864.17)**	**$0.00**	**$0.00**	**$0.00**	**$8,060,520.27**
TELEPHONE PLANT UNDER CONSTRUCTION										
200330-000	TPUC-S/T WORK ORDERS		$317,629.08	($250,417.33)						$67,211.75
200330-001	TPUC-S/T WK ORD/SALARIES		$3,546.21	($3,310.76)						$235.45
200330-002	TPUC-S/T WK ORD/BENEFITS		$813.02	($741.04)						$71.98
200330-004	TPUC-S/T WK ORD/OTHER		$421.14	$344,565.96						$344,987.10
	TOTAL PLANT NOT IN SERVICE		$322,409.45	$90,096.83	$0.00	$0.00	$0.00	$0.00	$0.00	$412,506.28
	TOTAL PROPERTY, PLANT, & EQUIPMENT		$7,886,623.02	$643,067.60	($42,799.90)	($13,864.17)	$0.00	$0.00	$0.00	$8,473,026.55

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WEST TENNI ELEPHONE COMPANY
PLANT ACTIVITY - PP&E REGULATED - TELEPHONE
12/31/1996

SCHEDULE 250-1996

ACCOUNT #	ACCOUNT TITLE	INDE	BALANCE 12/31/95	ADDTIONS DR	RETIRES (CR)	ACCOUNT TRANSFER DR (CR)	INTERCO TRANSFER DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/1996
211100-000	LAND		$17,418.50							$17,418.50
211200-000	MOTOR VEHICLE		$165,937.39							$165,937.39
211600-000	OTHER WORK EQUIPMENT		$81,062.44							$81,062.44
211650-000	OTHER WORK EQUIP PSC ORDERE		$1,320.00							$1,320.00
212100-000	BUILDINGS		$253,266.23	$1,500.00						$254,766.23
212140-000	BUILDING - PAVEMENT		$4,780.00							$4,780.00
212200-000	FURNITURE		$539.00							$539.00
212250-000	FURNITURE PSC ORDERED		$15,090.85							$15,090.85
212310-000	OFFICE SUPPORT EQUIPMENT		$23,649.15							$23,649.15
212320-000	COMPANY COMMUNICATIONS EQUI		$30,805.35	$1,077.09	($1,375.15)					$30,507.29
212350-000	CO COMM EQUIP PSC ORDERED		$695.35							$695.35
212400-000	GENERAL PURPOSE COMPUTERS		$59,555.33	$20,996.77						$80,552.10
221200-000	DIGITAL ELECTRONIC SWITCH		$2,038,062.66	$33,248.08						$2,071,310.74
223210-000	CIRCUIT EQ-TOLL-DIGITAL		$39,687.14	$76,805.86						$116,493.00
223211-000	CIRCUIT EQ-TOLL-STEP		$65,047.12							$65,047.12
223220-000	CIRCUIT EQ-SUBSCR-DIGITAL		$109,408.52	$10,496.21						$119,904.73
223221-000	CIRCUIT EQ-SUBSCR-STEP		$186,573.17							$186,573.17
223240-000	CIRCUIT EQ-EAS DIG		$1,931.37							$1,931.37
223241-000	CIRCUIT EQ-EAS STEP		$115,442.95							$115,442.95
	BALANCE FORWARD TO 2 OF 2		$3,210,272.52	$144,124.01	($1,375.15)	$0.00	$0.00	$0.00	$0.00	$3,353,021.38

WEST TENNESSEE TELEPHONE COMPANY
PLANT ACTIVITY - PP&E REGULATED - TELEPHONE
12/31/1996

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ACCOUNT #	ACCOUNT TITLE	INDE	BALANCE 12/31/95	ADDTIONS DR	RETIRES (CR)	ACCOUNT TRANSFER DR (CR)	INTERCO TRANSFER DR (CR)	AMORT (CR)	OTHER DR (CR)	BALANCE 12/31/1996
	BALANCE FORWARD FROM 1 OF 2		$3,210,272.52	$144,124.01	($1,375.15)	$0.00	$0.00	$0.00	$0.00	$3,353,021.38
223250-000	CIRCUIT EQ-LIGHTWAVE		$175,091.36	$50,935.21						$226,026.57
231100-000	STATION APPARATUS		$279,345.70							$279,345.70
232100-000	CUSTOMER PREMISE WIRING		$129,529.43							$129,529.43
235100-000	PUBLIC TEL TERMINAL EQ		$13,864.17							$13,864.17
241100-000	POLES		$252,427.10	$293.55	($702.77)					$252,017.88
242100-000	AERIAL CABLE		$0.00							$0.00
242100-100	AERIAL CABLE - METALLIC		$879,142.91	$36,021.24	($1,483.45)					$913,680.70
242100-200	AERIAL CABLE - NONMETALLIC		$145,537.78	$2,786.31						$148,324.09
242300-100	BURIED CABLE - METALLIC		$1,422,308.75	$118,827.34	($27,481.22)					$1,513,654.87
242300-200	BURIED CABLE - NONMETALLIC		$559,349.98	$130,157.54						$689,507.52
243100-000	AERIAL WIRE		$44,340.51		($505.39)					$43,835.12
269010-000	ORGANIZATION		$1,406.14							$1,406.14
	TOTAL PLANT IN SERVICE		**$7,112,616.35**	**$483,145.20**	**($31,547.98)**	**$0.00**	**$0.00**	**$0.00**	**$0.00**	**$7,564,213.57**
TELEPHONE PLANT UNDER CONSTRUCTION										
200330-000	TPUC-S/T WORK ORDERS		$140,390.80	$177,238.28						$317,629.08
200330-001	TPUC-S/T WK ORD/SALARIES		$1,558.64	$1,987.57						$3,546.21
200330-002	TPUC-S/T WK ORD/BENEFITS		$361.09	$451.93						$813.02
200330-004	TPUC-S/T WK ORD/OTHER		$203.16	$217.98						$421.14
	TOTAL PLANT NOT IN SERVICE		**$142,513.69**	**$179,895.76**	**$0.00**	**$0.00**	**$0.00**	**$0.00**	**$0.00**	**$322,409.45**
	TOTAL PROPERTY, PLANT, & EQUIPMENT		**$7,255,130.04**	**$663,040.96**	**($31,547.98)**	**$0.00**	**$0.00**	**$0.00**	**$0.00**	**$7,886,623.02**

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CROCKETT TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

1996 BUDGET ESTIMATE

PROJECT AREA	ACCOUNT	EXTENDED COST
DTI ADDITION	CENTRAL OFFICE EQUIPMENT	$95,000
	TOTAL MATERIAL AND LABOR FOR DTI ADDITION	**$95,000**
	TOTAL ENGINEERING FOR DTI ADDITION	**$14,250**
	TOTAL BUDGET FOR DTI ADDITION	**$109,250**
INTER EXCHANGE FIBER ROUTE	ELECTRONICS EQUIPMENT	$124,054
	FIBER CABLE	$199,302
	TOTAL MATERIAL AND LABOR FOR INTER EXCHANGE FIBER ROUTE	**$323,356**
	TOTAL ENGINEERING FOR INTER EXCHANGE FIBER ROUTE	**$48,503**
	TOTAL BUDGET FOR INTER EXCHANGE FIBER ROUTE	**$371,859**
MISCELLANEOUS EQUIPMENT 1996	MISCELLANEOUS	$21,000
	TOTAL MATERIAL AND LABOR FOR MISCELLANEOUS EQUIPMENT 1996	**$21,000**
	TOTAL ENGINEERING FOR MISCELLANEOUS EQUIPMENT 1996	**$0**
	TOTAL BUDGET FOR MISCELLANEOUS EQUIPMENT 1996	**$21,000**
TPUC/ST & LABOR DISTRIBUTION 19	MISCELLANEOUS	$73,252
	TOTAL MATERIAL AND LABOR FOR TPUC/ST & LABOR DISTRIBUTION 1996	**$73,252**
	TOTAL ENGINEERING FOR TPUC/ST & LABOR DISTRIBUTION 1996	**$0**
	TOTAL BUDGET FOR TPUC/ST & LABOR DISTRIBUTION 1996	**$73,252**
	TOTALBUDGET FOR 1996	**$575,361**

