

**Intrastate Depreciation Rates Effective 1/1/2004 - Public Counsel  
(Proposed Future Net Salvage)**

Acct	Description	Projected 1/1/2004 Plant Balance a	Projected 1/1/2004 Reserve Balance b	Current Rate c	Expense d=a*c	Curve e	ELG f	Proj Life g	ARL h	FNS i	RR j=b/a	2004 Rate k=(100-i-j)/h	2004 Expense l=a*k	Change m=l-d
2112	Motor Vehicles	14,139,582	5,643,990	4.6	650,421	L3	1995	8.0	3.6	15	39.9	12.5	1,767,448	1,117,027
2114	Tools & Other Work Eq	26,421,413	16,660,588	10.0	2,642,141	S1	1995	12.0	5.2	0	63.1	7.1	1,875,920	(766,221)
2121	Buildings	195,115,527	36,274,239	2.7	5,268,119	R2	1995	43.0	28.6	0	18.6	2.8	5,463,235	195,116
2122	Furniture	6,889,221	5,298,485	9.9	682,033	R2	1995	15.0	3.9	0	76.9	5.9	406,464	(275,569)
2123.1	Office Support Eq	842,461	387,620	26.7	224,937	R2	1995	10.0	2.4	0	46.0	22.4	188,711	(36,226)
2123.2	Company Comm Eq	11,484,864	9,208,810	10.0	1,148,486	R1.5	1995	8.0	2.7	0	80.2	7.3	838,395	(310,091)
2124	Computers	26,012,845	19,255,803	6.5	1,690,835	L1	1995	6.0	2.1	0	74.0	12.4	3,225,593	1,534,758
2212	Digital Switching	498,192,173	183,359,059	7.5	37,364,413	R2.5	1995	13.5	6.0	0	36.8	10.5	52,310,178	14,945,765
2220	Operator Systems	66,445	50,597	7.2	4,784	R1.5	1995	10.0	3.2	0	76.1	7.5	4,983	199
2231	Radio Systems	8,538,010	6,551,597	13.9	1,186,783	R2	1995	10.0	2.6	0	76.7	9.1	776,959	(409,824)
2232	Circuit Equipment	525,763,746	225,106,917	10.3	54,153,666	L1	1995	11.0	5.7	5	42.8	9.2	48,370,265	(5,783,401)
2362	Other Terminal Eq	14,976,410	14,765,735	12.3	1,842,098	R1.5	1995	8.0	2.7	0	98.6	0.5	74,882	(1,767,216)
2411	Poles	45,939,329	23,008,822	7.0	3,215,753	L0	1995	30.0	17.6	(54)	50.1	5.9	2,710,420	(505,333)
2421.1	Aerial Cable-Metallic	210,321,158	130,458,286	5.0	10,516,058	L1	1995	20.0	10.4	(9)	62.0	4.5	9,464,452	(1,051,606)
2421.2	Aerial Cable-Non Metallic	13,044,783	3,870,546	4.7	613,105	L1	1995	25.0	15.1	0	29.7	4.7	613,105	-
2422.1	U.G. Cable - Metallic	257,568,891	128,967,373	5.2	13,393,582	R2	1995	25.0	13.7	(17)	50.1	4.9	12,620,876	(772,706)
2422.2	U.G. Cable - Non Metallic	43,023,053	12,453,542	4.7	2,022,083	L1	1995	25.0	15.2	0	28.9	4.7	2,022,083	-
2423.1	Buried Cable-Metallic	410,204,278	203,742,348	4.7	19,279,601	L2	1995	20.0	10.2	0	49.7	5.0	20,510,214	1,230,613
2423.2	Buried Cable-Non Metallic	20,507,449	6,515,327	5.0	1,025,372	L1	1995	25.0	15.0	0	31.8	4.6	943,343	(82,029)
2424	Submarine Cable	1,372,709	1,054,170	4.1	56,281	R3	1995	22.0	5.6	(9)	76.8	5.8	79,617	23,336
2426	Intrabldg Cable	151,712	144,274	1.6	2,427	L0.5	1995	20.0	9.7	(14)	95.1	2.0	3,034	607
2441	Conduit Systems	147,228,969	39,494,071	2.3	3,386,266	R3	1995	50.0	34.0	(4)	26.8	2.3	3,386,266	-
		2,477,805,028	1,072,272,199	6.5	160,369,244						43.3	6.8	167,656,443	7,287,199
	INTRASTATE													5,459,788

Note: 2114, 2115 & 2116 combined to 2114  
2431 combined with 2421.1

**Definitions**

Curve (column e) - prescribed by UTC  
 ELG (column f) - Equal Life Group, start year prescribed by UTC  
 Proj Life (column g) - Projection Life - Public Counsel Proposed (Exhibit\_\_\_\_(CWK-4))  
 ARL (column h) - Average Remaining Life  
 FNS (column i) - Future Net Salvage (Exhibit\_\_\_\_(CWK-9))  
 RR (column j) - Reserve Ratio  
 INTRASTATE = Total \* .74923 (based on the ratio of \$48.4 million intrastate depreciation expense to \$64.6 million total state expense in the testimony of Anthony J Fleisch, page 4)