

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). 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. Non-price-cap carriers continued to file reports for each two-year monitoring period (1991-1992, 1993-1994, 1995-1996, and 1997-1998) as well as annual reports for 1991, 1993, 1995, 1997, and 1999. 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.

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. Copies of the individual carriers Form 492 reports are on file in the FCC's Reference Information Center, Courtyard Level, 445 12th Street S.W.

INTERSTATE RATE OF RETURN SUMMARY
YEARS 1991 THROUGH 1999
PRICE CAP COMPANIES
FINAL REPORTS FOR 1991 THROUGH 1998 AND INITIAL REPORT FOR 1999

As of April 4, 2000.

Reporting Entity	1999	1998	1997	1996	1995	1994	1993	1992	1991
AT&T Communications 1/						13.26 %	13.49 %	12.77 %	13.4 %
Bell Atlantic Companies 2/	13.64 %								
1 Bell Atlantic		13.88 %	14.73 %	11.24 %	13.74 %	14.00	14.01	12.50	12.83
2 Bell Atlantic (NYNEX) 3/ New England Telephone and Telegraph Co. New York Telephone		11.40	13.72	15.23	12.12	11.79	12.55	12.50	8.54 9.82
3 BellSouth Telephone Companies *	21.05	20.80	17.91	16.40	15.78	15.92	13.68	12.80	12.62
SBC Communications, Inc. 4/									
4 Southwestern Bell Telephone Company 5/	10.27	9.91	10.32	11.63	13.38	13.01	12.91	11.80	10.75
5 Ameritech Operating Companies 5/	28.93	22.59	18.22	18.27	16.78	13.39	14.80	12.79	13.00
6 Nevada Bell 5/	18.99	16.02	19.47	17.75	17.31	17.92	17.44	14.51	12.98
7 Pacific Bell 5/	20.87	16.50	11.98	17.68	15.76	14.93	12.89	12.68	11.85
8 Southern New England Telephone Company 5/	12.12	10.99	12.70	11.64	11.58	11.34	11.52	12.90	8.56
9 U S WEST Communications, Inc. 6/	19.09	16.56	15.41	13.64	12.00	12.40	13.62	12.41	12.40
GTE 7/ 8/ 9/									
10 GTE South Inc. (Kentucky - COKY) 10/	9.65	5.97	6.62	4.49	4.79	5.56			
11 GTE South Inc. (N. Carolina - COCA) 10/ GTE South Inc. (S. Carolina - COSC) 10/ 18/	19.90	12.78	16.63	11.98	14.16	10.75			
12 GTE South Inc. (Virginia - COVA) 10/	34.99	35.19	33.65	30.90	23.18	23.45			
13 GTE Systems of The South (Alabama - COAL) 10/ GSTC - South (East South Contel) 10/	10.87	7.97	15.31	9.69	11.88	12.58	15.09	9.90	9.67
14 GTE North Inc. (Illinois - COIL) 11/	41.27	14.11	41.14	36.34	24.21	26.48			
15 GTE North Inc. (Indiana - COIN) 11/	41.91	34.61	33.26	29.02	23.27	22.44			
16 GTE Midwest Inc. (COIA + COSI = COIT) 11/	34.19	38.27	35.04	30.39	22.39	18.31			
17 GTE Midwest Inc. (Missouri - COMO + COCM + COEM = COMT) 11/	15.28	12.56	12.39	11.97	9.57	10.79			
18 GTE Arkansas, Inc. (COAR + COSA = COAT) 11/	16.93	15.87	16.13	19.13	18.24	17.44			
19 Contel of Minnesota - COMN 11/ GSTC - Central (Central Contel) 11/	32.36	30.00	33.81	32.38	23.81	22.12			
20 GTE North Inc. (COPA + COQS = COPT) 12/	40.03	45.97	36.83	40.55	36.38	32.60	16.28	10.24	11.22
21 GTE Alaska, Inc. (Alaska - GTAK)	13.34	26.89	29.58	19.44	22.48	24.78	22.33	17.11	12.79
22 GTE California Inc. (California - GTCA)	22.00	17.19	17.68	13.72	6.95	9.08	16.13	14.84	14.69