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CROCKETT TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

1997 BUDGET ESTIMATE

PROJECT AREA	ACCOUNT	EXTENDED COST
ALAMO EWSD UPGRADE	CENTRAL OFFICE EQUIPMENT	$130,000
	TOTAL MATERIAL AND LABOR FOR ALAMO EWSD UPGRADE	**$130,000**
	TOTAL ENGINEERING FOR ALAMO EWSD UPGRADE	**$19,500**
	TOTAL BUDGET FOR ALAMO EWSD UPGRADE	**$149,500**
MISCELLANEOUS EQUIPMENT 1997	CENTRAL OFFICE EQUIPMENT	$90,490
	MISCELLANEOUS	$40,500
	TOTAL MATERIAL AND LABOR FOR MISCELLANEOUS EQUIPMENT 1997	**$130,990**
	TOTAL ENGINEERING FOR MISCELLANEOUS EQUIPMENT 1997	**$0**
	TOTAL BUDGET FOR MISCELLANEOUS EQUIPMENT 1997	**$130,990**
TPUC/ST & LABOR DISTRIBUTION 19	MISCELLANEOUS	$82,930
	TOTAL MATERIAL AND LABOR FOR TPUC/ST & LABOR DISTRIBUTION 1997	**$82,930**
	TOTAL ENGINEERING FOR TPUC/ST & LABOR DISTRIBUTION 1997	**$0**
	TOTAL BUDGET FOR TPUC/ST & LABOR DISTRIBUTION 1997	**$82,930**
	TOTALBUDGET FOR 1997	**$363,420**

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CROCKETT TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

1998 BUDGET ESTIMATE

PROJECT AREA	ACCOUNT	EXTENDED COST
ALAMO CO AREA	AERIAL CABLE	$2,454
	BURIED CABLE	$17,549
	TOTAL MATERIAL AND LABOR FOR ALAMO CO AREA	**$20,003**
	TOTAL ENGINEERING FOR ALAMO CO AREA	**$3,000**
	TOTAL BUDGET FOR ALAMO CO AREA	**$23,003**
CROCKETT MILLS CSA	ELECTRONICS EQUIPMENT	$75,293
	LAND & BUILDINGS	$5,000
	TOTAL MATERIAL AND LABOR FOR CROCKETT MILLS CSA	**$80,293**
	TOTAL ENGINEERING FOR CROCKETT MILLS CSA	**$12,044**
	TOTAL BUDGET FOR CROCKETT MILLS CSA	**$92,336**
FRIENDSHIP CO AREA	AERIAL CABLE	$9,204
	TOTAL MATERIAL AND LABOR FOR FRIENDSHIP CO AREA	**$9,204**
	TOTAL ENGINEERING FOR FRIENDSHIP CO AREA	**$1,381**
	TOTAL BUDGET FOR FRIENDSHIP CO AREA	**$10,585**
FROG JUMP CSA	ELECTRONICS EQUIPMENT	$75,459
	LAND & BUILDINGS	$5,000
	TOTAL MATERIAL AND LABOR FOR FROG JUMP CSA	**$80,459**
	TOTAL ENGINEERING FOR FROG JUMP CSA	**$12,069**
	TOTAL BUDGET FOR FROG JUMP CSA	**$92,527**
MAURY CITY CO AREA	BURIED CABLE	$1,342
	TOTAL MATERIAL AND LABOR FOR MAURY CITY CO AREA	**$1,342**
	TOTAL ENGINEERING FOR MAURY CITY CO AREA	**$201**
	TOTAL BUDGET FOR MAURY CITY CO AREA	**$1,543**
MISCELLANEOUS EQUIPMENT 1998	MISCELLANEOUS	$33,000
	TOTAL MATERIAL AND LABOR FOR MISCELLANEOUS EQUIPMENT 1998	**$33,000**
	TOTAL ENGINEERING FOR MISCELLANEOUS EQUIPMENT 1998	**$0**
	TOTAL BUDGET FOR MISCELLANEOUS EQUIPMENT 1998	**$33,000**
TPUC/ST & LABOR DISTRIBUTION 19	MISCELLANEOUS	$85,670

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CROCKETT TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

TOTAL MATERIAL AND LABOR FOR TPUC/ST & LABOR DISTRIBUTION 1998	$85,670
TOTAL ENGINEERING FOR TPUC/ST & LABOR DISTRIBUTION 1998	$0
TOTAL BUDGET FOR TPUC/ST & LABOR DISTRIBUTION 1998	$85,670
TOTALBUDGET FOR 1998	$338,665
TOTAL PROJECTED BUDGET	**$1,277,447**

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PEOPLES TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

1996 BUDGET ESTIMATE

PROJECT AREA	ACCOUNT	EXTENDED COST
DTI ADDITION	CENTRAL OFFICE EQUIPMENT	$95,000
	TOTAL MATERIAL AND LABOR FOR DTI ADDITION	**$95,000**
	TOTAL ENGINEERING FOR DTI ADDITION	**$14,250**
	TOTAL BUDGET FOR DTI ADDITION	**$109,250**
ERIN - CO UPGRADE	CENTRAL OFFICE EQUIPMENT	$15,000
	TOTAL MATERIAL AND LABOR FOR ERIN - CO UPGRADE	**$15,000**
	TOTAL ENGINEERING FOR ERIN - CO UPGRADE	**$2,250**
	TOTAL BUDGET FOR ERIN - CO UPGRADE	**$17,250**
ERIN TO BELL FIBER ROUTE	ELECTRONICS	$17,000
	FIBER CABLE	$57,969
	TOTAL MATERIAL AND LABOR FOR ERIN TO BELL FIBER ROUTE	**$74,969**
	TOTAL ENGINEERING FOR ERIN TO BELL FIBER ROUTE	**$11,245**
	TOTAL BUDGET FOR ERIN TO BELL FIBER ROUTE	**$86,214**
ERIN-BATEMAN BRANCH REMOTE	BURIED CABLE	$18,863
	ELECTRONICS	$46,000
	LAND & BUILDING	$5,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR ERIN-BATEMAN BRANCH REMOTE	**$69,863**
	TOTAL ENGINEERING FOR ERIN-BATEMAN BRANCH REMOTE	**$10,479**
	TOTAL BUDGET FOR ERIN-BATEMAN BRANCH REMOTE	**$80,342**
ERIN-DEEP CUT REMOTE	BURIED CABLE	$613
	ELECTRONICS	$37,000
	LAND & BUILDING	$5,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR ERIN-DEEP CUT REMOTE	**$42,613**
	TOTAL ENGINEERING FOR ERIN-DEEP CUT REMOTE	**$6,392**
	TOTAL BUDGET FOR ERIN-DEEP CUT REMOTE	**$49,005**
ERIN-YELLOW CREEK REMOTE	BURIED CABLE	$46,707
	ELECTRONICS	$53,743
	LAND & BUILDING	$5,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR ERIN-YELLOW CREEK REMOTE	**$105,451**
	TOTAL ENGINEERING FOR ERIN-YELLOW CREEK REMOTE	**$15,818**
	TOTAL BUDGET FOR ERIN-YELLOW CREEK REMOTE	**$121,269**
MISCELLANEOUS EQUIPMENT 1996	MISCELLANEOUS	$86,500

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PEOPLES TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

	TOTAL MATERIAL AND LABOR FOR MISCELLANEOUS EQUIPMENT 1996	$86,500
	TOTAL ENGINEERING FOR MISCELLANEOUS EQUIPMENT 1996	$0
	TOTAL BUDGET FOR MISCELLANEOUS EQUIPMENT 1996	$86,500
TENNESSEE RIDGE-McKINNON REMOT	AERIAL CABLE	$20,484
	BURIED CABLE	$13,495
	ELECTRONICS	$92,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR TENNESSEE RIDGE-McKINNON REMOTE	$125,979
	TOTAL ENGINEERING FOR TENNESSEE RIDGE-McKINNON REMOTE	$18,897
	TOTAL BUDGET FOR TENNESSEE RIDGE-McKINNON REMOTE	$144,876
TPUC/ST & LABOR DISTRIBUTION 1996	MISCELLANEOUS	$71,688
	TOTAL MATERIAL AND LABOR FOR TPUC/ST & LABOR DISTRIBUTION 1996	$71,688
	TOTAL ENGINEERING FOR TPUC/ST & LABOR DISTRIBUTION 1996	$0
	TOTAL BUDGET FOR TPUC/ST & LABOR DISTRIBUTION 1996	$71,688
	TOTALBUDGET FOR 1996	$766,394

