

RATE CASE
REDACTED

Volume I

~~Redacted~~ Volume I

DOCUMENT NUMBER-DATE

14899 DEC 23 1955

FPSC-RECORDS/REPORTING

FLORIDA PUBLIC SERVICE COMMISSION
1780 355-27

Operating Income Statement
Per Books
(000)

FLORIDA PUBLIC SERVICE COMMISSION
Company Southern Bell Telephone & Telegraph Co.
Docket No. 920260-TL
Test Year 1991

Schedule C-1a
Page 1 of 1
Witness Responsible

Check Whether Data Is:
Historic [X] or Projected []
Average [X] or Year End [X]

Line No.	Description	(3 + 4)	Interstate	(5 + 8)	(6 + 7)	Intrastate	Total	Local
		Company	Toll	Intrastate	Toll	interLATA	IntraLATA	
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1.	Operating revenues	\$3,008,453	\$783,964	\$2,224,489	\$613,497	\$274,619	\$338,868	\$1,611,002
2.	Operating expenses	1,433,816	352,693	1,085,923	264,620	113,877	150,743	821,303
3.	Depreciation	723,697	177,442	546,255	127,598	63,154	64,444	418,657
4.	Taxes - Other	154,262	31,753	122,509	25,312	9,742	15,570	97,197
5.	Federal Income Taxes	224,999	68,234	156,765	65,310	29,859	35,451	91,455
6.	State Income Taxes	34,228	15,377	18,851	14,438	5,599	8,839	4,413
7.	Deferred Income Tax-Net							
8.	Federal	(72,174)	(13,601)	(58,573)	(12,030)	(5,825)	(6,205)	(46,543)
9.	State	(4,316)	(652)	(3,664)	(739)	(358)	(381)	(2,925)
10.	Investment Tax Credit	(1,068)	(281)	(787)	(180)	(93)	(87)	(607)
11.	Amortization of ITC	(28,147)	(6,907)	(21,240)	(4,907)	(2,464)	(2,443)	(16,333)
12.	Total Operating Expenses							
13.	and Taxes	2,470,097	624,058	1,846,039	479,422	213,491	265,931	1,366,617
14.	Net Operating Income	538,356	159,906	378,450	134,065	61,128	72,937	244,385
15.	Rate Base	5,591,850	1,476,460	4,115,390	950,889	476,549	474,340	3,164,501
16.	Rate of Return			9.20%	14.10%	12.83%	15.38%	7.72%

Supporting Schedules: A-2d, A-2e, B-2a, B-2b

Recap Schedules: B-1a

$$2(A) = 307,785,407$$
$$12 \times 2(1)$$

$$2(B) = 213,860,558$$
$$12 \times 2(2)$$

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Southern Bell
Company Balance
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FLORIDA PUBLIC SERVICE COMMISSION
 Company Southern Bell Telephone & Telegraph Co.
 Docket No. 920260-TL
 Test Year 1991

Schedule A-24
 Page 1 of 1
 Witness Responsible

Check Whether Data Is:
 Historic [X] or Projected []
 Average [] or Year End []

Line No.	Account (1)	Intrastate Per Books (2)	Commission Basis Adjusted Intrastate (3)	Company Basis Adjusted Intrastate (4)
1.	General Support	853,231	872,616	872,823
2.	Central Office	2,350,373	2,425,190	2,425,655
3.	Information Orig./Term.	122,527	127,701	127,778
4.	Cable and Wire Fac.	3,039,500	3,201,005	3,202,762
5.	Amortizable Assets	15,147	18,149	18,152
6.	Total Plant in Service	6,400,778 (2 p. 1) (P _u)	6,646,662	6,647,171
7.	Less: Depreciation Reserve	2,315,365 1	2,374,333	2,384,592
8.	Net Plant in Service	4,085,413	4,272,329	4,262,579
9.	Plant Under Construction	40,591 (2 p. 1) (P _u)	42,138	42,156
10.	Property Held for Future Use	239 (2 p. 1) (P _u)	244	244
11.	Net Plant	4,126,243	4,312,711	4,304,978
12.	Working Capital	(18,853) (2 p. 1) (P _u)	(9,341)	(8,826)
13.	Rate Base	4,115,390	4,303,370	4,296,152

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Supporting Schedules: A-2a, A-2b, A-2c, A-6a, A-6b, B-1a, B-1b, B-2b

Recap Schedules: A-1a

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Southern Bell
 COMPANY BALANCE
 THE 12/31

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Rate of Return
Per Book, Adjusted and Proposed
(000)

FLORIDA PUBLIC SERVICE COMMISSION

Company Southern Bell Telephone & Telegraph Co.
Docket No. 920260-TL
Test Year 1991

Schedule A-2e
Page 1 of 1
Witness Responsible

Check Whether Data Is:
Historic [X] or Projected []
Average [X] or Year End []

Line No.	Account (1)	Intrastate Per Books (2)	Commission Basis Adjusted Results (3)	Earnings at Proposed Rates (4)	Company Basis Adjusted Results (5)	Earnings at Proposed Rates (6)
1.	Operating Revenues					
2.	Local Service	1,347,886	1,325,915	N/A	1,325,915	N/A
3.	InterLATA	274,884	274,694		274,694	
4.	IntraLATA	346,847	347,383		347,383	
5.	Miscellaneous	294,813	294,223		294,224	
6.	Uncollectibles	39,941	39,415		39,415	
7.	Total Operating Revenues	2,224,409	2,202,800		2,202,801	
8.	Operating Expenses	12 p. 4 (P. 5)				
9.	Plant Specific	369,711	379,250		380,059	
10.	Plant Nonspecific	196,745	186,512		187,220	
11.	Depreciation	546,255	505,983		524,617	
12.	Customer Operations	307,497	304,428		305,405	
13.	Corporate Operations	212,453	208,909		209,181	
14.	Other	(483)	170		585	
15.	Total Operating Expenses	1,632,178	1,585,252		1,607,067	
16.	Taxes					
17.	Federal income tax	76,165	82,954		75,396	
18.	State income tax	15,187	19,247		18,024	
19.	Other taxes	122,509	124,399		124,432	
20.	Total Tax Expense	213,661	226,600		217,852	
21.	Total Operating Expenses and Taxes	1,846,039	1,811,852		1,824,919	
22.	Net Operating Income	378,450	390,948		377,882	
23.	Rate Base (from Schedule A-2d)	4,115,390	4,303,370		4,296,952	
24.	Rate of Return	9.20%	9.08%		8.79%	

[Southern Bell is not proposing new rates at this time, so this column does not apply.

Supporting Schedules: A-2a, A-2b, A-2d, A-6a, A-6b, B-1a, B-1b, B-2b, C-1a, C-1b

Recap Schedules: A-1a

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Southern Bell
Company Balance
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Rate Base Summary
Per Books
(000)

Schedule B-1a
Page 1 of 1
Witness Responsible

FLORIDA PUBLIC SERVICE COMMISSION
Company Southern Bell Telephone & Telegraph Co.
Docket No. 920260-TL
Test Year 1991

Check Whether Data Is:
Historic [X] or Projected []
Average [X] or Year End []

Line No.	Rate Base Component (1)	Average (3 + 4) Total Company (2)	Interstate Toll (3)	(5 + 8) Total Intrastate (4)	(6 + 7) Intrastate Toll (5)	Intrastate Toll		
						InterLATA (6)	IntraLATA (7)	Local (8)
1.	Plant in Service	\$8,762,002 <i>12 p. (P.1)</i>	\$2,361,224	\$6,400,778 <i>12 p. (P.1)</i>	\$1,479,152	\$744,792	\$734,360	\$4,921,626
2.	Less Reserve for							
3.	Accumulated							
4.	Depreciation	3,207,528 <i>12 p. (P.1)</i>	892,163	2,315,365 <i>12 p. (P.1)</i>	535,179	272,006	263,173	1,780,186
5.	Net Plant in Service	5,554,474	1,469,061	4,085,413	943,973	472,786	471,187	3,141,440
6.	Plus Short-Term Plant							
7.	Under Construction on							
8.	which no Interest Was							
9.	Charged	55,546 <i>12 p. (P.1)</i>	14,955	40,591 <i>12 p. (P.1)</i>	9,382	4,719	4,663	31,209
10.	Plus Property Held for							
11.	Future Telephone Use	327 <i>12 p. (P.1)</i>	88	239 <i>12 p. (P.1)</i>	55	28	27	184
12.	Plus Working Capital							
13.	Allowance	(18,497)	(7,644)	(10,853)	(2,521)	(984)	(1,537)	(8,332)
14.	Other Items							
15.	Rate Base	5,591,850	1,476,460	4,115,390	950,889	476,549	474,340	3,164,501

Supporting Schedules: A-2d, A-2e, C-1a

Recap Schedules: B-2a, B-2b

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Southern Bell
Company Balance
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Rate Base Summary
Adjusted
(000)

Schedule B-1b
Page 1 of 1
Witness Responsible

FLORIDA PUBLIC SERVICE COMMISSION
Company Southern Bell Telephone & Telegraph Co.
Docket 920260-TL
Test Year 1991

Check Whether Data Is:
Historic [X] or Projected []
Average [X] or Year End []

Line No.	Rate Base Component (1)	(3 + 4) Total Company (2)	Interstate Toll (3)	(5 + 6) Total Intrastate (4)	(6 + 7) Intrastate Toll (5)	Intrastate Toll InterLATA (6)	Intrastate Toll IntraLATA (7)	Local (8)
1.	Plant in Service	8,822,637	2,175,466	6,647,171	1,071,201	737,672	733,569	5,175,930
2.	Less Reserve for							
3.	Accumulated							
4.	Depreciation	3,196,983	812,390	2,384,592	528,104	267,481	260,623	1,056,488
5.	Net Plant in Service	5,625,655	1,363,076	4,262,578	943,137	470,191	472,946	3,319,441
6.	Plus Short-Term Plant							
7.	Under Construction on							
8.	which no Interest Was							
9.	Charged	55,546	13,390	42,156	9,292	4,648	4,644	32,864
10.	Plus Property Held for							
11.	Future Telephone Use	327	83	244	55	28	27	189
12.	Plus Working Capital							
13.	Allowance	(15,885)	(7,859)	(8,026)	(2,100)	(726)	(1,382)	(5,919)
14.	Other Items	0	0	0	0	0	0	0
15.	Rate Base	5,665,843	1,368,691	4,296,952	950,376	474,141	476,233	3,346,576

Supporting Schedules: A-6a, A-6b, B-2a, B-2b, C-1b

Recap Schedules: A-1a, A-2a, A-2b, A-2d, A-2e

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Southern Bell
Company Balance
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	See WP 12
M	see WP 31
M	Tallalasse Christine Romey
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	See WP 40-1/1 5-5-1/2
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	See WP 31 p 33 Tax - Christine Romey
M	to all Sund ch 5/92
	See WP 49 44-17
M	
	with Separate audit
M	
H	
	ARM audit & section 44 sample

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42
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THE WALTER LATHAM COMPANY CORP 607 BROADWAY NEW YORK CITY N.Y.

10/13/98

TYE 12/31/91

5/26/92

May 22, 1992

Date of request

Date of request
02-143-4-1
HEAD control

DEAD CENTER

DOCKET NO: 920260-TL

AUDIT PURPOSE: Audit 1991 Telephone Company MFRs related to

include period to be audited

Schedule's for Rate Base, Net Operating Income and Capital Structure for the 12 12 month period ending December 31, 1991 to determine that those exhibits represent company books and records maintained in compliance with Commission rules and Orders. The Company filed MFRS May 1, 1992, based on a 1991 test period therefore the original ASR dated 2/28/92 is being revised in order to combine the audits and audit reports.

LIST AUDIT OBJECTIVES & OTHER INFORMATION ON BACK.

COMPANY CONTACT:

Name	Title	Phone Number
Tom Lohman	Oper. Mgr.	(305) 530-5320

MAIL ADDRESS: 150 West Flager Street, Suite 1901

Street address

Miami

Florida

33130

LOCATION OF RECORDS:

AUDIT DUE DATE Dec. 8, 1992 **PIECEMEAL RESULTS:** YES ☐ NO ☒

PIECEMEAL RESULTS:

YES ☐ NO ☒

Name and phone number of other Division staff and any other administrative instructions

REFERENCES: Order No. 25218, Docket No. 890190-TL : Cost Allocation

Attach copies of FPSO OROERS and other documents as appropriate

Order No. _____, Docket No. _____ -TL : Last Rate Case

REQUEST ACKNOWLEDGED BY:

DATE:

AUDIT MANAGER ASSIGNED:

DATE ON SITE:

COMMENTS:

F01B01W 000007

4 p.

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THE WALTER LATHAM COMPANY CHICAGO 1912, 145 D787

FOI B01W 000007 4 p1

4

COMPANY: SOUTHERN BELL
 TITLE: ANALYTICAL REVIEW
 AUDITORS: JAMIE PAUROWSKI/GABRIELA LEON
 DATE: APRIL 17, 1992
 WP #: 7

EXPENSES:

ACCT. NO.	ACCOUNT NAME	AMOUNT 1988	AMOUNT 1989	% CHANGE FROM 1988 TO 1989	AMOUNT 1990	% CHANGE FROM 1989 TO 1990	AMOUNT 1991	% CHANGE FROM 1990 TO 1991
PLANT SPECIFIC EXPENSES								
	<i>Red. Source</i>							
6112	MOTOR VEHICLE EXP.	\$5,760,000.00	\$3,709,505.00	-35.60%	\$3,448,480.00	-7.04%	\$3,143,577.00	-8.84%
6113	AIRCRAFT EXP. ✓	\$280,000.00	\$541,001.00	93.21%	\$1,091,348.00	101.73%	\$2,098,026.00	92.24%
6114	SPECIAL PURPOSE VEHICLE EXP.	\$0.00	\$68.00		\$917.00	1248.53%	\$25.00	-97.27%
6115	GARAGE WORK EQUIP. EXP.	\$356,000.00	\$179,566.00	-49.56%	\$145,251.00	-19.11%	\$223,801.00	54.08%
6116	OTHER WORK EQUIP EXP. ✓	\$479,000.00	\$48,506.00	-89.87%	\$118,123.00	143.52%	\$126,122.00	6.77%
	Total Network Support	\$6,875,000.00	\$4,478,646.00		\$4,804,130.00	7.27%	\$5,591,551.00	16.39%
6121	LAND AND BLDG. EXP.	\$52,864,000.00	\$47,818,144.00	-9.54%	\$45,103,122.00	-5.68%	\$45,058,662.00	-0.10%
6122	FURN. AND ARTWORK EXP.	\$2,847,000.00	\$2,223,282.00	-21.91%	\$1,773,790.00	-20.22%	\$1,701,300.00	-4.09%
6123	OFFICE EQUIP. EXP.	\$23,277,000.00	\$14,479,665.00	-37.79%	\$13,553,117.00	-6.40%	\$12,844,042.00	-5.23%
6124	GEN. PURPOSE COMPUTERS EXP.	\$88,571,000.00	\$85,142,027.00	-3.87%	\$85,468,667.00	0.38%	\$78,295,875.00	-8.39%
	Total General Support	\$167,559,000.00	\$149,663,118.00	-10.68%	\$145,898,696.00	-2.52%	\$137,899,879.00	-5.48%
6211	ANALOG ELECTRONIC EXP.	\$58,448,000.00	\$44,612,721.00	-23.67%	\$40,329,303.00	-9.60%	\$39,436,738.00	-2.21%
6212	DIGITAL ELECTRONIC EXP.	\$34,464,000.00	\$37,911,756.00	10.00%	\$47,348,350.00	24.89%	\$54,902,637.00	15.95%
6215	ELECTRO-MECHANICAL EXP. ✓	\$2,231,000.00	\$751,278.00	-66.33%	\$382,380.00	-49.10%	\$23,186.00	-93.94%
	Total CO Switching	\$95,141,000.00	\$83,275,755.00	-12.47%	\$88,060,033.00	5.75%	\$94,362,561.00	7.16%

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✓ Traced to "Balance to Regulated Accounts Report!"
 (wp. 12-3 p 20)
 da. 12-3 p 20

Southern Bell Telephone & Telegraph
 Analytical Review
 NC 12/31/91

8/8/92

COMPANY: SOUTHERN BELL
 TITLE: ANALYTICAL REVIEW
 AUDITORS: JAMIE PAUROWSKI/GABRIELA LEON
 DATE: APRIL 17, 1992
 WP #: 7

EXPENSES:								
ACCT. NO.	ACCOUNT NAME	AMOUNT 1988	AMOUNT 1989	% CHANGE FROM 1988 TO 1989	AMOUNT 1990	% CHANGE FROM 1989 TO 1990	AMOUNT 1991	% CHANGE FROM 1990 TO 1991
6220	OPERATORS SYSTEM EXP. ✓	\$236,000.00	\$1,285,907.00	444.88%	\$1,264,553.00	-1.66%	\$2,377,690.00	88.03%
6231	RADIO SYSTEMS EXP. ✓	\$480,000.00	\$966,626.00	101.38%	\$1,068,712.00	10.56%	\$769,775.00	-27.97%
6232	CIRCUIT EQUIP. EXP.	\$47,804,000.00	\$46,956,364.00	-1.77%	\$46,640,747.00	-0.67%	\$47,696,940.00	2.26%
	Total CO Trans Expense	\$48,520,000.00	\$49,208,897.00	1.42%	\$48,974,012.00	-0.48%	\$50,844,405.00	3.82%
6311	STATION APARATUS EXP. ✓	\$73,000.00	\$11,289,428.00	15364.97%	\$13,036,877.00	15.48%	\$9,912,702.00	-23.96%
6341	LG. PRIVATE BRANCH EXCHANGE ✓	\$62,000.00	\$15,778,216.00	25348.74%	\$20,112,909.00	27.47%	\$18,484,608.00	-8.10%
6351	PUBLIC TELE. TERMINAL EQUIP E	\$14,422,000.00	\$16,356,371.00	13.41%	\$14,664,629.00	-10.34%	\$14,747,972.00	0.57%
6362	OTHER TERMINAL EQUIP. EXP. ✓	\$33,177,000.00	\$40,644,197.00	22.51%	\$42,544,250.00	4.67%	\$64,053,659.00	50.56%
	Total Info. Orig/Term	\$47,734,000.00	\$84,068,212.00	76.12%	\$90,358,665.00	7.48%	\$107,198,941.00	18.64%
6411	POLES EXP.	\$4,402,000.00	\$4,616,095.00	4.86%	\$5,394,810.00	16.87%	\$4,968,295.00	-7.91%
6421	AERIAL CABLE EXP.	\$41,843,000.00	\$37,641,764.00	-10.04%	\$39,249,348.00	4.27%	\$41,818,586.00	6.55%
6422	UNDERGROUND CABLE EXP.	\$17,479,000.00	\$15,733,213.00	-9.99%	\$15,122,219.00	-3.88%	\$15,576,192.00	3.00%
6423	BURIED CABLE EXP.	\$117,308,000.00	\$118,341,668.00	0.88%	\$119,665,322.00	1.12%	\$118,571,910.00	-0.91%
6424	SUBMARINE CABLE EXP. ✓	\$15,000.00	\$24,792.00	65.28%	\$169,554.00	583.91%	\$92,596.00	-45.39%
6425	DEEP SEA CABLE EXP.						\$0.00	
6426	INTRABUILDING NETWORK CABLE	\$33,875,000.00	\$30,777,731.00	-9.14%	\$29,322,130.00	-4.73%	\$1,211,559.00	-95.87%
6431	AERIAL WIRE ✓	\$213,000.00	\$52,589.00	-75.31%	\$55,139.00	4.85%	\$41,284.00	-25.13%
6441	CONDUIT SYSTEMS EXP.	\$4,913,000.00	\$3,558,398.00	-27.57%	\$3,025,142.00	-14.99%	\$3,016,498.00	-0.29%
	Total Cable & Wire	\$220,046,000.00	\$210,746,250.00	-4.23%	\$212,003,664.00	0.60%	\$185,296,920.00	-12.60%

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Southern Bell Telephone & Telegraph
 Analytical Review
 NC 12/1/91

8/11/92
 5/8/92

COMPANY: SOUTHERN BELL
 TITLE: ANALYTICAL REVIEW
 AUDITORS: JAMIE PAUROWSKI/GABRIELA LEON
 DATE: APRIL 17, 1992
 WP #: 7

EXPENSES:								
ACCT. NO.	ACCOUNT NAME	AMOUNT 1988	AMOUNT 1989	% CHANGE FROM 1988 TO 1989	AMOUNT 1990	% CHANGE FROM 1989 TO 1990	AMOUNT 1991	% CHANGE FROM 1990 TO 1991
	Total Plant Specific	\$585,875,000.00	\$581,440,878.00	-0.76%	\$590,099,200.00	1.49%	\$581,194,257.00	-1.51%
PLANT NONSPECIFIC EXPENSES								
6510	OTHER PROP. PLT. & EQUIP. EXP.	(\$1,139,000.00)	\$491,630.00	-143.16%	\$617,986.00	25.70%	\$5,582,740.00	803.38%
6531	POWER EXP.	\$7,395,000.00	\$7,267,878.00	-1.72%	\$8,495,218.00	16.89%	\$11,326,189.00	33.32%
6532	NETWORK ADMINISTRATION EXP.	\$33,756,000.00	\$32,808,279.00	-2.81%	\$32,508,534.00	-0.91%	\$30,677,621.00	-5.63%
6533	TESTING EXP.	\$76,541,000.00	\$72,929,587.00	-4.72%	\$75,065,973.00	2.93%	\$73,898,824.00	-1.55%
6534	PLANT OPER. ADMIN. EXP.	\$47,405,000.00	\$62,411,807.00	31.66%	\$71,612,616.00	14.74%	\$77,878,721.00	8.75%
6535	ENGINEERING EXP.	\$93,904,000.00	\$80,499,021.00	-14.28%	\$82,649,102.00	2.67%	\$79,192,160.00	-4.18%
	Total Network Op.	\$257,862,000.00	\$256,408,202.00	-0.56%	\$270,949,429.00	5.67%	\$278,556,255.00	2.81%
6540	ACCESS EXP.	\$17,548,000.00	\$18,005,262.00	2.61%	\$18,023,977.00	0.10%	\$14,338,965.00	-20.45%
6561	TELECOMM. PLANT IN SERVICE	\$662,927,000.00	\$664,858,950.00	0.29%	\$695,130,540.00	4.55%	\$722,447,184.00	3.93%
6562	PROP. HELD FOR FUTURE TELECO	\$2,000.00	\$3,634.00	81.70%	\$2,168.00	-40.34%	(\$87.00)	-104.01%
6563	AMORT. EXP. TANGIBLE	\$10,262,000.00	\$9,635,739.00	-6.10%	\$8,626,939.00	-31.23%	\$3,504,945.00	-47.11%
6564	AMORT. EXP. INTANGIBLE						\$0.00	
6565	AMORT. EXP. OTHER	\$0.00	\$0.00		\$3,804,861.00		\$3,836,183.00	0.82%
	Total Depr. & Amort.	\$673,191,000.00	\$674,498,323.00	0.19%	\$705,564,508.00	4.61%	\$729,788,225.00	3.43%
	TOTAL PLT NONSPECIFIC	\$948,601,000.00	\$948,911,787.00	0.03%	\$994,537,914.00	4.81%	\$1,022,683,445.00	2.83%