23 GTE California, Inc. (California - COCA) 13/	28.35	22.71	19.16	17.63	16.03	12.19	7.05	10.73	12.45
24 GTE California, Inc. (Arizona - COAZ) 13/	18.10	13.80	14.17	4.15	2.95	6.24			
25 GTE California, Inc. (Nevada - CONV) 13/ Contel of California, Inc. 13/	21.00	24.01	31.44	25.50	19.15	27.39	15.43	8.51	11.87
26 GTE Florida Inc. (Florida - GTFL)	19.20	14.58	19.14	15.17	8.56	7.36	7.36	9.52	12.64
27 GTE Hawaiian Telephone Co. Inc. (Hawaii - GTHI)	17.62	15.64	10.55	9.42	7.87	8.15	9.18	8.98	11.75
28 GTE North/GTE South (GTIL + GLIL = GAIL)	22.55	23.07	21.59	18.36	14.69	17.12	13.77	12.60	12.65
29 GTE North/Contel Systems of South (GTIN + GLIN = GAIN)	32.85	29.06	23.61	26.23	18.80	18.21	14.50	14.17	14.16
30 GTE North/Contel Systems of South (GTMI + GLMI = GAMI)	16.04	13.17	15.33	14.85	11.45	11.10	9.82	14.21	12.89
31 GTE Midwest Inc. (IOWA - GTIA) 14/	22.65	23.59	25.59	22.68	16.49	19.05			
32 Contel of Minnesota - GTMN 14/ GTE North Inc. (Total IA+MN GTE) 14/	2.03	(1.33)	4.01	(13.13)	(10.88)	(0.04)	13.16	13.69	9.97
33 GTE Midwest Inc. (Missouri - GTMO)	11.87	16.08	17.88	19.84	17.18	18.20	13.48	13.99	13.30
34 GTE Midwest Inc. (Nebraska - GTNE)	35.21	30.08	27.35	28.86	21.67	20.35	13.84	12.74	8.70
35 GTE North Inc. (Ohio - GTOH)	22.13	21.83	24.37	21.20	17.21	16.90	12.66	12.91	10.55
36 GTE North Inc. (Pennsylvania - GTPA)	23.11	14.67	20.62	18.91	14.02	14.81	11.72	12.42	12.82
37 GTE North Inc. (Wisconsin - GTWI)	18.12	16.08	18.75	17.99	13.96	13.65	13.85	13.00	10.43
38 GTE Northwest Inc. (Oregon - GTOR) 15/ 17/	31.75	27.03	28.23	23.50	18.89	16.20			
39 GTE Northwest Inc. (Washington - GTWA) 15/	33.08	27.33	24.41	21.60	15.87	13.67			
40 GTE Northwest Inc. (West Coast CA - GNCA) 15/ GTE Northwest Inc. (Total OR+WA+NWCA GTE) 15/	(10.09)	(6.85)	(25.83)	(24.03)	(16.99)	(15.37)	9.90	10.82	11.83
41 GTE Northwest Inc. (Idaho - GTID) 16/ GTE Northwest Inc. (Montana - GTMT) 16/ GTE Northwest Inc. (Total ID + MT GTE) 16/	32.23	30.89	30.52	23.94	20.78	19.60	15.37	16.00	17.34
42 GTE Northwest Inc. (Washington - COWA) 17/ GTE Northwest Inc. (Contel Oregon - COOR) 16/ 17/ GTE Systems of Northwest (Northwest Contel) 17/	39.41	30.41	31.85	29.43	22.24	18.07	18.1	10.3	8.96
43 GTE South Inc. (Alabama - GTAL) 18/	22.20	17.59	23.49	17.68	11.39	11.83			
44 GTE South Inc. (Kentucky - GTKY) 18/	24.20	22.34	20.57	18.46	13.89	10.96			
45 GTE South Inc. (North Carolina - GTNC) 18/ GTE South Inc. (South Carolina - GTSC) 18/	24.66	27.92	24.48	23.83	14.99	19.02			
46 GTE South Inc. (GTSC + COSC = GTST) 18/	30.76								
47 GTE South Inc. (Virginia - GTVA) 18/ GTE South Inc. (Total South GTE) 18/	11.43	20.56	23.76	11.07	10.91	9.29	11.91	12.61	11.50
48 GTE Southwest Inc. (Arkansas - GTAR) 19/	4.23	5.17	3.21	(1.97)	(1.57)	0.65			
49 GTE Southwest Inc. (New Mexico - GTNM) 19/	39.15	31.79	24.21	24.60	17.18	10.00			
50 GTE Southwest Inc. (Oklahoma - GTOK) 19/	19.02	15.97	14.90	10.77	6.70	6.44			
51 GTE Southwest Inc. (Texas - GTTX) 19/ GTE Southwest Inc. (Total Southwest GTE) 19/	21.57	16.43	14.81	11.53	7.11	7.24	9.00	11.52	10.22

