

REPRODUCTION COST NEW LESS DEPRECIATION
Staff Recommended Depreciation Parameters

Account Number	Category	Condition Percent (% of Life Remaining)
2112	Motor Vehicles	40.36%
2114	Special Puposue Vehicles	27.06%
2115	Garage Work Equipment	64.93%
2116	Other Work Equipment	59.30%
2121	Buildings	59.83%
2122	Furniture	49.46%
2123.1	Office Equipment	19.88%
2123.2	Company Communications Equipment	43.80%
2124	General Purpose Computer	25.81%
2212	Digital Switching Equipment	62.14%
2220	Operator Systems	30.99%
2231	Radio Systems	27.60%
2232	Circuit DDS	37.10%
2232	Circuit Digital	55.05%
2232	Circuit Analog	23.34%
2362	Other Terminal Equipment	58.10%
2411	Pole Lines	63.94%
2421	Aerial Cable - Metallic	37.95%
2421	Aerial Cable - Non Metallic	76.85%
2422	Underground Cable - Metallic	* 37.41%
2422	Underground Cable - Non Metallic	75.32%
2423	Buried Cable - Metallic	* 50.03%
2423	Buried Cable - Non Metallic	66.75%
2424	Submarine Cable - Metallic	2.26%
2424	Submarine Cable - Non Metallic	0.00%
2426	Intrabuilding Cable - Metallic	* 35.11%
2426	Intrabuilding Cable - Non Metallic	75.78%
2431	Aerial Wire	62.60%
2441	Conduit Systems	56.33%

Note:

* Changes made to remove 1925 vintages from calculation,
see Hughes Rebuttal (Exhibit NHH-3R)