

RATE OF RETURN REPORTS

Beginning in the mid-1980s, local exchange carriers that file access tariffs with the Commission were required to file rate of return reports (FCC Form 492). The first reports were filed for the monitoring period October 1, 1985 - December 31, 1986. Carriers filed reports for each subsequent two-year monitoring period (1987-88 and 1989-90) with the final two-year report being filed nine months after the close of the monitoring period. In addition, carriers filed annual reports covering the first year of each monitoring period (1987 and 1989).

In 1991, carriers that became subject to price cap incentive regulation began filing reports on a yearly basis, with a preliminary report due three months after the end of the calendar year and a final report due fifteen months after the end of the calendar year. Non price cap carriers continued to file reports for each two-year monitoring period (1991-1992; 1993-1994; and 1995-1996) as well as annual reports for 1991, 1993, and 1995. In addition to the annual and biannual reports, quarterly reporting was required earlier but has been discontinued. Rate of return reports were previously required for AT&T but have been discontinued as well.

Copies of the individual carriers Form 492 reports are on file in the Common Carrier Bureau public reference room, 2000 M Street, N.W., Room 575. The summary reports available at this site were made at the time of the carrier's individual Form 492 filings. The summary reports do not reflect changes, if any revisions were filed at a later date, by the carriers. Thus, they are not necessarily the official versions relevant for rate of return enforcement and other regulatory purposes but they do illustrate general industry trends and are being made available for research.

**INTERSTATE RATE OF RETURN SUMMARY
YEARS 1991 THROUGH 1997
PRICE CAP COMPANIES**

FINAL REPORTS FOR 1991, 1992, 1993, 1994, 1995, 1996 AND INITIAL REPORT FOR 1997

AS OF MAY 1, 1998.

REPORTING ENTITY	1997	1996	1995	1994	1993	1992	1991
AT&T COMMUNICATIONS 1/				13.26 %	13.49 %	12.77 %	13.41 %
1 AMERITECH OPERATING COMPANIES	18.22 %	18.27 %	16.78 %	13.39	14.80	12.79	13.00
BELL ATLANTIC COMPANIES							
2 BELL ATLANTIC 2/	14.77	11.24	13.74	14.00	14.01	12.50	12.83
3 BELL ATLANTIC (NYNEX) 3/	13.73	15.23	12.12	11.79	12.55	12.50	
NEW ENGLAND TELEPHONE AND TELEGRAPH CO. NEW YORK TELEPHONE							8.54 9.82
4 BELLSOUTH TELEPHONE COMPANIES	17.90	16.40	15.78	15.92	13.68	12.80	12.62
SBC COMMUNICATIONS, INC.							
5 SOUTHWESTERN BELL TELEPHONE COMPANY 4/	10.32	11.63	13.38	13.01	12.91	11.80	10.75
6 NEVADA BELL	19.46	17.75	17.31	17.92	17.44	14.51	12.98
7 PACIFIC BELL	11.90	17.68	15.76	14.93	12.89	12.68	11.85
8 U.S. WEST COMMUNICATIONS, INC.	15.39	13.64	12.00	12.40	13.62	12.41	12.40
GTE 5/ 6/							
9 GTE CALIFORNIA, INC. (CALIFORNIA CONTEL) 7/	19.09	17.63	16.03	12.19			
10 GTE CALIFORNIA, INC. (ARIZONA CONTEL) 7/	14.10	4.15	2.95	6.24			
11 GTE CALIFORNIA, INC. (NEVADA CONTEL) 7/	30.98	25.50	19.15	27.39			
CONTEL OF CALIFORNIA, INC. 7/					15.43	8.51	11.87
12 GTE SOUTH INC. (KENTUCKY ONLY - COKY) 8/	6.94	4.49	4.79	5.56			
13 GTE SOUTH INC. (N. CAROLINA ONLY - CONC) 8/	16.44	11.98	14.16	10.75			
14 GTE SOUTH INC. (S. CAROLINA ONLY - COSC) 8/	24.97	17.40	12.32	9.77			
15 GTE SOUTH INC. (VIRGINIA ONLY - COVA) 8/	33.80	30.90	23.18	23.45			
16 GTE SYSTEMS OF THE SOUTH (COAL ONLY) 8/	15.23	9.69	11.88	12.58			
GSTC - SOUTH (EAST SOUTH CONTEL) 8/					15.09	9.90	9.67
17 GTE NORTH INC. (ILLINOIS CONTEL) 9/	40.63	36.34	24.21	26.48			
18 GTE NORTH INC. (INDIANA CONTEL) 9/	29.21	29.02	23.27	22.44			
19 GTE MIDWEST INC. (CONTEL IOWA COIA + COSI) 9/	33.49	30.39	22.39	18.31			
20 GTE MIDWEST INC. (CONTEL MISSOURI COMO + COCM + COEM) 9/	11.92	11.97	9.57	10.79			
21 GTE ARKANSAS, INC. (COAR + COSA) 9/	17.48	19.13	18.24	17.44			
22 CONTEL OF MINNESOTA - COMN 9/	33.54	32.38	23.81	22.12			
GSTC - CENTRAL (CENTRAL CONTEL) 9/					16.28	10.24	11.22
23 GTE NORTH INC. (COPA + COQS) 10/	36.92	40.55	36.38	32.60	22.33	17.11	12.79
24 GTE ALASKA, INC. (ALASKA GTE)	29.58	19.44	22.48	24.78	16.13	14.84	14.69
25 GTE CALIFORNIA INC. (CALIFORNIA GTE)	17.87	13.72	6.95	9.08	7.05	10.73	12.45
26 GTE FLORIDA INC. (FLORIDA GTE)	19.19	15.17	8.56	7.36	7.36	9.52	12.64
27 GTE HAWAIIAN TELEPHONE CO. INC. (HAWAII GTE)	10.68	9.42	7.87	8.15	9.18	8.98	11.75
28 GTE ILLINOIS + ALLTEL ILLINOIS (GTIL + GLIL)	22.83	18.36	14.69	17.12	13.77	12.60	12.65
29 GTE INDIANA + ALLTEL INDIANA (GTIN + GLIN)	24.25	26.23	18.80	18.21	14.50	14.17	14.16
30 GTE MICHIGAN + ALLTEL MICHIGAN (GTMI + GLMI)	16.80	14.85	11.45	11.10	9.82	14.21	12.89
31 GTE MIDWEST INC. (IOWA ONLY - GTIA) 11/	24.56	22.68	16.49	19.05			
32 CONTEL OF MINNESOTA - GTMN 11/	6.03	(13.13)	(10.88)	(0.04)			
GTE NORTH INC. (TOTAL IA+MN GTE) 11/					13.16	13.69	9.97
33 GTE MIDWEST INC. (MISSOURI GTE)	16.63	19.84	17.18	18.20	13.48	13.99	13.30
34 GTE MIDWEST INC. (NEBRASKA GTE)	27.12	28.86	21.67	20.35	13.84	12.74	8.70
35 GTE NORTH INC. (OHIO GTE)	25.41	21.20	17.21	16.90	12.66	12.91	10.55
36 GTE NORTH INC. (PENNSYLVANIA GTE)	25.24	18.91	14.02	14.81	11.72	12.42	12.82
37 GTE NORTH INC. (WISCONSIN GTE)	18.36	17.99	13.96	13.65	13.85	13.00	10.43
38 GTE NORTHWEST INC. (OREGON ONLY - GTOR) 12/ 14/	28.29	23.50	18.89	16.20			
39 GTE NORTHWEST INC. (WASHINGTON ONLY - GTWA) 12/	24.43	21.60	15.87	13.67			
40 WEST COAST TELEPHONE CO. OF CALIFORNIA - GNCA 12/	(28.51)	(24.03)	(16.99)	(15.37)			
GTE NORTHWEST INC. (TOTAL OR+WA+NWCA GTE) 12/					9.90	10.82	11.83
41 GTE NORTHWEST INC. (IDAHO ONLY - GTID) 13/	30.91	23.94	20.78	19.60			
GTE NORTHWEST INC. (MONTANA ONLY - GTMT) 13/				15.37			
GTE NORTHWEST INC. (TOTAL ID + MT GTE) 13/					16.00	17.34	14.53
42 GTE NORTHWEST INC. (CONTEL WASHINGTON ONLY - COWA) 14/	31.71	29.43	22.24	18.07			
GTE NORTHWEST INC. (CONTEL OREGON - COOR) 12/ 14/				9.18			
GTE SYSTEMS OF NORTHWEST (NORTHWEST CONTEL) 14/					18.09	10.26	8.96
43 GTE SOUTH INC. (ALABAMA ONLY - GTAL) 15/	23.54	17.68	11.39	11.83			
44 GTE SOUTH INC. (KENTUCKY ONLY - GTKY) 15/	21.29	18.46	13.89	10.96			
45 GTE SOUTH INC. (NORTH CAROLINA ONLY - GTNC) 15/	24.56	23.83	14.99	19.02			
46 GTE SOUTH INC. (SOUTH CAROLINA ONLY - GTSC) 15/	24.06	25.70	18.93	17.60			
47 GTE SOUTH INC. (VIRGINIA ONLY - GTVA) 15/	16.04	11.07	10.91	9.29			
GTE SOUTH INC. (TOTAL SOUTH GTE) 15/					11.91	12.61	11.50
48 GTE SOUTHWEST INC. (ARKANSAS ONLY - GTAR) 16/	3.55	(1.97)	(1.57)	0.65			
49 GTE SOUTHWEST INC. (NEW MEXICO ONLY - GTNM) 16/	24.24	24.60	17.18	10.00			