INTERSTATE RATE OF RETURN SUMMARY
YEARS 1991 THROUGH 1999
PRICE CAP COMPANIES - CONTINUED
FINAL REPORTS FOR 1991 THROUGH 1998 AND INITIAL REPORT FOR 1999

As of April 4, 2000.

Reporting Entity	1999	1998	1997	1996	1995	1994	1993	1992	1991
52 GTE Southwest Inc. (Texas - COTX) 12/	17.33	14.96	18.10	22.42	14.62	8.29	17.89	9.64	10.22
53 GTE Southwest Inc. (New Mexico - CONM) 20/ Contel of THE West dba GTE West (Arizona Only - COWZ) 20/ GTE West (West Contel) 20/	28.70	47.21	48.69	42.53	47.29	27.57 14.86	17.26	13.81	10.51
54 Micronesian Telecomms. Corp. (N. Mariana Is. - GTMC) 21/ GTE New York (New York Contel) 22/ GSTC - North (East North Contel) 22/	28.53	34.45	21.17	15.49	7.49	2.53	12.10 15.51	8.60 10.15	9.90 10.36
Sprint									
55 Central Telephone of Nevada 23/	21.40	17.79	17.07	20.42	20.46	18.90	14.23	12.44	
56 Sprint - Florida Central Telephone of Florida 23/ United Telephone Co. of Florida	27.25	26.14	20.05	17.85 19.79	17.16 19.28	15.93 17.63	14.66 14.44	11.44 12.27	13.00
57 Sprint Local Telephone Cos. - Eastern (NJ & PA)	20.88	14.59	17.36	17.42	14.87	16.12	13.98	12.32	11.71
58 Sprint Local Telephone Cos. - Midwest (MO,KS,MN,NE,WY,TX) Central Telephone of Texas 23/ United Telephone - Midwest (MO,KS,MN,NE,WY,TX)	17.83	19.66	19.97	21.58 21.52	21.81 19.64	18.39 17.44	16.19 13.92	14.94 15.35	14.57
59 Sprint Local Telephone Cos. - North Carolina Central Telephone of North Carolina 23/ Carolina Telephone And Telegraph Company	16.04	12.55	16.54	15.75 15.38	15.36 17.77	14.19 15.39	11.97 11.10	11.29 10.14	11.43
60 Sprint Local Telephone Cos. - Northwest	29.92	32.54	30.59	34.55	34.17	29.32	19.39	17.72	17.27
61 Sprint Local Telephone Cos. - Southeast (TN, VA & SC) Central Telephone of Virginia 23/ United Telephone - Southeast (TN, VA & SC)	17.55	15.87	17.62	17.46 20.66	15.87 19.05	14.30 19.17	15.55 13.39	12.91 13.48	13.66
62 United Telephone Co. of Indiana, Inc.	29.92	24.19	26.13	24.30	20.33	18.41	15.55	14.93	14.06
63 United Telephone Co. of Ohio Central Telephone of Illinois 23/ 24/	20.20	17.33	13.91 18.92	16.12 18.40	15.93 19.55	16.54 18.87	13.15 10.18	12.33 11.54	12.75
All Other Companies									
64 Aliant Communications Company (ALLTEL) 25/	10.20	15.02	12.27	14.95	16.09	15.47	14.95	12.36	
65 Cincinnati Bell Telephone Company 26/	25.45	17.81	20.04						
66 Citizens Telecommunications Cos. (Tariff 1) 27/	16.71	17.87	9.77	15.42					
67 Citizens Telecommunications Cos. (Tariff 2) 27/	15.74	14.29	13.25	13.58					
68 Citizens Telecommunications Cos. (Tariff 3)	15.56								
69 Frontier Telephone of Rochester, Inc. 28/ 29/	16.77	18.37	13.19	10.20	11.87	12.02	11.63	12.11	11.82
70 Frontier Tier 2 Concurring Companies 29/	43.42	45.45	31.93	26.91	19.32	17.69	16.4		
71 Frontier Communications of Minnesota & Iowa 29/ 30/	35.40	29.28	28.26	23.71	21.90	19.65	15	13.7	13.71