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7-1 8

Southern Bell Telephone & Telegraph
 Analytical Review
 NE 12/1/91

8/1/92

COMPANY: SOUTHERN BELL
 TITLE: ANALYTICAL REVIEW
 AUDITORS: JAMIE PAUROWSKI/GABRIELA LEON
 DATE: APRIL 17, 1992
 WP #: 7

EXPENSES:		AMOUNT	AMOUNT	% CHANGE	AMOUNT	% CHANGE	AMOUNT	% CHANGE
ACCT. NO.	ACCOUNT NAME	1988	1989	FROM 1988 TO 1989	1990	FROM 1989 TO 1990	1991	FROM 1990 TO 1991
CUSTOMER OPERATIONS								
6611	PRODUCT MANAGEMENT	\$24,893,000.00	\$25,997,431.00	4.44%	\$27,521,943.00	5.86%	\$24,857,679.00	-9.68%
6612	SALES	\$36,158,000.00	\$52,790,414.00	46.00%	\$55,284,197.00	4.72%	\$63,703,332.00	15.23%
6613	PRODUCT ADVERTISING	\$11,745,000.00	\$13,407,736.00	14.16%	\$15,223,630.00	13.54%	\$17,266,272.00	13.42%
	Total Marketing	\$72,796,000.00	\$92,195,581.00	26.65%	\$98,029,770.00	6.33%	\$105,827,283.00	7.95%
6621	CALL COMPLETING SERVICES	\$22,429,000.00	\$21,753,652.00	-3.01%	\$19,938,714.00	-8.34%	\$18,583,940.00	-6.79%
6622	NUMBER SERVICES	\$47,051,000.00	\$48,291,508.00	2.64%	\$54,052,108.00	11.93%	\$53,461,588.00	-1.09%
6623	CUSTOMER SERVICES	\$193,179,000.00	\$203,146,925.00	5.16%	\$216,800,021.00	6.72%	\$230,312,903.00	6.23%
	Total Services	\$262,659,000.00	\$273,192,085.00	4.01%	\$290,790,843.00	6.44%	\$302,358,431.00	3.98%
	TOTAL CUSTOMER OP	\$335,455,000.00	\$365,387,666.00	8.92%	\$388,820,613.00	6.41%	\$408,185,714.00	4.98%

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 Analytical Review
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COMPANY: SOUTHERN BELL
 TITLE: ANALYTICAL REVIEW
 PERIOD: TEST YEAR ENDING 12/31/91
 DATE: MAY 4, 1992
 AUDITOR: GABRIELA LEON
 WORKPAPER #: 7

	1988 SALARIES & WAGES	1989 SALARIES & WAGES	1988-1989 PERCENTAGE CHANGE	1990 SALARIES & WAGES	1989-1990 PERCENTAGE CHANGE	1991 SALARIES & WAGES	1990-1991 PERCENTAGE CHANGE
TOTAL NETWORK SUPPORT	\$1,515,000.00	\$692,704.00	-54.2770%	\$600,629.00	-13.2921%	\$335,875.00	-44.0795%
TOTAL GENERAL SUPPORT	\$14,169,000.00	\$15,515,430.00	9.5026%	\$16,427,870.00	5.8809%	\$14,361,522.00	-12.5783%
TOTAL CO SWITCHING	\$33,940,000.00	\$33,868,340.00	-0.8004%	\$34,893,764.00	3.6397%	\$34,952,630.00	0.1687%
TOTAL CO TRANS EXPENSE	\$25,650,000.00	\$26,219,112.00	2.2188%	\$27,432,231.00	4.6269%	\$27,573,471.00	0.5149%
TOTAL INFO. ORIG/TERM	\$26,259,000.00	\$33,748,177.00	28.5204%	\$34,396,981.00	1.9225%	\$46,640,340.00	35.5943%
TOTAL CABLE & WIRE	\$127,591,000.00	\$119,004,743.00	-6.7295%	\$119,829,073.00	0.6927%	\$99,813,376.00	-16.7035%
TOTAL NETWORK OP.	\$154,360,000.00	\$156,349,135.00	1.2886%	\$159,209,889.00	1.8297%	\$156,259,333.00	-1.8532%
TOTAL MARKETING	\$28,617,000.00	\$38,322,014.00	33.9135%	\$40,809,145.00	6.4901%	\$23,159,086.00	-43.2503%
TOTAL SERVICES	\$163,058,000.00	\$167,389,922.00	2.6567%	\$177,969,010.00	6.3200%	\$180,502,416.00	1.4235%
TOTAL CORPORATE OP	\$50,989,000.00	\$43,170,131.00	-15.3344%	\$40,248,367.00	-6.7680%	\$35,998,598.00	-10.5589%
	1988 BENEFITS	1989 BENEFITS	1988-1989 PERCENTAGE CHANGE	1990 BENEFITS	1989-1990 PERCENTAGE CHANGE	1991 BENEFITS	1990-1991 PERCENTAGE CHANGE
TOTAL NETWORK SUPPORT	\$468,000.00	\$189,624.00	59.4821%	\$215,116.00	13.4434%	\$93,203.00	-56.6731%
TOTAL GENERAL SUPPORT	\$3,898,000.00	\$4,196,580.00	7.6598%	\$4,216,413.00	0.4726%	\$4,026,519.00	-4.5037%
TOTAL CO SWITCHING	\$9,250,000.00	\$9,302,409.00	0.5666%	\$10,594,187.00	13.8865%	\$11,315,893.00	6.8123%
TOTAL CO TRANS EXPENSE	\$7,139,000.00	\$7,159,158.00	0.2824%	\$7,864,556.00	9.8531%	\$8,375,202.00	6.4930%
TOTAL INFO. ORIG/TERM	\$6,883,000.00	\$8,737,756.00	26.9465%	\$9,300,121.00	6.4360%	\$12,925,252.00	38.9794%
TOTAL CABLE & WIRE	\$33,745,000.00	\$31,157,883.00	-7.6667%	\$32,592,192.00	4.6034%	\$28,507,803.00	-12.5318%
TOTAL NETWORK OP.	\$41,566,000.00	\$41,889,293.00	0.7778%	\$51,160,960.00	22.1337%	\$54,100,912.00	5.7465%
TOTAL MARKETING	\$7,826,000.00	\$10,224,768.00	30.6513%	\$10,434,099.00	2.0473%	\$7,391,498.00	-29.1602%
TOTAL SERVICES	\$46,163,000.00	\$46,865,275.00	1.5213%	\$58,023,944.00	19.5425%	\$59,122,316.00	5.5304%
TOTAL CORPORATE OP	\$12,991,000.00	\$10,827,291.00	-16.6554%	\$11,365,677.00	4.9725%	\$19,558,856.00	72.0870%

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	1988 RENTS	1989 RENTS	1988-1989 PERCENTAGE CHANGE	1990 RENTS	1989-1990 PERCENTAGE CHANGE	1991 RENTS	1990-1991 PERCENTAGE CHANGE
TOTAL NETWORK SUPPORT	\$1,461,000.00	\$1,517,246.00	3.8498%	\$1,382,744.00	-8.8649%	\$1,082,520.00	-23.1586%
TOTAL GENERAL SUPPORT	\$25,701,000.00	\$26,566,638.00	3.3681%	\$26,482,103.00	-0.3182%	\$23,498,107.00	-11.2680%
TOTAL CO SWITCHING	\$226,000.00	\$514,876.00	127.8212%	\$511,126.00	-0.7283%	\$498,174.00	-2.5340%
TOTAL CO TRANS EXPENSE	\$1,417,000.00	\$404,718.00	71.4384%	\$746,812.00	84.5265%	\$742,116.00	-0.6288%
TOTAL INFO. ORIG/TERM	\$613,000.00	\$1,151,237.00	87.8038%	\$1,642,112.00	42.5389%	\$2,351,168.00	43.1795%
TOTAL CABLE & WIRE	\$6,107,000.00	\$7,980,236.00	30.6736%	\$9,879,091.00	23.7945%	\$8,551,438.00	-13.4390%
TOTAL NETWORK OP.	\$17,000.00	\$6,963.00	-59.0412%	\$0.00		\$0.00	
TOTAL MARKETING	\$0.00	\$2,081.00		\$0.00		\$0.00	
TOTAL SERVICES	\$0.00	\$7,248.00		\$0.00		\$0.00	
TOTAL CORPORATE OP	\$0.00	\$88,117.00		\$1,570.00	-98.2183%	\$1,509.00	-3.8854%

	1988 OTHER EXPENSE	1989 OTHER EXPENSE	1988-1989 PERCENTAGE CHANGE	1990 OTHER EXPENSES	1990-1991 PERCENTAGE CHANGE	1991 OTHER EXPENSES	1990-1991 PERCENTAGE CHANGE
TOTAL NETWORK SUPPORT	\$3,431,000.00	\$2,079,072.00	-39.4033%	\$2,605,641.00	25.3271%	\$4,099,953.00	57.3491%
TOTAL GENERAL SUPPORT	\$123,791,000.00	\$103,384,470.00	-16.4847%	\$98,772,310.00	-4.4612%	\$96,013,731.00	-2.7929%
TOTAL CO SWITCHING	\$51,725,000.00	\$39,790,130.00	-23.0737%	\$42,060,958.00	5.7070%	\$47,595,864.00	13.1593%
TOTAL CO TRANS EXPENSE	\$14,078,000.00	\$14,140,002.00	0.4404%	\$11,665,860.00	-17.4975%	\$11,775,928.00	0.9435%
TOTAL INFO. ORIG/TERM	\$13,979,000.00	\$40,431,042.00	189.2270%	\$45,019,451.00	11.3487%	\$45,282,181.00	0.5836%
TOTAL CABLE & WIRE	\$52,603,000.00	\$52,603,388.00	0.0007%	\$49,703,308.00	-5.5131%	\$48,424,303.00	-2.5733%
TOTAL NETWORK OP.	\$63,058,000.00	\$57,671,181.00	-8.5426%	\$59,960,594.00	3.9698%	\$62,613,270.00	4.4240%
TOTAL MARKETING	\$36,353,000.00	\$43,646,718.00	20.0636%	\$46,786,526.00	7.1937%	\$75,276,699.00	60.8940%
TOTAL SERVICES	\$53,438,000.00	\$58,929,640.00	10.2767%	\$56,797,889.00	-3.6175%	\$62,733,699.00	10.4508%
TOTAL CORPORATE OP	\$195,806,000.00	\$235,630,989.00	20.3390%	\$232,071,818.00	-1.5105%	\$255,698,511.00	10.1808%

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COMPAN SOUTHERN BELL
TITLE: ANALYTICAL REVIEW
AUDITOR JAMIE PAUROWSKI/GABRIELA LEON
DATE: APRIL 17, 1992
WP #: 7

4/19/92

EXPENSES:									
ACCT. NO	ACCOUNT NAME	AMOUNT 1988	% OF TOTAL EXPENSE	AMOUNT 1989	% OF TOTAL EXPENSE	\$ AMOUNT 1990	% OF TOTAL EXPENSE	AMOUNT 1991	% OF TOTAL EXPENSE
6112	MOTOR VEHICLE EXP.	\$5,760,000.00	0.2706%	\$3,709,505.00	0.1687%	\$3,448,480.00	0.1828%	\$3,143,577.00	0.1363%
6113	AIRCRAFT EXP.	\$280,000.00	0.0131%	\$641,001.00	0.0248%	\$1,091,349.00	0.0444%	\$2,098,028.00	0.0930%
6114	SPECIAL PURPOSE VEHICLE E	\$0.00	0.0000%	\$68.00	0.0000%	\$917.00	0.0000%	\$25.00	0.0000%
6116	GARAGE WORK EQUIP. EXP.	\$366,000.00	0.0167%	\$179,566.00	0.0082%	\$145,251.00	0.0064%	\$223,601.00	0.0099%
6118	OTHER WORK EQUIP. EXP.	\$479,000.00	0.0225%	\$48,508.00	0.0022%	\$118,123.00	0.0052%	\$128,122.00	0.0056%
6121	LAND AND BLDG. EXP.	\$52,864,000.00	2.4622%	\$47,818,144.00	2.1890%	\$45,193,122.00	1.9932%	\$45,068,682.00	1.9953%
6122	FURN. AND ARTWORK EXP.	\$2,847,000.00	0.1337%	\$2,223,282.00	0.1017%	\$1,773,790.00	0.0798%	\$1,701,300.00	0.0754%
6123	OFFICE EQUIP. EXP.	\$23,277,000.00	1.0630%	\$14,479,965.00	0.6626%	\$13,583,117.00	0.6008%	\$12,844,042.00	0.5600%
6124	GEN. PURPOSE COMPUTERS E	\$98,571,000.00	4.1588%	\$85,142,027.00	3.8986%	\$85,498,867.00	3.7899%	\$78,295,575.00	3.4688%
6211	ANALOG ELECTRONIC EXP.	\$58,448,000.00	2.7443%	\$44,612,721.00	2.0413%	\$40,329,303.00	1.7967%	\$39,438,738.00	1.7472%
6212	DIGITAL ELECTRONIC EXP.	\$34,484,000.00	1.6182%	\$37,911,756.00	1.7947%	\$47,348,360.00	2.0877%	\$54,902,637.00	2.4324%
6215	ELECTRO-MECHANICAL EXP.	\$2,231,000.00	0.1048%	\$751,278.00	0.0344%	\$382,360.00	0.0169%	\$23,186.00	0.0010%
6220	OPERATORS SYSTEM EXP.	\$238,000.00	0.0111%	\$1,285,907.00	0.0588%	\$1,294,553.00	0.0590%	\$2,377,950.00	0.1053%
6231	RADIO SYSTEMS EXP.	\$480,000.00	0.0225%	\$996,628.00	0.0442%	\$1,088,712.00	0.0473%	\$788,775.00	0.0341%
6232	CIRCUIT EQUIP. EXP.	\$47,804,000.00	2.2446%	\$48,966,304.00	2.1499%	\$48,840,747.00	2.0884%	\$47,698,940.00	2.1132%
6311	STATION APPARATUS EXP.	\$73,000.00	0.0034%	\$11,268,428.00	0.5168%	\$13,038,877.00	0.5778%	\$8,812,702.00	0.4302%
6341	LG. PRIVATE BRANCH EXCHAN	\$82,000.00	0.0039%	\$15,778,216.00	0.7220%	\$20,112,908.00	0.8911%	\$18,484,808.00	0.8186%
6361	PUBLIC TELE. TERMINAL EQUI	\$14,422,000.00	0.6772%	\$16,366,371.00	0.7484%	\$14,864,828.00	0.6497%	\$14,747,972.00	0.6534%
6362	OTHER TERMINAL EQUIP. EXP.	\$33,177,000.00	1.5578%	\$40,644,167.00	1.8989%	\$42,544,260.00	1.8949%	\$44,063,699.00	2.0378%
6411	POLES EXP.	\$4,402,900.00	0.2067%	\$4,618,086.00	0.2112%	\$5,384,810.00	0.2390%	\$4,988,295.00	0.2201%
6421	AERIAL CABLE EXP.	\$41,843,000.00	1.9647%	\$37,841,784.00	1.7224%	\$38,248,348.00	1.7389%	\$41,818,688.00	1.8527%
6422	UNDERGROUND CABLE EXP.	\$17,479,000.00	0.8207%	\$15,733,213.00	0.7189%	\$15,122,219.00	0.6700%	\$15,578,162.00	0.6901%
6423	BURIED CABLE EXP.	\$117,908,000.00	5.5061%	\$118,341,988.00	5.4180%	\$118,886,322.00	5.3018%	\$118,571,910.00	5.2532%
6424	SUBMARINE CABLE EXP.	\$15,000.00	0.0007%	\$24,792.00	0.0011%	\$189,554.00	0.0075%	\$82,698.00	0.0041%
6426	DEEP SEA CABLE EXP.							\$0.00	0.0000%
6428	INTRABUILDING NETWORK CA	\$33,875,000.00	1.5909%	\$30,777,731.00	1.4083%	\$29,322,130.00	1.2991%	\$1,211,658.00	0.0537%
6431	AERIAL WIRE	\$219,000.00	0.0100%	\$82,589.00	0.0024%	\$55,138.00	0.0024%	\$41,284.00	0.0018%
6441	CONDUIT SYSTEMS EXP.	\$4,913,000.00	0.2307%	\$3,588,368.00	0.1628%	\$3,025,142.00	0.1340%	\$3,018,498.00	0.1336%
6510	OTHER PROP. PLT. & EQUIP. E	\$(1,138,000.00)	-0.0536%	\$491,830.00	0.0225%	\$617,988.00	0.0274%	\$5,582,740.00	0.2473%
6531	POWER EXP.	\$7,395,000.00	0.3472%	\$7,267,878.00	0.3328%	\$8,495,218.00	0.3784%	\$11,328,188.00	0.5018%
6532	NETWORK ADMINISTRATION E	\$33,788,000.00	1.5859%	\$32,908,279.00	1.5012%	\$32,808,534.00	1.4403%	\$30,677,621.00	1.3691%
6533	TESTING EXP.	\$78,641,000.00	3.6940%	\$72,929,587.00	3.3370%	\$75,085,973.00	3.3257%	\$73,988,824.00	3.2740%
6534	PLANT OPER. ADMIN. EXP.	\$47,406,000.00	2.2289%	\$62,411,307.00	2.8558%	\$71,812,818.00	3.1727%	\$77,878,721.00	3.4803%
6535	ENGINEERING EXP.	\$99,804,000.00	4.4082%	\$99,499,021.00	3.9934%	\$82,948,102.00	3.9817%	\$78,182,180.00	3.5055%
6540	ACCESS EXP.	\$17,548,000.00	0.8240%	\$18,006,282.00	0.8239%	\$18,023,877.00	0.7968%	\$14,338,885.00	0.6353%
6561	TELECOMM. PLANT IN SERVIC	\$682,927,000.00	31.1275%	\$694,858,960.00	30.4220%	\$695,130,540.00	30.7989%	\$722,447,184.00	32.0071%
6562	PROP. HELD FOR FUTURE TEL	\$2,000.00	0.0001%	\$3,834.00	0.0002%	\$2,185.00	0.0001%	\$(87.00)	0.0000%
6563	AMORT. EXP. TANGIBLE	\$10,282,000.00	0.4818%	\$9,835,739.00	0.4409%	\$9,628,938.00	0.2306%	\$3,504,945.00	0.1553%
6564	AMORT. EXP. INTANGIBLE							\$0.00	0.0000%
6566	AMORT. EXP. OTHER	\$0.00	0.0000%	\$0.00	0.0000%	\$3,804,881.00	0.1686%	\$3,538,183.00	0.1700%
6611	PRODUCT MANAGEMENT	\$34,883,000.00	1.5984%	\$25,967,431.00	1.1898%	\$27,821,943.00	1.2193%	\$34,857,679.00	1.5013%
6612	SALES	\$36,158,000.00	1.6679%	\$82,790,414.00	2.4155%	\$85,284,197.00	2.4489%	\$83,703,332.00	2.8223%
6613	PRODUCT ADVERTISING	\$11,745,000.00	0.5516%	\$13,467,798.00	0.6136%	\$15,223,630.00	0.6745%	\$17,285,272.00	0.7680%
6621	CALL COMPLETING SERVICE	\$22,429,000.00	1.0631%	\$21,783,852.00	0.9964%	\$19,838,714.00	0.8934%	\$18,883,840.00	0.8233%
6622	NUMBER SERVICES	\$47,051,000.00	2.2080%	\$48,291,808.00	2.2097%	\$54,052,108.00	2.3947%	\$53,481,588.00	2.3855%
6623	CUSTOMER SERVICES	\$193,179,000.00	9.0708%	\$203,148,925.00	9.2964%	\$218,930,021.00	9.9051%	\$230,312,903.00	10.2037%
6711	EXECUTIVE	\$7,704,000.00	0.3617%	\$9,558,434.00	0.4511%	\$8,118,682.00	0.3687%	\$8,843,883.00	0.3918%
6712	PLANNING	\$3,242,000.00	0.1522%	\$2,877,488.00	0.1225%	\$2,210,895.00	0.0979%	\$2,848,195.00	0.1173%
6721	ACCOUNTING AND FINANCE	\$28,683,000.00	1.2467%	\$27,104,325.00	1.2402%	\$29,577,432.00	1.3104%	\$30,828,844.00	1.3689%
6722	EXTERNAL RELATIONS	\$21,308,000.00	1.0006%	\$24,418,785.00	1.1174%	\$24,024,623.00	1.0644%	\$22,928,408.00	1.0157%
6723	HUMAN RESOURCES	\$23,134,000.00	1.0882%	\$21,312,413.00	0.9782%	\$24,142,815.00	1.0808%	\$22,583,733.00	0.9992%
6724	INFORMATION MANGEMENT	\$80,007,000.00	2.3481%	\$88,218,747.00	2.7096%	\$81,941,567.00	2.7442%	\$73,670,891.00	2.2639%
6726	LEGAL	\$7,716,000.00	0.3623%	\$7,773,636.00	0.3567%	\$9,161,582.00	0.4059%	\$11,221,824.00	0.4972%
6728	PROCUREMENT	\$16,704,000.00	0.7374%	\$14,200,557.00	0.6496%	\$13,535,871.00	0.5997%	\$13,275,188.00	0.5841%
6727	RESEARCH AND DEVELOPMEN	\$6,318,000.00	0.2967%	\$8,700,213.00	0.3991%	\$9,334,877.00	0.4131%	\$10,055,487.00	0.4455%
6728	OTHER GENERAL AND ADMIN.	\$98,080,000.00	4.6044%	\$114,483,240.00	5.2370%	\$101,849,208.00	4.8034%	\$115,435,463.00	5.1142%
TOTAL OPER. EXP.		\$2,129,717,000.00	100.0000%	\$2,185,486,558.00	100.0000%	\$2,257,145,157.00	100.0000%	\$2,323,320,890.00	102.9318%

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DEFERRED ASSETS

- C & L calculated percentage change (4th year of 10 year amortization period) which corresponds to percentage change in the account. This deferral was authorized by the PSC.

- (4) The increase in Account 1439.9900-"Other Miscellaneous Charges-Disbursements" in FL is due to the Price Cap Order on Reconsideration released 4/17/91. This order prescribed that the depreciation reserve deficiency and inside wire amortization that expire during a tariff year should be normalized over the tariff year and not booked on a calendar year basis. The normalization is done by using account 1439 to defer 1/2 of the expiring amortization to the following calendar year.