**INTERSTATE RATE OF RETURN SUMMARY
YEARS 1991 THROUGH 1997
PRICE CAP COMPANIES**

FINAL REPORTS FOR 1991, 1992, 1993, 1994, 1995, 1996 AND INITIAL REPORT FOR 1997

AS OF MAY 1, 1998.

REPORTING ENTITY		1997	1996	1995	1994	1993	1992	1991
50	GTE SOUTHWEST INC. (OKLAHOMA ONLY - GTOK) 16/	18.46	10.77	6.70	6.44			
51	GTE SOUTHWEST INC. (TEXAS ONLY - GTTX) 16/ GTE SOUTHWEST INC. (TOTAL SOUTHWEST GTE) 16/	15.04	11.53	7.11	7.24	9.00	11.52	10.22
52	GTE SOUTHWEST INC. (TEXAS CONTEL) 10/	18.27	22.42	14.62	8.29	17.89	9.64	10.22
53	GTE SOUTHWEST INC. (CONTEL NEW MEXICO) 17/ CONTEL OF THE WEST dba GTE WEST (ARIZONA ONLY - COWZ) 17/ GTE WEST (WEST CONTEL) 17/	48.86	42.53	47.29	27.57 14.86	17.26	13.81	10.51
54	MICRONESIAN TELECOMMUNICATIONS CORP. 18/ GTE NEW YORK (NEW YORK CONTEL) 19/ GSTC - NORTH (EAST NORTH CONTEL) 19/	20.06	15.49	7.49	2.53	12.10 15.51	8.60 10.15	9.90 10.36
SPRINT								
55	SPRINT LOCAL TELEPHONE COMPANIES - FLORIDA CENTRAL TELEPHONE OF FLORIDA 20/ UNITED TELEPHONE CO. OF FLORIDA	20.05	17.85 19.79	17.16 19.28	15.93 17.63	14.66 14.44	11.44 12.27	13.00
56	CENTRAL TELEPHONE OF ILLINOIS 20/	18.92	18.40	19.55	18.87	10.18	11.54	
57	CENTRAL TELEPHONE OF NEVADA 20/	17.07	20.42	20.46	18.90	14.23	12.44	
58	CENTRAL TELEPHONE OF NORTH CAROLINA 20/	16.55	15.75	15.36	14.19	11.97	11.29	
59	CENTRAL TELEPHONE OF TEXAS 20/	43.40	21.58	21.81	18.39	16.19	14.94	
60	CENTRAL TELEPHONE OF VIRGINIA 20/	16.01	17.46	15.87	14.30	15.55	12.91	
61	CAROLINA TELEPHONE AND TELEGRAPH COMPANY	16.53	15.38	17.77	15.39	11.10	10.14	11.43
62	UNITED TELEPHONE CO. OF INDIANA, INC.	26.13	24.30	20.33	18.41	15.55	14.93	14.06
63	UNITED TELEPHONE - EASTERN (NJ & PA)	17.36	17.42	14.87	16.12	13.98	12.32	11.71
64	UNITED TELEPHONE CO. OF OHIO	13.17	16.12	15.93	16.54	13.15	12.33	12.75
65	UNITED TELEPHONE CO. OF THE NORTHWEST	30.59	34.55	34.17	29.32	19.39	17.72	17.27
66	UNITED TELEPHONE-MIDWEST (MO,KS,MN,NE,WY,TX)	15.50	21.52	19.64	17.44	13.92	15.35	14.57
67	UNITED TELEPHONE - SOUTHEAST (TN, VA & SC)	18.89	20.66	19.05	19.17	13.39	13.48	13.66
ALL OTHER COMPANIES								
68	ALIANTE COMMUNICATIONS COMPANY 20/ 21/	12.27	14.95	16.09	15.47	14.95	12.36	
69	CINCINNATI BELL TELEPHONE COMPANY 22/	20.04						
70	CITIZENS TELECOMMUNICATIONS COS. (TARIFF 1) 23/	10.31	15.42					
71	CITIZENS TELECOMMUNICATIONS COS. (TARIFF 2) 23/	13.19	13.58					
72	FRONTIER TELEPHONE OF ROCHESTER, INC. 24/ 25/	13.19	10.20	11.87	12.02	11.63	12.11	11.82
73	FRONTIER TIER 2 CONCURRING COMPANIES 25/	31.93	26.91	19.32	17.69	16.42		
74	FRONTIER COMMUNICATIONS OF MINNESOTA & IOWA 25/ 26/	28.26	23.71	21.90	19.65	14.99	13.65	13.71
75	SOUTHERN NEW ENGLAND TELEPHONE COMPANY 24/	12.70	11.64	11.58	11.34	11.52	12.90	8.56
MAXIMUM RATE OF RETURN		48.86 %	42.53 %	47.29 %	32.60 %	22.33 %	17.72 %	17.27 %
MINIMUM RATE OF RETURN		(28.51)	(24.03)	(16.99)	(15.37)	7.05	8.51	8.54
WEIGHTED ARITHMETIC MEAN		15.64	15.15	14.02	13.58	13.12	12.42	11.78
STANDARD DEVIATION		4.09	3.64	3.03	2.59	1.76	0.96	1.49