Maximum Rate of Return	43.42 %	47.21 %	48.69 %	42.53 %	47.29 %	32.60 %	22.33 %	17.72 %	17.27 %
Minimum Rate of Return	(10.09)	(6.85)	(25.83)	(24.03)	(16.99)	(15.37)	7.05	8.51	8.54
Weighted Arithmetic Mean	18.52	16.52	15.60	15.15	14.02	13.58	13.12	12.42	11.78
Standard Deviation	5.98	5.13	3.96	3.64	3.03	2.59	1.76	0.96	1.49

* BellSouth has been contacted about their 1998 rate of return. However, they said they will not be able to verify the number reported until Monday, April 10th.

Notes.

- 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 revised reports August 12, 1999 reflecting the reassignment of expenses and revenues associated with Internet Service Provider (ISP)-bound traffic to the intrastate jurisdiction. For 1999, Bell Atlantic filed a combined report.
- 3/ In 1992, NYNEX started to file a combined report.
- 4/ Southwestern Bell Telephone Co., Nevada Bell and Pacific Bell filed revised reports June 25, 1999 reflecting the reassignment of expenses and revenues associated with ISP-bound traffic to the intrastate jurisdiction.
- 5/ Southern New England Telephone Company merged with SBC October 1998. Southwestern Bell, Nevada Bell, and Pacific Ameritech merged with SBC October 1999.
- 6/ US WEST Communications, Inc. filed a revised report June 16, 1999 to correct the state and local composite tax rate.
- 7/ 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.
- 8/ 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.
- 9/ GTE companies filed revised reports May 28, 1999 to properly report the expenses associated with funding the USAC-USF.
- 10/ 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.
- 11/ 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.
- 12/ 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).
- 13/ 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.
- 14/ 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.
- 15/ 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).
- 16/ 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.
- 17/ 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).
- 18/ 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 - GTSO); 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 included in 1994 because these properties were sold. GTSC and COSC were combined in 1999 to form GTST.
- 19/ 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).
- 20/ 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).
- 21/ Micronesian Telecommunications Corp. filed a rate of return report for the first time in 1994.
- 22/ GTE New York (New York Contel) and GSTC - North (East North Contel) did not file in 1994; their property was sold.
- 23/ The Contel 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 these companies is from their final non-price cap report filed 9/30/93 for the two-year 1992 monitoring period, 1991-1992.
- 24/ Sold to Galatin River, October 31, 1998.
- 25/ In 1996, Lincoln Telephone and Telegraph Company changed its name to Aliant Communications Company.
- 26/ Cincinnati Bell Telephone Company went price-cap in 1997.
- 27/ 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.
- 28/ 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.

Notes - continued.

- 29/ 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.
- 30/ 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 Company of Minnesota.

**INTERSTATE RATE OF RETURN SUMMARY
JANUARY 1, 1999 - DECEMBER 31, 1999
INITIAL REPORTS FILED APRIL 3, 2000
PRICE-CAP CARRIERS**

PREPARED BY KATIE RANGOS, INDUSTRY ANALYSIS DIVISION, APRIL 4, 2000.