Accounts 4030 and 4040 increased due to an increase in access lines.

Account 4060 decreased due to eliminations of renewals of computer leases. C & L verified 29% decrease in this account.

Account 4010 Accounts Payable to Affiliated Companies:

The wide fluctuations between affiliated companies are due to the reorganization and the billing between companies. The increase in Accounts Payable to BCI due to the transfer of employees from Southern Bell to BCI.

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Southern Bell
Balance Sheet Flux Analysis - Per Coopers & Lybrand
TVE 12/31/91

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6/29/92

COMPANY: SOUTHERN BELL
TITLE: BALANCE SHEET FLUX ANALYSIS-PER C & L
PERIOD: TEST YEAR ENDING 12/31/91
DATE: JUNE 29, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #:

- (3) Accounts Payable to Non-affiliated Companies- amounts to NECA Settlements. This amount decreased due to the elimination of NECA.
- (D) 4010.5000 Miscellaneous Vouchered Items-will fluctuate due to voucher activity at the end of the year. The balances in these accounts represent money identified as a payable, but not further categorized into the proper payable account.
- (E) 4010.9000 Florida decreased due to a decrease in the accrual for Old Age Survivors Disability Insurance.

ACCRUED INCOME TAXES

- (C) The accrual for Property taxes has increased due to a timing difference. In the past payments have been made by the end of the year. This year they were not paid until the beginning of 1992.

OTHER ACCRUED LIABILITIES

- (B) Account 4120.2000 Accrued dividends agrees 100% of the Net Income for 11/91. C & L agreed to the Board of Director's minutes for 12/91.
- (C) Accrued wages Account 4120.5000 decreased due to timing difference. There was an additional days accrual in 1990; therefore, 1991's accrual is less.

OTHER LIABILITIES AND DEFERRED CREDITS

Account 4320 decreased due to the repeal of the I.T.C. and related amortization of that credit.

F01E01W 000018

P3

Southern Bell

FLUX Analysis- N.O.I- Per Cooper's & LYBRAND

TYE 12/31/91

YML
6/29/92

COMPANY: SOUTHERN BELL
TITLE: FLUX ANALYSIS PER COOPER'S AND LYBRAND
PERIOD: TEST YEAR ENDING 12/31/91
DATE: JUNE 25, 1992
AUDITOR: GABRIELA LEON
WORKPAPER N:

Added back \$1.4 million of EAS reduction not to account for it twice.

(A) and (B) change in Secondary Central Office features (call waiting forwarding).
(C) and (D) change in nonrecurring charges hook-up fees.
Accounts 5060.4000 and change in account 5040.000.
(E) Change in EAS.

16 (A) South Carolina.
(B) the total changed in all states.
(C) the total changed in all states.
20 (D) the total changed in all states.
(E) highest change in Georgia.

INTERSTATE ACCESS-decreased 36.5 m.

	1991	1990	CHANGE	% CHANGE
FL	686.1	721	-34.9	4.84050%
GA				
NC				
SC				
	1567.1	1603.6	-36.5	2.27613%

(A) The following accrual was made by Corporate Matters on the FR Basis.
Accrual is for anticipated sharing of interstate earnings for year 1991
under price cap regulation.

(B) Final settlement with certain interexchange carriers for 1987-1988
Interstate Overearnings booked in May. Effect by State:

	BNI	FR (CDPS)		
MR 4193A	Adj. State	Overearnings		
Corp. Matters	Rev. Office	Accrual Reversal		
Dr. Acct.	Dr. Acct.	Corp. Matters		
5082.1410	5082.1410	Cr. Acct.	Net Effect	
		5082.1410	Cr. 5082.1410	
\$11,526,451.00	\$1,382,831.00	\$20,090,456.00	\$7,181,174.00	FLORIDA

F01B01W 000019

7-5

Southern Bell

Flux Analysis- N.O.I- Per Cooper's & LYBRAND

TYE 12/31/91

JMD
6/29/92

COMPANY: SOUTHERN BELL
 TITLE: FLUX ANALYSIS PER COOPER'S AND LYBRAND
 PERIOD: TEST YEAR ENDING 12/31/91
 DATE: JUNE 25, 1992
 AUDITOR: GABRIELA LEON
 WORKPAPER #:

(C) Decreases in the amount of revenues received from NECA.

(D) True-ups" in accruals for 87-88 Interstate Overearnings 1991 Price Caps and Aggregate Tariffs Revenue Transfer were made in November. The Aggregate Tariffs entry made by each State Revenue Office.

FR (COPS)	State Acctng.		
87-88 Interstate	Office-Aggregated		
1991 Price Caps	Tariffs		
Dr. Revenues	(Cr.) Revenue	Total	
\$82,000.00	(\$711,000.00)	(\$629,000.00)	FLORIDA

(E) Florida Accounting Office made a correction of the primary In-exchange carrier charge in 1/90. The charge had previously been booked to interstate only. The correction entry of \$4.4 million will result in a decrease to interstate revenue and an increase in intrastate account 5084.9100.

(F) Accruals made in 12/89 for certain AT & T claims were reversed in 5/90 by Corporate Matters due to settlements occurring.

(G) A settlement payment was made to Sprint concerning 87/88 interstate overearnings issue. The payment will be reflected on each states revenue journals via a transfer from disbursements. Corporate Matters previously in 87-88 accrued for the overearnings on an FR Basis and will reverse the FR via COPS which will result in no impact on an FR Basis.

INTRASTATE ACCESS REVENUE-decreased 12.7 million

FL
33 GA
34 NC
35 SC

1991	1990	CHANGE	% CHANGE
248.4	262.1	13.7	5.515302
511.8	524.5	12.7	2.481442

(A) Effective 10/1/90 FL PSC ordered annual reduction in access revenues.

F01B01W 000020

P3

7-5

YMW
6/29/92

P_c

11
12
13

7-15

THE ALLENDALE WARREN PRINTING COMPANY BROADVIEW, ILL. (312) 345-1977

Southern Bell
Flux Analysis - N.O.I - Per Cooper's & LYBRAND
TYE 12/31/91

JMM
6/29/92

COMPANY: SOUTHERN BELL
TITLE: FLUX ANALYSIS PER COOPER'S AND LYBRAND
PERIOD: TEST YEAR ENDING 12/31/91
DATE: JUNE 25, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #:

October 1991 BILLING AND COLLECTING REVENUES
Dr. 5270.1000

FL \$706,070.00

(C) The Martha Granish letter 12/3/91 to Revenue Office Operation Manager covered transfers of Billing and Collecting Revenues from Georgia to Florida and North Carolina. Entries should have been made by the involved state Revenue Offices in the amount:

November 1991 BILLING AND COLLECTING REVENUES

FL (\$3,770,364.00)

AT & T beginning to perform their own billing services through their computer systems.

(D) According to Doug Smith letter of 12/5/91, Southern Bell accrued an additional \$1,842,267 to the Bad Debt Reserve for Recourse Sales with BellSouth Financial Services. The accrual Dr. to non-regulated revenues.

November 1991 Dr. Non-regulated Revenue
Acct. 5280.2081

FL \$1,031,670.00

(E) J.R. Norton letter 10/2/91 to state cost offices advised of a write-down to market value for materials held as CPE Maintenance field stock. Write down debit to Revenue.

September 1991 Dr. 5280.XX70

FL \$490,424.00

Account 5280-non-regulated revenues increased in FL and GA because of increases in revenues from inside wire service plans, and increased sales of PBX-public branch exchange and its enhanced warranties in GA.

- (1) Directory revenue increased due to the increase in business volume.
- (2) Rent revenue increased due to the true-up of regulated billing factors.
- (3) Increases in Florida other incidental regulated revenues is due to the fact that accumulated potential revenue refund accruals relating to the 1988 rate stabilization order had been booked against this account (5264). In November, refunds issued to ratepayers for amount due since 1989. This money was ordered as a reduction of local service revenue rather than miscellaneous revenue. Thus, the earlier accrual to this account was reversed.

FO1B01W 000022 P5

7-5

YMA
6/29/92

7-5

Y.M.A.
6/29/92

41

42

43

7-5

THE JEFFERSON WARREN PRINTING COMPANY BROOKLYN N.Y. (212) 348-877

YML
6/29/92

BSSI billed the following amount to Southern Bell for VEER 1991.

FL \$2,677,919.00

FL	(\$2,257,576.00)	(\$2,755,815.00)
----	------------------	------------------

October 91 closeout

FL \$262,343.00

November closeout

FL	\$4,060,000.00
----	----------------

FO1B01W 000026

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7-5

THE PLANTERS MARKING PRINTING COMPANY, BROOKLYN, N.Y. (212) 348-7871

Y M K
6/29/92

MISCELLANEOUS ENTRIES TO ACCOUNT 6720

FL	\$1,153,770.00
----	----------------

RC J06000000	Interest	
Account 6728.1300	Income	Total
FL	(237,410.00)	(263,976.00) (501,386.00)

August 1991	FL	\$1,492,529.00
-------------	----	----------------

Cr. Account 8701 Cr. Account 6728.1900 J0000000

FL	\$718,166.00	\$265,745.00
----	--------------	--------------

J00000000 Cr. Account 6728.9000

FL \$240,251.00

F01B01W 000027

7-5

YML
6/29/92

OTHER OPERATING TAXES - Account 7240

- ### NON-OPERATING INCOME-EXPENSE

FO1B01W 000028 711

[illegible]

TYE 12/31/91

YMH
6/29/92

(F) Accrued interest related to the income tax contingency; these amounts reflect the settlement of various amended state income tax returns 1977-1989.

(G) Decrease in accrued interest related to tax contingencies.

(H) \$3.3 million decrease in 1987 Florida interest from overearnings in 1987. \$3.8 is the payment of interest of the interest during the Florida refund.

Income taxes were "true-up" during the October business. Florida reduction to income tax expense \$602,000.

F01B01W 000029

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7-5

THE FURNITURE WAREHOUSE PRINTING COMPANY BROOKLYN N.Y. (212) 545-1787

YMLU
6/29/92

INCOME STATEMENT-FLUX ANALYSIS

SOURCE: BELLSOUTH REPORT NO. 1

LOCAL SERVICE REVENUES-increased 53.5%

	1991	1990	CHANGE	% CHANGE
FL	1229.5	1229.9	-0.4	-0.032534
GA				
NC				
SC				
	3001.5	2948	53.5	1.782443

11/90 Balances

	FL	GA	NC	SC
22	1229.9			
	ACCESS LINE			
	GROWTH	29.18		
25	RESIDENTIAL	9.3		
26	BUS. COMMERCIAL	15.9		
27	PUBLIC PHONE	0.4		

- 29
- (A) Overall there was an increase in SC due to touchtone rate reduction in the amount of
 - (B) Secondary features changes found in RR4 by State in Account 5060-1000.
 - (C) Non-recurring charges found in RR4 (FR Basis) by State. Take actual changes in the account because of difficulty in finding a common denominator.
 - (D) Private line revenues- increased as a result of revenues adjustment from toll to local and from other local service revenues.
Opposite effect on toll.
 - (E) EAS-Extended Area Service allows customers to pay a monthly recurring charge for unlimited calls to a locale that was previously long distance.

F01B01W 000030

[illegible]

Southern Bell Telephone & Telegraph
Notes on Board of Directors' Minutes

TYE 12/31/91

LYM:W
5/18/92

January 22, 1990

Resolved:

Harvey R. Holding be elected a Director of the Company and designated a member of the Executive Committee of the Board.

In carrying out the Company's construction program Mr. Snelling presented a summary dated 12/19/89 showing by Areas, individual estimates for gross additions of \$214,473,568. The total gross additions authorized by the Board of Directors for this and subsequent years amounts to \$2,303,700,000.

1989 Current construction program is \$1,797,400,000 of which \$1,858,800,000 including amounts submitted this month has been authorized to date.

The estimates presented to the Board were approved.

Mr. Snelling presented a summary as of 1/16/90 showing by Areas, individual estimates providing for gross additions of \$49,335,292. Including this the total gross additions authorized by the Board for this & subsequent years amounts to \$2,399,100,000.

Current construction prog. for 1989 is \$1,797,400,000 of which \$1,882,300,000 has been authorized to date.

The summary also included completion reports of authorized work in the amount \$117,361,821 for acceptance by the Board.

The estimates included in the summary were authorized by the Board.

1/90 - a dividend of \$60,290,000 to Bell South Corp. was authorized by the Board (75% of Dec. Net Income) as of 1/1/90

FO1B01W 000031

Southern Bell Telephone & Telegraph
Notes on Board of Directors' Minutes

TYE 12/31/91

LMK
5/27/92

January 22, 1990- con't

A Net Income Commitment for 1990 in the
amount of \$970,000,000 was approved for determining
the 1990 Executive Short Term Awards.

F01B01W 000032

Southern Bell Telephone & Telegraph
Notes on Board of Directors' Minutes

FYE 12/31/91

LMC
5/27/92

February 26, 1990

President: B. F. Skinner R. K. Snelling, Executive Vice Pres.

February 20, 1990 - individual estimates in gross additions of \$44,755,877. \$570,500,000 (including the \$44,755,877) is the amount authorized by the Board of Directors for this and subsequent years.

1990 Current Construction Program is \$1,842,300,000 of which \$565,800,000 including amounts submitted this month has been authorized to date.

Completion reports of work authorizations previously approved of actual gross additions of \$260,105,314 (in acceptance by the Board). The amounts expended pursuant to these completed authorizations were 6.2% more than the amounts authorized.

A dividend of \$77,619,000 (85% of January Net Income) from S. Bell to BellSouth Corp. was authorized by the Board, payable 3/1/90.

The Corporate Public Policy Committee approved a donation of land to Miami Dade Community College valued at \$91,000.

March 26, 1990

March 20, 1990 - Summary on Construction Program

Gross additions \$208,981,364. Including these, the total gross additions authorized by the Board for this & subsequent years amounts to \$783,000,000.

1990 Current Const Program is \$1,842,300,000 of which \$765,900,000 including amounts submitted this month has been authorized to date.

Actual gross additions of work authorized in the amount of \$3,427,708 to be accepted by the Board. The amounts expended under these completed authorizations were less than the amounts authorized by 3.6%.

Southern Bell Telephone & Telegraph
Notes on Board of Directors' Minutes

TYE 12/31/91

LM4
5/26 92

A dividend of \$68,063,000 ^{to Bell South Corp} (85% of February Net Income) was authorized by Board of Directors payable 4/1/90.

A dividend of 85% of March Net Income from So Bell to Bell South Corp on 5/1/90 was authorized by the Board.

MAY 14 1990

April 17, 1990 Summary of Construction Program showed individual estimates for gross additions of \$42,936,334. \$820,900,000 - total gross additions authorized by the Board for this and subsequent years (including \$42936

Current Construction Program for 1990 - \$1,842,300,000 of which \$799,000,000 including amounts submitted this month has been authorized to date

Completion reports of work authorizations previously approved actual gross additions made of \$88,670,994 for acceptance by the Board. The amounts expended were less than 2.0% of the amounts authorized.

MAY 11, 1990 Summary of Const. Program

estimates for gross additions of \$47,164,328. Including these, the total gross additions authorized by the Board of Directors for this & subsequent years amounts to \$868,100,000.

1990 Current Construction Program is \$1,842,300,000 of which \$842,700,000 including amounts submitted this month has been authorized to date

Work authorizations previously approved - actual gross additions made of \$509,499,896 for acceptance by the Board. These authorizations were less than the amounts authorized by 2.9%.

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Southern Bell Telephone & Telegraph
Notes on Board of Directors' Minutes

TYE 12/31/91

U.M.L.
5/26/92

The Board authorized a dividend of \$59,985,000 paid to BellSouth Corp on 5/1/90. This dividend represents 85% of the March Net Income of \$70,570,000.

A dividend of \$67,442,000 (85% of April Net Income) from S.B. Bell Operations payable to BellSouth Corp on 6/1/90, was authorized by the Board of Directors.

JUNE 25, 1990

The Company's plan for issuing up to \$200,000,000 of Debt Securities was renewed by the Board.

The Board's resolution of 6/26/89 authorized raising up to \$500,000,000 of Debt Securities by the Company. The Company issued Long Term Debentures in the principal amount of \$300,000,000 designated as the Company's 40 year 8 1/2% Debentures due 2/1/29.

The authority of the Company to issue the remaining \$200,000,000 of Debt Securities as authorized by the Resolutions of the Board on 6/26/89 is extended until 6/30/91.

JUNE 19, 1990 - Summary of Construction Program

Individual estimates providing for gross additions of \$214,443,547. Including these the total gross additions authorized by the Board of Directors for this & subsequent years amounts to \$1,078,000,000.

Current construction program for 1990 is \$1,842,300,000 of which \$1,035,900,000 including amounts submitted this month has been authorized to date.

The Summary also included completion reports of work authorizations previously approved, representing actual gross additions made of \$114,995,006 for acceptance by the Board. The amounts expended under these completed authorizations were less than 3.4% of the amounts authorized.

U.M.L.

Southern Bell Telephone & Telegraph
Notes on Board of Directors' Minutes

19E 12/31/92

E.M.Y.

5/26/92

The Board authorized a dividend of \$69,116,000 (85% of May Net Income) from Southern Bell operations payable to BellSouth Corp. on July 2, 1990.

The Corporate Public Policy Committee approved a contribution of \$100,000 to be paid over five years to Furman University.

JULY 23, 1990

JULY 17, 1990 Summary of Construction Program

estimates for gross additions of \$41,556,981, including these, the total gross additions authorized by the Board of Directors for this and subsequent years amount to \$1,113,300,000.

The current construction program for 1990 is \$1,842,300,000 of which \$1,066,500,000 including amounts submitted this month, has been authorized to date.

The work authorizations previously approved actual gross additions made of \$74,351,081 for acceptance by the Board. The amounts expended under these completed authorizations were less than the amounts authorized by 0.6%.

The Board of Directors authorized a dividend of \$69,529,000 (85% of June Net Income) from So. Bell operations payable to BellSouth Corp. on August 1, 1990.

The Board will not meet in August 1990. A dividend of 85% of July Net Income from So. Bell operations payable to BellSouth Corporation on Sept. 4, 1990 was authorized by the Board.

It was authorized by the Board that amendments to the BellSouth Corp. Supplemental Executive Retirement Plan, the BellSouth Unqualified Deferred Compensation Plan and the BellSouth Corporation Executive Long Term Incentive Plan to extend

Southern Bell Telephone & Telegraph
Notes on Board of Directors' Minutes
TYE 12/31/91

umc
5/26/92

eligibility for full benefits under such plans to participants who are aged 62 + have 10 years service or more.

Salary increases aggregating \$25,000 annually effective August 1, 1990, as per schedule submitted to the meeting, were approved.

Effective 9/1/90 D. Billie Ray Jr. - elected Vice President of the Company + assigned to Tier III of the Executive Salary Group.

W. Harold Belinger, V. P. - Network - SA/NO/SC assigned the duties of V. P. - Network Staff at Company Headquarters and assigned to Tier IV of the Executive Salary Group.

D. L. (Don) Strommen elected Vice Pres. of the Company + assigned to Tier IV of the Executive Salary Group.

SEPTEMBER 24, 1990

August 31, 1990 Summary of Construction Program

individual estimates providing for gross additions of \$80,816,263. Including these the total gross additions authorized by the Board of Directors for this + subsequent years amounts to \$1,194,900,000.

1990 Current Construction program is \$1,842,300,000 of which \$1,32,100,000 including amounts submitted this month, has been authorized to date.

The Summary also included completion reports of work authorizations previously approved of actual gross additions made by \$264,199,341 for acceptance by the Board. The amounts expended were less than the amounts authorized by 3.1%.

A Summary as of September 18, 1990 showed gross additions of \$243,85,079. Including these total gross additions authorized by the Board

Southern Bell Telephone & Telegraph
Notes on Board of Directors' Minutes

198 12/31/91

YML

5/26/92

for this & subsequent years amounts to \$1,438,000,000

1990. Current Construction program is \$1,942,300,000 of which \$1,342,300,000 including amounts submitted this month has been authorized to date.

Completion reports of work authorizations previously approved representing actual gross additions made of \$70,094,608 was acceptance by the Board. The amounts expended were less than the amounts authorized by 0.8%.

A dividend of \$65,062,000 was paid to BellSouth Corp. on 9/4/90 which represented 85% of July net income of \$76,544,000.

The Board authorized a dividend of \$62,908,000 (85% of August net income) payable to BellSouth Corp. on 10/1/90.

The Corporate Public Policy Committee approved a contribution of \$100,000 to the Fla. International Festival in University Park, Fla. The money will be paid as follows: \$25,000 in 1990, \$50,000 in 1991 and \$25,000 in 1992. The contribution will support the Festival's prog. by sponsoring the attendance of 25 High School music students from the four-state area.

A ^{proposed} charitable contribution by the Co. charged to account 7370.0000 to the United Way of Metropolitan Atlanta, Atlanta, Georgia in an amount not to exceed \$75,000 was authorized by the Board.

A proposed charitable contribution charged to account 7370.0000 made to the United Way of Central Carolina, Inc. Charlotte, NC in an amount not to exceed \$160,000 (to be paid entirely in 1991) is approved.

Southern Bell Telephone & Telegram
Notes on Board of Directors' Minutes

TVE 12/31/91

UMK
3/26/92

A) proposed charitable contribution by the Co. chargeable to Acct 7370,2000 to be made to the United Way of Broward County, Ft. Lauderdale, FL in an amount not to exceed \$138,600 (paid entirely in 1991) is approved.

Charitable Contribution - United Way of D.F. 71 Jacksonville, FL - in an amount not to exceed \$120,000 (paid in 1991).

Charitable Contribution to United Way of Dade County, Miami, FL in an amount not to exceed \$332,000 (paid in 1991).

October 22, 1990

A Service Technician was killed while installing service for a customer in Jacksonville.

October 16, 1990 Summary of Construction Program - gross additions of \$90,874,825. Including these, the total gross additions authorized by the Board of Directors for this & subsequent years amounts to \$1,403,800,000.

1990 Current const. prog. for 1990 is \$1,842,300,000 of which \$1,387,000,000 including amounts submitted this month has been authorized to date.

Completion reports of work authorization previously approved - gross additions made of \$64,711,236 for acceptance by the Board. - The amounts expended were less than the amounts authorized by 2.4%.

A dividend of \$43,756,000 (85% of Sept. net income) from So Bell operations is payable 11/1/90.

U p.9

Southern Bell Telephone & Telegram
Notes on Board of Directors' Minutes

74E 12/31/91

MM4
5/26/92

November 6, 1990

The BellSouth Board of Directors had recommended and approved a special early retirement option for eligible managers employed by and entitled to participate in the BellSouth Management Pension Plan.

Managers who have 5 or more years of service will be credited with an additional 5 years of age & service for the computation of their pension benefits. The additional age & service credited will not be used to determine eligibility for a service pension. For managers with 30 or more years of actual service the plan will waive all discounts.