**INTERSTATE RATE OF RETURN SUMMARY
YEARS 1991 THROUGH 1997
PRICE CAP COMPANIES**

FINAL REPORTS FOR 1991, 1992, 1993, 1994, 1995, 1996 AND INITIAL REPORT FOR 1997

- 1/ AT&T COMMUNICATIONS FILED INDIVIDUAL REPORTS FOR 1991 - 1994 NINETY DAYS AFTER END OF EACH CALENDAR YEAR. THE LOCAL TELEPHONE COMPANIES FILED FINAL REPORTS FOR EACH YEAR FIFTEEN MONTHS AFTER THE CALENDAR YEAR.
- 2/ BELL ATLANTIC FILED A REVISED 1997 REPORT APRIL 29, 1998.
- 3/ IN 1992, NYNEX STARTED TO FILE A COMBINED REPORT.
- 4/ SOUTHWESTERN BELL TELEPHONE COMPANY FILED A REVISED 1997 REPORT MAY 1, 1998.
- 5/ IT SHOULD BE NOTED THAT GTE IN 1993 CONSOLIDATED VARIOUS STUDY AREAS SO THAT SOME INDIVIDUAL COMPANY REPORTS MAY NOT BE TOTALLY CONSISTENT WITH PRIOR YEARS.
- 6/ IN 1994, GTE REPORTED MANY STUDY AREAS BY STATE. FOR THE GTE COMPANIES, GTE OF ALASKA, CALIFORNIA, FLORIDA, HAWAII, ILLINOIS, INDIANA, MICHIGAN, MISSOURI, NEBRASKA, OHIO, PENNSYLVANIA, AND WISCONSIN ARE THE ONLY STUDY AREAS THAT APPEAR CONSISTENT BETWEEN 1993 AND 1994.
- 7/ IN 1994, CONTEL OF CALIFORNIA, INC., WAS SEPARATED AND BECAME CONTEL OF CALIFORNIA (CALIFORNIA ONLY - COCA); CONTEL OF CALIFORNIA (AZ ONLY - COAZ); AND CONTEL OF NEVADA (NV ONLY - CONV). NAMES WERE CHANGED TO GTE CALIFORNIA, INC., (CALIFORNIA CONTEL), GTE CALIFORNIA, INC., (ARIZONA CONTEL), AND GTE CALIFORNIA, INC., (NEVADA CONTEL) IN 1996.
- 8/ IN 1994, GSTC - SOUTH (EAST SOUTH CONTEL) WAS SEPARATED AND BECAME GTE SOUTH, INC., (KENTUCKY ONLY - COKY); GTE SOUTH, INC. (N. CAROLINA ONLY - CONC); GTE SOUTH, INC. (S. CAROLINA ONLY - COSC); GTE SOUTH, INC., (VIRGINIA ONLY - COVA); AND GTE SYSTEMS OF THE SOUTH (COAL ONLY). THE PROPERTY FOR GEORGIA WHICH WAS ALSO INCLUDED IN 1993 WAS SOLD AND WAS NOT INCLUDED IN 1994.
- 9/ IN 1994, GSTC - CENTRAL REGION (CENTRAL CONTEL) WAS SEPARATED AND BECAME GTE NORTH, INC., (ILLINOIS CONTEL); GTE NORTH, INC., (INDIANA CONTEL); GTE MIDWEST, INC., (CONTEL IOWA COIA + COSI); GTE MIDWEST, INC., (CONTEL MISSOURI COMO + COCM + COEM); TOTAL CONTEL ARKANSAS (COAR + COSA); AND CONTEL OF MINNESOTA - COMN. IN 1996, TOTAL CONTEL ARKANSAS NAME CHANGED TO GTE ARKANSAS, INC.
- 10/ FOR THE GTE CONTEL COMPANIES, GTE PENNSYLVANIA (CONTEL) AND GTE TEXAS (CONTEL) ARE THE TWO COMPANIES THAT APPEAR CONSISTENT BETWEEN 1993 AND 1994. IN 1995, GTE OF PENNSYLVANIA (CONTEL) NAME CHANGED TO GTE NORTH, INC., (COPA + COQS), AND GTE TEXAS (CONTEL) NAME CHANGED TO GTE SOUTHWEST, INC., (TEXAS CONTEL).
- 11/ IN 1994, GTE OF THE NORTH, INC., (TOTAL IA + MN GTE) WAS SEPARATED AND BECAME GTE MIDWEST, INC. (IOWA ONLY - GTIA) AND CONTEL MINNESOTA - GTMN.
- 12/ IN 1994, GTE OF THE NORTHWEST, INC., (TOTAL OR+WA+NWCA GTE) WAS SEPARATED AND BECAME GTE OF THE NORTHWEST, INC. (OREGON ONLY - GTOR); GTE OF THE NORTHWEST, INC., WASHINGTON ONLY - GTWA); AND WEST COAST TELEPHONE CO. OF CALIFORNIA -GNCA. IN 1995 GTE OF THE NORTHWEST, INC. (CONTEL OREGON - COOR) MERGED WITH GTE OF THE NORTHWEST, INC. (OREGON ONLY - GTOR).
- 13/ IN 1994, GTE OF THE NORTHWEST, INC., (TOTAL ID + MT GTE) WAS SEPARATED AND BECAME GTE OF THE NORTHWEST, INC. (IDAHO ONLY - GTID) AND GTE OF THE NORTHWEST, INC., (MONTANA ONLY - GTMT). GTE OF THE NORTHWEST, INC.. (MONTANA ONLY - GTMT) DID NOT FILE A 1995 REPORT SINCE THEIR PROPERTY WAS SOLD.