	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	BELL ATLANTIC COMPANIES	6,820,541	5,614,341	1,206,200	8,843,391	13.64	0	NA
2	BELL SOUTH TELECOMMUNICATIONS, INC.	3,932,507	2,892,496	1,040,011	4,941,825	21.05	NA	NA
	SBC COMMUNICATIONS INC. (FCC GENERATED)	7,812,736	6,119,886	1,692,850	9,023,219	18.76		
3	SOUTHWESTERN BELL TELEPHONE COMPANY	2,532,873	2,183,441	349,432	3,402,477	10.27	0	NA
4	AMERITECH OPERATING COMPANIES	2,687,903	1,911,918	775,985	2,681,965	28.93	0	NA
5	NEVADA BELL	61,643	47,490	14,153	74,513	18.99	0	NA
6	PACIFIC BELL	2,145,086	1,653,467	491,619	2,355,602	20.87	0	NA
7	SOUTHERN NEW ENGLAND TELEPHONE COMPANY	385,231	323,570	61,661	508,662	12.12	0	NA
8	U.S. WEST COMMUNICATIONS, INC. (INC. MALHEUR & EL PASO)	2,873,677	2,191,684	681,993	3,572,329	19.09	0	0
	GTE (FCC GENERATED)	3,172,938	2,121,594	1,051,345	4,554,022	23.09		
10	CONTEL OF MINNESOTA - CONN	21,228	14,451	6,776	20,943	32.36	63	0
11	CONTEL OF MINNESOTA - GTMN	503	462	42	2,050	2.03	193	0
12	GTE ALASKA, INC. (ALASKA - GTAK)	4,885	3,980	905	6,785	13.34	(1)	0
13	GTE ARKANSAS, INC. (COAR + COSA = COAT)	31,242	24,453	6,790	40,099	16.93	260	0
14	GTE CALIFORNIA INC. (CALIFORNIA - GTCA)	544,995	377,055	167,941	763,294	22.00	12,254	0
15	GTE CALIFORNIA, INC. (ARIZONA - COAZ)	2,896	2,273	625	3,454	18.10	(85)	0
16	GTE CALIFORNIA, INC. (CALIFORNIA - COCA)	62,781	39,164	23,617	83,321	28.35	(127)	0
17	GTE CALIFORNIA, INC. (NEVADA - CONV)	9,621	6,362	3,259	15,516	21.00	(51)	0
18	GTE FLORIDA INC. (FLORIDA - GTFL)	369,825	262,562	107,263	558,806	19.20	12,448	0
19	GTE HAWAIIAN TELEPHONE CO. INC. (HAWAII - GTHI)	119,226	79,608	39,618	224,869	17.62	(2,087)	0
20	GTE MIDWEST INC. (COIA + COSI = COIT)	30,364	20,060	10,303	30,135	34.19	11	0
21	GTE MIDWEST INC. (IOWA - GTIA)	22,405	15,816	6,589	29,089	22.65	(135)	0
22	GTE MIDWEST INC. (MISSOURI - COMO + COCM + COEM = COMT)	62,127	45,337	16,790	109,854	15.28	(24)	0
23	GTE MIDWEST INC. (MISSOURI - GTMO)	22,094	17,591	4,502	37,918	11.87	(106)	0
24	GTE MIDWEST INC. (NEBRASKA - GTNE)	10,305	6,304	4,001	11,364	35.21	(22)	0
25	GTE NORTH INC. (COPA + COQS = COPT)	19,598	11,295	8,303	20,742	40.03	15	0
26	GTE NORTH INC. (ILLINOIS - COIL)	33,549	20,488	13,061	31,650	41.27	(215)	0
27	GTE NORTH INC. (INDIANA - COIN)	35,066	20,534	14,532	34,672	41.91	(3)	0
28	GTE NORTH INC. (OHIO - GTOH)	128,754	86,833	41,921	189,408	22.13	75	0
29	GTE NORTH INC. (PENNSYLVANIA - GTPA)	77,307	50,153	27,154	117,509	23.11	134	0
30	GTE NORTH INC. (WISCONSIN - GTWI)	74,238	51,011	23,227	128,179	18.12	(335)	0
31	GTE NORTH/CONTEL SYSTEMS OF SOUTH (GTIN + GLIN = GAIN)	143,684	86,792	56,892	173,196	32.85	(205)	0
32	GTE NORTH/CONTEL SYSTEMS OF SOUTH (GTMJ + GLMJ = GAMJ)	99,269	69,118	30,152	188,019	16.04	1,942	0
33	GTE NORTH/GTE SOUTH (GTIL + GLIL = GAIL)	111,517	72,622	38,895	172,517	22.55	(218)	0
34	GTE NORTHWEST INC. (IDAHO - GTID)	48,638	33,009	15,629	48,499	32.23	150	0
35	GTE NORTHWEST INC. (OREGON - GTOR)	95,903	56,095	39,808	125,396	31.75	154	0
36	GTE NORTHWEST INC. (WASHINGTON - COWA)	17,887	10,057	7,830	19,866	39.41	(24)	0
37	GTE NORTHWEST INC. (WASHINGTON - GTWA)	152,014	79,345	72,669	219,703	33.08	7,359	0
38	GTE NORTHWEST, INC. (WEST COAST CA - GNCA)	1,196	1,764	(568)	5,628	(10.09)	92	0
39	GTE SOUTH INC. (ALABAMA - GTAL)	36,607	27,206	9,400	42,335	22.20	0	0
40	GTE SOUTH INC. (KENTUCKY - COKY)	19,836	17,101	2,735	28,354	9.65	367	0
41	GTE SOUTH INC. (KENTUCKY - GTKY)	85,088	56,813	28,275	116,859	24.20	65	0
42	GTE SOUTH INC. (NORTH CAROLINA - GTNC)	54,006	36,894	17,112	69,404	24.66	91	0
43	GTE SOUTH INC. (N. CAROLINA - CONC)	26,299	19,855	6,444	32,372	19.90	122	0
44	GTE SOUTH INC. (GTSC + COSC = GTST)	43,288	27,356	15,931	51,794	30.76	4	0