Managers who are currently eligible for a service pension below receiving the 5 year age and service credit described above, will receive a payment equivalent to 5% of their base pay times years of service not to exceed 100% of base pay - minus the discounted present value of the increase in pension benefits if they (A) return their forms to the Company by 2/31/91, and (B) agree to remain on the P/R until released by the Company, which release date will be no later than 4/30/91.

November 26, 1990

Nov. 20 1990 SUMMARY ON CONSTRUCTION PROGRAM

- gross additions of \$243,635,523. Including these the total gross additions authorized by the Board for this & subsequent years is \$1,747,000,000.

The current construction program for 1990 is \$1,842,300,000 of which \$1,427,700,000 including amounts submitted this month has been authorized to date.

Completion reports of work authorizations previously approved - actual gross additions made of \$243,418,363. The amts. expended were less than the amts. authorized by 3%.

Southern Bell Telephone & Telegraph
Notes on Board of Directors' Minutes

FYE 12/31/92

lim4
5/26/92

A dividend to BellSouth of \$59,393,000 (85% of Oct. Net Income) on 12/3/90

No meeting will be held in Dec. 1990.

A dividend of 85% of Nov. Net Income from So Bell to BellSouth Corp. on 1/2/91

Charitable contributions for 1991 in an amount not to exceed \$7,900,000 approved.

Amendments to the promotion rules within the BellSouth Executive Short Term Incentive Plan, to allow prorated awards in monthly installments based on one day of service in the last month of employment during the first 3 months of plan year 1991 were approved.

Salary increases aggregating \$165,500 annually as of 1/1/91 were approved.

S B T
Board of Directors Minutes
1991

fw
5/18/92

Rudolf-Knight 20th Minutes

May 28, 1991 - Construction program 12/18/90 distributed
gross additions of \$352,898, 657 Total additions
including those approved in previous periods
\$2,134,900, 000

Actual add. made 1.1% less than approved
For 1991 estimated additions \$6,727,212 plus subseq
periods approved \$2,230,300, 000

No Key services, results indicate missed (KSR)
Dividend of \$89,837,000 paid to BellSouth (85% of
Net Net Inc) - approved full Dividend at 85% of
Net for production

6/25, 1991 - Gross additions est. \$68,531, 777, plus
Subsequent years \$489,300, 000

Program for 1991 is \$128,150,000 - after \$485,400, 000
has been authorized to date
Units actually completed were 29.9% higher than
authorized

Dividend of 100% of Gen. Net Income approved
Copies Report submitted - no problems

Charitable Contribution be made & charged to
Cost \$370.00 - to Wake Forest University in
Winston-Salem, NC. \$30000 - 1992, 40000 in 1993,
40000 in 1994, 40000 in 1995

Sponsorship by co charged to 6728.9 - Carolina
Partnership 2000, Charlotte - 187500
between 1991-1995

Some officers were excluded from having
Dept of Defense clearance - J B Ray, L 2
Scholar, Dr Strickmeyer E CE Swearingen

Amend By Laws - Composition of Board - no more than
30 people

Shirley D. Bailey - co-chairman - Alkerman
President - Newark - Jackson - Group Pres
Services, BellSouth Regulatory
Drummond N.Y.

Bew

S B T
Review of Board of Directors Minutes
1991

Kus
5/18/92

May want key service award :- ?

Short Term allwado commitment 1991 - \$909,000,000

Key Service Awards - payout at 88% of standard level

March 25, 1991 - new officers elected

Discussion on restructuring telephone operations

Met 100% of KRI's

Estimated additions at \$199.1 million & w/ subreg. for approval \$267.6 mil.

MR current gross cost program \$1681.5 million
Completion reports should actual exceed
Authorized by 16%.

Dividends will be declared weekly - 5
working days prior to the 1st of each month
from 75% - 100%
as determined by the co-chairman

Directors who are not officers of the
Co or of an affiliate shall be paid
\$18000/yr payable quarterly & an
additional \$2000/yr if serving
as Chairman of a committee.
They will also be paid \$800 for each
meeting (also committee meetings) &
be reimbursed for expenses.

Employee Benefit Committee & Remuneration
Committee established. Members
Selected by Bd of D's or co-chairman

April 1991 - No meeting was held.

Executive Committee Meeting 4/30/91

Authorization to prepare documents, contract
indemnity insurance, retain agents etc.
to obtain consent from debenture
holders to authorize merger of
S. Central, Southern Bell & BellSouth
Services.

SBT
Review of Board of Directors Minutes
1991

KAS
5/18/92

Mergers costs in 1991 - recurring -

May 30, 1991

Dividends 100% of Net Income for April &
May Div.

No KSR1 misses

\$3,517 m for April & 3786 m for May, approved
construction budget
total 1991 budget for const 1681.5m
8% less than authorized were completed

* Approved \$85000 subscription to the Raleigh
Chamber of Commerce

Mergers discussed - Name change recommended

Standard & Poor's & Ruffe & Phelps determined
merger would not have material
impact on credit rating

Concent Solicitation Statements resubmitted.

May 31, 1991. (American Transstock - Valuation
Agent)

Officers authorized to execute assumption
of liability
New officers elected

Net Inc. Commitment for short term
Incentive Awards \$2560 mil

Revised KSR1's because of Reorg.

Reviewed interest rates for Non Qualif Def
Pension Comp. Plan

"VEER" - Volunt. Enhanced Early Retirement
Program - age + yrs of service = 60.5
as of 6/1/91. Immediate
service pension or lump sum of
present value of retirement plan

Bp.14

SBT
Review of Board of Directors Minutes
1991

KW
5/18/92

June 24, 1991 - issued ^{40%} \$200,000,000 of Debt Securities
Dividend 100% of prior mths net income
Gross additions est at 391.3m, total all \$749.9m
current 1991 const prog estimate \$1681.5m
a 4% over authorized

Plans for changing Marketing Structure

Premiere Sales org from SCB & SB are
going to be Bell's Comm Inc (BCI)
BCI will go from BellSouth Ent to
BellSouth Bells-Spectrum

Also Data serv. Inc. will be transferred
1/92.

July 22, 1991

No KSR1 moves

Additions estimated at \$45.2 million
total prior prog \$795.1

Actuals were .4% less than approved

Contributor to New Am. Schools Devel.
Corp (NASDC) \$400,000 - 3 installments
beg 1992

Executive Comm

Aug 16, 1991 - Change in Officers

Aug 91 - no General Meeting

Sept 23, 1991 - Have solicited holders of 66 2/3%
of debentures to consent to amendment
for merger

Approved internal audit program

Dividends paid Aug & Sept Based on 100% of Net Inc

KSR1 - 2 moves in state for Transfer Rate

1992 Construction Budget of \$1649.9m

\$45m additions Aug & \$392.4 for Sept

Actual over authorized 310M Aug & 8% Sept

8 p. 15

SBT
Review of Board of Directors Minutes
1991

KW
5/18/92

x. Sponsorship charged to 6728.9 Atlanta Chamber of Commerce - \$200,000 over 5 yrs (4000 each)

Contributions ch. to 7370.2:

Univ. of N. Carolina	\$30,000/yr 5 yrs
United Way Atlanta	\$47,000 in 1992 - not to exceed
United Way Carolinas	100,000 in 1992 - not to exceed
" S. Carolina	110,000 " " " "
" Broward	134,300 " " " "
" NEFL	125,000 " " " "
" Dade City	34,300 " " " "

Contract Settlement between NYNEX & CWA discussed

Oct 28, 1991 100% of NOI - Dividend, no KSR1 misses
Addition estimate \$54.9M
Actual additions were 7% less than authorized

Nov 25, 1991 - Issued LTD of \$300,000,000 at 8 1/2% - 40 yrs due Aug 1, 2029
Agmt. between Co and State 1992
Dividend at 100% of net inc.
No KSR1 misses
Addition Est \$335.5M
Actual less than authorized by 5.5%

Contributions Approval Limits Set:
State Div Pres. \$30,000
Group Pres Reg Ext. Off \$75,000
Chairman & Chief Exec. Officers \$150,000
Corporate Public Policy \$200,000
BoD D's exceeding \$200,000
1992 charitable contributions not to exceed \$7,827,200 to acct 7370.2

New Bylaws included
Reappointed officers
(EXCEI) Exceeding Cost Expectation Levels used for determining 1992 Exec. Comp
Approved standard award levels for Short Term Incentive Plan

8 p. 16

SBT
Board of Directors Minutes
1992

KW
5/20/92

1/27/92

12/31/91 SCSB merged to SBTET & name changed to BS Telecomm., Inc.
Also Palace & BS Comm. Systems Inc. sub now of Bell's Bus Systems Inc. Restate Articles of Inc.
Board authorized to issue remaining \$200 mm debt until 6/30/92
Suggested issuing \$800 mm new debt to ^{for 91/92} reference ^{in 91/92} of the outstanding debtures
Approved to do so when economic factors permit by 5 officers acting together
shall not be sold for less than 95% of principal amt
Treasurer now authorized to incur short term borrowings not in excess of 10% of capitalization unless cash scheduled mt. in LTD within 12 mths in amt to reduce STD to 5% of Cap.
Also increase from 10% to 15%
Unsecured promiss. notes can use personal signature
New resolutions on borrowings override 1/25/88
Treasurer can invest in US obligations less than 24 mths, indirect US obli. less than 24 mths, time deposit of bank less than 90 days, Commercial paper less than 270 days, short term obligation no more than 90 days of BS Corp.
Approved amt to be determined by the pres.
Certif of deposit less than 12 mths & approved by treasurer.
Also can call any of these Superordinate Res of 4/27/91
Addition cost at 227.7 for SB \$
\$89.8 m BSTel. Inc. for 1992
Total 1992 add. for 1992 SB \$ 1902.3
Estimated add 1992 SB \$ 1684.5 mil
Actual prior with 3.7% less than actual.
No KSR1 misses
Dividend 100% of NT prior mlt

2/24/92 C&L Report presented
 Dividend 100%
 Additions exceeded authorized by 6.7%
 Executive LT Incentive Plan
 compares Co annualized shareholder
 return to the avg annualized shareholder
 return of a selected peer group.
 Use unweighted avg to avoid largest
 of the co's having a disproportionate
 effect on results retroactive to the 1991-
 1995 period.
 Extended exercise period for 1992 st options
 from 3 to 5 yrs. grant date changed
 to 3rd Wed of month of 1st trading day
 established short term operating awards
 3/23/92 Shareholder meeting - elected Directors
 3/23/92 Board meeting
 Amended Bylaws
 Changed custody of stock records from Treas
 to Secretary
 Elected officers
 Executive Committee now 4 members/guam
 Ackerman, Brown, Day, Hillestedt,
 Mosher & Skinner.
 Extended authority to issue \$200mm
 in debt until 12/31/93
 Dividend at 100% of NI
 Est. add \$430.3mm. Total m/c cost
 from 1992 \$2881.2mm
 Actual less than estimated 2% less
 Do EXCEL moves
 Proposed charitable contributions \$13,383,493
 5% increase over budget
 1992 Board meetings changed to 7
 Attempt to match executive pay to
 company performance
 Cadline can't be released because he
 is not Director B.S Corp
 For petition to offer 3 digit dial code
 for info services

COMPANY: SOUTHERN BELL TELEPHONE AND TELEGRAPH
 TITLE: INTERNAL AUDIT LOG
 PERIOD: TEST YEAR ENDING 12/31/91
 DATE: APRIL 22, 1992
 AUDITOR: GABRIELA LEON
 WORKPAPER #: 9

pw 11/11/92

DESCRIPTION	AUDIT NUMBER	AUDIT DATE	
* DIRECTORY ADVERTISING UPDATES TO CRIS Bapco-Publishing; BSS-Information Systems; SBT-Comptrollers	G10-13-71-R-SAF	FEBRUARY 1991	P ₁
* PART 64-JOINT COST ORDERS INCIDENTAL ACTIVITIES BTO-Comptrollers, Treasury	G10-36-03-A-S ✓	MARCH 1991	P ₃
* CARRIER ACCESS BILLING SYSTEMS-RATE ELEMENTS BTO-Comptrollers, Data Systems, Interexchange Carriers Division, Regulatory & External Affairs	G10-14-15-A-S ✓	MARCH 1991	P ₄
* FEDERAL POLITICAL ACTION COMMITTEE All SBT PAC Committees	G10-64-01-A-S ✓	JUNE 1991	P ₂₀
* EMPLOYEE PERSONNEL RECORDS BSC-Human Resources, BTI-All Departments	G10-51-02-A-SF ✓	JUNE 1991	P ₅
* DISASTER RECOVERY AND CONTINGENCY PLANNING BTI-Information Systems	E10-77-30-A-SF ✓	JUNE 1991	P ₇
* POLITICAL ACTION COMMITTEE-STATE BTI-State Political Action Committees	N10-64-02-A-SF ✓	JUNE 1991	P ₉
* AGENT RELATIONS BMI-Customer Operations, Strategic Market Planning	B10-11-02-A-SF ✓	JUNE 1991	P ₁₀
* RISK MANAGEMENT BSC-Comptrollers	B10-57-11-A-S ✓	JUNE 1991	P ₁₄
* MTR-MARKETING TIME REPORTING BST-Business Systems, Information System	L10-24-14-A-SF ✓	SEPTEMBER 1991	P ₁₅
FACILITY ASSIGNMENT AND CONTROL SYSTEM BST-Information Systems-Network/PPSM, I & M Operations Support, Network Operations, OSP Engineering & Construction Support	T10-13-01-A-SF ✓	SEPTEMBER 1991	P ₁₇
CUSTOMER PREMISE EQUIPMENT-FIELD STOCK BellSouth Business Systems	A11-42-42-A-SAF ✓	SEPTEMBER 1991	P ₁₉
DATA PROCESSING CENTERS BST-Technical Planning/Corporate Communications BST-Shared services, Property and Services Management, Security BST-Property Management	E10-71-20-A-SF ✓	OCTOBER 1991	P ₂₁
INDEPENDENT COMPANY NUMBER SERVICES BST-Customer Services Staff Support, Industry Relations, Information Systems - Customer Information Services, Information Systems - Network/PPSM, Operator Services Staff	M10-13-84-A-SF ✓	OCTOBER 1991	
* OPEN NETWORK ARCHITECTURE BST-Customer Services Marketing, Residence and Consumer Services, Central Office Operations Support	C10-63-03-A-SF ✓	NOVEMBER 1991	P ₃₀

A10-32-66-S-SAF ⁷ **NOVEMBER 1991**

L10-14-24-A-SF NOVEMBER 1991

L10-24-13-A-SAF NOVEMBER 1991

K10-13-68-A-SF ✓ NOVEMBER 1991

K10-14-16-A-SF **NOVEMBER 1991**

M10-13-23-A-SF ✓ DECEMBER 1991

G10-13-29-A-SAF, / DECEMBER 1991

H10-14-39-A-SAF ✓ DECEMBER 1991

24				
25		Customer Payment Centers	F00-17-05-A-SF	MARCH 1990
26				
27		Non-Contact Sales	F00-19-674-SAF	Febr 1991
28		Building Industry Consulting Service	F10-32-04-A-S	Febr 1991 p32
29		Other Mobile Service Billing	F10-14-14-R-S	Febr 1991 p30
30		Payroll Processing Agent Team Owned	F10-24-11-A-S	March 1991 p32
31		Installation & Billing of Appliance Calling Plans	F00-18-55-A-SF	March 91 p32
32		Property Agent Billing of S.M.A. Contractors	F00-32-50-S-SF	March 91 p33
33		TRKS-EAB	F10-32-86-A-S	April 91 p33
34		Sales Billing	F10-13-59-R-SF	June 1991 p33
35		Ad of Network Training	F10-32-90-A-SF	June 1991 p33
36		KSA Customer Appeals	F10-53-10-A-SF	June 1991 p33
37		Almona L. Service Cord's Mech. System in Bellville		
38		F10-53-26-A-SF	F10-53-39-A-SF	June 91 p33
39		Payroll Check Distrib	F10-24-19-A-SF	June 91 p34
40		Parade Agent	F10-56-07-A-SAF	Sept 91 p34
41		Sales Award Prog	F10-24-44-A-SAF	Oct 91 p34
42				
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11/11/92
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11/11/92

(PBC)

MODERN INTERNAL AUDITING



DATE 4/7/92

TO Vince Tyrell

FAX # 305-371-8448 CONTACT # 305-520-5665

OF PAGES (excluding cover) 4

FROM Ken Burns

Mississippi Internal Auditing Office
761 Landmark Ctr., - Jackson, MS 39205
Fax #: 601/961-0577 - Contact #

MESSAGE:

MESSAGE:
Concerning ISDN audit as we discussed.

F01B01W 000053

[illegible]

11/11/92
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11/18/92

4m4
5/18/92

5/18/92

A-6-2.

Rob Caspell

Attachment

R. D. Odom
W. F. Reddersen
V. C. Jobson

F01B01W 000054

[illegible]

11/11/92
YML
1/18/92

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* The Implementation Guidelines were developed to outline the recommended steps that are required to provision ESSX Service and ensure an accurate cutover. (The Implementation Guidelines are currently being updated to further define departmental responsibilities and emphasize the verification steps.) The updated guidelines should be available for distribution 2Q92.

End-user trials for the Customer Services Verification System (CSVS) have been scheduled and should be completed by the end of March 1992. These trials will be based on the original specifications of the program. Feedback from the trials will determine the implementation plan and if CSVS can or will be deployed by the end of 2Q92. The initial release of CSVS will not include the capability to verify an ESSX ISDN line. Further customization of the system will be required to verify an ESSX ISDN line and this enhancement has yet to be negotiated.

F01B01W 000055

11/11/92
11/11/92

(PBC)

January 27, 1992

To: B. R. Easterling, Director - Internal Auditing

**From: H. W. Hay, Assistant Vice President -
Network Operations Support**

Subject: Reply to Finding 2B in Audit M10-13-23-A-SF

**INTERNAL AUDIT
JACKSON, MS**

An audit of sales, installation, and billing of Integrated Services Digital Network (ISDN) was recently performed in Alabama, Florida, and Mississippi. Finding 2B identified:

In response to finding 2B of the audit, the following information provides a status of the LNA and RCMAC efforts to develop and implement a mechanized environment.

In the second quarter of 1991, a Quality Action Team (QAT) was formed to plan for and subsequently test and implement the COSMOS (release 17.2.6, PATCH II) and SOAC (release 18.6) software necessary to allow automatic assignments for ISDN services. Simultaneously, this team examined the feasibility of completing flowthrough to the switch via the MARCH system.

The ISDN QAT is in the process of testing the new COSMOS and SOAC software releases. The releases will provide automatic assignment of the OE (Originating Equipment) and POE (Packet Originating Equipment) eliminating that manual effort for LNA. Initially the software provides flowthrough for 5ESS switches only. It is anticipated that we will transition from a "no flowthrough" COSMOS environment to approximately 80% flowthrough of new 5ESS ISDN orders once these releases are implemented for all sites. Metro Atlanta has been chosen as the regional test site and grooming of the embedded COSMOS database required for PATCH II functionality is 90% completed. Integrated testing of all operational support systems that interface with COSMOS and SOAC for ISDN provisioning should be completed by third quarter, 1992. Results from these testing routines will determine the implementation strategy and schedule for the enhanced COSMOS and SOAC software and grooming requirements for embedded bases.

Partial COSMOS flowthrough for the DMS-100 switch assignments, including OE and Logical Terminal Identifier (LTID), will become available with COSMOS software release 17.2.7 slated for delivery from Bellcore in December 1992. This release will not have POE assignment capabilities due to the existing "segregated" circuit/packet configuration of the switch. In the first quarter of 1993, BellSouth will investigate region specific enhancements to allow COSMOS PATCH II assignment of the DMS-100 POE, required for the Data Packet Network (DPN) side of the termination. Until these efforts are finalized and testing is completed, the DMS-100 ISDN assignments will continue to be made in a manual LNA environment.

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TYPE 12/31/91

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HAY

A-6.3.2

In summary, Network is actively working to achieve automated assignment and provisioning of ISDN services.

H. W. Hay
Assistant Vice President -
Network Operations Support

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[illegible]

Southern Bell Telephone & Telegraph
Answers on Internal Audits
TYE 12/31/91

(PBC)

10/11/92
G.M.

FPSC Surveillance Audit Request #3
T10-13-01-A-SF

REQUEST: In the internal audit of "Facility Assignment and Control System", T10-13-01-A-SF, please provide the terminal procedures relating to the setting of the age of the CT's in the OSPE districts.

RESPONSE: Terminal procedures relating to the setting of the age of the CT's are being developed and will be implemented immediately following their completion.

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A B C D E F G H I J

LIST OF 1991 AUDITS
(as of January, 1992)

II. COMPLETED BY OTHER BST INTERNAL AUDITING GROUPS

CYCLE & FUNCTION	TAB#	TITLE	RATING	REPLIES			FOLLOW-UP	
				RECEIVED	OUTSTANDING	REJECTED	COMPLETED	OUTSTANDING
G10-13-71-R-SAF	1	DIRECTORY ADVERTISING UPDATES TO CRIS *	SAF	X			R	
G10-18-35-A-SF	2	SURVEILLANCE REPORT/CORE DATA	SF	X				X
G10-36-03-A-S	3	PART 64-JOINT COST ORDERS INCIDENTAL ACTIVITIES	S	NA			NA	
G10-14-15-A-S	4	CABS - RATE ELEMENTS	S	NA			NA	

REMARKS

THIS AUDIT ENCOMPASSED FLORIDA, GEORGIA AND NORTH AND SOUTH CAROLINA. THIS IS A REAUDIT OF GAB77-104-17-A-SAF, DIRECTORY ADVERTISING BILLING, PERFORMED IN GEORGIA IN 1989. THE REAUDIT DISCLOSED

THIS AUDIT EXAMINED THE CONTROLS OVER THE PRODUCTION OF SURVEILLANCE REPORTS AND THE GENERATION OF INFORMATION IN THE CORE DATA SYSTEM. TESTS WERE MADE OF THE ADJUSTMENTS TO FLORIDA SURVEILLANCE REPORTS TO DETERMINE IF THEY WERE IN COMPLIANCE WITH THE PSC RATE ORDERS. A

THE AUDIT EVALUATED THE CONTROLS IN PLACE TO ENSURE COMPLIANCE WITH FCC GUIDELINES REGARDING RECORDING AND REPORTING OF REVENUE ASSOCIATED WITH INCIDENTAL ACTIVITIES IN FLORIDA. NO FINDINGS WERE NOTED. THE AUDIT WAS PERFORMED IN SOUTH FLORIDA TO ENSURE THE COMPLETENESS AND ACCURACY OF RATES REFLECTED ON CUSTOMER BILLS. NO FINDINGS WERE NOTED.