- 14/ IN 1994, GTE SYSTEMS OF NORTHWEST (NORTHWEST CONTEL) WAS SEPARATED AND BECAME GTE NORTHWEST, INC., (CONTEL OREGON - COOR); AND GTE NORTHWEST, INC., (CONTEL WASHINGTON ONLY - COWA). in 1995, GTE OF THE NORTHWEST, INC., (CONTEL OREGON - COOR) MERGED WITH GTE OF THE NORTHWEST, INC. (OREGON ONLY - GTOR).
- 15/ IN 1994, GTE SOUTH, INC., (TOTAL SOUTH GTE) WAS SEPARATED AND BECAME GTE SOUTH, INC. (ALABAMA ONLY - GTAL); GTE SOUTH, INC., (KENTUCKY ONLY - GTKY); GTE SOUTH, INC., (NORTH CAROLINA ONLY - GTNC); GTE SOUTH, INC., (SOUTH CAROLINA ONLY - GTSC); AND GTE SOUTH, INC., (VIRGINIA ONLY - GTVA). THE PROPERTIES FOR GEORGIA, TENNESSEE, AND WEST VIRGINIA WHICH WERE INCLUDED IN GTE SOUTH, INC., IN 1993, WERE NOT INCLUDED IN 1994 BECAUSE THESE PROPERTIES WERE SOLD.
- 16/ IN 1994, GTE SOUTHWEST, INC., (TOTAL SOUTHWEST GTE) WAS SEPARATED AND BECAME GTE SOUTHWEST, INC. (ARKANSAS ONLY - GTAR); GTE SOUTHWEST, INC., (NEW MEXICO ONLY - GTNM); GTE SOUTHWEST, INC., (OKLAHOMA ONLY GTOK); AND GTE SOUTHWEST, INC., (TEXAS ONLY - GTTX).
- 17/ IN 1994, GTE WEST (WEST CONTEL) WAS SEPARATED AND BECAME CONTEL OF THE WEST (NEW MEXICO ONLY - CONM); AND CONTEL OF THE WEST dba GTE WEST (ARIZONA ONLY - COWZ). UTAH WHICH WAS INCLUDED IN 1993 WAS NOT INCLUDED IN 1994; THEIR PROPERTY WAS SOLD. CONTEL OF THE WEST dba GTE WEST (ARIZONA ONLY - COWZ) PROPERTY WAS SOLD SO DID NOT FILE A 1995 REPORT. IN 1995, CONTEL OF THE WEST (NEW MEXICO ONLY - CONM) CHANGED ITS NAME TO GTE SOUTHWEST, INC., (CONTEL NEW MEXICO.)
- 18/ MICRONESIAN TELECOMMUNICATIONS CORP. FILED A RATE OF RETURN REPORT FOR THE FIRST TIME IN 1994.
- 19/ GTE NEW YORK (NEW YORK CONTEL) AND GSTC - NORTH (EAST NORTH CONTEL) DID NOT FILE IN 1994; THEIR PROPERTY WAS SOLD.
- 20/ THE CENTEL COMPANIES AND LINCOLN TELEPHONE AND TELEGRAPH COMPANY REPORTED SUBJECT TO PRICE CAPS BEGINNING 7/1/93. RATE OF RETURN FOR 1993 IS FOR THE FILING PERIOD JULY THROUGH DECEMBER. FOR 1992, INFORMATION FOR THE CENTEL COMPANIES AND FOR THE LINCOLN TELEPHONE & TELEGRAPH COMPANY IS FROM THEIR FINAL NON-PRICE CAP REPORT FILED 9/30/93 FOR THE TWO-YEAR 1992 MONITORING PERIOD 1991-1992.
- 21/ IN 1996, LINCOLN TELEPHONE AND TELEGRAPH COMPANY CHANGED ITS NAME TO ALIANT COMMUNICATIONS COMPANY.
- 22/ CINCINNATI BELL TELEPHONE COMPANY WENT PRICE CAP IN 1997.
- 23/ THE CITIZENS TELECOMMUNICATIONS COS. BECAME PRICE CAP JULY 1, 1996; REPORTING PERIOD FOR 1996 IS JULY 1, 1996 - DECEMBER 31, 1996. RATES FOR 1996 ARE FROM THE INITIAL REPORT.
- 24/ ROCHESTER TELEPHONE CORPORATION AND SOUTHERN NEW ENGLAND TELEPHONE COMPANY REPORTED SUBJECT TO PRICE CAPS BEGINNING 7/1/91. THE RATE OF RETURN REPORT FOR EACH IS FOR THE FILING PERIOD JULY 1, 1991 THROUGH DECEMBER 31, 1991.
- 25/ THE ROCHESTER TELEPHONE CORPORATION, ROCHESTER TELEPHONE SUBSIDIARIES AND FRONTIER COMMUNICATIONS OF MINNESOTA & IOWA (NAME CHANGED IN 1994 FROM VISTA COMMUNICATIONS CO. OF MINNESOTA AND IOWA) DID NOT HAVE ANY CHANGES TO THEIR ORIGINAL REPORT SO THEY DID NOT FILE A FINAL REPORT ON MARCH 31, 1995 FOR 1993.
- 26/ VISTA TELEPHONE COMPANIES, NOW KNOWN AS FRONTIER COMMUNICATIONS OF MINNESOTA AND IOWA, FILED BY ROCHESTER TELEPHONE COMPANY AS OF 7/1/92. FOR 1992, THE RATE OF RETURN IS FOR 7/1/92-12/31/92 WHEN THEY REPORTED SUBJECT TO PRICE CAP REGULATION. FOR 1991, VISTA FILED A RATE OF RETURN REPORT FOR VISTA TELEPHONE COMPANY OF IOWA AND VISTA TELEPHONE TELEPHONE COMPANY OF MINNESOTA; THESE HAVE BEEN COMBINED IN THE TABLE.