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PEOPLES TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

1997 BUDGET ESTIMATE

PROJECT AREA	ACCOUNT	EXTENDED COST
ERIN - EWSD INSTALLATION	CENTRAL OFFICE EQUIPMENT	$810,971
	TOTAL MATERIAL AND LABOR FOR ERIN - EWSD INSTALLATION	**$810,971**
	TOTAL ENGINEERING FOR ERIN - EWSD INSTALLATION	**$121,646**
	TOTAL BUDGET FOR ERIN - EWSD INSTALLATION	**$932,617**
ERIN-GUICES CREEK REMOTE	BURIED CABLE	$51,483
	ELECTRONICS	$38,000
	LAND & BUILDING	$5,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR ERIN-GUICES CREEK REMOTE	**$94,483**
	TOTAL ENGINEERING FOR ERIN-GUICES CREEK REMOTE	**$14,172**
	TOTAL BUDGET FOR ERIN-GUICES CREEK REMOTE	**$108,656**
ERIN-POLLARD BRANCH REMOTE	AERIAL CABLE	$3,420
	BURIED CABLE	$2,454
	ELECTRONICS	$49,902
	LAND & BUILDING	$5,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR ERIN-POLLARD BRANCH REMOTE	**$60,775**
	TOTAL ENGINEERING FOR ERIN-POLLARD BRANCH REMOTE	**$9,116**
	TOTAL BUDGET FOR ERIN-POLLARD BRANCH REMOTE	**$69,891**
HENRY-TRAYWICK REMOTE	BURIED CABLE	$27,103
	ELECTRONICS	$45,416
	LAND & BUILDING	$5,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR HENRY-TRAYWICK REMOTE	**$77,519**
	TOTAL ENGINEERING FOR HENRY-TRAYWICK REMOTE	**$11,628**
	TOTAL BUDGET FOR HENRY-TRAYWICK REMOTE	**$89,147**
MISCELLANEOUS EQUIPMENT 1997	CENTRAL OFFICE EQUIPMENT	$64,200
	MISCELLANEOUS	$157,000
	TOTAL MATERIAL AND LABOR FOR MISCELLANEOUS EQUIPMENT 1997	**$221,200**
	TOTAL ENGINEERING FOR MISCELLANEOUS EQUIPMENT 1997	**$0**
	TOTAL BUDGET FOR MISCELLANEOUS EQUIPMENT 1997	**$221,200**
TENNESSEE RIDGE - ROCKY POINT SUB	AERIAL CABLE	$52,557
	BURIED CABLE	$39,448

PEOPLES TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

TOTAL MATERIAL AND LABOR FOR TENNESSEE RIDGE - ROCKY POINT SUBDIVISION		$92,005
TOTAL ENGINEERING FOR TENNESSEE RIDGE - ROCKY POINT SUBDIVISION		$13,801
TOTAL BUDGET FOR TENNESSEE RIDGE - ROCKY POINT SUBDIVISION		$105,806
TENNESSEE RIDGE-STEWART REMOTE	AERIAL CABLE	$3,610
	BURIED CABLE	$22,585
	ELECTRONICS	$64,731
	LAND & BUILDING	$5,000
	REMOVAL	$0
TOTAL MATERIAL AND LABOR FOR TENNESSEE RIDGE-STEWART REMOTE		$95,927
TOTAL ENGINEERING FOR TENNESSEE RIDGE-STEWART REMOTE		$14,389
TOTAL BUDGET FOR TENNESSEE RIDGE-STEWART REMOTE		$110,316
TPUC/ST & LABOR DISTRIBUTION 1997	MISCELLANEOUS	$82,388
TOTAL MATERIAL AND LABOR FOR TPUC/ST & LABOR DISTRIBUTION 1997		$82,388
TOTAL ENGINEERING FOR TPUC/ST & LABOR DISTRIBUTION 1997		$0
TOTAL BUDGET FOR TPUC/ST & LABOR DISTRIBUTION 1997		$82,388
	TOTALBUDGET FOR 1997	$1,720,020

Ex. S. 27

PEOPLES TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

1998 BUDGET ESTIMATE

PROJECT AREA	ACCOUNT	EXTENDED COST
ERIN-BARBER HIGHWAY REMOTE	BURIED CABLE	$24,123
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR ERIN-BARBER HIGHWAY REMOTE	**$24,123**
	TOTAL ENGINEERING FOR ERIN-BARBER HIGHWAY REMOTE	**$3,618**
	TOTAL BUDGET FOR ERIN-BARBER HIGHWAY REMOTE	**$27,742**
ERIN-CEDAR HILL REMOTE	AERIAL CABLE	$5,130
	BURIED CABLE	$31,897
	ELECTRONICS	$82,026
	LAND & BUILDING	$5,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR ERIN-CEDAR HILL REMOTE	**$124,053**
	TOTAL ENGINEERING FOR ERIN-CEDAR HILL REMOTE	**$18,608**
	TOTAL BUDGET FOR ERIN-CEDAR HILL REMOTE	**$142,661**
ERIN-CO AREA	AERIAL CABLE	$64,732
	BURIED CABLE	$61,607
	ELECTRONICS	$158,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR ERIN-CO AREA	**$284,339**
	TOTAL ENGINEERING FOR ERIN-CO AREA	**$42,651**
	TOTAL BUDGET FOR ERIN-CO AREA	**$326,990**
ERIN-DENMARK REMOTE	BURIED CABLE	$24,424
	ELECTRONICS	$47,488
	LAND & BUILDING	$5,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR ERIN-DENMARK REMOTE	**$76,912**
	TOTAL ENGINEERING FOR ERIN-DENMARK REMOTE	**$11,537**
	TOTAL BUDGET FOR ERIN-DENMARK REMOTE	**$88,448**
ERIN-SPRING HILL REMOTE	AERIAL CABLE	$27,157
	BURIED CABLE	$15,686
	ELECTRONICS	$71,000
	LAND & BUILDING	$5,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR ERIN-SPRING HILL REMOTE	**$118,843**
	TOTAL ENGINEERING FOR ERIN-SPRING HILL REMOTE	**$17,826**
	TOTAL BUDGET FOR ERIN-SPRING HILL REMOTE	**$136,670**
HENRY-BAILEY REMOTE	BURIED CABLE	$32,367
	ELECTRONICS	$39,853

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PEOPLES TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

HENRY-BAILEY REMOTE	LAND & BUILDING	$5,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR HENRY-BAILEY REMOTE	**$77,220**
	TOTAL ENGINEERING FOR HENRY-BAILEY REMOTE	**$11,583**
	TOTAL BUDGET FOR HENRY-BAILEY REMOTE	**$88,803**
HENRY-CO AREA	AERIAL CABLE	$12,894
	BURIED CABLE	$26,200
	ELECTRONICS	$45,500
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR HENRY-CO AREA	**$84,593**
	TOTAL ENGINEERING FOR HENRY-CO AREA	**$12,689**
	TOTAL BUDGET FOR HENRY-CO AREA	**$97,282**
HENRY-HARDY REMOTE	BURIED CABLE	$14,327
	ELECTRONICS	$36,244
	LAND & BUILDING	$5,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR HENRY-HARDY REMOTE	**$55,571**
	TOTAL ENGINEERING FOR HENRY-HARDY REMOTE	**$8,336**
	TOTAL BUDGET FOR HENRY-HARDY REMOTE	**$63,906**
MISCELLANEOUS EQUIPMENT 1998	MISCELLANEOUS	$41,000
	TOTAL MATERIAL AND LABOR FOR MISCELLANEOUS EQUIPMENT 1998	**$41,000**
	TOTAL ENGINEERING FOR MISCELLANEOUS EQUIPMENT 1998	**$0**
	TOTAL BUDGET FOR MISCELLANEOUS EQUIPMENT 1998	**$41,000**
MISCELLANEOUS EQUIPMENT 1999	MISCELLANEOUS	$0
	TOTAL MATERIAL AND LABOR FOR MISCELLANEOUS EQUIPMENT 1999	**$0**
	TOTAL ENGINEERING FOR MISCELLANEOUS EQUIPMENT 1999	**$0**
	TOTAL BUDGET FOR MISCELLANEOUS EQUIPMENT 1999	**$0**
TENNESSEE RIDGE-CO AREA	AERIAL CABLE	$49,338
	BURIED CABLE	$156,298
	ELECTRONICS	$125,500
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR TENNESSEE RIDGE-CO AREA	**$331,136**
	TOTAL ENGINEERING FOR TENNESSEE RIDGE-CO AREA	**$49,670**
	TOTAL BUDGET FOR TENNESSEE RIDGE-CO AREA	**$380,806**
TENNESSEE RIDGE-GRAYS CROSSING	AERIAL CABLE	$3,000
	BURIED CABLE	$20,908
	REMOVAL	$0