SAT

List of 1991 Internal Audits

11/14/92

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STAFF IS TO BE DELETED FROM THE LIST AND TO BE RE-ASSIGNED TO THE APPROPRIATE DEPARTMENT BY 10/1/92

X - removed

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A B C D E F G H I J

LIST OF 1991 AUDITS
 (as of January, 1992)

II. COMPLETED BY OTHER BST INTERNAL AUDITING GROUPS

CYCLE & FUNCTION	TAB#	TITLE	RATING	REPLIES			FOLLOW-UP	
				RECEIVED	OUTSTANDING	REJECTED	COMPLETED	OUTSTANDING
G10-84-01-A-S	X 5	SBT FEDERAL POLITICAL ACTION COMMITTEE	S	N/A			N/A	
G10-81-02-A-SF	X 6	EMPLOYEE PERSONNEL RECORDS	SF	X	X			X
H10-84-02-A-SF	X 7	STATE POLITICAL ACTION COMMITTEES	SF	X				X
E10-77-30-A-SF	X 8	DISASTER RECOVERY/CONTINGENCY PLANNING (DR/CP)	SF	X				X
B10-11-02-A-SF	X 9	AGENT RELATIONS AT BELLSOUTH MOBILITY INC. (BIM)	SF	X				X

REMARKS
THE AUDIT EVALUATED THE CONTROLS OVER THE ADMINISTRATION OF FEDPAC FUNDS AND COMPLIANCE WITH FEDERAL LAW AND COMPANY POLICIES IN EACH STATE. NO FINDINGS WERE NOTED.
THE AUDIT EXAMINED A JUDGMENTAL SAMPLE OF 93 PERSONNEL RECORDS FROM FLORIDA AND GEORGIA TO DETERMINE WHETHER PERSONNEL FILES WERE MAINTAINED ACCORDING TO COMPANY GUIDELINES AND WHETHER CONTROLS WERE ADEQUATE TO ENSURE THE ACCURACY OF THE CPFS DATABASE. THE FLORIDA SAMPLE RESULTS INDICATED:
REPLIES ARE OUTSTANDING FROM M.E. COX, J.C. MILLER, AND N.C. HUMPHRIES.
THE AUDIT EVALUATED CONTROLS OVER THE ADMINISTRATION OF THE FLORIDA PAC. NO FINDINGS WERE NOTED.
THE PURPOSE OF THIS AUDIT WAS TO EVALUATE THE ADEQUACY OF CONTROLS OVER DR/CP. AUDIT TESTS WERE PERFORMED IN THE MIAMI REGIONAL DATA CENTER.
THE PURPOSE OF THE AUDIT WAS TO DETERMINE IF CONTRACTS AND THE ASSOCIATED RELATIONSHIPS BETWEEN BIM AND AGENTS WERE ADEQUATELY CONTROLLED. THE AUDIT DISCLOSED:

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P2

S & T
 List of 1991 Internal Audits
 PFC 12/31/91
 11/14/92

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FOIb01w 000061 P3

RP1#: RP1AP013
DATE: 01/10/92
PAGE: 4

1991 AUDIT PLAN STATUS
FLORIDA

AUDIT NUMBER	AUDITED COMPANY	AUDIT TITLE	AUDIT TYPE	AUDIT STATUS	AUDIT DAYS		CAAP DAYS		RELEASE DATE	AUDIT RATING	NUMBER OF FINDINGS	AUDIT FINISH DATE	STATES AUDITED	LEAD AUDITOR
					EST	ACTUAL	EST	ACTUAL						
F10-32-61	X BSS	PROPERTY MANAGEMENT - ENGINEERING AND ARCHITECT CONTRACTS	A-P	C	50	36.6	7	0.3	12/31/91	SF	2		AFGKLMNST	MCGILL M. ✓
F10-32-77	SBT	TIRKS - CARRIER-CONVERSION SYSTEM	A-P	X	40	0.0	7	0.0	<i>Cancelled</i>					
F10-32-86	X SBT	TIRKS - TIRKS FIELD ASSISTANCE *	A-P	F	40	19.1	7	0.7	04/04/91	S	0	04/04/91	F	PEREZ M.
F10-32-90	X SBT	UTILIZATION AND DISPOSITION OF NETWORK TEST EQUIPMENT *	A-P	C	30	35.3	7	1.3	06/10/91	SF	1		F	MUSCHAMP R.
F10-42-23	SBT	REVENUE - CABS AND CRIS TAX EXEMPT CUSTOMERS	A-P	X	40	0.0	7	0.0	<i>Cancelled</i>					
F10-53-06	X SBT	CUSTOMER SERVICE GROUP OPERATIONS	S-D	I	40	1.0	0	0.0						DYE L.
F10-53-10	X SBT	KSRI - CUSTOMER APPEALS *	A-P	C	30	39.5	7	0.0	06/10/91	SF	3		F	KOPCSIK K.
F10-53-15	SBT	KSRI - NETWORK CUSTOMER TROUBLE REPORT RATE *	S-D	C	80	69.7	20	25.3	08/09/91	SAF	2		F	RODRIGUEZ-LOPEZ M.
F10-53-21	X SBT	KSRI - SPECIAL SERVICES - OVERALL SERVICE PROVISIONING *	A-D	C	30	47.5	0	0.0	11/21/91	SF	3		FKT	MCGILL M.
F10-53-26	X SBT	REPORTING ABNORMAL SERVICE CONDITIONS	A-D	C	45	15.3	7	0.0	06/28/91	SF	2		F	PEREZ M.
F10-53-30	SBT	REVENUE - CABS-SYSTEM REPORT	A-P	X	30	0.0	7	0.0	<i>Cancelled</i>					
F10-53-39	X SBT	REPORTING ABNORMAL SERVICE CONDITIONS - MECHANIZED SYSTEMS	A-P	C	30	13.0	7	0.0	06/28/91	SF	2		F	PEREZ M.
F10-53-41	X SBT	KSRI - INTEREXCHANGE CARRIER SERV. PERF. - PROVISIONING *	A-P	C	40	55.8	7	0.3	11/21/91	SF	3		FKT	MCGILL M.
F10-55-02	SBT	NETWORK OPERATIONAL REVIEWS	S-D	C	40	61.2	0	0.0	06/19/91	SAF	2	<i>Legal - would not</i>		
F10-56-07	X SBT	RECORDS MANAGEMENT (R)	A-P	C	40	50.2	7	1.4	09/30/91	SAF	7		FK	KOPCSIK K.
F10-63-04	SBT	PSC REPORT ON TROUBLE ANALYSIS *	A-D	C	30	85.9	7	0.0	07/31/91	SAF	5		F	RODRIGUEZ-LOPEZ M.
TOTAL DAYS					2333	1953.7	405	108.5	TOTAL FINDINGS		111			

S A I
 List of 1991 Internal Audits
 1/14/92

THE WALTER LUTHER COMPANY
 (704) 454-8727
 FOI BOLDW 000062
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1991 AUDIT PLAN STATUS
FLORIDA

AUDIT NUMBER	AUDITED COMPANY	AUDIT TITLE	AUDIT TYPE	AUDIT STATUS	AUDIT DAYS EST ACTUAL	CAAP DAYS EST ACTUAL	RELEASE DATE	AUDIT RATING	NUMBER OF FINDINGS	AUDIT FINISH DATE	STATES AUDITED	LEAD AUDITOR
F10-19-21	SBT	SALES - CARS FEATURE GROUPS A,B,C,D	A-P	X	35 0.0	7 0.0	Cancelled					
F10-21-23	X BSS	PURCHASING - CONTRACTS, COMPUTER PARTS	A-P	C	40 56.6	7 6.3	11/21/91	SF	1		AFG	MCGILL H. ✓
F10-21-33	X BSS	PURCHASING - PERSONAL COMPUTERS & SOFTWARE	A-P	C	40 36.9	7 5.5	11/21/91	SF	1		AFG	MUSCHAMP R.
F10-23-23	X SBT	SALES PROMOTION EXPENSES CUSTOMER EDUCATION	S-P	C	40 48.0	7 0.4	12/31/91	SF	2		F	DYE L.
F10-23-38	SBT	VOUCHER - GENERAL PROCESSING	A-P	X	45 1.5	7 0.0	Cancelled					KOPCSIK K.
F10-24-03	SBT	PAYROLL - ALLOTMENTS (OTHER THAN TAXES)	A-P	X	30 0.0	7 0.0	Cancelled					PEREZ H.
F10-24-11	X SBT	PAYROLL - MTIA/IIA/MTIA CALCULATIONS AND ACCRUALS	A-P	F	30 27.7	7 0.5	03/29/91	S	0	04/03/91	F	MCGILL H.
F10-24-13	BSS	PAYROLL - MTR-BI-WEEKLY-PLANT & NON-REG. EMP. TIME REPORTING	A-P	X	40 0.0	7 0.0	Cancelled					MUSCHAMP R.
F10-24-19	X SBT	PAYROLL - PAY CHECK DISTRIBUTION	A-P	C	30 9.3	7 12.3	06/28/91	SAF	2		F	RODRIGUEZ-LOPEZ H. ✓
F10-24-29	SBT	PREMISES MGTG. INCENTIVE COMPENSATION PLAN (INCL. CPE)	A-P	X	30 2.1	7 0.5	Cancelled					MADDEN R.
F10-24-34	X SBT	SALES AWARD PROGRAM - CONTACT PERSONNEL	A-D	C	35 117.3	7 0.0	09/27/91	SAF	6		F	MADDEN R.
F10-25-12	X SBT	BRIDGING OF SERVICE AND SERVICE CREDIT (R)	A-P	C	40 94.1	7 16.9	12/31/91	SAF	1		AFGKLMST	KOPCSIK K.
F10-32-04	X SBT	BUILDING INDUSTRY CONSULTING SERVICE - PROVIDED BY BST	A-P	F	30 23.9	7 0.0	02/19/91	S	0	04/03/91	F	MUSCHAMP R. ✓
F10-32-41	X BST	PLUG-IN INVENTORY CONTROL SYSTEM (PICS)	S-D	I	40 11.2	7 0.0						RODRIGUEZ-LOPEZ H.
F10-32-50	X BSS	PRTY MGT - BUILDING OPERATIONS - OTHER FACILITIES	S-D	C	40 41.1	0 3.7	03/06/91	SF	3		F	KOPCSIK K.
F10-32-55	BSS	PRTY MGT - REAL ESTATE ADMINISTRATIVE SPACE PLANNING	A-P	X	40 6.3	7 0.0						MCGILL H.

SBI
 List of 1991 Internal Audits
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 BellSouth Corporation
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1991 AUDIT PLAN STATUS
FLORIDA

AUDIT NUMBER	AUDITED COMPANY	AUDIT TITLE	AUDIT TYPE	AUDIT STATUS	AUDIT DAYS EST ACTUAL	CAAP DAYS EST ACTUAL	RELEASE DATE	AUDIT RATING	NUMBER OF FINDINGS	AUDIT FINISH DATE	STATES AUDITED	LEAD AUDITOR
F00-53-10	SBT	KSR - SAFETY	A-P	C	30 38.9	7 0.0	12/27/90	SF	3		FG	NEOILL M.
F10-13-08	X SBT	CELLULAR INTERCONNECTION SERVICE	R-P	C	22 30.5	7 0.0	12/31/91	SAF	4		F	PEREZ M.
F10-13-27	X SBT	SALES & INSTALLATION, BILLING OF LOCAL MEASURED SERVICE	S-D	I	35 55.0	0 10.3						DYE L.
F00-13-35	X SBT	INSTALLATION AND BILLING OF OPTIONAL CALLING PLANS	A-D	C	40 56.9	7 0.0	03/29/91	SF	2		F	MADDEN R.
F10-13-42	SBT	CPE - INSTALLATION AND BILLING OF PRINTERS	A-P	X	30 0.0	7 0.0		Cancelled				MOSCHAMP K.
F10-13-48	SBT	SALES, INSTALLATION AND BILLING OF RINGMASTER SERVICE	A-P		40 0.0	7 0.0		Cancelled				MADDEN R.
F10-13-59	X SBT	SALES, BILLING & MAINTENANCE OF TICKET TAKER SERVICE	R-P	C	25 15.3	7 0.0	06/28/91	SF	4		G	MADDEN R.
F10-13-60	SBT	SALES, INSTALLATION AND BILLING OF TOUCHSTAR SERVICE	A-P	I	40 18.1	7 0.8		Incomplete				RODRIGUEZ-LOPEZ M.
F10-14-14	X SBT	RADIO COMMON CARRIERS (RCC)	R-P	F	13 14.6	7 0.0	03/28/91	S	0	04/03/91	FL	DYE L.
F10-14-22	SBT	REVENUE - CRIS RATE CHANGES	A-P	I	40 11.4	7 12.3		Cancelled				PARRIS L.
F10-14-36	SBT	REVENUE - CABS MEET POINT BILLING	A-P	X	40 0.0	7 0.0		Cancelled				DYE L.
F10-14-40	X SBT	DIRECTORY ASSISTANCE CHARGES	R-P	C	13 8.5	7 0.0	11/29/91	SF	1		F	DYE L.
F10-14-44	SBT	CRIS - TOLL MESSAGE RATING	A-P	X	30 0.0	7 0.0		Cancelled				
F10-15-03	SBT	MECH. OUT OF SERVICE ADJUST. (INCL. INCOLL. & WRITTEN OFF)	S-D	C	40 81.1	7 0.0	06/28/91	SAF	2		F	RODRIGUEZ-LOPEZ M.
F10-16-06	BS	REVENUE - CUSTOMER BILL ADJUSTMENTS	S-D	C	30 41.0	7 0.0	09/27/91	SAF	1		F	DYE L.
F10-17-17	SBT	PAYMENT AGENCY OPERATIONS (FLA)	A-P	X	30 0.0	7 0.0		Cancelled				
F10-19-08	SBT	NEW PRODUCT SERVICE AND MANAGEMENT	A-P	X	40 0.0	7 0.0		Cancelled				MADDEN R.
F10-19-14	X SBT	SALES AND BILLING OF SINGLE LINE PHONES	A-P	C	50 35.2	7 0.0	12/31/91	SF	2		F	MADDEN R.

WALTER L. COMPANY (708) 444-8777

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S A I
List of 1991 Internal Audits
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D E F G H I J

I. COMPLETED BY FLORIDA INTERNAL AUDITING

REMARKS

A STUDY IS CURRENTLY UNDERWAY TO DETERMINE THE TIME INVOLVED TO DOCUMENT CUSTOMER NOTIFICATIONS

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List of 1991 Internal Audits
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THE WALTER LATHAM COMPANY

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LIST OF 1991 AUDITS
 (as of January, 1992)

I. COMPLETED BY FLORIDA INTERNAL AUDITING

CYCLE & FUNCTION	TAB#	TITLE	RATING	REPLIES		FOLLOW-UP	
				RECEIVED	OUTSTANDING	REJECTED	COMPLETED
F10-56-07-A-SAF	4	RECORDS MANAGEMENT	SAF		X		
F10-13-08-R-SAF	5	PROVISIONING AND BILLING OF CELLULAR INTERCONNECTION	SAF		X		R

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REMARKS

AUDIT COMPLETED SEPTEMBER 30, 1991.
AUDIT REVEALED:

OUTSTANDING FROM: H.B. ANTHONY, H. CORLEY, JR., M.E. COX, H.M. DRESSER, J.P. DENHAM, W.G. DRESSER, F.C. FEAGIN, B.L. HATMAKER, A.P. KOWS, B.J. KERN, M.D., W.C. LANTAFF, C.R. LILLY, A.M. LOMBARDO, C.E. MERSHON, P.R. MONTAGUE, S.A. MULCAHY, D.H. OWEN, M.R. PATTERSON, W.R. PERRY, J.E. SIMPSON

AUDIT COMPLETED DECEMBER 31, 1991.
THIS WAS A REAUDIT OF AN SAF AUDIT. THIS REAUDIT RAISED MANY OF THE SAME CONCERNS IDENTIFIED IN THE FIRST AUDIT.

ALL REPLIES ARE OUTSTANDING.

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 List of 1991 Internal Audits
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LIST OF 1991 AUDITS (as of January, 1992)

II. COMPLETED BY OTHER BST INTERNAL AUDITING GROUPS

CYCLE & FUNCTION	TAB#	TITLE	RATING	REPLIES			FOLLOW-UP	
				RECEIVED	OUTSTANDING	REJECTED	COMPLETED	OUTSTANDING
E10-71-20-A-SF	X 14	DATA PROCESSING CENTER (DPC) OPERATIONS	SF	X	X			X
M10-13-84-A-SF	X 15	INDEPENDENT COMPANY NUMBER SERVICES	SF	X	X			X
A10-32-88-S-SAF	X 16	PROPERTY MANAGEMENT - REAL ESTATE VERIFICATION OF FLOOR SPACE USAGE	SAF		X		R	
G10-63-03-A-SF	X 17	OPEN NETWORK ARCHITECTURE (ONA)	SF		X			X
K10-13-88-A-SF	X 18	REVENUE - CABS POSTING OF COMPLETED SERVICE ORDERS AND REVENUE - CABS RATING AND OTHER CHARGES AND CREDITS	SF		X			X
K10-14-18-A-SF	X							

REMARKS
THE PURPOSE OF THE AUDIT WAS TO EVALUATE THE ADEQUACY OF CONTROLS OVER DPC. THIS MAHAI PROCESSING CENTER WAS REVIEWED.

REPLY (OUTSTANDING FROM J.H. CARTER).
THIS WAS A REGIONAL AUDIT CONDUCTED AT MANAGERIAL REQUEST TO DETERMINE IF THE CONTROLS OVER THE RECEIPT AND PROCESSING OF INDEPENDENT COMPANY SERVICE ORDER DATA WERE ADEQUATE AND EFFECTIVE. ALL SERVICE ORDERS FROM INDEPENDENT COMPANIES IN FLORIDA ARE PROCESSED IN GEORGIA. REPLY OUTSTANDING FROM C.D. WHITELY.
THIS WAS REGIONWIDE AUDIT TO DETERMINE THE ACCURACY AND COMPLETENESS OF THE FLOOR SPACE RECORDS IN CREAMS THE AUDIT INDICATED.

ALL REPLIES ARE
OUTSTANDING.
THE PURPOSE OF THIS AUDIT WAS TO DETERMINE IF PROCEDURES EXIST TO ENSURE COMPLIANCE WITH THE ONA AS ORDERED BY THE F.O. VISITS WERE MADE TO THE VENUE/MARKETING CENTER (VMC) AND BUSINESS CENTER CENTERS (BSC) IN SOUTH FLORIDA.

ALL REPLIES ARE OUTSTANDING.
AUDIT RELEASED DECEMBER 2, 1991.
THE AUDIT REVEALED:

ALL REPLIES ARE OUTSTANDING.

SAT
List of 1991 Internal Audits
TPE 12/31/91

11/1/92

A B C D E F G H I J

LIST OF 1991 AUDITS
(as of January, 1992)

N. COMPLETED BY OTHER BST INTERNAL AUDITING GROUPS

CYCLE & FUNCTION	TAB#	TITLE	RATING	REPLIES			FOLLOW-UP	
				RECEIVED	OUTSTANDING	REJECTED	COMPLETED	OUTSTANDING
L10-14-24-A-SF	19	REVENUE - CUSTOMIZED LARGE USER BILLING (CLUB)	SF		X			X
L10-24-13-A-SAF	20	PLANT TIME REPORTING	SF		X			X
G10-13-29-A-SAF	21	INSTALLATION AND BILLING OF MEMORYCALL SERVICE	SAF		X		R	
M10-13-23-A-SF	22	SALES, INSTALLATION AND BILLING OF INTEGRATED SERVICE DIGITAL NETWORK (ISDN)	SF		X			X

REMARKS

AUDIT RELEASED DECEMBER 2, 1991. THE PURPOSE OF THE AUDIT WAS TO EVALUATE THE ADEQUACY OF CONTROLS OVER SETTING UP CLUB ACCOUNTS AND OVER ITS BILLING PRICES.

ALL REPLIES ARE OUTSTANDING

AUDIT RELEASED DECEMBER 2, 1991. THIS WAS A REGIONAL AUDIT AIMED AT DETERMINING IF THE CONTROLS ARE ADEQUATE TO ENSURE THE ACCURACY OF PLANT TIME REPORTING.

ALL REPLIES ARE OUTSTANDING

AUDIT RELEASED DECEMBER 9, 1991. THE AUDIT CONCENTRATED ON FLORIDA.

ALL REPLIES ARE OUTSTANDING

AUDIT RELEASED DECEMBER 31, 1992. THE PURPOSE OF THIS AUDIT WAS TO DETERMINE IF CONTROLS OVER THE INSTALLATION AND BILLING OF ISDN ARE IN PLACE AND WORKING. AUDIT TESTS WERE CONDUCTED IN FLORIDA DURING NOVEMBER AND DECEMBER, 1991.

ALL REPLIES ARE OUTSTANDING

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THE WALTER LATHAM COMPANY
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LIST OF 1991 AUDITS
 (as of January, 1992)

II. COMPLETED BY OTHER BST INTERNAL AUDITING GROUPS

CYCLE & FUNCTION	TAB#	TITLE	RATING	REPLIES			FOLLOW-UP	
				RECEIVED	OUTSTANDING	REJECTED	COMPLETED	OUTSTANDING
M10-14-39-A-SAF	23	BELLBOY AGENCY AGREEMENTS	SAF		X		A	

REMARKS

AUDIT RELEASED JANUARY 7, 1992. THE SAMPLE INCLUDED ACCOUNTS FROM FLORIDA AT MOBILECOMM (AKCAL)

ALL REPLIES ARE OUTSTANDING

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 List of 1991 Internal Audits
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LIST OF 1991 AUDITS
(as of January, 1992)

II. COMPLETED BY OTHER BST INTERNAL AUDITING GROUPS

CYCLE & FUNCTION	TAB#	TITLE	RATING	REPLIES			FOLLOW-UP	
				RECEIVED	OUTSTANDING	REJECTED	COMPLETED	OUTSTANDING
L10-14-24-A-SF	19	REVENUE - CUSTOMIZED LARGE USER BILLING (CLUB)	SF		X			X
L10-24-13-A-SAF	20	PLANT TIME REPORTING	SF		X			X
B10-13-23-A-SAF	21	INSTALLATION AND BILLING OF MEMORYCALL SERVICE	SAF		X		R	
M10-13-23-A-SF	22	SALES, INSTALLATION AND BILLING OF INTEGRATED SERVICE DIGITAL NETWORK (ISDN)	SF		X			X

REMARKS

AUDIT RELEASED DECEMBER 2, 1991. THE PURPOSE OF THE AUDIT WAS TO EVALUATE THE ADEQUACY OF CONTROLS OVER SETTING UP CLUB ACCOUNTS AND OVER ITS BILLING PROCESS.

ALL REPLIES ARE OUTSTANDING.