**INTERSTATE RATE OF RETURN SUMMARY
 JANUARY 1, 1999 - DECEMBER 31, 1999
 INITIAL REPORTS FILED APRIL 3, 2000
 PRICE-CAP CARRIERS**

PREPARED BY KATIE RANGOS, INDUSTRY ANALYSIS DIVISION, APRIL 4, 2000.

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. (VIRGINIA - COVA)	122,961	74,689	48,271	137,938	34.99	180	0
46 GTE SOUTH INC. (VIRGINIA - GTVA)	8,080	6,823	1,257	10,995	11.43	(333)	0
47 GTE SOUTHWEST INC. (ARKANSAS - GTAR)	18,560	17,570	990	23,396	4.23	(2,195)	0
48 GTE SOUTHWEST INC. (NEW MEXICO - CONM)	13,316	9,860	3,457	12,043	28.70	(16)	0
49 GTE SOUTHWEST INC. (NEW MEXICO - GTNM)	10,719	6,465	4,254	10,864	39.15	29	0
50 GTE SOUTHWEST INC. (OKLAHOMA - GTOK)	19,271	12,883	6,388	33,591	19.02	33	0
51 GTE SOUTHWEST INC. (TEXAS - COTX)	39,568	29,239	10,329	59,619	17.33	(72)	0
52 GTE SOUTHWEST INC. (TEXAS - GTTX)	288,915	187,519	101,396	470,164	21.57	1,430	0
53 GTE SYSTEMS OF THE SOUTH (ALABAMA - COAL)	20,875	17,581	3,294	30,296	10.87	579	0
54 MICRONESIAN TELECOMMS. CORP. (N. MARIANA IS. - GTMC)	12,432	9,146	3,286	11,517	28.53	(585)	0
SPRINT	1,213,886	907,292	306,594	1,436,389	21.34	NA	NA
54 CENTRAL TELEPHONE - NEVADA	110,369	77,528	32,841	153,495	21.40	NA	NA
55 SPRINT - FLORIDA, INC.	337,775	237,110	100,665	369,412	27.25	NA	NA
56 SPRINT LOCAL TELEPHONE COS. - EASTERN (NJ & PA)	86,223	65,216	21,007	100,617	20.88	NA	NA
57 SPRINT LOCAL TELEPHONE COS. - MIDWEST (MO,KS,MN,NE,WY,TX)	185,902	139,353	46,548	261,053	17.83	NA	NA
58 SPRINT LOCAL TELEPHONE COS. - NORTH CAROLINA	205,927	169,473	36,455	227,267	16.04	NA	NA
59 SPRINT LOCAL TELEPHONE COS. - NORTHWEST (OR & WA)	36,757	24,893	11,864	39,654	29.92	NA	NA
60 SPRINT LOCAL TELEPHONE COS. - SOUTHEAST (TN, VA & SC)	107,896	82,548	25,347	144,408	17.55	NA	NA
61 UNITED TELEPHONE CO. OF INDIANA, INC.	41,820	31,071	10,749	35,927	29.92	NA	NA
62 UNITED TELEPHONE CO. OF OHIO	101,217	80,099	21,118	104,557	20.20	NA	NA
ALL OTHER COMPANIES (FCC GENERATED)	610,200	451,754	158,445	768,583	20.62		
63 ALIANT COMMUNICATIONS, INC. (ALLTEL)	37,914	32,433	5,481	53,732	10.20	0	0
64 CINCINNATI BELL TELEPHONE COMPANY	145,845	105,060	40,785	160,230	25.45	NA	NA
65 CITIZENS TELECOMMUNICATIONS COS. (TARIFF 1)	215,710	166,698	49,012	293,266	16.71		
66 CITIZENS TELECOMMUNICATIONS COS. (TARIFF 2)	50,219	38,407	11,812	75,038	15.74		
67 CITIZENS TELECOMMUNICATIONS COS. (TARIFF 3)	3,460	2,473	986	6,338	15.56		
68 FRONTIER TELEPHONE OF ROCHESTER, INC.	65,727	49,951	15,776	94,076	16.77	NA	NA
69 FRONTIER TIER 2 CONCURRING CARRIERS	59,035	36,394	22,641	52,138	43.42	NA	NA
70 FRONTIER COMMUNICATIONS OF MINNESOTA & IOWA	32,290	20,338	11,952	33,765	35.40	NA	NA
TOTAL	\$26,436,485	\$20,299,046	\$6,137,438				