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PEOPLES TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

TOTAL MATERIAL AND LABOR FOR TENNESSEE RIDGE-GRAYS CROSSING REMOTE		$23,908
TOTAL ENGINEERING FOR TENNESSEE RIDGE-GRAYS CROSSING REMOTE		$3,586
TOTAL BUDGET FOR TENNESSEE RIDGE-GRAYS CROSSING REMOTE		$27,495
TENNESSEE RIDGE-TIMBERLAKE REMO	ELECTRONICS	$50,709
	LAND & BUILDING	$5,000
TOTAL MATERIAL AND LABOR FOR TENNESSEE RIDGE-TIMBERLAKE REMOTE		$55,709
TOTAL ENGINEERING FOR TENNESSEE RIDGE-TIMBERLAKE REMOTE		$8,356
TOTAL BUDGET FOR TENNESSEE RIDGE-TIMBERLAKE REMOTE		$64,065
TENNESSEE RIDGE-WHITEOAK REMOT	BURIED CABLE	$23,927
	ELECTRONICS	$36,000
	LAND & BUILDING	$5,000
TOTAL MATERIAL AND LABOR FOR TENNESSEE RIDGE-WHITEOAK REMOTE		$64,927
TOTAL ENGINEERING FOR TENNESSEE RIDGE-WHITEOAK REMOTE		$9,739
TOTAL BUDGET FOR TENNESSEE RIDGE-WHITEOAK REMOTE		$74,666
TPUC/ST & LABOR DISTRIBUTION 1998	MISCELLANEOUS	$85,395
TOTAL MATERIAL AND LABOR FOR TPUC/ST & LABOR DISTRIBUTION 1998		$85,395
TOTAL ENGINEERING FOR TPUC/ST & LABOR DISTRIBUTION 1998		$0
TOTAL BUDGET FOR TPUC/ST & LABOR DISTRIBUTION 1998		$85,395
TPUC/ST & LABOR DISTRIBUTION 1999	MISCELLANEOUS	$88,512
TOTAL MATERIAL AND LABOR FOR TPUC/ST & LABOR DISTRIBUTION 1999		$88,512
TOTAL ENGINEERING FOR TPUC/ST & LABOR DISTRIBUTION 1999		$0
TOTAL BUDGET FOR TPUC/ST & LABOR DISTRIBUTION 1999		$88,512
	TOTALBUDGET FOR 1998	$1,734,441

TOTAL PROJECTED BUDGET $4,220,854

Ex. 5. 32

WEST TENNESSEE TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

1996 BUDGET ESTIMATE

PROJECT AREA	ACCOUNT	EXTENDED COST
ATWOOD TO TREZEVANT FIBER ROUTE	ELECTRONICS	$48,000
	FIBER CABLE	$40,845
TOTAL MATERIAL AND LABOR FOR ATWOOD TO TREZEVANT FIBER ROUTE		**$88,845**
TOTAL ENGINEERING FOR ATWOOD TO TREZEVANT FIBER ROUTE		**$13,327**
TOTAL BUDGET FOR ATWOOD TO TREZEVANT FIBER ROUTE		**$102,172**
ATWOOD-HOWSE REMOTE	BURIED CABLE	$19,629
	ELECTRONICS	$60,625
	LAND & BUILDING	$5,000
	REMOVAL	$0
TOTAL MATERIAL AND LABOR FOR ATWOOD-HOWSE REMOTE		**$85,254**
TOTAL ENGINEERING FOR ATWOOD-HOWSE REMOTE		**$12,788**
TOTAL BUDGET FOR ATWOOD-HOWSE REMOTE		**$98,042**
BRADFORD-CO UPGRADE	CENTRAL OFFICE EQUIPMENT	$15,000
TOTAL MATERIAL AND LABOR FOR BRADFORD-CO UPGRADE		**$15,000**
TOTAL ENGINEERING FOR BRADFORD-CO UPGRADE		**$2,250**
TOTAL BUDGET FOR BRADFORD-CO UPGRADE		**$17,250**
BRADFORD-GANN REMOTE	BURIED CABLE	$52,182
	ELECTRONICS	$66,255
	LAND & BUILDING	$5,000
	REMOVAL	$0
TOTAL MATERIAL AND LABOR FOR BRADFORD-GANN REMOTE		**$123,437**
TOTAL ENGINEERING FOR BRADFORD-GANN REMOTE		**$18,516**
TOTAL BUDGET FOR BRADFORD-GANN REMOTE		**$141,953**
BRADFORD-PISGAH REMOTE	BURIED CABLE	$3,067
	ELECTRONICS	$73,210
	LAND & BUILDING	$5,000
	REMOVAL	$0
TOTAL MATERIAL AND LABOR FOR BRADFORD-PISGAH REMOTE		**$81,277**
TOTAL ENGINEERING FOR BRADFORD-PISGAH REMOTE		**$12,192**
TOTAL BUDGET FOR BRADFORD-PISGAH REMOTE		**$93,469**
DTI ADDITION	CENTRAL OFFICE EQUIPMENT	$95,000
TOTAL MATERIAL AND LABOR FOR DTI ADDITION		**$95,000**
TOTAL ENGINEERING FOR DTI ADDITION		**$14,250**
TOTAL BUDGET FOR DTI ADDITION		**$109,250**
MISCELLANEOUS EQUIPMENT 1996	MISCELLANEOUS	$72,000

Exh 15 S. 33

WEST TENNESSEE TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

	TOTAL MATERIAL AND LABOR FOR MISCELLANEOUS EQUIPMENT 1996	$72,000
	TOTAL ENGINEERING FOR MISCELLANEOUS EQUIPMENT 1996	$0
	TOTAL BUDGET FOR MISCELLANEOUS EQUIPMENT 1996	$72,000
TPUC/ST & LABOR DISTRIBUTION 1996	MISCELLANEOUS	$52,601
	TOTAL MATERIAL AND LABOR FOR TPUC/ST & LABOR DISTRIBUTION 1996	$52,601
	TOTAL ENGINEERING FOR TPUC/ST & LABOR DISTRIBUTION 1996	$0
	TOTAL BUDGET FOR TPUC/ST & LABOR DISTRIBUTION 1996	$52,601
	TOTALBUDGET FOR 1996	$686,736

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WEST TENNESSEE TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