AUDIT RELEASED DECEMBER 2, 1991. THIS WAS A REGIONAL AUDIT AIMED AT DETERMINING IF THE CONTROLS ARE ADEQUATE TO ENSURE THE ACCURACY OF PLANT TIME REPORTING.

ALL REPLIES ARE OUTSTANDING.

AUDIT RELEASED DECEMBER 9, 1991. THE AUDIT CONCENTRATED ON FLORIDA.

ALL REPLIES ARE OUTSTANDING.

AUDIT RELEASED DECEMBER 31, 1992. THE PURPOSE OF THIS AUDIT WAS TO DETERMINE IF CONTROLS OVER THE INSTALLATION AND BILLING OF ISDN ARE IN PLACE AND WORKING. AUDIT TESTS WERE CONDUCTED IN FLORIDA DURING NOVEMBER AND DECEMBER, 1991.

ALL REPLIES ARE OUTSTANDING.

SAT
List of 1991 Internal Audits
JPC 12/31/91

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WATER LUTHER COMPANY (700) 44-4477

11. Sent all the closed cases to the audit to be audited by Dept 1
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LIST OF 1991 AUDITS
 (as of January, 1992)

II. COMPLETED BY OTHER BST INTERNAL AUDITING GROUPS

CYCLE & FUNCTION	TAB#	TITLE	RATING	REPLIES			FOLLOW-UP	
				RECEIVED	OUTSTANDING	REJECTED	COMPLETED	OUTSTANDING
E10-71-20-A-SF X	14	DATA PROCESSING CENTER (DPC) OPERATIONS	SF	X	X			X
M10-13-64-A-SF X	15	INDEPENDENT COMPANY NUMBER SERVICES	SF	X	X			X
A10-32-66-S-SAF X	16	PROPERTY MANAGEMENT - REAL ESTATE VERIFICATION OF FLOOR SPACE USAGE	SAF		X		R	
C10-63-03-A-SF X	17	OPEN NETWORK ARCHITECTURE (ONA)	SF		X			X
K10-13-68-A-SF X K10-14-16-A-SF X	18	REVENUE - CABS POSTING OF COMPLETED SERVICE ORDERS AND REVENUE - CABS RATING AND OTHER CHARGES AND CREDITS	SF		X			X

FOI B01W 000073

REMARKS

THE PURPOSE OF THE AUDIT WAS TO EVALUATE THE ADEQUACY OF CONTROLS OVER DPC. THE ABAMI PROCESSING CENTER WAS REVIEWED.

REPLY OUTSTANDING FROM J.H. CARTER.

THIS WAS A REGIONAL AUDIT CONDUCTED AT MANAULAINI REQUEST TO DETERMINE IF THE CONTROLS OVER THE RECEIPT AND PROCESSING OF INDEPENDENT COMPANY SERVICE ORDER DATA WERE ADEQUATE AND EFFECTIVE. ALL SERVICE ORDERS FROM INDEPENDENT COMPANIES IN FLORIDA ARE PROCESSED IN GEORGIA. REPLY OUTSTANDING FROM C.D. WHITLEY.

THIS WAS REGIONWIDE AUDIT TO DETERMINE THE ACCURACY AND COMPLETENESS OF THE FLOOR SPACE RECORDS IN CREMS

ALL REPLIES ARE OUTSTANDING.

THE PURPOSE OF THIS AUDIT WAS TO DETERMINE IF PROCEDURES EXIST TO ENSURE COMPLIANCE WITH THE ONA AS ORDERED BY THE FCC. VISITS WERE MADE TO THE VENDOR MARKETING CENTER (VMC) AND BUSINESS SERVICE CENTERS (BSC) IN SOUTH FLORIDA.

ALL REPLIES ARE OUTSTANDING.

AUDIT RELEASED DECEMBER 2, 1991.

THE AUDIT REVEALED THAT

ALL REPLIES ARE OUTSTANDING

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 List of 1991 Internal Audits
 JPC 12/31/91
 11/14/92

11 Staff and lead auditors to conduct audits to verify the accuracy of the data
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LIST OF 1991 AUDITS
(as of January, 1992)

II. COMPLETED BY OTHER BST INTERNAL AUDITING GROUPS

CYCLE & FUNCTION	TAB#	TITLE	RATING	REPLIES			FOLLOW-UP	
				RECEIVED	OUTSTANDING	REJECTED	COMPLETED	OUTSTANDING
G10-64-01-A-S ✓	5	SBT FEDERAL POLITICAL ACTION COMMITTEE	S	N/A			N/A	
G10-51-02-A-SF ✓	6	EMPLOYEE PERSONNEL RECORDS	SF	X	X			X
M10-64-02-A-SF ✓	7	STATE POLITICAL ACTION COMMITTEES	SF	X				X
E10-77-30-A-SF ✓	8	DISASTER RECOVERY/CONTINGENCY PLANNING (DRCP)	SF	X				X
G10-11-02-A-SF ✓	9	AGENT RELATIONS AT BELL SOUTH MOBILITY INC. (BMR)	SF	X				X

REMARKS

THE AUDIT EVALUATED THE CONTROLS OVER THE ADMINISTRATION OF FEDPAK FUNDS AND COMPLIANCE WITH FEDERAL LAW AND COMPANY POLICIES IN EACH STATE. NO FINDINGS WERE NOTED.

THE AUDIT EXAMINED A JUDGMENTAL SAMPLE OF 91 PERSONNEL RECORDS FROM FLORIDA AND GEORGIA TO DETERMINE WHETHER PERSONNEL FILES WERE MAINTAINED ACCORDING TO COMPANY GUIDELINES AND WHETHER CONTROLS WERE ADEQUATE TO ENSURE THE ACCURACY OF THE CIRS DATABASE.

REPLIES ARE OUTSTANDING FROM M.E. COX,

J.C. MILLER, AND N.C. HUMPHRIES.

THE AUDIT EVALUATED CONTROLS OVER THE ADMINISTRATION OF THE FLORIDA PAC. NO FINDINGS WERE NOTED.

THE PURPOSE OF THIS AUDIT WAS TO EVALUATE THE ADEQUACY OF CONTROLS OVER DR/CP. AUDIT TESTS WERE PERFORMED IN THE MIAMI REGIONAL DATA CENTER. III.

THE PURPOSE OF THE AUDIT WAS TO DETERMINE IF CONTRACTS AND THE ASSOCIATED RELATIONSHIPS BETWEEN BMR AND AGENTS WERE ADEQUATELY CONTROLLED.

FOI B01W 000075

P17

S & T
List of 1991 Internal Audits
JPC 12/31/91

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11/14/92

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A B C D E F G H I J

LIST OF 1991 AUDITS
(as of January, 1992)

II. COMPLETED BY OTHER BST INTERNAL AUDITING GROUPS				REPLIES			FOLLOW-UP	
CYCLE & FUNCTION	TAB#	TITLE	RATING	RECEIVED	OUTSTANDING	REJECTED	COMPLETED	OUTSTANDING
G10-13-71-R-SAF X	1	DIRECTORY ADVERTISING UPDATES TO CFS	SAF	X			R	
G10-13-35-A-SF X	2	SURVEILLANCE REPORT/CORE DATA	SF	X				X
G10-36-03-A-S X	3	PART 64-JOINT COST ORDERS INCIDENTAL ACTIVITIES	S	N/A			N/A	
G10-14-15-A-S X	4	CABS - RATE ELEMENTS	S	N/A			N/A	

REMARKS

THIS AUDIT ENCOMPASSED FLORIDA, GEORGIA AND NORTH AND SOUTH CAROLINA. THIS IS A REAUDIT OF QAO77-104-17-A-SAF, DIRECTORY ADVERTISING BILLING, PERFORMED IN GEORGIA IN 1989. THE REAUDIT DISCLOSED

THIS AUDIT EXAMINED THE CONTROLS OVER THE PRODUCTION OF SURVEILLANCE REPORTS AND THE GENERATION OF INFORMATION IN THE CORE DATA SYSTEM. TESTS WERE MADE OF THE ADJUSTMENTS TO FLORIDA SURVEILLANCE REPORTS TO DETERMINE IF THEY WERE IN COMPLIANCE WITH THE PSC RATE ORDERS.

THE AUDIT EVALUATED THE CONTROLS IN PLACE TO ENSURE COMPLIANCE WITH FCC GUIDELINES REGARDING RECORDING AND REPORTING OF REVENUE ASSOCIATED WITH INCIDENTAL ACTIVITIES IN FLORIDA. NO FINDINGS WERE NOTED.

THE AUDIT WAS PERFORMED IN SOUTH FLORIDA TO ENSURE THE COMPLETENESS AND ACCURACY OF RATES REFLECTED ON CUSTOMER BILLS. NO FINDINGS WERE NOTED.

FOI/BOIM 000076

SAT
List of 1991 Internal Audits
JPC 12/31/91
1/1/92

COMPANY: SOUTHERN BELL TELEPHONE AND TELEGRAPH
TITLE: NOTES ON INTERNAL AUDITS
PERIOD: TEST YEAR ENDING 12/31/91
DATE: APRIL 22, 1992
AUDITOR: GABRIELA LEON
WORKPAPER # 9

EW 11/11/92
4/1/92

DIRECTORY ADVERTISING UPDATES TO CRIS

G10-13-71-R-SAF

BAPCO-Publishing; BSS-Information Systems; SBT-Comptrollers

February 1991

INTRODUCTION

In December 1983, Southern Bell entered into a contract with BellSouth Advertising and Publishing Company (BAPCO) granting BAPCO the exclusive right to publish telephone directories for all exchanges in which the company provides communications services.

BAPCO pays Southern Bell a publishing rights fee for the right to publish the directories. The fee is calculated as a percentage of revenue. It is approximately 50% company wide.

BAPCO uses a mechanized system called (CLASS), Classified Listing and Advertising Support System for providing billing information to Southern Bell.

The billing data from CLASS is loaded into Southern Bell's Customer Record Information System (CRIS) for placing directory advertising charges on the customers' local telephone bills. More than \$660 million is billed annually by CRIS in Southern Bell for directory advertising charges.

An audit of directory advertising was performed in Southern Bell in 1989 and was classified as Satisfactory with Findings. In addition, an audit of this subject was performed in South Central Bell in 1990, classified as Satisfactory with Findings.

SCOPE

The purpose of this reaudit was to determine if the corrective action implemented as a result of Southern Bell's 1989 audit was effective in correcting the conditions noted in that audit.

The following items were found in the 1989 audit:

36 1)
37 2)
38 3)

All accounts in the CLASS database in Southern Bell Territory was extracted from the BellSouth Information Systems. An extraction was also obtained of the the CRIS accounts in Southern Bell with directory advertising charges being billed to the customer.

FO1B01W 000077

9 p

DIRECTORY ADVERTISING UPDATES TO CRIS - G10-13-71-R-SAF

5/8/92

These extractions were electronically compared to determine if accounts and billing amounts were consistent between CLASS and CRIS. This comparison showed

statistical sample of 400 of the 17,982 accounts were selected for further review of directory advertising charges. These samples were designed to produce a +/- 5% around the estimated error rate at the 95% confidence level. Extracted data was analyzed to determine if the account was billing correctly, and to determine if the three-digit customer code. In addition, each of the accounts identified in the previous audit as being in error was reviewed to determine if these errors had been corrected.

SUMMARY OF AUDIT RESULTS

The three-digit customer codes are included on accounts in the CLASS database. Accounts previously identified as being in error are now being billed correctly.

FINDINGS

BAPCO management requested new comparisons of CLASS and CRIS in order to provide more timely data for error investigation.

This finding was reported in the previous audit. BAPCO management stated that with regionalization of CRIS, complete reconciliations would be available in mid-to-late 1990. BAPCO management and BSS management now advise that CRIS regionalization is scheduled to begin in Southern Bell in March 1991 and will continue through September 1991.

F01B01W 000078

9 p.

COMPANY: SOUTHERN Bell
TITLE: Notes on Internal Audits y l 5/8/92
AUDITOR: Gabriela Leon
PART 64-JOINT COST ORDERS INCIDENTAL ACTIVITIES

rw 11/11/92

G10-36-03-A-S

BTO-Comptrollers, Treasury

March 1991

INTRODUCTION

The Federal Communications Commission (FCC) provides three criteria that activities must meet to be considered incidental activities.

1. The activity must be an outgrowth of regulated operations.
2. Must be a non "line of business"
3. It must have traditionally been treated as incidental.

To qualify for this accounting treatment, the revenues from incidental activities must not exceed 1% of total company regulated and nonregulated revenues over three consecutive years. The Joint Cost Order (JCO) requires a listing of incidental activities to be filed in the BellSouth Cost Allocation Manual (CAM).

SCOPE

The purpose of this audit was to determine compliance with FCC guidelines.

The BellSouth chart of accounts (Accounts and Subsidiary Records Categories) was examined to locate accounts that may include incidental activities. The revenues from incidental activities from March to August 1990 reported by the Revenue Accounting Office in Georgia and SB headquarters was tested for accuracy and completeness.

Documentations were examined and interviews were performed to determine the flow of information for the generation of the revenues.

The revenues from incidental activities reported by the Revenue Accounting Offices in Florida, South and North Carolina were also reviewed for consistency and reasonableness.

The cash books for miscellaneous cash receipts for all 4 states and headquarters were examined for 1990. These cash books were reviewed for proper recording of incidental activities and to identify types of incidental activities other than those listed in the CAM.

The adequacy of controls established to monitor compliance with the JCO was assessed. Total company revenues for 1990 were compared to revenues from incidental activities for compliance with the FCC 1% ceiling.

SUMMARY OF AUDIT RESULTS

The overall objectives of the operations are being met.

F01B01W 000079

9 p.

Company: Southern Bell Telephone & Telegraph
Title: Notes on Internal Audits

11/11/92
SL
5/8/92

CARRIER ACCESS BILLING SYSTEMS - RATE ELEMENTS

G10-14-15-A-S

BTO - Comptrollers, Data Systems, Interexchange
Carriers Division, Regulatory & External Affairs

March 1991

INTRODUCTION

In order to price access service equally between Exchange and Interexchange Carriers, a rate structure was developed which breaks rates down into various elements depending upon their usefulness to the user.

Rate elements and their corresponding rates are contained in the States' and Federal Communications Commission (FCC) No. 4 Tariffs.

These rates apply to switched and special access services recurring and nonrecurring charges. The Carrier Access Billing Systems (CABS) rate file is composed of all Universal Service Order Codes (USOCs) both current and previously approved tariff rates for processing service orders applicable to CABS accounts.

A rate change for USOCs is conducted for the following reasons: tariff revisions that change or remove rate elements or a regulation which affects a rate calculation algorithm; quarterly updates of Equal Access Transition Plan; and a cleanup of Accounts Data Base rates due to a rating discrepancy from service order daily processing.

SCOPE

Audit tests were performed on the 1-1-91 interstate rate change in Georgia and South Florida Revenue Accounting Offices (RAOs) and the 1-16-91 intrastate rate change in South Florida.

Interviews were conducted with Comptrollers, Data Systems, and Regulatory & External Affairs personnel to determine the timeliness of the notification and distribution processes.

The tariffs in each RAO were checked against the tariff checklist obtained from Regulatory & External Affairs Staff to determine if the correct and approved tariff pages were being used.

Judgemental samples of tariff rates were compared to the Production-CABS Rate File (P-CRF) to determine if the P-CRF agreed with each RAO's tariffs.

Customer bills were sampled, after the rate changes. Release date of bills to the customers after a rate change were checked for timeliness. The Accounts Data Base reports were reviewed for out-of-balance conditions caused by the rate change. Processes performed by Comptrollers were compared to the documented methods and procedures.

SUMMARY OF AUDIT RESULTS

The overall objectives of the operation are being met.

F01B01W 000080

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COMPANY: SOUTHERN BELL TELEPHONE AND TELEGRAPH
TITLE: NOTES ON INTERNAL AUDITS
PERIOD: TEST YEAR ENDING 12/31/91
DATE: APRIL 30, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #: 9

rw 11/11/92

EMPLOYEE PERSONNEL RECORDS

G10-51-02-A-SF

BSC-Human Resources, BTI-All Departments

June 1991

INTRODUCTION

The standard employee personnel file contains data required by the company to meet business needs and satisfy external agency requirements. The records contained in each file include service, attendance, evaluations, training, etc.. These files are confidential.

The Centralized Personnel Records Systems (CPRS) is a consolidated data base of payroll and personnel information for all Company employees. The CPRS includes information on the employee's salary/wage history, net credited service date, responsibility code, job function, birthdate, pay grade/wage scale, education and personal data for the last seven years.

Audits of employee personnel files and CPRS were performed in 1988 and were classified as Satisfactory with Findings. Findings One and Two in this report are similar to findings in the previous reports.

SCOPE

The purpose of this audit was to determine whether employee personnel files are maintained according to Company guidelines and to determine whether adequate controls exist to ensure that the CPRS data base contains accurate information.

A judgemental sample of 93 employee personnel records was selected from several departments in Georgia and Florida. Executive Instructions and the Personnel Policy Manual were reviewed. Interviews were conducted with personnel file administrators and observations were made to ensure that the records were safeguarded.

Programmed edits for significant Payroll Change Report data fields were tested to determine the accuracy of input to the Employee Payroll/Personnel System (EPPS) and update to the CPRS Master File.

Certain information in the CPRS data base was compared to data obtained from the sample of employee personnel files. Controls over the input of all Payroll Change Reports to the system were reviewed. Interviews were conducted with Personnel and Payroll employees to ensure that only those transactions authorized by management are processed by the system.

Form PR-7100, EPPS Listing of Activity Errors, and Form HR-0620, CPRS Data Base Discrepancies, Post Update Edit and Reconciliation were examined to determine if errors are investigated and corrected in a timely manner.

Equal Employment Opportunity (EEO) monitoring reports were examined to ensure compliance with federal regulations. System security was reviewed to ensure that proprietary information is protected from unauthorized access. Interviews were conducted with Payroll management regarding organizational structure, segregation of duties and staff training. Controls over programmed procedures were reviewed to determine that CPRS program changes are properly tested, authorized and implemented and that the correct version of data files is used.

SUMMARY OF AUDIT RESULTS

The overall objectives of employee personnel files and CPRS are being met. However, there are several areas that warrant the attention of management.

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EMPLOYEE PERSONNEL RECORDS
G10-51-02-A-SF
FINDINGS - 6/91

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The Employee Payroll/Personnel System Listing of Activity Errors is a daily error report that identifies those data fields which did not update to the Payroll data base for all Payroll Change Reports entered into the system.

The CPRS Data Base Discrepancies, Post-Update Edit and Reconciliation is a monthly error report that identifies errors and discrepancies in the CPRS data base, the Payroll Data Base, and the Service History file. These error reports are the main controls over the accuracy and integrity of information contained in both the Payroll data base and the CPRS data base.

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A comparison of the CPRS Data Base Discrepancies, Post-Update Edit and Reconciliation reports for two months revealed

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Management plans to train the necessary personnel staff to reconcile and correct the CPRS data base discrepancies in a timely manner by the end of the year.

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Employee personnel file should be maintained according to Company policy.

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The Personnel Policy Manual structures the content of the standard personnel file and includes the Employee Personnel File Table of Contents, Form 5638, which specifically describes those records required to be included in an employee's personnel file.

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DISASTER RECOVERY AND CONTINGENCY PLANNING
EIO-77-20-A-2F
BTR INFORMATION SYSTEMS
6/91

The daily business activities of all BTI employees depend on complete, accurate, and timely Information Systems (IS) processing managed by BellSouth processing centers. The loss of IS processing could jeopardize customer service, revenue, and corporate data assets. The Computer Asset Protection (CAP) team has been established within BTI to protect and secure corporate computer and data assets. This includes the development and maintenance of Disaster Recovery and Contingency Planning (DR/CP) standards to be used by IS application support and operations.

Audit test were performed in the Miami Regional Data Center (RDC) and Minicomputer Maintenance and Operations Center (MMOC), the Mississippi DPC and Minicomputer Operations Center (NOC), and the CAP support group.

The following controls were reviewed:

- Controls ensuring compliance with stated BTI policies, plans, and procedures were reviewed by examining BTI DR/CP documentation to ensure that it included all significant requirements, that the documentation was current, and properly authorized. DR/CP plans for the processing centers and applications were reviewed to ensure the appropriate sections were included.

The method used for modifying DR/CP policies and procedures was examined.

SUMMARY OF AUDIT RESULTS

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[illegible]

DISSENT RECOVERY AND COUNTERGEOGRAPHY: FALLOUTS - 1980
EIO-77-20-A-11
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POLITICAL ACTION COMMITTEE - STATE

N10-64-02-A-SF

BTI - STATE POLITICAL ACTION COMMITTEES

JUNE 1991

INTRODUCTION

State Political Action Committees (PACs) were established to allow employees an opportunity to participate in the governmental process through contributions to candidates in state and local elections.

Management employees may participate on a voluntary basis by making contributions, usually through payroll deductions. The funds received by the PAC Treasurers are deposited into bank accounts established by each PAC.

Employees can choose their candidate or have PAC designate the recipients.

Disbursements made in 1990 to candidates in Florida, North Carolina, and South Carolina were \$202,000, _____ and _____ respectively.

No solicitations for employee participation have taken place in the past year.

SCOPE

Audits test included a review of the collection, deposit and disbursement of funds, and examination of financial reports and tax returns.

Interviews were conducted with administrative personnel in each state and records from January 1990 through April 1991 were examined.

Deposits and Disbursements were examined for accuracy, completeness, and timeliness as well as compliance with the Articles of Organization and state laws.

A judgemental sample of transactions was tested for each State PAC. Deposits were reconciled to data on payroll allotment reports. Allotment cards received by PAC administrators and forwarded to the payroll office were reconciled to subsequent allotment report details.

Disbursements were matched with authorizations for disbursal. Documentation of approval by a majority of the Disbursal Committee members was matched with each authorization reviewed.

Reconciliations of bank statements with bank registers was examined and tested. Financial reports issued by regulatory authorities were reviewed for compliance with state laws and reconciled to supporting records. State regulatory authorities were interviewed to request clarification of filing requirements.

Interest income on 1990 tax returns was reconciled to supporting records. The organizational structure of each PAC was reviewed for compliance with the Articles of Organization.

SUMMARY OF AUDIT RESULTS

The overall objectives of the operation are being met, with the exception of the following issues which warrants management's attentions:

FO1B01W 000085

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Political Action Committee State
D10-34-07-A-SE

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The South Carolina State Ethics Act requires political action committees to file financial reports "within thirty days after each election, and thereafter within ten days after the end of each calendar quarter in which funds are received or expended after the election to pay campaign expenses."

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Quitaro P.O. TELEPHONE
Notes on Internal Audits
7/8 12/31/91

4/11/92
5/8/92

AGENT FIELD

B10-11-07-A-EE

BHT - Customer Overhaul Statistics Market Monitoring
JUNE 1991

Introduction

BHT's mobile cellular telephone service has over 350,000 customers in the 3 BHT markets. BHT and its agents who sell these services based on the services provided have historical and current records which are used by the monthly billing of customers. These records are maintained by agents.