RATE OF RETURN SUMMARY
JANUARY 1, 1996 - DECEMBER 31, 1996
SUMMARY OF REPORTS FILED MARCH 31, 1998
FINAL PRICE-CAP CARRIERS' REPORT

AS OF APRIL 28, 1998.

	NAME OF COMPANY	OPERATING REVENUES (000)	OPERATING EXPENSES (000)	OPERATING INCOME (000)	AVERAGE NET INVESTMENT (000)	RATE OF RETURN (%)	SHARING/ LOW END (000)	FCC ORDERED REFUND
1	AMERITECH OPERATING COMPANIES	\$2,429,503	\$1,862,859	\$566,644	\$3,100,869	18.27	-	NA
2	BELL ATLANTIC	2,987,701	2,485,628	502,072	4,466,342	11.24	(47,726)	NA
3	BELL SOUTH TELEPHONE COMPANIES	3,452,408	2,661,825	790,583	4,821,720	16.40	NA	NA
4	NYNEX TELEPHONE COMPANIES	3,245,460	2,675,381	570,079	1,371,844	15.23	375	0
	PACIFIC TELESIS							
5	NEVADA BELL	56,505	43,478	13,027	73,369	17.75	NA	NA
6	PACIFIC BELL	1,786,674	1,350,851	435,822	2,465,495	17.68	(8,795)	NA
7	SOUTHWESTERN BELL TELEPHONE COMPANY	2,152,612	1,751,574	401,038	3,447,383	11.63	NA	NA
8	U.S. WEST COMMUNICATIONS, INC.	2,570,099	2,034,355	535,744	3,928,411	13.64	(63,310)	0
	GTE							
9	GTE CALIFORNIA, INC. (CALIFORNIA CONTEL)	70,620	55,357	15,262	86,587	17.63	563	0
10	GTE CALIFORNIA, INC. (ARIZONA CONTEL)	3,084	2,947	137	3,296	4.15	72	0
11	GTE CALIFORNIA, INC. (NEVADA CONTEL)	10,458	7,156	3,302	12,949	25.50	(800)	0
12	GTE NORTH INC. (COPA + COQS)	19,190	12,170	7,021	17,315	40.55	(845)	0
13	GTE SYSTEMS OF THE SOUTH (COAL ONLY)	20,719	18,048	2,671	27,554	9.69	173	0
14	GTE ARKANSAS, INC. (COAR + COSA)	31,860	25,273	6,587	34,435	19.13	156	0
15	CONTEL OF MINNESOTA - GTMN	276	453	(177)	1,351	(13.13)	60	0
16	CONTEL OF MINNESOTA - COMN	21,213	14,236	6,976	21,544	32.38	1,076	0
17	GTE ALASKA, INC. (ALASKA GTE)	4,049	3,084	965	4,965	19.44	(110)	0
18	GTE CALIFORNIA INC. (CALIFORNIA GTE)	455,423	351,476	103,948	757,416	13.72	(9,976)	0
19	GTE FLORIDA INC. (FLORIDA GTE)	318,828	243,010	75,818	499,683	15.17	(5,404)	0
20	GTE HAWAIIAN TELEPHONE CO. INC. (HAWAII GTE)	127,235	103,424	23,811	252,769	9.42	(1,501)	0
21	GTE ILLINOIS + ALLTEL ILLINOIS (GTIL + GLIL)	112,095	79,881	32,214	175,443	18.36	(1,652)	0
22	GTE INDIANA + ALLTEL INDIANA (GTIN + GLIN)	135,236	91,350	43,886	167,305	26.23	(2,932)	0
23	GTE MICHIGAN + ALLTEL MICHIGAN (GTMI + GLMI)	101,033	73,664	27,369	184,353	14.85	(1,857)	0
24	GTE NORTH INC. (OHIO GTE)	120,983	84,416	36,567	172,506	21.20	(1,765)	0
25	GTE NORTH INC. (PENNSYLVANIA GTE)	72,740	51,856	20,884	110,447	18.91	(338)	0
26	GTE NORTH INC. (WISCONSIN GTE)	73,125	52,193	20,932	116,381	17.99	(145)	0
27	GTE NORTH INC. (ILLINOIS CONTEL)	34,276	22,170	12,106	33,310	36.34	(1,622)	0
28	GTE NORTH INC. (INDIANA CONTEL)	28,202	19,141	9,060	31,217	29.02	(426)	0
29	GTE MIDWEST INC. (IOWA ONLY - GTIA)	22,378	15,801	6,577	29,000	22.68	(760)	0
30	GTE MIDWEST INC. (MISSOURI GTE)	19,456	13,673	5,783	29,152	19.84	(446)	0
31	GTE MIDWEST INC. (NEBRASKA GTE)	10,211	6,568	3,642	12,621	28.86	(409)	0
32	GTE MIDWEST INC. (CONTEL IOWA COIA + COSI)	30,166	20,635	9,531	31,360	30.39	78	0
33	GTE MIDWEST INC. (CONTEL MISSOURI COMO + COCM + COEM)	84,323	71,869	12,454	104,029	11.97	1,076	0
34	GTE NORTHWEST INC. (IDAHO ONLY - GTID)	47,273	34,926	12,348	51,580	23.94	(1,040)	0
35	GTE NORTHWEST INC. (OREGON ONLY - GTOR)	87,560	59,679	27,881	118,637	23.50	(2,264)	0
36	GTE NORTHWEST INC. (WASHINGTON ONLY - GTWA)	128,477	84,032	44,445	205,762	21.60	(3,258)	0
37	WEST COAST TELEPHONE CO. OF CALIFORNIA - GNCA	(74)	1,390	(1,464)	6,093	(24.03)	432	0
38	GTE NORTHWEST INC. (CONTEL WASHINGTON ONLY - COWA)	18,552	12,053	6,499	22,078	29.43	6	0
39	GTE SOUTH INC. (ALABAMA ONLY - GTAL)	36,446	28,615	7,831	44,307	17.68	(16)	0
40	GTE SOUTH INC. (KENTUCKY ONLY - GTKY)	77,166	56,222	20,944	113,433	18.46	(129)	0
41	GTE SOUTH INC. (NORTH CAROLINA ONLY - GTNC)	45,371	31,547	13,824	58,007	23.83	(1,055)	0
42	GTE SOUTH INC. (SOUTH CAROLINA ONLY - GTSC)	37,625	26,914	10,711	41,686	25.70	(583)	0
43	GTE SOUTH INC. (VIRGINIA ONLY - GTVA)	8,146	6,919	1,227	11,076	11.07	11	0
44	GTE SOUTH INC. (KENTUCKY ONLY - COKY)	18,874	17,611	1,263	28,138	4.49	302	0

**RATE OF RETURN SUMMARY
 JANUARY 1, 1996 - DECEMBER 31, 1996
 SUMMARY OF REPORTS FILED MARCH 31, 1998
 FINAL PRICE-CAP CARRIERS' REPORT**

AS OF APRIL 28, 1998.