1997 BUDGET ESTIMATE

PROJECT AREA	ACCOUNT	EXTENDED COST
ATWOOD-POPLAR SPRINGS REMOTE	BURIED CABLE	$15,108
	ELECTRONICS	$48,255
	LAND & BUILDING	$5,000
	REMOVAL	$0
TOTAL MATERIAL AND LABOR FOR ATWOOD-POPLAR SPRINGS REMOTE		**$68,363**
TOTAL ENGINEERING FOR ATWOOD-POPLAR SPRINGS REMOTE		**$10,254**
TOTAL BUDGET FOR ATWOOD-POPLAR SPRINGS REMOTE		**$78,618** ✓
BRADFORD-EWSD INSTALLATION	CENTRAL OFFICE EQUIPMENT	$867,993
TOTAL MATERIAL AND LABOR FOR BRADFORD-EWSD INSTALLATION		**$867,993**
TOTAL ENGINEERING FOR BRADFORD-EWSD INSTALLATION		**$130,199**
TOTAL BUDGET FOR BRADFORD-EWSD INSTALLATION		**$998,192** ✓
BRADFORD-REYNOLDS ROAD REMOTE	BURIED CABLE	$28,732
	ELECTRONICS	$49,910
	LAND & BUILDING	$5,000
	REMOVAL	$0
TOTAL MATERIAL AND LABOR FOR BRADFORD-REYNOLDS ROAD REMOTE		**$83,642**
TOTAL ENGINEERING FOR BRADFORD-REYNOLDS ROAD REMOTE		**$12,546**
TOTAL BUDGET FOR BRADFORD-REYNOLDS ROAD REMOTE		**$96,189** ✓
MISCELLANEOUS EQUIPMENT 1997	CENTRAL OFFICE EQUIPMENT	$108,660
	MISCELLANEOUS	$34,000
TOTAL MATERIAL AND LABOR FOR MISCELLANEOUS EQUIPMENT 1997		**$142,660**
TOTAL ENGINEERING FOR MISCELLANEOUS EQUIPMENT 1997		**$0**
TOTAL BUDGET FOR MISCELLANEOUS EQUIPMENT 1997		**$142,660**
RUTHERFORD-NORTHERNS CHAPEL R	BURIED CABLE	$19,658
	ELECTRONICS	$46,230
	LAND & BUILDING	$5,000
	REMOVAL	$0
TOTAL MATERIAL AND LABOR FOR RUTHERFORD-NORTHERNS CHAPEL REMOTE		**$70,888**
TOTAL ENGINEERING FOR RUTHERFORD-NORTHERNS CHAPEL REMOTE		**$10,633**
TOTAL BUDGET FOR RUTHERFORD-NORTHERNS CHAPEL REMOTE		**$81,521** ✓
TPUC/ST & LABOR DISTRIBUTION 1997	MISCELLANEOUS	$61,155
TOTAL MATERIAL AND LABOR FOR TPUC/ST & LABOR DISTRIBUTION 1997		**$61,155**
TOTAL ENGINEERING FOR TPUC/ST & LABOR DISTRIBUTION 1997		**$0**
TOTAL BUDGET FOR TPUC/ST & LABOR DISTRIBUTION 1997		**$61,155**
TREZEVANT-HOLLY LEAF REMOTE	ELECTRONICS	$46,835

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WEST TENNESSEE TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

TREZEVANT-HOLLY LEAF REMOTE	LAND & BUILDING	$5,000
	TOTAL MATERIAL AND LABOR FOR TREZEVANT-HOLLY LEAF REMOTE	**$51,835**
	TOTAL ENGINEERING FOR TREZEVANT-HOLLY LEAF REMOTE	**$7,775**
	TOTAL BUDGET FOR TREZEVANT-HOLLY LEAF REMOTE	**$59,610**
	TOTALBUDGET FOR 1997	**$1,517,945**

Item 15 S. 36

WEST TENNESSEE TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

1998 BUDGET ESTIMATE

PROJECT AREA	ACCOUNT	EXTENDED COST
ATWOOD-CO AREA	AERIAL CABLE	$11,246
	BURIED CABLE	$62,965
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR ATWOOD-CO AREA	**$74,211**
	TOTAL ENGINEERING FOR ATWOOD-CO AREA	**$11,132**
	TOTAL BUDGET FOR ATWOOD-CO AREA	**$85,342**
ATWOOD-HIGHWAY 220 REMOTE	BURIED CABLE	$12,932
	ELECTRONICS	$43,585
	LAND & BUILDING	$5,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR ATWOOD-HIGHWAY 220 REMOTE	**$61,517**
	TOTAL ENGINEERING FOR ATWOOD-HIGHWAY 220 REMOTE	**$9,228**
	TOTAL BUDGET FOR ATWOOD-HIGHWAY 220 REMOTE	**$70,745**
BRADFORD-CO AREA	AERIAL CABLE	$9,876
	BURIED CABLE	$126,510
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR BRADFORD-CO AREA	**$136,386**
	TOTAL ENGINEERING FOR BRADFORD-CO AREA	**$20,458**
	TOTAL BUDGET FOR BRADFORD-CO AREA	**$156,844**
BRADFORD-PEA VINE REMOTE	BURIED CABLE	$5,214
	ELECTRONICS	$58,425
	LAND & BUILDING	$5,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR BRADFORD-PEA VINE REMOTE	**$68,639**
	TOTAL ENGINEERING FOR BRADFORD-PEA VINE REMOTE	**$10,296**
	TOTAL BUDGET FOR BRADFORD-PEA VINE REMOTE	**$78,935**
BRADFORD-WALNUT GROVE REMOTE	BURIED CABLE	$14,415
	ELECTRONICS	$0
	TOTAL MATERIAL AND LABOR FOR BRADFORD-WALNUT GROVE REMOTE	**$14,415**
	TOTAL ENGINEERING FOR BRADFORD-WALNUT GROVE REMOTE	**$2,162**
	TOTAL BUDGET FOR BRADFORD-WALNUT GROVE REMOTE	**$16,577**
MISCELLANEOUS EQUIPMENT 1998	MISCELLANEOUS	$32,500
	TOTAL MATERIAL AND LABOR FOR MISCELLANEOUS EQUIPMENT 1998	**$32,500**
	TOTAL ENGINEERING FOR MISCELLANEOUS EQUIPMENT 1998	**$0**
	TOTAL BUDGET FOR MISCELLANEOUS EQUIPMENT 1998	**$32,500**

WEST TENNESSEE TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

MISCELLANEOUS EQUIPMENT 1999	MISCELLANEOUS	$0
	TOTAL MATERIAL AND LABOR FOR MISCELLANEOUS EQUIPMENT 1999	**$0**
	TOTAL ENGINEERING FOR MISCELLANEOUS EQUIPMENT 1999	**$0**
	TOTAL BUDGET FOR MISCELLANEOUS EQUIPMENT 1999	**$0**
RUTHERFORD-CO AREA	AERIAL CABLE	$13,444
	BURIED CABLE	$97,992
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR RUTHERFORD-CO AREA	**$111,435**
	TOTAL ENGINEERING FOR RUTHERFORD-CO AREA	**$16,715**
	TOTAL BUDGET FOR RUTHERFORD-CO AREA	**$128,151**
RUTHERFORD-TURKEY LANE REMOTE	BURIED CABLE	$18,610
	ELECTRONICS	$46,410
	LAND & BUILDING	$5,000
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR RUTHERFORD-TURKEY LANE REMOTE	**$70,020**
	TOTAL ENGINEERING FOR RUTHERFORD-TURKEY LANE REMOTE	**$10,503**
	TOTAL BUDGET FOR RUTHERFORD-TURKEY LANE REMOTE	**$80,522**
TPUC/ST & LABOR DISTRIBUTION 1998	MISCELLANEOUS	$63,382
	TOTAL MATERIAL AND LABOR FOR TPUC/ST & LABOR DISTRIBUTION 1998	**$63,382**
	TOTAL ENGINEERING FOR TPUC/ST & LABOR DISTRIBUTION 1998	**$0**
	TOTAL BUDGET FOR TPUC/ST & LABOR DISTRIBUTION 1998	**$63,382**
TPUC/ST & LABOR DISTRIBUTION 1999	MISCELLANEOUS	$65,733
	TOTAL MATERIAL AND LABOR FOR TPUC/ST & LABOR DISTRIBUTION 1999	**$65,733**
	TOTAL ENGINEERING FOR TPUC/ST & LABOR DISTRIBUTION 1999	**$0**
	TOTAL BUDGET FOR TPUC/ST & LABOR DISTRIBUTION 1999	**$65,733**
TREZEVANT-CO AREA	AERIAL CABLE	$6,704
	BURIED CABLE	$190,276
	REMOVAL	$0
	TOTAL MATERIAL AND LABOR FOR TREZEVANT-CO AREA	**$196,980**
	TOTAL ENGINEERING FOR TREZEVANT-CO AREA	**$29,547**
	TOTAL BUDGET FOR TREZEVANT-CO AREA	**$226,527**
	TOTALBUDGET FOR 1998	**$1,005,258**

WEST TENNESSEE TELEPHONE COMPANY
ACCELERATED THREE YEAR CONSTRUCTION BUDGET

TOTAL PROJECTED BUDGET	$3,209,939

Item 15 S. 39

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

Miscellaneous:

16. - Provide the calculation and all supporting documentation of the " additional reduction in earnings " of $655,000 referred to in the December letter.