Information is maintained and controlled over the life of the service provided in each market, including the expenses.

SCOPE

The purpose of the audit was to determine if contracts and the associated relationships between BHT and agents were adequately controlled.

Interviews with BHT regarding contract maintenance, commissions, co-op calculations, agent fraud, were included in the audit procedures.

A judgemental sample of 12 agents was selected for testing. Agents' contract files were reviewed. May 1991 up to the individual commissions were tested for accuracy.

A recent request for co-op payment for each agent was also examined for evidence of review for compliance with BHT Advertising Guidelines.

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1/8/92

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SUMMARY OF AUDIT RESULTS

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FINDINGS

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OUTSIDE
Notes on JUNE 1991
Audited: RISK MANAGEMENT

B10-57-11-A-S

BSC-Comptrollers

June 1991

INTRODUCTION

The BellSouth Corporation (BSC) Risk Management group (RM) is responsible for identifying, evaluating, and managing risk issues for all BSC companies. Identification is performed by a risk coordinator within each BSC subsidiary or as part of the acquisition process. Those risks determined by qualified RM managers to be significant are managed by developing a self insurance program or by transferring the economic consequences of the risk to a third party.

SCOPE

Audit tests consisted of interviews, observations, and substantive testing. Of the 31 liability policies, 23 were tested for completeness, accuracy, authorization, and continuity.

Payment vouchers were examined for accuracy of detail including proper allocation to subsidiaries. Where self insurance was selected, the decision process along with the associated data was analyzed for adequacy.

The applications or annual filings were reviewed and the existence of current self insurance certificates was verified.

SUMMARY OF AUDIT RESULTS

Overall, the objectives of the operation are being met.

F01B01W 000091

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L10-24-14-A-SF

BST-BUSINESS SYSTEMS, INFORMATION SYSTEMS**SEPTEMBER 1991**

INTRODUCTION

Total Business Marketing sales expenses for BST were \$107.6 million (regulated-\$84.6; deregulated-\$23.0) for the period of January through June 1991.

As of January 1, 1988, the Federal Communication Commission (FCC) adopted new accounting procedures (Part X) which requires the Bell Operating Companies to maintain an accounting plan that separated the expenses associated with regulated and deregulated products and services. The Cost Allocation Manual (CAM) contains the FCC time reporting guidelines.

BST uses positive time reporting to apportion cost between regulated and deregulated activities. Since July 1, 1991, this has been accomplished through the use of the Mechanized Time Reporting System-Marketing Reporting (MTR). Before this date the states in the SCB areas were using the Sales Office Management System (SOMS).

An audit of this subject was performed in 1988 with Significant Adverse Findings. A reaudit in 1989 was classified as Satisfactory with Findings.

SCOPE

A statistical sample of 232 Marketing employees was selected from a population of 1279 with job classifications of Account Executive, Systems Designer, or Service Consultant. The sample was designed to produce a confidence interval of 1% around the estimated error rate of 1% at the 95% confidence level. A week of time during the months of January-May 1991 was selected on a random basis for each employee in the sample.

Interviews were conducted with each selected employee to determine the accuracy of the time charged and the product code. Personal Vehicle Reimbursement (PVR) forms, employee reimbursement vouchers, RF-154-MTR Input Sheets (RF-154), and calendars were reviewed to determine whether time was charged for all customer productive activity.

In the SCB states, the SOMS Management Product Costing Report (MICAP) and Time Reports (TR) were reviewed to determine if current approval requirements were being met.

MTR Report MP5842-Account Management Product Cost Report (MP5842) and Report MP5843-List of Marketing Information keyed to MTR (MP5843) were reviewed in the SBT states for compliance with approval requirements.

The SOMS and MTR applications were reviewed to determine the effectiveness of controls over input, update, and error processing. SOMS and MTR online edits were analyzed to determine their adequacy and effectiveness.

SUMMARY OF AUDIT RESULTS

Overall, the objectives of the operation are being met; however, controls and the reporting

FINDING

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COMPANY: SOUTHERN BELL
TITLE: Notes on Internal Auditor's Reports
PERIOD: Test Year Ending 12/31/91
DATE: March 8, 1992
AUDITOR: Gabriela Leon
Workpaper #: _____

FACILITY ASSIGNMENT AND CONTROL SYSTEM

T10-13-01-A-SF

BST - Information Systems-Network/PPSM,
I & M Operations Support, Network Operations,
OSP Engineering & Construction Support

SEPTEMBER 1991

INTRODUCTION

About 31,300 (Jacksonville-10,200; Nashville-8,300; Orlando-12,800) requests for manual assignments (RMAs) are processed monthly by Loop Assignment Centers (LACs). RMAs are generated when the Facility Assignment and Control System (FACS) cannot mechanically process service orders. FACS is composed primarily of 3 sub-systems. The Service Order Analysis and Control (SOAC) system sends and receives RMAs to/from the LAC Operations Management System.

A Facility Assignment Specialist (FAS) then assigns the RMA using Loop FACS (LFACS) and distributes the order using SOAC.

LACs also provide field assistance (FA) to Central Office, Marketing, Installation, and Outside Plant Engineering (OSPE) forces. FA request usually involve service order changes.

SCOPE

An audit was conducted in North Florida, Tennessee, and BST Company Headquarters to determine if controls were adequate and that the RMA and FA processes were operating effectively.

The audit test consisted of interviews with LAC supervisors to determine if they were knowledgeable and if the manual controls over the processes were adequate.

FACS internal controls over the RMA process were reviewed.

The May 1991 Monthly FACS Frequency (FFREQ) reports were reviewed to determine if the types of RMAs substantially changed between the LACs.

The May 1991 FACS Speed of Pass Assignment reports were reviewed to determine if substantial variances existed between the LACs and if Company objectives for the timeliness of RMA processing were met.

Audit tests also included examining the number of quality reviews performed and analyzing the Administrative Control Parameters. FA logs were reviewed, and LAC Supervisors were interviewed, to determine if the FA process was operating according to established guidelines.

SUMMARY OF AUDIT RESULTS

Overall, the processes were operating as intended.

FINDINGS

1.

One of the goals for controlling FACS processing is to reduce the manual effort involved by effectively utilizing LFACS. This goal can be accomplished by the use of ACP. ACPs can be set at the wire center level to control LFACS processing for an entire wire center.

ACPs can also be set at the terminal level to control LFACS processing for the specified terminal.

a)

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COMPANY: SOUTHERN BELL
TITLE: Notes on Internal Auditor's Reports
PERIOD: Test Year Ending 12/31/91
DATE: March 6, 1992
AUDITOR: Gabriela Leon
Workpaper #:

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41 _____) states that as minimum of 350 items should be reviewed annually.

An analysis of the quality reviews performed in the Jacksonville LAC found that achievement of the required number of quality reviews is in jeopardy.

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During post audit discussions, representatives from BST Network Operations in North Florida stated they would perform the required number of quality reviews in 1991 and guard against such delays in the future.

In a letter to Mr. B. R. Easterling, Director Internal Auditing dated October 25, 1991, Mr. W. R. Perry, P.E., General Manager, Network/North Florida stated his response to finding number 2 as follows:

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59 "This is in response to finding 2 of T10-13-01-A-SF, Facility Assignment and Control System:
Recent management losses in this center required the supervisor/craft relationships to change. Each manager has confirmed the appraisal period of the individuals and compared the performed audits to target quality items. By November 15, 1991, all employees will be on target for quality reviews."

"As supported by 96.2% year to date flow through and the decreasing service order change rate, quality performance has always been a top priority in the Jacksonville LAC."

F01B01W 000095

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COMPANY: SOUTHERN BELL
TITLE: NOTES ON INTERNAL AUDITOR'S WORKPAPERS
PERIOD: TYE 12/31/91
DATE: MAY 5, 1992
AUDITOR: GABRIELA LEON
WORKPAPER # 9

CUSTOMER PREMISE EQUIPMENT-FIELD STOCK

A11-42-42-A-SAF

BELLSOUTH BUSINESS SYSTEMS

SEPTEMBER 1991

INTRODUCTION

The investment in the Customer Premise Equipment (CPE) Field Stock of repair parts (Account 1220.2200) for BST was \$19.3 million at the end of May 1991. CPE field stock is maintained in various locations throughout the BST region in order to provide CPE technicians with quick access to the repair parts.

An audit of a similar subject in Florida in 1990 was rated Satisfactory with Findings.

SCOPE

Visits were made to 5 CPE field stock locations in Alabama and to 7 in Florida. Interviews were conducted with managers. The safeguarding of CPE field stock was evaluated.

The accuracy of the Company investment records was checked to the CPE field stock or repair parts on hand for a judgment sample of 159 product identification numbers (PIDs) at the locations visited. All CPE field stock quantities (43,305 PID items) shown on the Company investment records in the BST region as of May 31, 1991 were tested by location to determine the usage demand and stock levels from January-May 1991.

This was accomplished by comparing the Company investment records for each location, on an item by item basis, to the replenishment records for each of the CPE field stock repair parts during the period.

SUMMARY OF AUDIT RESULTS

The audit tests determined that the CPE field stock of repair parts had adequate physical security safeguards in place at the locations visited.

FINDINGS

As of May 31, 1991 Account 1220.2200 investment in BST was \$19.3 million. Test of each PID item of CPE field stock (43,305) in the investment record, by location, to establish the demand and stock levels during

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Customer Repair Equipment - Field Stock

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During the post audit review meeting, representatives of BellSouth Business Systems agreed to establish a process to manage CPE field stock on a regional basis to optimum levels and investment, and to review the \$8.6 accrual for stock reduction.

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Test of the accuracy of the Company investment records to the CPE field stock of repair parts for the judgment sample at the locations visited determined that 35% (56 of 159 PIDs) had

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During the post audit meeting, representatives of BellSouth Business Systems agreed to establish a process to identify all stock locations, assign geographic location codes to those locations, and manage CPE field stock at levels of accountability down to the truck stock level.

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E10-71-20-A-SF

OCTOBER 1991

The Atlanta and Miami Data Processing Centers (DPCs) and the Nashville Regional Data Center (RDC) represent a combined annual operating budget of over \$28.9 million with over \$80 million in computer assets.

- 1) The Carrier Access Billing System (CABS)
- 2) The Customer Records Information System-Message Processing (CRIS-MP)
- 3) Customer Records Information System-Accounts (CRIS-ACCTS)
- 4) Facilities Assignment and Control System (FACS)
- 5) Computer System for Main Frame Operations (COSMOS)
- 6) Loop Maintenance Operations System (LMOS)
- 7) Business Office Customer Record Inquiry System (BOCRIS)
- 8) Service Order Communications System (SOCS)

SCOPE

Controls over the reliability and integrity of data processing information were reviewed by examining procedures that ensure that software and job scheduling changes are authorized and updated accurately, completely, and timely. Information sharing was evaluated by attending scheduled shift change meetings, reviewing the minutes from prior meetings, and reviewing shift change and status activity reports.

The current processing center organizational chart was reconciled with userid lists and user access profiles for the Automated Production Control System (APC), the Support Information Systems (SINS) and the Time Sharing Option (TSO).

[illegible]

2775

The Tape Management System (TMS), the off-site storage reports, and the backup tape transportation vehicles and offsite storage facilities were reviewed. Interviews were conducted with CDC personnel. Additionally, 118 cartridges in the offsite storage facility were reconciled to the Tape Management System (TMS) offsite storage inventory report.

Controls ensuring the economical and efficient use of BST resources were reviewed by examining personnel development and training procedures and the means used to monitor and direct processing center activities including feedback.

Shift status reports and processing center performance reports were reviewed and shift change meetings were attended. Also, Computer Asset Protection site reviews, Regional Deployment Taskforce, and Automated Operations Centralization documentation and meeting minutes were reviewed.

SUMMARY OF AUDIT RESULTS

Overall, the objectives of management are being achieved.

FINDINGS

1.

In post audit discussions, management of the processing centers agreed to take action to
Management agreed to

■ A new access system is being implemented in the Nashville RDC. Atlanta DPC management has decided to accept the risk of the increased possibility of access key duplication due to the expired patent because of the costs of re-keying the access system and the pending move of the Atlanta DPC operations to other processing centers.

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[illegible]

COMPANY: SOUTHERN BELL
TITLE: Notes on Internal Auditor's Reports
PERIOD: Test Year Ending 12/31/91
DATE: March 6, 1992
AUDITOR: Gabriela Leon
Workpaper #:

SALES, INSTALLATION, AND BILLING OF INTEGRATED
SERVICES DIGITAL NETWORK (ISDN)

M10-13-23-A-SF

BST-Business Services, Comptrollers, Customer Services
Information Systems, Marketing Support, Network Operations,
Network Operations Support, Planning & Engineering
Sales Support, Sales Vice President

DECEMBER 1991

INTRODUCTION

About \$1.3 million of revenue is projected for BST in 1992 from customers in Alabama, Florida, and Mississippi subscribing to ESSX ISDN.

ISDN is a network architecture supporting digital telecommunications services which are selected by the user through a common access at a standard interface.

The ISDN architecture supports a wide range of services, including voice, channel switched data, packet data, and video, provided on a single cable pair.

ISDN is divided into 4 service classifications:

Digital ESSX ISDN
MEGALINK ISDN
Business ISDN
Residence ISDN

The first of these classifications to be offered widely by BST will be Digital ESSX ISDN. Tariffs were approved in late 1991 in Alabama, Florida, and Mississippi for this service.

The scope of this audit is focused on the activities necessary to install the service and establish billing records following an ISDN sale.

SCOPE

The purpose of this audit was to determine if controls over the installation and billing of ISDN are in place.

Audit tests were performed in Alabama, Florida, Mississippi, and in Company Headquarters during November and December 1991.

Interviews were conducted with managers in the Sales Vice-Presidents' organizations, Customer Services, Sales Support, Planning and Engineering, and Network Operations in order to understand ISDN.

Written documentation was examined to determine if guidelines provided were appropriate. Work activities related to ordering and installing ISDN service were evaluated. Completeness and accuracy controls over the processing of ISDN Service Request forms and service orders were reviewed.

Controls over the billing of ISDN charges were tested. Controls for the verification of billed ISDN features to central office switch records were evaluated.

The guidelines provided by Business Services for the monitoring of ISDN installation activities by area ISDN Implementation Teams were evaluated. Interviews were conducted with area Implementation Team members and minutes of meetings were reviewed to determine the effectiveness of team activities.

Written guidelines related to training requirements for ISDN were reviewed for effectiveness.

SUMMARY OF AUDIT RESULTS

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COMPANY: SOUTHERN BELL
TITLE: Notes on Internal Auditor's Reports
PERIOD: Test Year Ending 12/31/91
DATE: March 6, 1992
AUDITOR: Gabriela Leon
Workpaper #:

FINDINGS

Audit discussions and evaluations determined that currently, ISDN packet switched service is available only within the customer's local service office. To have access to locations outside the local serving office, ISDN must link to the Public Packet Switched Network (PPSN).

The following areas need improvement:

To order ISDN lines members of the Sales Account Team prepare Forms RF-5427, ISDN Service Request Forms, and manually distribute the forms to several different work groups. RF-5427 forms are used by Customer Services to type service order information into the service order processing system. These forms also contain detailed information needed by Network groups for the input of translations.

For each ISDN line installed as many as 15-20 pages of Forms RF-5427 may be required. Interviews with managers in the Sales Vice Presidents' organizations and in Customer Services indicated

In the Line and Number Administration groups information from Forms RF-5427 is used to determine the assignment of originating equipment (OE) and packet originating equipment (POE).

Southern Bell
Notes on Internal Auditors' WORKPAPERS
NYC 1/4/31/91

8/3/92

COMPANY: SOUTHERN BELL
TITLE: NOTES ON INTERNAL AUDITORS' WORKPAPERS
PERIOD: TEST YEAR ENDING 12/31/91
DATE: JULY 31, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #: 9

CUSTOMER PAYMENT CENTERS

FOO-17-05-A-SF

BSC-TREASURY METHODS;
SSS-INFORMATION SYSTEMS-REVENUE AND COST/DISBURSEMENTS,
MARKETING SUPPORT, TREASURY;
SET-COMPTROLLERS, CUSTOMER SERVICES, MARKETING SUPPORT

MARCH 1990

INTRODUCTION

The Customer Payment Centers (CPCs) are available for customers who choose to pay their telephone bills in person. Tellers in the CPCs use the Teller Input Payment System (TIPS) for processing and reporting payments.

Payment information from TIPS is updated to customer accounts in the Interim Billing and Order Support System (IBOSS) and Customer Record Information System (CRIS). Balancing of the teller receipts is done through TIPS.

Balancing reports (5125s) are produced in the offices daily and collection information is updated in CRIS. Bank deposit information is reported daily to the Treasury Office.

Two prior audits of this subject were performed in Southern and South Central Bell in 1989 were classified as satisfactory with findings.

SCOPE

The scope of this audit was to determine the adequacy and effectiveness of controls over safeguarding of Company funds and processing customer payments in the CPCs.

Unannounced visits were made to four CPCs in Florida: Ft. Lauderdale (Broward), Daytona Beach, North Dade and Orlando. The following audit tests were reviewed:

cash handling
night deposit box
window payment processing
teller and office end-of-day balancing
bank deposit preparation
reporting and transfer to armored car service company
administration of security logs (RF3605s)
key envelopes (RF2503s)
key/combination assignments

Cash drops, cash drawer limits and office nightly cash carryover were reviewed for compliance to the practice.

Physical security was observed. Cash advances were agreed to Comptrollers records and balanced. Supervisory checks and reviews conducted by the CPC Supervisors on Tellers were examined to determine compliance with guidelines. Interviews with CPC Managers

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Southern Bell
Notes on Internal Auditors' WORKPAPERS
T/C 12/31/91

8/3/92

COMPANY: SOUTHERN BELL
TITLE: NOTES ON INTERNAL AUDITORS' WORKPAPERS
PERIOD: TEST YEAR ENDING 12/31/91
DATE: JULY 31, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #: 9

and Headquarters Staff personnel were conducted to determine if reviews were conducted according to guidelines.

Treasury Information Management System (TIMS) reports (F2044s) were matched to 24 CPC 5125s to ensure bank deposits were reported correctly to Treasury. Figures were subsequently agreed to the Cash Book for South Florida and the Report of Collections and Deposits (5125-MP) for North Florida.

SUMMARY OF AUDIT RESULTS

Audit tests revealed that controls in the CPCs reviewed were generally adequate and effective, however, the following issues which require management attention.

FINDINGS

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It is the policy of the Company to safeguard funds collected by employees and provide protection to all employees responsible for the care of such funds.

Periodic reviews are required to ensure that Tellers understand and follow the practices required. These are accomplished through:

- (1) The Southern Bell Teller Appraisal Plan which outlines 16 specific types and numbers of Supervisory reviews required to be performed.
- (2) Manager reviews which were covered in detail in a package provided to CPC management by Headquarters in October 1989, and
- (3) Customer Services Staff reviews which are to be conducted on an unscheduled basis throughout the year.

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Southern Bell
Notes on Internal Auditors' WORKPAPERS
T/C 1/31/91

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8/3/92

COMPANY: SOUTHERN BELL
TITLE: NOTES ON INTERNAL AUDITORS' WORKPAPERS
PERIOD: TEST YEAR ENDING 12/31/91
DATE: JULY 31, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #: 9

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Night depository payments are to be removed by CPC personnel on a daily basis. Processing should be completed the same day.

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TYPE 12/31/91

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10/14/92

Page 91

Open Network (ONN) Order by FCC to make Broadband more accessible to Enhanced Service Providers (ESPs)
ONN incorporates 5 subguidelines ~~to~~ BST doesn't cover a lot over
concentrates on providing Enhanced Services
Scope - to determine if in compliance with FCC
must receive written response to ESP requests in 120 days

Lowit

Property Name - Real Estate Verification of Floor Space Use
200-32-64-S-SAF November, 1991

A 10-32-66-S-SAF

November 1991

CREMS- Corp. RE Mgmt. System - 1991 Wedget 2.0 incl.

Strat Sample of 50 Wldgs out of 1123 larger than 5000 sq. ft. - Probability of Wldg. being selected related to the proportion of its size.

Within these 56 clids looked at 2.2 dils. sq. ft. of the 5.6 all in the sample. (39%)

Tested for: (assigned, variant, etc)

Utilization Matched CREMS Ccd.

Usage matched CREMS

Occupying so matched

Responsibility Code Matched CREMS

Billing authentication - codes valid if entered Billing.

This audit was reviewed in detail in the CAA audit Section 19.

Revenue - Customized Large User Billing ^(LUB) L 10-14-24-A-SF Nov 1991

offered to customers with bill of \$20,000 or more

5th Flr - tariff allows one time charge of \$1200
for customer selection dept. id #.

SBTET
Review of Internal Audits
TPE 12/31/91

KW
10/4/92

Revenue - Carried Access Billing System. Posting of Completed Service Orders ✓ K10-13-68-A-SAF K10-14-16-A-SF
Dec. 1991

Jan. Sept 91 - BT called IC (Outreachman Carriers) \$850 million
Purpose: Evaluate controls over CAGE pertaining to the Service Order Updation. Features discussed.

Results

Installation & Billing of Memory Call Services 610-13-29-A-SAF
Purpose: Review controls over Dec. 91
Memory call installation & billing in Fla E' Gar

Bellboy Agency Agreements H10-14-39-A-SAF Dec. 91
Examined Controls over Admin. of agency agreements in these areas

F01B01W 000108

S B T&T
Analysis of Internal Audits
TPE 12/31/91

PW
10/14/91

Federal Reserve (Action) Committee 610-64-01-A-S
June 1991

Solicits voluntary personal contact from 24201.5 Admin
Mgmt - Impaired - kept in separate deposit
FEC requires reports on disbursements
Evaluated controls over funds & if activities
Comply with laws

FID-32-04-A-S Building Industry Consulting Service (BICS)

SO handled bills to outside persons Feb 1991
F co's when requests are made for custom work on public
or private property. Special contract in 1992 was 2.2 mil

FID-14-14-R-S Other Mobile Services Billing Feb 1991

Other Mobile Services = Improved Mobile Tel Service, Ship to Shore

Air to Ground, & Radio Common Carrier

March 1990 closed to self. FMTS, Ship to Shore & Air to Ground

FID-24-11-A-S Payroll Processing Mgmt Team Incentive Award (MTA)

& Individual Incentive Award (ITA) March 1991

Evaluated adequacy & effectiveness of controls over awards

for BTO employees in FMTS

(Bell South Tel. Co.) - Audamental Sampling

FOO-13-35-A-SF Installation & Billing of Optional Calling Plans (OCP's)

March 1991

Purpose - controls over order issuance for OCP's & charges
billed correctly

SATST

Review of Internal Audits
TPE 12/31/91

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10/14/92

Property Mgmt. Ely Op. Mgr. - Reviewed in CAM audit

Telco - Field Assistance System - F10-82-86-A-S April 1991

Sales Billings Mgr. - F10-13-59-R-SF April 1991 - Reader

Utilization & Disposition of Network Test Equipment

F10-32-90-A-SF June 1991

Invent. test equip. exceeds 331 mil. in Fla. - Evaluate control
annual & disposition of test eq.