NAME OF COMPANY	OPERATING REVENUES (000)	OPERATING EXPENSES (000)	OPERATING INCOME (000)	AVERAGE NET INVESTMENT (000)	RATE OF RETURN (%)	SHARING/ LOW END (000)	FCC ORDERED REFUND
45 GTE SOUTH INC. (N. CAROLINA ONLY - CONC)	25,904	22,541	3,363	28,063	11.98	208	0
46 GTE SOUTH INC. (S. CAROLINA ONLY - COSC)	4,253	3,168	1,086	6,238	17.40	58	0
47 GTE SOUTH INC. (VIRGINIA ONLY - COVA)	109,496	71,688	37,808	122,338	30.90	(1,820)	0
48 GTE SOUTHWEST INC. (ARKANSAS ONLY - GTAR)	14,756	15,325	(570)	28,954	(1.97)	460	0
49 GTE SOUTHWEST INC. (NEW MEXICO ONLY - GTNM)	9,310	6,500	2,810	11,421	24.60	(172)	0
50 GTE SOUTHWEST INC. (CONTEL NEW MEXICO)	17,111	12,334	4,777	11,231	42.53	(1,360)	0
51 GTE SOUTHWEST INC. (OKLAHOMA ONLY - GTOK)	20,360	16,937	3,423	31,793	10.77	(63)	0
52 GTE SOUTHWEST INC. (TEXAS ONLY - GTTX)	246,840	195,029	51,812	449,291	11.53	741	0
53 GTE SOUTHWEST INC. (TEXAS CONTEL)	52,875	41,887	10,988	49,016	22.42	94	0
54 MICRONESIAN TELECOMMUNICATIONS CORP.	11,478	8,995	2,482	16,021	15.49	24	0
SPRINT							
55 CENTRAL TELEPHONE OF FLORIDA	57,626	44,495	13,130	73,540	17.85	(1,482)	NA
56 CENTRAL TELEPHONE OF ILLINOIS	35,671	29,228	6,442	35,010	18.40	(2,132)	NA
57 CENTRAL TELEPHONE OF NEVADA	78,622	55,861	22,762	111,480	20.42	(4,927)	NA
58 CENTRAL TELEPHONE OF NORTH CAROLINA	30,377	23,941	6,435	40,860	15.75	(651)	NA
59 CENTRAL TELEPHONE OF TEXAS	27,409	19,903	7,507	34,786	21.58	(1,574)	NA
60 CENTRAL TELEPHONE OF VIRGINIA	42,124	31,867	10,257	58,758	17.46	(910)	NA
61 CAROLINA TELEPHONE AND TELEGRAPH COMPANY	146,826	119,489	27,337	177,702	15.38	(4,334)	NA
62 UNITED TELEPHONE CO. OF FLORIDA	227,640	168,403	59,237	299,372	19.79	(11,934)	NA
63 UNITED TELEPHONE CO. OF INDIANA, INC.	37,592	28,757	8,835	36,358	24.30	(2,278)	NA
64 UNITED TELEPHONE - EASTERN (NJ & PA)	76,329	59,080	17,249	99,015	17.42	(2,265)	NA
65 UNITED TELEPHONE CO. OF OHIO	89,558	72,948	16,610	103,062	16.12	(2,648)	NA
66 UNITED TELEPHONE CO. OF THE NORTHWEST (OR & WA)	35,106	23,466	11,640	33,695	34.55	(7,711)	NA
67 UNITED TELEPHONE-MIDWEST (MO,KS,MN,NE,WY,TX)	140,145	101,290	38,855	180,579	21.52	(5,896)	NA
68 UNITED TELEPHONE - SOUTHEAST (TN, VA & SC)	62,356	45,936	16,420	79,490	20.66	(5,111)	NA
ALL OTHER COMPANIES							
69 ALIANT COMMUNICATIONS COMPANY 1/	34,875	27,184	7,690	51,422	14.95	0	-
70 CITIZENS TELECOMMUNICATIONS COS. (TARIFF 1) 2/ 3/	81,548	62,324	19,224	249,374	15.42	6,178	
71 CITIZENS TELECOMMUNICATIONS COS. (TARIFF 2) 2/ 3/	19,283	14,555	4,728	69,614	13.58	365	
72 ROCHESTER TELEPHONE CORPORATION	60,402	50,115	10,287	100,811	10.20	NA	NA
73 ROCHESTER TELEPHONE SUBSIDIARIES	50,525	34,351	16,174	60,104	26.91	NA	NA
74 FRONTIER COMMUNICATIONS OF MINNESOTA & IOWA	28,094	20,428	7,665	32,329	23.71	NA	NONE
75 SOUTHERN NEW ENGLAND TELEPHONE COMPANY	364,974	308,256	56,718	487,283	11.64	0	0
TOTAL	\$23,353,022	\$18,401,991	\$4,951,025				

1/ NAME CHANGE FROM LINCOLN TELEPHONE AND TELGRAPH COMPANY.

2/ BECAME PRICE-CAP JULY 1, 1996; REPORTING PERIOD JULY 1, 1996 - DECEMBER 31, 1996.

3/ NO CHANGES TO INITIAL REPORT.

MAXIMUM RATE OF RETURN	42.53 %
MINIMUM RATE OF RETURN	(24.03)
ARITHMETIC MEAN RATE OF RETURN	18.28
STANDARD DEVIATION MEAN RATE OF RETURN	9.92
WEIGHTED ARITHMETIC MEAN	15.15
STANDARD DEVIATION	3.64

RATE OF RETURN SUMMARY
JANUARY 1, 1997 - DECEMBER 31, 1997
SUMMARY OF REPORTS FILED MARCH 31, 1998
INITIAL PRICE-CAP CARRIERS' REPORT

AS OF MAY 1, 1998.