Response:
Please see attached worksheet explaining how the "additional reduction in earnings" of $655,000 was calculated.

Telephone Electronics Corporation
Additional Reduction In Earnings
1999-2001

Revenue Requirement Shortfall as Computed by Consumer Advocate	$622,361
Depreciation Expense as Computed by Consumer Advocate	$2,305,405
Shortfall divided by Depreciation Expense	26.51%
Revised Depreciation Expense as Computed by Telephone Electronics Corporation	$2,467,108
Percentage	26.51%
Revised Revenue Requirement Shortfall	$654,181

Item 16

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

Miscellaneous:

17. - Provide a priceout of all intrastate intraLATA access revenues.

Response:
Attached you find a priceout of all intraLATA access revenues.

CONSUMER ADVOCATE DIVISION
ANALYSIS OF TEC, INC. INTRALATA MOU
FOR THE YEARS 1988-2001

RTB-11

	WEST TENNESSEE	CROCKETT	PEOPLES	TOTAL
1988 MOU	4,485,741	6,661,394	4,534,857	15,681,992
1989 MOU	5,157,784	8,083,533	5,387,801	18,629,118
% GROWTH	14.98%	21.35%	18.81%	18.79%
1995 MOU	7,962,778	10,538,082	8,917,860	27,418,720
% GROWTH	54.38%	30.36%	65.52%	47.18%
1996	7,997,252	10,592,088	9,222,489	27,811,829
% GROWTH	0.43%	0.51%	3.42%	1.43%
1997	8,468,534	10,968,154 *	9,323,180	28,759,868
% GROWTH	5.89%	3.55%	1.09%	3.41%
1998	8,622,276	11,153,952 *	10,868,842	30,645,070
% GROWTH	1.82%	1.69%	16.58%	6.55%
ANNUAL GROWTH FROM 1995	2.69%	1.91%	6.82%	6.93%
CA FORECAST 1999 MOU	8,854,031	11,367,139 *	11,609,784	31,830,954
% GROWTH	2.69%	1.91%	6.82%	3.87%
YTD JUNE 1999 ANNUALIZED	7,626,924	10,866,890 *	9,764,655	28,258,469
CA FORECAST 2000 MOU	9,092,204	11,584,251 *	12,401,572	33,078,027
% GROWTH	2.69%	1.91%	6.82%	3.92%
CA FORECAST 2001 MOU	9,336,784	11,805,511	13,247,359	34,389,654
% GROWTH	2.69%	1.91%	6.82%	3.97%

* ADJUSTED FOR INTERNET TRAFFIC
SOURCE: CA DATA REQUEST DATED 6/1/99, ITEM 5.

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CONSUMER ADVOCATE DIVISION
ANALYSIS OF TEC, INC. INTRALATA REVENUES(INCLUDING B&C)
FOR THE YEARS 1988-2001

RTB-12

	WEST TENNESSEE	CROCKETT	PEOPLES	TOTAL
1988 REVENUES	501,793	715,293	521,907	1,738,993
1989 REVENUES	540,125	784,876	568,027	1,893,028
% GROWTH	7.64%	9.73%	8.84%	8.86%
1990 REVENUES	621,974	873,886	657,015	2,152,875
% GROWTH	15.15%	11.34%	15.67%	13.73%
1996	870,820	1,082,532	1,047,726	3,001,078
% GROWTH	40.01%	23.88%	59.47%	39.40%
1997	955,764	1,169,539	1,123,540	3,248,843
% GROWTH	9.75%	8.04%	7.24%	-88.32%
1998	1,042,429	1,245,850	1,136,937	3,425,216
% GROWTH	9.07%	6.52%	1.19%	5.43%
	7.59%	5.71%	8.10%	7.01%
CA FORECAST 1999 REVENUES	1,122,698	1,301,622	1,214,443	3,638,764
% GROWTH	7.70%	4.48%	6.82%	6.23%
YTD JUNE 1999 ANNUALIZED	967,100	1,244,340 *	2,906,366	5,117,806
CA FORECAST 2000 REVENUES	1,152,899	1,326,483	1,297,268	3,776,650
% GROWTH	2.69%	1.91%	6.82%	3.79%
CA FORECAST 2001 REVENUES	1,183,912	1,351,819	1,385,742	3,921,473
% GROWTH	2.69%	1.91%	6.82%	3.83%

SOURCE:PER BELLSOUTH SETTLEMENTS, COMPANY G/L, YTD JUNE 1999 REVENUE PER MOU.
* DOES NOT RECOGNIZE KNIGHTWAVE ISP DEDUCTIONS.

Item 17 S. 2 of 3

CONSUMER ADVOCATE DIVISION
ANALYSIS OF TEC, INC. REVENUE/INTRALATA MOU
FOR THE YEARS 1988-2001

RTB-14

	WEST TENNESSEE	CROCKETT	PEOPLES	TOTAL
1988	$ 0.1119	$ 0.1074	$ 0.1151	$ 0.1109
1989	0.1047	0.0971	0.1054	0.1016
1990	0.1111	0.0957	0.1108	0.1042
1996	0.1089	0.1022	0.1136	0.1079
1997	0.1129	0.1066	0.1208	0.1131
1998	0.1209	0.1117	0.1046	0.1118
1999	0.1268	0.1145	0.1046	0.1143
YTD JUNE 1999 ANNUALIZED	0.1268	0.1145	0.2976	0.1811
2000	0.1268	0.1145	0.1046	0.1142
2001	0.1268	0.1145	0.1046	0.1140

SOURCE: TRA PROFORMA INFORMATION AND HISTORY

Item 17 S. 3 of 3

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

Miscellaneous:

18. - Provide a priceout of all intrastate interLATA access revenues.

Response:
Attached you find a priceout of all interlata access revenues.

CONSUMER ADVOCATE DIVISION
ANALYSIS OF TEC, INC. INTERLATA MOU
FOR THE YEARS 1995-2001

RTB-8

	WEST TENNESSEE	CROCKETT	PEOPLES	TOTAL
1995 MOU	1,333,478	1,358,084	1,763,280	4,454,842
1996	1,316,499	1,395,309	1,727,189	4,438,997
% GROWTH	-1.27%	2.74%	-2.05%	-0.36%
1997	1,328,346	1,245,165	1,694,004	4,267,515
% GROWTH	0.90%	-10.76%	-1.92%	-3.86%
1998	1,354,525	1,062,948	1,725,403	4,142,876
% GROWTH	1.97%	-14.63%	1.85%	-2.92%
ANNUAL GROWTH FROM 1995	0.52%	-7.84%	-0.72%	-2.39%
CA FORECAST 1999 MOU	1,799,117	1,757,880	1,921,154	5,478,151
% GROWTH	32.82%	65.38%	11.35%	32.23%
ANNUAL GROWTH FROM 1995	7.78%	6.66%	2.17%	5.31%
CA FORECAST 2000 MOU	1,939,000	1,875,016	1,962,784	5,776,799
% GROWTH	7.78%	6.66%	2.17%	5.45%
CA FORECAST 2001 MOU	2,089,854	1,999,892	2,005,376	6,095,122
% GROWTH	7.78%	6.66%	2.17%	5.51%

SOURCE: CA DATA REQUEST DATED 6/1/99, ITEM 4.