MAXIMUM RATE OF RETURN	43.42 %
MINIMUM RATE OF RETURN	(10.09)
WEIGHTED ARITHMETIC MEAN	18.52
STANDARD DEVIATION	5.98

**NON-PRICE CAP COMPANIES
RATE OF RETURN SUMMARY
JANUARY 1, 1999 - DECEMBER 31, 1999
SUMMARY OF REPORTS FILED MARCH 31, 2000**

Prepared by Katie Rangos as of May 22, 2000.

NAME OF COMPANY				SWITCHED TRAFFIC SENSITIVE			
	INTERSTATE	COMMON LINE	SPECIAL ACCESS	END OFFICE	INFORMATION	LOCAL TRANSPORT	TOTAL
NATIONAL EXCHANGE CARRIER ASSOCIATION	12.94 %	12.68 %	15.53 %	-	-	-	12.93 %
1 ALLTEL ALABAMA, INC.	9.47	11.50	11.61	2.03		15.36	4.38
2 ALLTEL ARKANSAS, INC.	9.88	11.50	11.49	4.69		5.03	4.96
3 ALLTEL CAROLINA, INC.	10.93	11.50	5.13	11.70		11.33	11.98
4 ALLTEL FLORIDA, INC.	11.44	11.50	10.18	10.34		12.95	11.78
5 ALLTEL GEORGIA PROPERTIES	11.87	11.84	11.78	11.85		11.91	11.99
6 ALLTEL KENTUCKY, INC.	11.46	11.50	10.41	11.24		12.19	11.52
7 ALLTEL MISSISSIPPI, INC.	10.36	11.50	11.30	4.63		10.62	5.98
8 ALLTEL MISSOURI, INC.	11.58	11.50	11.34	11.20		12.52	11.99
9 ALLTEL NEW YORK, INC.	10.80	11.50	8.06	8.87		13.50	10.41
10 ALLTEL OKLAHOMA PROPERTIES	11.69	11.50	11.92	12.01		11.90	12.00
11 ALLTEL PENNSYLVANIA, INC.	11.26	11.50	11.29	10.82		8.84	10.60
12 ALLTEL SOUTH CAROLINA, INC.	11.02	11.50	11.49	7.51		9.82	8.67
13 SUGAR LAND TELEPHONE CO.	9.76	11.50	10.41	9.05		2.82	5.72
14 TEXAS ALLTEL, INC.	10.92	11.50	12.06	9.24		9.68	9.31
15 WESTERN RESERVE TELEPHONE COMPANY	11.01	11.50	7.80	10.42		12.60	11.67
16 ANCHORAGE TELEPHONE UTILITY	10.01	14.05	9.94	0.67	(191.15)	22.99	5.59
17 C-R TELEPHONE COMPANY 1/	5.41	12.96	(32.62)	(9.26)		21.96	(9.40)
18 CENTURYTEL OF MIDWEST-MICHIGAN, INC. CENTURYTEL OF MI., INC.	16.88	11.25	33.76				33.55
19 CENTURYTEL OF OHIO, INC.	19.56	14.61	17.48				24.46
20 CENTURYTEL OF WISCONSIN, INC.	18.70	11.25	15.29				31.87
21 CHILLICOTHE TELEPHONE COMPANY, THE	15.92	11.25	19.90	52.18		14.22	37.91