	NAME OF COMPANY	OPERATING REVENUES (000)	OPERATING EXPENSES (000)	OPERATING INCOME (000)	AVERAGE NET INVESTMENT (000)	RATE OF RETURN (%)	SHARING/ LOW END (000)	FCC ORDERED REFUND
1	AMERITECH OPERATING COMPANIES	\$2,339,427	\$1,821,547	\$517,880	\$2,842,439	18.22	-	NA
	BELL ATLANTIC COMPANIES							
2	BELL ATLANTIC 1/	3,024,280	2,385,868	638,412	4,321,191	14.77	(128)	NA
3	BELL ATLANTIC (NYNEX)	3,232,962	2,719,164	513,797	3,742,254	13.73	0	0
4	BELL SOUTH TELEPHONE COMPANIES	3,588,149	2,735,978	852,171	4,761,758	17.90	NA	NA
	SBC COMMUNICATIONS INC.							
5	SOUTHWESTERN BELL TELEPHONE COMPANY 2/	2,244,179	1,890,188	353,991	3,430,525	10.32	NA	NA
6	NEVADA BELL	57,459	42,985	14,474	74,370	19.46	NA	NA
7	PACIFIC BELL	1,800,394	1,473,293	327,101	2,748,858	11.90	0	NA
8	U.S. WEST COMMUNICATIONS, INC.	2,606,318	2,039,427	566,891	3,683,708	15.39	0	0
	GTE							
9	GTE CALIFORNIA, INC. (CALIFORNIA CONTEL)	64,618	50,196	14,422	75,560	19.09	307	0
10	GTE CALIFORNIA, INC. (ARIZONA CONTEL)	2,804	2,412	392	2,779	14.10	(119)	0
11	GTE CALIFORNIA, INC. (NEVADA CONTEL)	10,137	6,294	3,844	12,405	30.98	261	0
12	GTE NORTH INC. (COPA + COQS)	18,367	11,612	6,755	18,299	36.92	2,380	0
13	GTE SYSTEMS OF THE SOUTH (COAL ONLY)	21,391	17,020	4,370	28,694	15.23	(152)	0
14	GTE ARKANSAS, INC. (COAR + COSA)	32,179	24,987	7,193	41,160	17.48	(44)	0
15	CONTEL OF MINNESOTA - GTMN	533	463	70	1,165	6.03	(65)	0
16	CONTEL OF MINNESOTA - COMN	20,427	13,263	7,164	21,356	33.54	355	0
17	GTE ALASKA, INC. (ALASKA GTE)	4,363	3,102	1,261	4,262	29.58	305	0
18	GTE CALIFORNIA INC. (CALIFORNIA GTE)	484,060	357,531	126,529	708,084	17.87	(35,279)	0
19	GTE FLORIDA INC. (FLORIDA GTE)	348,003	253,357	94,646	493,268	19.19	(21,963)	0
20	GTE HAWAIIAN TELEPHONE CO. INC. (HAWAII GTE)	120,415	94,061	26,355	246,747	10.68	(4,246)	0
21	GTE ILLINOIS + ALLTEL ILLINOIS (GTIL + GLIL)	116,428	77,090	39,338	172,334	22.83	3,250	0
22	GTE INDIANA + ALLTEL INDIANA (GTIN + GLIN)	135,627	93,872	41,755	172,177	24.25	2,948	0
23	GTE MICHIGAN + ALLTEL MICHIGAN (GTMI + GLMI)	102,739	71,385	31,354	186,679	16.80	(1,946)	0
24	GTE NORTH INC. (OHIO GTE)	127,773	84,480	43,294	170,394	25.41	3,367	0
25	GTE NORTH INC. (PENNSYLVANIA GTE)	82,660	54,517	28,143	111,495	25.24	693	0
26	GTE NORTH INC. (WISCONSIN GTE)	74,960	53,231	21,729	118,367	18.36	1,343	0
27	GTE NORTH INC. (ILLINOIS CONTEL)	34,214	21,244	12,970	31,919	40.63	1,435	0
28	GTE NORTH INC. (INDIANA CONTEL)	27,576	18,622	8,954	30,658	29.21	0	0
29	GTE MIDWEST INC. (IOWA ONLY - GTIA)	23,518	16,352	7,166	29,179	24.56	1,157	0
30	GTE MIDWEST INC. (MISSOURI GTE)	21,511	16,077	5,434	32,675	16.63	826	0
31	GTE MIDWEST INC. (NEBRASKA GTE)	9,617	6,210	3,407	12,565	27.12	576	0
32	GTE MIDWEST INC. (CONTEL IOWA COIA + COSI)	29,774	20,148	9,626	28,740	33.49	980	0
33	GTE MIDWEST INC. (CONTEL MISSOURI COMO + COCM + COEM)	62,849	50,348	12,501	104,847	11.92	(290)	0
34	GTE NORTHWEST INC. (IDAHO ONLY - GTID)	49,775	35,064	14,711	47,586	30.91	835	0
35	GTE NORTHWEST INC. (OREGON ONLY - GTOR)	99,692	64,856	34,836	123,128	28.29	2,245	0
36	GTE NORTHWEST INC. (WASHINGTON ONLY - GTWA)	137,161	88,158	49,004	200,586	24.43	9,749	0
37	WEST COAST TELEPHONE CO. OF CALIFORNIA - GNCA	(324)	1,288	(1,612)	5,653	(28.51)	105	0
38	GTE NORTHWEST INC. (CONTEL WASHINGTON ONLY - COWA)	20,178	13,699	6,479	20,430	31.71	726	0
39	GTE SOUTH INC. (ALABAMA ONLY - GTAL)	44,462	34,740	9,722	41,307	23.54	0	0
40	GTE SOUTH INC. (KENTUCKY ONLY - GTKY)	81,256	58,029	23,227	109,114	21.29	171	0
41	GTE SOUTH INC. (NORTH CAROLINA ONLY - GTNC)	48,430	33,597	14,833	60,402	24.56	1,061	0
42	GTE SOUTH INC. (SOUTH CAROLINA ONLY - GTSC)	37,468	27,837	9,631	40,022	24.06	1,074	0
43	GTE SOUTH INC. (VIRGINIA ONLY - GTVA)	8,943	7,240	1,703	10,619	16.04	(97)	0
44	GTE SOUTH INC. (KENTUCKY ONLY - COKY)	20,759	18,871	1,889	27,222	6.94	(402)	0

RATE OF RETURN SUMMARY
JANUARY 1, 1997 - DECEMBER 31, 1997
SUMMARY OF REPORTS FILED MARCH 31, 1998
INITIAL PRICE-CAP CARRIERS' REPORT

AS OF MAY 1, 1998.

NAME OF COMPANY	OPERATING REVENUES (000)	OPERATING EXPENSES (000)	OPERATING INCOME (000)	AVERAGE NET INVESTMENT (000)	RATE OF RETURN (%)	SHARING/ LOW END (000)	FCC ORDERED REFUND
45 GTE SOUTH INC. (N. CAROLINA ONLY - CONC)	27,053	22,626	4,426	26,917	16.44	(125)	0
46 GTE SOUTH INC. (S. CAROLINA ONLY - COSC)	4,727	3,103	1,623	6,501	24.97	6	0
47 GTE SOUTH INC. (VIRGINIA ONLY - COVA)	116,267	74,981	41,286	122,161	33.80	6,212	0
48 GTE SOUTHWEST INC. (ARKANSAS ONLY - GTAR)	18,874	17,876	999	28,100	3.55	(199)	0
49 GTE SOUTHWEST INC. (NEW MEXICO ONLY - GTNM)	9,855	7,000	2,855	11,778	24.24	113	0
50 GTE SOUTHWEST INC. (CONTEL NEW MEXICO)	19,532	14,792	4,740	9,701	48.86	271	0
51 GTE SOUTHWEST INC. (OKLAHOMA ONLY - GTOK)	21,135	15,957	5,178	28,055	18.46	(376)	0
52 GTE SOUTHWEST INC. (TEXAS ONLY - GTTX)	270,326	201,259	69,067	459,203	15.04	(14,546)	0
53 GTE SOUTHWEST INC. (TEXAS CONTEL)	37,910	28,940	8,969	49,093	18.27	90	0
54 MICRONESIAN TELECOMMUNICATIONS CORP.	8,550	6,045	2,505	12,489	20.06	(132)	0
SPRINT							
55 SPRINT LOCAL TELEPHONE COMPANIES - FLORIDA	292,808	217,854	74,954	373,882	20.05	170	NA
56 CENTRAL TELEPHONE OF ILLINOIS	32,128	26,211	5,916	31,278	18.92	(74)	NA
57 CENTRAL TELEPHONE OF NEVADA	88,967	67,686	21,281	124,644	17.07	(306)	NA
58 CENTRAL TELEPHONE OF NORTH CAROLINA	31,045	24,310	6,735	40,694	16.55	137	NA
59 CENTRAL TELEPHONE OF TEXAS	40,322	24,520	15,802	36,408	43.40	120	NA
60 CENTRAL TELEPHONE OF VIRGINIA	42,043	32,029	10,014	62,552	16.01	64	NA
61 CAROLINA TELEPHONE AND TELEGRAPH COMPANY	148,239	120,055	28,185	170,456	16.53	26	NA
62 UNITED TELEPHONE CO. OF INDIANA, INC.	38,086	29,036	9,050	34,638	26.13	4	NA
63 UNITED TELEPHONE - EASTERN (NJ & PA)	77,325	60,434	16,891	97,291	17.36	NA	NA
64 UNITED TELEPHONE CO. OF OHIO	90,189	76,658	13,531	102,738	13.17	5	NA
65 UNITED TELEPHONE CO. OF THE NORTHWEST (OR & WA)	33,748	22,932	10,816	35,354	30.59	(33)	NA
66 UNITED TELEPHONE-MIDWEST (MO,KS,MN,NE,WY,TX)	131,540	101,950	29,591	190,895	15.50	332	NA
67 UNITED TELEPHONE - SOUTHEAST (TN, VA & SC)	62,187	47,207	14,981	79,284	18.89	263	NA
ALL OTHER COMPANIES							
68 ALIANT COMMUNICATIONS COMPANY	34,979	28,574	6,405	52,196	12.27	0	-
69 CINCINNATI BELL TELEPHONE COMPANY 3/	132,848	101,888	30,960	154,494	20.04	NA	NA
70 CITIZENS TELECOMMUNICATIONS COS. (TARIFF 1)	166,032	137,518	28,514	276,643	10.31		
71 CITIZENS TELECOMMUNICATIONS COS. (TARIFF 2)	40,717	31,378	9,339	70,777	13.19		
72 FRONTIER TELEPHONE OF ROCHESTER, INC.	62,017	48,740	13,277	100,684	13.19	NA	NA
73 FRONTIER TIER 2 CONCURRING CARRIERS	50,534	32,859	17,675	55,359	31.93	NA	NA
74 FRONTIER COMMUNICATIONS OF MINNESOTA & IOWA	29,330	20,190	9,140	32,341	28.26	NA	NONE
75 SOUTHERN NEW ENGLAND TELEPHONE COMPANY	364,031	301,231	62,800	494,431	12.70	0	0
TOTAL	\$23,940,855	\$18,855,542	\$5,085,317				