Item 18 S. 1 of 2

CONSUMER ADVOCATE DIVISION
ANALYSIS OF TEC, INC. INTERLATA REVENUE
FOR THE YEARS 1995-2001

RTB-10

	WEST TENNESSEE	CROCKETT	PEOPLES	TOTAL
1995	0	0	0	-
1996	0	0	0	-
% GROWTH				
1997	103,984	96,845	133,917	334,746
% GROWTH				
1998	106,469	65,222	135,684	307,375
% GROWTH	2.39%	-32.65%	1.32%	-8.18%
CA FORECAST 1999	141,434	140,059	154,044	435,537
% GROWTH	32.84%	114.74%	13.53%	41.70%
CA FORECAST 2000	152,431	149,392	157,382	459,204
% GROWTH	7.78%	6.66%	2.17%	5.43%
CA FORECAST 2001	164,290	159,341	160,797	484,428
% GROWTH	7.78%	6.66%	2.17%	5.49%

SOURCE: TEC PROFORMA INFORMATION AND CA DATA REQUEST DATED 6/1/99, ITEM 4.

Item 18 Sheet 2 of 2

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

Miscellaneous:

19. (a) - The December 28, 1999 letter refers to providing TEC customers with a "5.5 cents per minute" for contiguous county calls where TEC provides the billing for the carrier. Provide the calculation and all supporting workpapers for the 5.5 cents per minute credit.

Response:
The December 28, 1999 letter stated that TEC would provide a minimum credit of 5.5 cents per minute for each user of contiguous county calls up to the first 180 minutes for those carriers which TEC does the end user billing. Attached you find a worksheet which explains how the "5.5 cents per minute" for contiguous county calls was calculated.

(b) - Provide an explanation of how customers not directly billed by TEC will receive their contiguous county credit under this settlement agreement.

Response:
For customers that TEC does not directly bill for toll services, TEC will develop an average contiguous county calling rate using twelve months historical billing data ending August 31, 1999. The customer's credit will be calculated by taking (1/2) of the developed rate times the contiguous county calling CABS minutes by customer up to the first 180 minutes.

Please see the Tennessee Regulatory Authority letter from Mr. K. D. Waddell to Mr. Greg Eubanks dated January 12, 2000, which directs Telephone Electronics Corporation to file tariff pages and implement the credits as soon as possible both on going basis and retroactive to dialing parity implentation.

Crockett Telephone Co.
Contiguous Countywide Credits - 12 months ended August 31, 1998

Bill Date	Credit	Cumm Credit	Minutes	Cumm. Minutes	Toll	Cumm. Toll
01-Nov	(7,519.08)	(7,519.08)	138,183	138,183	15,783.12	15,783.12
01-Dec	(7,397.09)	(14,916.17)	137,270	275,453	15,550.80	31,333.92
01-Jan	(7,687.69)	(22,603.86)	140,377	415,830	16,161.12	47,495.04
01-Feb	(7,639.22)	(30,243.08)	142,359	558,189	16,077.53	63,572.57
01-Mar	(8,021.18)	(38,264.26)	144,667	702,856	16,852.15	80,424.72
01-Apr	(7,491.28)	(45,755.54)	136,242	839,098	15,668.26	96,092.98
01-May	(7,727.15)	(53,482.69)	140,267	979,365	16,256.39	112,349.37
01-Jun	(7,648.68)	(61,131.37)	141,551	1,120,916	16,204.29	128,553.66
01-Jul	(8,034.68)	(69,166.05)	143,696	1,264,612	16,829.51	145,383.17
01-Aug	(7,815.76)	(76,981.81)	141,947	1,406,559	16,313.16	161,696.33
01-Sep	(7,875.79)	(84,857.60)	142,958	1,549,517	16,558.76	178,255.09
01-Oct	(8,013.02)	(92,870.62)	144,062	1,693,579	17,104.93	195,360.02
	$ (92,870.62)		1,693,579		$ 195,360.02	

Average credit per minute	$ (0.05484)	
Average toll per minute		$ 0.11535

Item 19(a) sheet 1 of 3

TNCCWCR98.xls

Peoples Telephone Co.
Contiguous Countywide Credits - 12 months ended August 31, 1998

Bill Date	Credit	Cumm Credit	Minutes	Cumm. Minutes	Toll	Cumm. Toll	
01-Nov	(3,066.87)	(3,066.87)	56,189	56,189	6,385.57	6,385.57	Two TEC tapes due to A/C split
01-Dec	(6,511.96)	(9,578.83)	125,124	181,313	13,947.89	20,333.46	
01-Jan	(6,700.01)	(16,278.84)	126,965	308,278	14,384.62	34,718.08	
01-Feb	(6,652.11)	(22,930.95)	129,332	437,610	14,055.92	48,774.00	
01-Mar	(6,741.68)	(29,672.63)	127,321	564,931	14,267.44	63,041.44	
01-Apr	(5,735.86)	(35,408.49)	108,755	673,686	12,188.78	75,230.22	
01-May	(7,313.88)	(42,722.37)	139,209	812,895	15,645.74	90,875.96	
01-Jun	(6,980.63)	(49,703.00)	133,760	946,655	14,965.26	105,841.22	
01-Jul	(7,117.74)	(56,820.74)	133,042	1,079,697	14,887.71	120,728.93	
01-Aug	(7,132.19)	(63,952.93)	133,879	1,213,576	15,082.56	135,811.49	
01-Sep	(6,895.80)	(70,848.73)	130,561	1,344,137	14,776.03	150,587.52	
01-Oct	(7,317.56)	(78,166.29)	135,970	1,480,107	15,616.21	166,203.73	
	$ (78,166.29)		1,480,107		$ 166,203.73		

Average credit per minute	$ (0.05281)
Average toll per minute	$ 0.11229

Item 19(a) Sheet 2 OF 3

West Tennessee Telephone Co.
Contiguous Countywide Credits - 12 months ended August 31, 1998

Bill Date	Credit	Cumm Credit	Minutes	Cumm. Minutes	Toll	Cumm Toll
01-Nov	$ (6,025.45)	(6,025.45)	112,025	112,025	$ 12,686.59	12,686.59
01-Dec	(6,812.71)	(12,838.16)	126,404	238,429	14,473.04	27,159.63
01-Jan	(6,982.61)	(19,820.77)	127,707	366,136	14,717.95	41,877.58
01-Feb	(7,219.46)	(27,040.23)	133,026	499,162	15,356.91	57,234.49
01-Mar	(7,260.68)	(34,300.91)	130,649	629,811	15,477.03	72,711.52
01-Apr	(6,828.32)	(41,129.23)	124,695	754,506	14,431.93	87,143.45
01-May	(7,153.53)	(48,282.76)	130,769	885,275	15,144.97	102,288.42
01-Jun	(7,182.65)	(55,465.41)	133,492	1,018,767	15,148.51	117,436.93
01-Jul	(7,552.13)	(63,017.54)	134,278	1,153,045	15,834.37	133,271.30
01-Aug	(7,447.73)	(70,465.27)	133,626	1,286,671	15,687.08	148,958.38
01-Sep	(7,327.05)	(77,792.32)	132,252	1,418,923	15,458.16	164,416.54
01-Oct	(7,769.46)	(85,561.78)	137,806	1,556,729	16,482.92	180,899.46
	$ (85,561.78)		1,556,729		$ 180,899.46	

Average credit per minute	$ (0.05496)
Average toll per minute	$ 0.11620

Item 19 (a) Sheet 3 of 3

TENNESSEE REGULATORY AUTHORITY

Melvin Malone, Chairman
Lynn Greer, Director
Sara Kyle, Director

460 James Robertson Parkway
Nashville, Tennessee 37243-0505

January 12, 2000

Mr. Greg Eubanks
Director of Revenue Accounting
Telephone Electronics Corporation
236 East Capital Street
P.O. Box 22923
Jackson, MS 39225

Dear Mr. Eubanks:

On December 8, 1999, the TRA requested TEC to provide its calculation of the average contiguous county call credit rate by December 15, 1999. This calculation will be used to administer the contiguous county call credit to those customers who chose an intraLATA carrier for which TEC does not provide billing services (Docket No. 99-00702).

On December 15, 1999, the TRA received TEC's calculation of the contiguous county call credit. The calculation indicates that customers who chose an intraLATA carrier for which TEC does not provide billing services will receive a 5.5 cents per minute credit on contiguous county calls up to sixty minutes.