22 CONCORD TELEPHONE CO.	14.36	12.60	27.21	15.30	(475.00)	20.10	15.56
23 EL PASO TELEPHONE CO. 1/	3.63	12.96	303.17	(5.36)		(147.59)	(9.24)
24 FARMERS TELEPHONE COOPERATIVE, INC. 1/	14.06	12.68	10.39	16.01		20.39	18.52
25 FORT MILL TELEPHONE COMPANY	18.44	12.64	45.86	43.61		44.97	43.95
26 HOME TELEPHONE COMPANY, INC.	13.63	12.62	36.48	11.26		13.27	11.58
27 HORRY TELEPHONE COOPERATIVE, INC.	12.82	12.78	18.48	6.98		19.66	11.96
28 ILLINOIS CONSOLIDATED TELEPHONE COMPANY	16.42	11.18	20.86	37.53		12.61	19.11
29 LANCASTER TELEPHONE COMPANY	15.79	12.64	36.52	21.37		16.55	21.30
30 LUFKIN-CONROE TELEPHONE EXCHANGE, INC.	13.56	12.14	14.03	24.09		18.62	20.91
31 ODIN TELEPHONE EXCHANGE, INC.	10.65		(2.49)	11.94		1.81	10.65
32 PUERTO RICO TELEPHONE COMPANY	12.30	12.68	(6.83)	7.81	(483.52)	23.24	14.49
33 ROCK HILL TELEPHONE COMPANY	14.80	12.63	24.60	19.39		12.73	17.14
34 ROSEVILLE TELEPHONE COMPANY	12.55	12.44	14.21	11.97		13.39	12.10
35 TACONIC TELEPHONE CORPORATION 1/	12.12	12.96	17.70	9.55	(100.00)	14.78	10.61
36 TELEPHONE UTILITIES EXCHANGE CARRIER ASSOC	12.73	11.25	21.59				13.64
37 UTELCO, INC.	11.50						
38 VIRGIN ISLANDS TELEPHONE CORPORATION 2/							
39 WARWICK VALLEY TELEPHONE COMPANY	13.01	11.01	11.40	13.06		23.61	14.08
40 WINTERHAVEN TELEPHONE COMPANY	16.72	11.22	21.61	19.73			19.73

1/ RATES ARE FOR 7/199 - 12/31/99.
2/ COMPANY LATE IN FILING REPORT.

MAXIMUM RATE OF RETURN	19.56 %	14.61 %	303.17 %	52.18 %	(100.00) %	44.97 %	43.95 %
MINIMUM RATE OF RETURN	3.63	11.01	(32.62)	(9.26)	(483.52)	(147.59)	(9.40)
ARITHMETIC MEAN RATE OF RETURN	12.54	12.02	21.97	13.04	(312.42)	9.95	14.03
STANDARD DEVIATION OF RATE OF RETURN	3.20	0.83	47.94	11.88	169.95	28.84	10.36
WEIGHTED ARITHMETIC MEAN	12.40	12.04	11.57	9.26	(471.60)	17.59	12.53
STANDARD DEVIATION	1.71	0.72	9.53	5.97	58.53	6.47	4.10