1/ FILED REVISED 1997 REPORT APRIL 28, 1998.

2/ FILED REVISED 1997 REPORT MAY 1, 1998.

3/ CINCINNATI BELL TELEPHONE COMPANY WENT PRICE CAP IN 1997.

MAXIMUM RATE OF RETURN	48.86 %
MINIMUM RATE OF RETURN	(28.51)
ARITHMETIC MEAN RATE OF RETURN	20.37
STANDARD DEVIATION RATE OF RETURN	10.24
WEIGHTED ARITHMETIC MEAN	15.64
STANDARD DEVIATION	4.09

**NON-PRICE CAP COMPANIES
RATE OF RETURN SUMMARY
JANUARY 1, 1997 - DECEMBER 31, 1997
SUMMARY OF REPORTS FILED MARCH 31, 1998**

AS OF APRIL 14, 1998.

NAME OF COMPANY	SWITCHED TRAFFIC SENSITIVE						
	INTERSTATE	COMMON LINE	SPECIAL ACCESS	END OFFICE	INFORMATION	LOCAL TRANSPORT	TOTAL
NATIONAL EXCHANGE CARRIER ASSOCIATION	11.94 %	11.61 %	11.42 %	-	-	-	12.34 %
1 ALLTEL ALABAMA, INC.	15.31	11.59	78.98	19.71		26.16	21.14
2 ALLTEL CAROLINA, INC.	16.06	11.59	22.57	26.12		41.31	30.33
3 ALLTEL FLORIDA, INC.	12.75	11.59	24.99	14.38		14.17	14.08
4 ALLTEL GEORGIA PROPERTIES	13.92	12.87	19.65	18.86		13.18	15.63
5 ALLTEL KENTUCKY	17.34	11.59	0.22	26.16		39.22	27.64
6 ALLTEL MISSISSIPPI, INC.	13.33	11.59	18.91	20.21		16.73	19.16
7 ALLTEL MISSOURI PROPERTIES	12.18	11.59	10.15	12.58		16.41	14.63
8 ALLTEL NEW YORK, INC.	15.27	11.59	20.37	24.28		14.25	20.49
9 ALLTEL OKLAHOMA PROPERTIES	11.42	11.59	15.70	12.09		6.43	10.62
10 ALLTEL PENNSYLVANIA, INC.	14.43	11.59	25.74	23.15		15.24	18.93
11 ALLTEL SOUTH CAROLINA, INC.	14.27	11.59	16.98	23.98		16.48	21.59
12 SUGAR LAND TELEPHONE CO.	14.50	11.59	22.70	21.83		11.25	15.89
13 TEXAS ALLTEL	15.27	11.59	20.24	23.36		17.43	21.39
14 WESTERN RESERVE TELEPHONE COMPANY	13.15	11.59	23.05	15.52		9.77	13.35
15 ANCHORAGE TELEPHONE UTILITY	10.71	12.96	11.17	1.87	41.16	40.35	8.03
16 CENTURY TELEPHONE OF OHIO, INC.	19.70	16.75	18.52	27.00		13.91	22.69
17 CENTURY TELEPHONE OF WISCONSIN, INC.	15.23	11.64	9.94	14.55	2,078.04	34.52	22.02
18 CHILLICOTHE TELEPHONE COMPANY, THE	3.66	11.25	(2.97)	11.83		10.43	11.54
19 CONCORD TELEPHONE CO.	14.50	11.72	11.06	24.04		21.54	22.99
20 FORT MILL TELEPHONE COMPANY 1/	16.45	12.13	22.48	39.64		33.33	37.20
21 HOME TELEPHONE COMPANY 1/	16.98	11.61	21.13	19.84		66.33	25.86
22 HORRY TELEPHONE CO.	13.48	11.60	1.86	8.64		26.30	17.13
23 ILLINOIS CONSOLIDATED TELEPHONE COMPANY	11.31	12.18	12.97	13.05		7.16	9.07
24 LANCASTER TELEPHONE COMPANY 1/	12.08	12.33	15.81	9.48		15.38	10.73
25 LUFKIN-CONROE TELEPHONE EXCHANGE	12.07	10.23	8.44	17.57		30.96	24.74
26 PUERTO RICO TELEPHONE COMPANY	11.89	11.60	14.32	12.98	(239.32)	12.82	12.26
27 ROCK HILL TELEPHONE COMPANY 1/	13.83	12.31	15.58	19.88		2.30	16.25
28 ROSEVILLE TELEPHONE COMPANY	11.19	11.60	11.59	9.21	(1,481.71)	11.74	10.33
29 TELEPHONE UTILITIES EXCHANGE CARRIER ASSOC	12.51	11.25	22.33				13.29
30 UTELCO, INC.	11.50						
31 VIRGIN ISLANDS TELEPHONE CORPORATION	12.94	11.60	13.56	22.10	(86.21)	17.55	18.00
32 WARWICK VALLEY TELEPHONE COMPANY	14.93	12.31	47.75	15.99		13.33	15.39

1/ Rate of return is for the period July 1, 1997 - December 31, 1997.

MAXIMUM RATE OF RETURN	19.70 %	16.75 %	47.75 %	39.64 %	2,078.04 %	66.33 %	37.20 %
MINIMUM RATE OF RETURN	3.66	10.23	(2.97)	1.87	(1,481.71)	2.30	8.03
ARITHMETIC MEAN RATE OF RETURN	13.57	11.90	16.56	18.28	62.39	20.34	18.04
STANDARD DEVIATION OF RATE OF RETURN	2.69	1.03	9.15	7.37	1,145.48	13.49	6.65
WEIGHTED ARITHMETIC MEAN	12.74	11.69	15.92	14.70	(157.89)	15.04	14.32
STANDARD DEVIATION	1.70	0.71	5.70	6.83	183.77	7.22	4.34