The TRA Staff has reviewed and agrees with TEC's calculation of the 5.5 cents per minute credit. This credit should be implemented immediately on a going forward basis for those customers who chose an intraLATA carrier for which TEC does not provide billing services. Also, to comply with the settlement order (Docket No. 96-00774), the 5.5 cents per minute credit should be used by TEC to reimburse these customers for the credits they have missed since choosing a toll carrier for which TEC does not provide toll billing.

To properly implement this credit, provide a contiguous county call credit tariff page for each TEC company by January 19, 2000. The tariff page should include the following information: (1) a description of the credit; (2) a description of the customers who will receive the credit; (3) a complete explanation of the method that will be used to calculate the minutes of use (MOU) to which the credit will be applied for customers of carriers that TEC does not provide billing services; and (4) the rate (5.5 cents) per MOU to be used in calculating the credit. Please use the earliest effective date that is feasibly possible on the tariff page for each company.

If you have any questions regarding this letter, please call David Hood at (615) 741-2904, extension 176 before furnishing the tariff pages.

Sincerely,

K. David Waddell
Executive Secretary

Xc: Chairman Melvin Malone
Director Lynn Greer
Director Sara Kyle
Richard Collier
Joe Werner
David Hood
Official file

Telephone Electronics Corporation
Response to Tennessee Regulatory Authority Data Request dated January 5, 2000

Miscellaneous:

20. - Provide the revenues, expenses, rate base(s), rate of returns, and calculations of the agreed overearnings of $6,354,181.

Response:
Attached you find schedules which show revenues, expenses, rate base, rate of returns supporting overearnings of $6,354,181.

TELEPHONE ELECTRONICS CORPORATION
Forecast of Earnings for 1999-2001

Line No.		1999	2000	2001	Total
	Revenues:				
1	Local	$ 2,258,183	$ 2,368,167	$ 2,664,236	$ 7,290,586
2	Access	7,643,009	7,784,551	8,031,431	23,458,991
3	Toll	97,613	100,699	103,898	302,210
4	Miscellaneous	195,857	201,762	208,942	606,561
5	Uncollectible	(10,051)	(10,385)	(10,731)	(31,167)
6	Total Revenues	$ 10,184,611	$ 10,444,794	$ 10,997,776	$ 31,627,181
	Expenses:				
7	Plant Specific	$ 1,023,361	$ 1,063,698	$ 1,105,661	$ 3,192,720
8	Plant Non-Specific	797,977	830,141	863,628	2,491,746
9	Customer Operations	1,643,482	1,708,567	1,776,283	5,128,332
10	Corporate Operations	1,039,282	1,080,343	1,123,061	3,242,686
11	Depreciation Expense	1,425,467	1,769,197	1,845,653	5,040,317
12	Other Operating Taxes	348,690	523,683	536,966	1,409,339
13	Operating Income Taxes	1,364,572	1,160,374	1,262,038	3,786,984
14	**Total Expenses**	$ 7,642,831	$ 8,136,003	$ 8,513,290	$ 24,292,124
15	**Net Operating Income**	$2,541,780	$2,308,791	$2,484,486	$ 7,335,057
	Adjustments:				
16	Inside Wiring NOI	($8,331)	$ (9,402)	$ (10,274)	$ (28,007)
17	Other, Net	4,349	4,565	4,791	13,705
18	IDC	-	-	-	0
19	Parent Tax Savings	-	-	-	0
20	Int. on Cust. Deposits	(1,595)	(1,683)	(1,782)	(5,060)
21	**Total Adjustments**	($5,577)	($6,520)	($7,265)	$ (19,362)
22	**Adjusted NOI**	$ 2,536,203	$ 2,302,271	$ 2,477,221	$ 7,315,695
23	**Rate Base**	$ 13,212,194	$ 15,212,149	$ 14,851,622	$ 43,275,965
24	**Rate of Return**	19.20%	15.13%	16.68%	16.90%
25	**Fair Rate of Return**	9.909%	9.909%	9.909%	9.909%
26	**NOI Surplus**	$1,295,163	$791,300	$940,920	$ 3,027,383
27	**Retention Factor**	60.7732%	60.8273%	60.8065%	60.7977%
28	**Revenue Surplus**	$2,131,142	$1,300,896	$1,547,400	$ 4,979,438
29	**Delayed Construction Revenue Requirement**	$ 720,562	$ -	$ -	$ 720,562
30	**Revenue Excess**	$2,851,704	$1,300,896	$1,547,400	$ 5,700,000
31	**Revenue Requirement of Rate Base Effect of Increased Depreciation**				$ 654,181
32	**Total Revenue Excess**				$ 6,354,181

EXHIBIT "B"

Item 20

TRA #00-
CA Exhibit
Schedule 2

Crockett Telephone Company
Comparative Rate Base
For the Three Years Ending December 31, 1999-2001

Line No.		CA	
1	Utility Plant in Service Including CWIP	$ 27,608,267	A/
2	Materials and Supplies	160,129	C/
3	Working Capital	358,577	D/
4	Total Additions	$ 28,126,973	
5	Accumulated Depreciation	$ 19,866,294	E/
6	Accumulated Deferred Income Taxes	(109,137)	F/
7	Unamortized ITC - pre 1971	106,301	G/
8	Customer Deposits	49,181	H/
9		-	
10	Total Deductions	$ 19,912,639	
11	Rate Base	$ 8,214,334	

A/ SUM OF RTB-82-RTB-84.
B/ Company Exhibit CTC-1, SCHEDULE 4.
C/ RTB-37, SUM OF 1999-2001.
D/ Schedule 3, sum of Lines 2-5 divided by 12.
E/ SUM OF RTB-86-RTB-88.
F/ SUM OF RTB-100.
G/ Company Exhibit CTC-1, SCHEDULE 4.
H/ RTB-38, SUM OF 1999-2001.

Item 20 Sh. 1 of 3

TRA #00-
CA Exhibit
Schedule 2

Peoples Telephone Company
Comparative Rate Base
For the Three Years Ending December 31, 1999-2001

Line No.		CA	
1	Utility Plant in Service Including CWIP	$ 31,699,520	A/
2	Materials and Supplies	247,920	C/
3	Working Capital	470,482	D/
4	Total Additions	$ 32,417,922	
5	Accumulated Depreciation	$ 11,877,640	E/
6	Accumulated Deferred Income Taxes	1,875,728	F/
7	Unamortized ITC - pre 1971	60,934	G/
8	Customer Deposits	63,695	H/
9		-	
10	Total Deductions	$ 13,877,997	
11	Rate Base	$ 18,539,925	

A/ SUM OF RTB-62-RTB-64.
B/ Company Exhibit PTC-1, SCHEDULE 4.
C/ RTB-39, SUM OF 1999-2001.
D/ Schedule 3, sum of Lines 2-5 divided by 12.
E/ SUM OF RTB-66-RTB-68.
F/ RTB-80.
G/ Company Exhibit PTC-1, SCHEDULE 4.
H/ RTB-40, SUM OF 1999-2001.

Item 20 Sh. 2 of 3

TRA #00-
CA Exhibit
Schedule 2

West Tennessee Telephone Company
Comparative Rate Base
For the Three Years Ending December 31, 1999-2001

Line No.		CA	
1	Utility Plant in Service Including CWIP	$ 29,952,745	A/
2	Materials and Supplies	259,127	C/
3	Working Capital	439,976	D/
4	Total Additions	$ 30,651,848	
5	Accumulated Depreciation	$ 11,594,356	E/
6	Accumulated Deferred Income Taxes	2,496,635	F/
7	Unamortized ITC - pre 1971	14,021	G/
8	Customer Deposits	25,131	H/
9		-	
10	Total Deductions	$ 14,130,143	
11	Rate Base	$ 16,521,705	

A/ SUM OF RTB-42-RTB-44.
B/ Company Exhibit WTTC-1, SCHEDULE 4.
C/ RTB-35, SUM OF 1999-2001.
D/ Schedule 3, sum of Lines 2-5 divided by 12.
E/ SUM OF RTB-46-RTB-48.
F/ RTB-60, SUM OF 1999-2001.
G/ Company Exhibit WTTC-1, SCHEDULE 4.
H/ RTB-36, SUM OF 1999-2001.

Item 20 Sh. 3 of 3