KSR1 - Customer Appeals - F10-53-10-A-SF June 1991

Methods & Procedures for the KSR1 (Customer appeals process)

Abnormal Surge Conditions - Central office & Mechanized
Systems in Bell South Telecom F10-53-26-A-SF
June 1991 F10-53-39-A-SF

SRTST

Review of Internal Audits
TPE 12/1/91

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Evaluate controls over reporting abnormal cond

Payroll Check Distribution F10-24-19-A-SAF June 1991
Stat sample of 5 distributed

Records Management F10-56-07-A-SAF Sept. 1991

Sales Award Program F10-24-31-A-SAF Oct. 91

Stat Sample of Service Rope for Aug & Sept 90

Pulled bills for 20 each of 15 SRS

FDI

Interviewed Chief Sec. Staff & Mgrs.

Judgmental sample of 10 sales award plans. Removal controls at 13 locations for admin of awards.

9/2/94

SBT

Review of Internal Audits
TPE 12/31/92

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11/11/92

KSR1 Interexchange Carrier Service Provisioning & Special
Service Provisions - Intralata F10-53-41-A-SF
F10-53-21-A-SF Nov. 1991
KSR1 (Key Incident Review Indicated)

Director's Purchase Charges F10-14-40-R-SF Dec. 91
Reviewed adverse findings from 1990

Purchasing Operations Computer Parts & Purchasing Operations -
Personal Computer F10-21-23-A-SF
F10-21-33-A-SF Nov. 91
evaluate controls over adequacy & effectiveness of controls
over purchase of personal computers & parts

Provisioning & Billing of Cellular Interconnection Service
F10-13-08-R-SAF Jan 1992
Reviewed adverse findings from audit
controls to ensure accuracy & complete billing
of cellular usage continue to be inadequate

Bidding of Service & Service Credit F10-25-12-A-SAF Dec 91

Property Mgmt Engineering & Architect Contracts F10-32-61-A-SF
Dec 91

F01B01W 000112

SBT

Review of Internal Audits
TPE 12/21/91

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Sales & Billing of BellSouth Prod. FIO-19-11-A-SF Dec 91
Responsible for Monitoring Contract Compliance ACT

Surveillance Report Kordata CIO-18-35-A-SF March 91

Other Mobile Services Billing FIO-14-14-R-5

Billing & Collection of Indep. Cust. Directory
Adv in BST & BABCO-

Sales Promotion Expenses - Customer Ed. & BellSouth
Comm. Inc & BellSouth Telecom. FIO-23-23-S-SF
Dec 91

ASR (ARM Audit)

Plug in Law Control System (PLCS) Sales & Purchases
in BST FIO FIO-32-41-S-SF Jan 92
Determined controls over input, update &
access.

Sales, Installation & Billing of Local Measured Service Feb 1991
FIO-13-27-S-SF

F01B01W 000113

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SBT

Review of Internal Audits
TPE 12/31/98

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11/11/92

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LIST OF COMPLETED AUDITS CLASSIFIED AS ATTORNEY WORK PRODUCTS

1.	RATING	S	- SATISFACTORY		
		SF	- SATISFACTORY WITH FINDINGS		
		SAF	- SIGNIFICANT ADVERSE FINDINGS		
2.	COMPANIES	BSC	- BELLSOUTH CORPORATION		
		BSE	- BELLSOUTH ENTERPRISES		
		BSS	- BELLSOUTH SERVICES		
		BST	- BELLSOUTH TELECOMMUNICATIONS		
		SBT	- SOUTHERN BELL		
		SCB	- SOUTH CENTRAL BELL		
3.	STATES	AL	- ALABAMA	KY - KENTUCKY	NC - NORTH CAROLINA
		FL	- FLORIDA	LA - LOUISIANA	SC - SOUTH CAROLINA
		GA	- GEORGIA	MS - MISSISSIPPI	TN - TENNESSEE

<u>CYCLE & FUNCTION</u>	<u>TITLE</u>	<u>RAT- ING</u>	<u>AUDITED COMPANY(IES)</u>	<u>ATTORNEY</u>
<u>First Quarter 1990</u>				
17-12	Public Communications Proposals for Broward County	S	SBT	H. R. Anthony
17-13	Accuracy of Coin Commission Payments	SAF	SBT	H. R. Anthony
51-02	Personnel Guidelines	S	SBT	H. R. Anthony
<u>Second Quarter 1990</u>				
17-10	Service Center - Public Communications	SAF	SBT	L. E. Gill
17-14	Commission Accuracy - Coin	SAF	SBT	A. S. Povall, Jr.
17-15	Commission Accuracy - Coin	SAF	SBT	F. Walters
17-16	Coinless Telephone Commission Accuracy	SAF	SBT	L. E. Gill
18-01	Coin Telephone Settlements	SAF	SBT	L. E. Gill
<u>Third Quarter 1991</u>				
15-03	Customer Adjustments - Loop Maintenance Operations System (LMOS)	SAF	BST-FL	H. R. Anthony
16-06	Mechanized Adjustments - Mechanized Out of Service Adjustments (MOOSA) - Florida	SAF	BST-FL	H. R. Anthony
53-15	Key Service Indicator (KSRI) - Network Customer Trouble Rate	SAF	BST-FL	H. R. Anthony
63-04	PSC Schedule 11	SAF	BST-FL	H. R. Anthony

FO1B01W 000115

Also denied F10-55-02 Network Gr. Reviews G.H.
See WPA 24

SBT

Access Denied
TPE 12/31/91

kw 11/11/92

CYCLE &
FUNCTION

TITLE

RAT-
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AUDITED
COMPANY(IES) ATTORNEY

Fourth Quarter 1991

G10-21-15 Independent Contractor vs. Employee
Status

SAF BSC, BSE
BST-ALL
STATES

K. W. Kochler

B10-62-02 Environmental Management

SAF BST-ALL
STATES

K W Kochler

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FO1B01W 000116

Also denied F10-55-02 Network Co. Reviews

See WP9C 24

9/1

SBT

Access Denied
TPE 12/31/91

kw 11/11/92

Florida Public Service Commission Staff
Audit of Southern Bell Rate Case
Docket 920260-TL
Auditor: Gabriela Leon
Document/Record Request No. 61
October 26, 1992

Request:

Please provide the following audits for review:

17-12 }		15-03 }	
17-13 }	First quarter	16-06 }	third quarter
51-02 }	1990	53-15 }	1991
		63-04 }	
17-10 }		G10-21-15 }	Fourth quarter
17-14 }	second quarter	B-10-62-02 }	1991
17-15 }	1990		
17-16 }			
18-01 }			

See attached sheets.

Response:

The audits listed above and on the attached sheet are internal audits covered under the attorney work product privilege.

Response Provided by:

H. A. Paisant
Operations Manager
675 West Peachtree Street
Atlanta, Georgia 30375

FO1B01W 000117

Also denied F10-55-02 Network Co. Review

GH

See 10/29/92

SBT
Access Denied
TPE 12/31/91

KW
11/11/92

10/29/92

Labby

When Hal Pausant responded on 10/27 that these audits are covered under the attorney work product privilege, he meant we were not going to provide them. Since Tallahassee is still trying to get them, even though they know they are protected (the list they sent in the exhibit to our motion), I called Sid White, General Attorney in Atlanta. He called Chris to explain to him. Chris said he is going to call you and ask you to send him the audit request & our response and think about it.

Judy

F01B01W 000118

Also denied F10-55-02

Network op. Reviews

GH

SBT
Access Denied
TPE 12/31/91

KW 11/11/92

DRR # 61

10/29/92

Tabby -

When Hal Paisant responded on 10/27 that these audits are covered under the attorney work product privilege, he meant we were not going to provide them. Since Tallahassee is still trying to get them, even though they know they are protected (the list they sent is the exhibit to our motion), I called Sid White, General Attorney in Atlanta. He called Chris to explain to him. Chris said he is going to call you and ask you to send him the audit request & our response and think about it.

Judy

F01B01W 000119

Also denied F10-55-02 Network Co. Reviews GH

See 10/29/92

Florida Public Service Commission
Document/Record Request
October 14, 1992
Item No. 58
Page 1 of 1

REQUEST: Please provide access to the auditor's workpapers for Internal Audit #B-10-11-02-A-SF, "Agent Relations" EMI - Customer Operations, Strategic Market Planning, June 1991.

RESPONSE: The audit requested deals with Customer Operations, Strategic Market Planning of BellSouth Mobility, Inc., a nonregulated subsidiary of BellSouth Corporation. As such, the audit does not appear to be relevant to the issues in this audit.

INFORMATION PROVIDED BY: H. A. Paisant
Operations Manager
675 West Peachtree Street
Atlanta, Georgia

FO1B01W 000120

Southern Bell Telephone & Telegraph

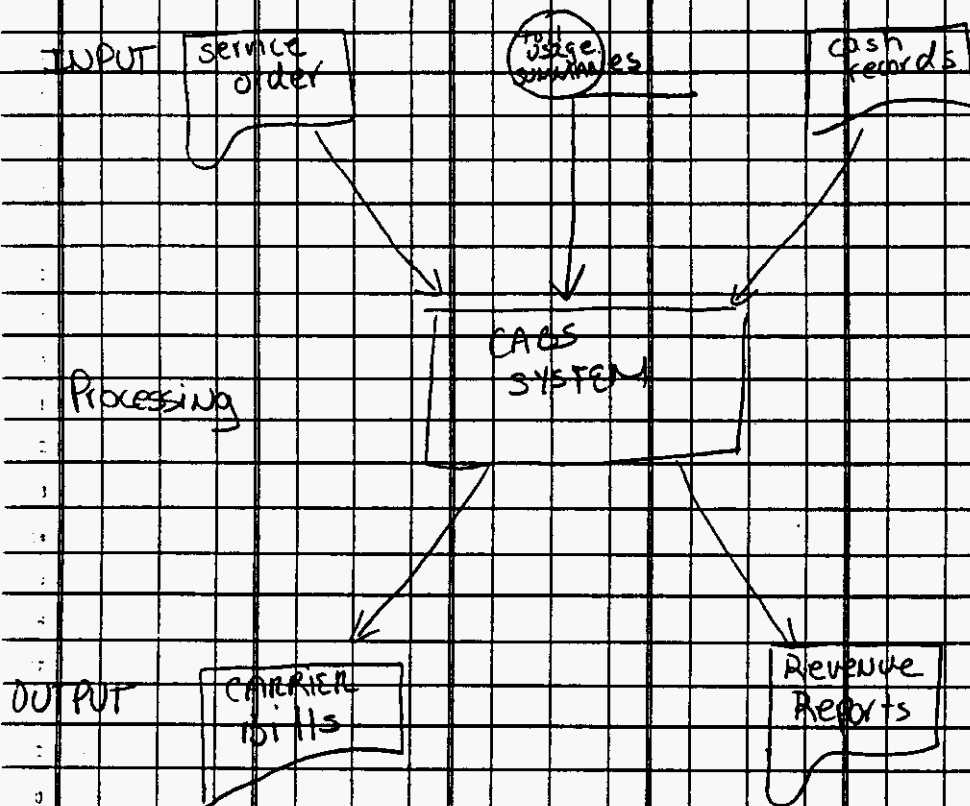
Notes on External - (CABS) General Overview

Auditors' Wp. TVE 12/31/91

MMZ
5/19/92

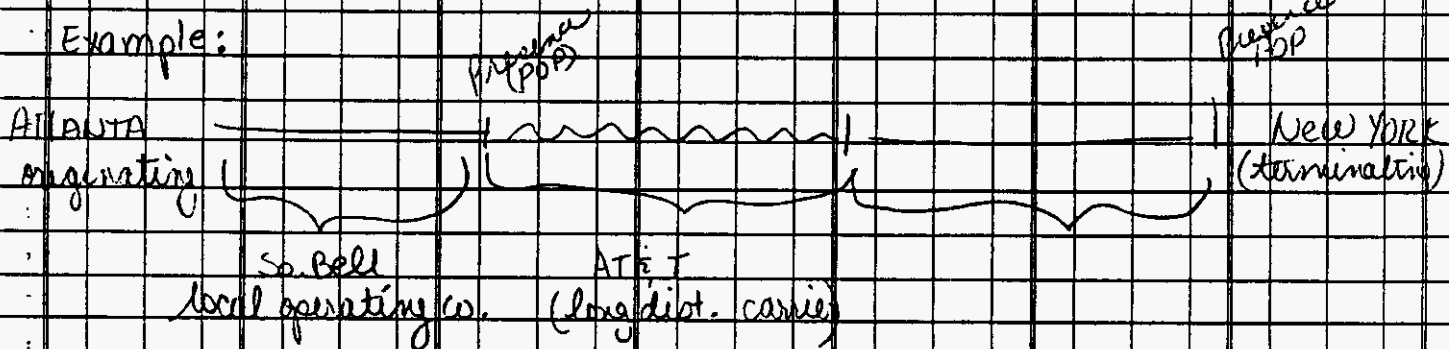
PERMANENT FILE - SBTET State Areas
91-54
Bundled 12-07-16

CABS SYSTEM - CARRIER ACCESS BILLING SYSTEM



Purpose of CABS - charge long distance carriers (AT&T, MCI, Sprint, etc.) for access to Southern Bell's local lines. CABS was established as a result of divestiture.

Example:



In the above example, AT&T carries the total revenue from this call because it's a long distance call. However, SB & NY telephone's local lines are used. The purpose of CABS is to bill long dist. carriers for the use of these lines. This is done by charging the carrier X¢/minutes of use (MOU) or a flat rate.

9-1 P.

Southern Bell Telephone & Telegraph
Notes on External Auditors' Work Papers

THE 14/21/91

YMD
5/20/92

Bundle 91-54-SBT - State Crew

Information is Accumulated as follows:

The Central Office (where the call originates) records the data needed (point of origin, carrier involved, MOU). For each Central Office the minutes of use are summarized by carrier and this information is input into the CABS system. CABS processes data & bills the carriers on a monthly basis.

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9-1 p.2

Southern Bell Telephone & Telegraph
Notes on External Auditor's Workpapers
(CABS)

TYE 12/31/91

MMK
5/19/92

CABS
SBT & T - General Overview - 12/31/95

HOW CABS RELATES TO NECA*

All the revenues that each local operating company earns from interstate carrier access charges is pooled & redistributed among the operating companies by the NECA (Nat. Exchange Carrier Association).

NECA - outside agency accumulates data from all the operating companies & long distance carriers & redistrib. (revenue). interstate access charges are redistrib. this way so that the rates are kept equitable among operating companies.

The revenues are redistributed as follows:

- 1) each local company recovers expenses
- 2) each local company recovers investment in plant
- 3) remaining revenues are allocated to the various local companies based on factors.

Due to time pressures ^{→ & disintegrated} to get the system implemented CABS had many problems. These problems were a result of prog errors lack of documentation, training & the necessity to implement new rules & procedures which no one was familiar with. CABS still has many problems.

CLASSES OF ACCESS SERVICE

I) Switched Access (usage sensitive)

A. Feature Group A (line side connection)

① Foreign Exchange (FX) - ex. business has a local phone # in a distant city which allows customers to call the business using local phone # and causing the customer to bypass a long distance telephone call. ex. the business bears the cost of the long distance call - not the cost making the call.

② ENFIA (2nd dial tone) - used by other common carriers the end user must dial a phone # to get access to the OCC's switch.

③ Private Switch Network - only AT&T has access to this service. This service is limited to a # of major cities. Used by big businesses with locations over the country.

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Southern Bell Telephone & Telegraph
Notes on External Auditors' Work Papers

(CABS)

TYE 12/31/91

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5/20/92

These businesses have a network system whereby calls are made directly from one location to another + the bus. has sole access to the switching device through which the call must be made.

B. Feature Group B - (trunk line connection) similar to ENFA, the end user must dial an access code to get access to the OCC's circuit, however in FGB the OCC has a dedicated trunk that connects the CO line + carrier location. Because the OCC has trunk line connection, the OCC has more availability to offer + trunk line connection provides a better quality connection than sole line connection.

C. Feature Group C - consists of the embedded long distance service + is only available to AT&T.

*South
not
flow*
Embedded Services = Any circuits placed into service prior to Jan 84 (related to divestiture agreements).

D. Feature Group D - equal access - by the end of 1986, all end offices will be upgraded to provide equal access to all long distance carriers (i.e. end users will no longer have to dial the access code to obtain access to the OCC's circuits).

*not
FL*
F. Feature Group F - Dail Wats - dedicated access line extension wats - billed by # of miles not like other FG's are billed

II. Special Access - (Private Line) similar to Private Switch Network (in FGA) except no switching devices are involved

① 2 point specials - goes from the carrier to an end user.

② Complex specials - these involve multipoint circuits + private lines which go from carrier to many different points

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9-1 p.4

Southern Bell Telephone & Telegraph
Notes on External Auditors' workpapers
(CABS)

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LMK
5/20/92

Note: Prior to 4/85 no FCC approved tariff for special access. Therefore, SBT&T & AT&T entered into a written contract whereby AT&T would be billed based on an unapproved tariff filed by SBT&T. AT&T was billed for special access through CABS. Other Common Carriers (OCC) were billed through CRIS. As of 4/85 the OCC's were billed out of CABS.

III WATS-1-800 NUMBERS

IV BILLING & COLLECTION - SBT&T bills and users pay toll calls on behalf of AT&T. SBT&T charges AT&T for this service in addition to charging AT&T for Directory Assistance calls. These services are billed to AT&T on ancillary billing.

* Note for 89. SBT&T is in the process of leaving the NECA SYSTEM. As of 4/1/89 SBT&T is not required to be a member of NECA. SBT&T is expected to receive transitional support for the 4 yr. period after leaving NECA.

9-1 R5

Southern Bell Telephone & Telegraph
Notes on External Auditors' Workpapers
(CABS)

TYE 12/31/91

LMU
5/20/92

SBT-T-Miami-12/88 - still applicable 91

The following logs are kept to verify that no data is lost during input into CABS (MS05) and during processing (MS10, MS30's)

- 1) Daily Usage File (MS05 to MS10)
- 2) Independent Co Access File Control (MS10 to MS55)
- 3) Usage Control Stats File (MS10 to MS11)
- 4) Formatted Usage File (MS10 - MS20)
- 5) Access Error file (MS10 - MS30)

Exhibits 6-8 show + describe error reports.

- 6) Practice 9399 "Error Master File Summary" rejects + unidentified
- 7) Form 9399
- 8) Practice - Zero Usage Report
- 9) Input for CABS Interface

DER # 13 - Staff asked for practice for 9399 + Zero Usage ✓

9-1 PL

Southern Bell Telephone & Telegraph
Notes on External Auditors' work papers

TYE 12/31/91

4/14/92
5/19/92

PERMANENT FILE Binder 4 of 16

Southern Bell State Areas, ATLANTA location
Independent Co. Settlements, CASH Rec., Toll + wats
Revenue.

SBTET - U.C. - ICS overview

Independent Company Settlements

Independent Co. settlements evolved as a mechanism to compensate equitably both the Bell System Company and the Independent Company for sent paid and received collect toll calls flowing between the 2 service areas. The settlement also includes compensation for miscellaneous services or facilities provided by one company to the other.

There are 3 types of settlements:

- A. STANDARD CONTRACTS - Settlement (average) is based on rates and equations as agreed upon in the signed contract between the Bell Company and the Independent, applied to actual monthly sent paid and received collect messages.
- B. COST CONTRACT - Settlements are based on each company's proportionate share of the cost of plant assigned to these toll services (the costs of the plant are determined through cost studies) applied sent paid and received collect messages.
- C. DIVISION OF REVENUES - Concept generally same as WCA procedures among the Bell associated companies. In addition, if either the Bell Company or the Independent feels that the settlement basis is either inaccurate or inequitable because of changed conditions estimated amounts for retroactive Settlement adjustments are recorded.

Accounts affected

5100, 5111, 5112 - Toll Revenues

1190, 2700 - Receivable from independent companies 9-1 9-7

Southern Bell Telephone & Telegraph

Notes on External Auditors' Workpapers

TVE 12/31/91

YMY
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1190.3000 - Unbilled receivable
 4010.6500 Payable to independent companies
 4010.6700 - Unbilled Settlement Credits
 4010.6800 - Accruals or receivables for retroactive independent company settlements

asked for TCS - flowchart & Control Matrix

CASH RECEIPTS

Cash is received from customers at a centralized mail unit and at various business offices located in the Company's area. The amount of cash received by the centralized mail unit and by each business office is reported daily to the Company's Treasury office by Telephone. All cash received is deposited daily basis in one-way checks. Periodically during the month, cash is transferred from the depository bank accounts to a disbursement bank account by the Treasury office.

The centralized mail unit & business offices prepare daily collection reports summarizing the amount of cash deposited w/ payment cards (for accompanied the cash payments) and from cash. The payment cards are then sent to Accounting where the customers' accounts are credited for the payments received.

91-47 Binder 5 of 16 FL & GA location
 Directory Advertising

I ADTRAC - Directory Advertising

At divestiture, directory advertising operations were broken out from So. Bell. A new subsidiary of BellSouth, "BellSouth Advertising & Publishing Co." (BAPCO) assumed the directory advertising operations. The state regulatory commissions have not permitted the Company to remove BAPCO's operations totally from their regulation.

9-1 pg

Southern Bell Telephone & Telegraph
Notes on External Auditors' Workpapers
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GM4
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Each Commission determines a formula for assigning BAPCO revenues to the regulated phone companies. C.E. objective is in the review of directory revenues is to ensure that SBT&T's portion of BAPCO directory advertising revenues is being properly calculated & journalized.

SBT&T - Directory Advertising

BAPCO uses two types of sales representatives:

- 1) inside sales people - over the phone. The phone sale is drawn upon a DAO (Directory Advertising Order) that does not require customer's signatures.
 - 2) outside sales people - make contact with the customer on the premises and obtain all pertinent data as to type of ad, ad copy, etc. Premise sales do require customer signatures.
- Each year a customer renews his ad contract - a new signature is required on the DAO.

All sales reps. must compute the cost of the customer's ad via updated rate sheets. This must be done over the phone for inside sales for each portion of the ad. Outside sales people must also complete this portion of the DAO, and give the client a copy of his completed DAO contract. If the customer is renewing his DAO, the new rates per ADTRAC are written in a column to the right of the old rate. The cust. must sign the contract again, & the rep. must give the cust. a new updated agreement.

DAO's are then sent to the copy control group. This group reviews & assigns a copy code. They then log the D.A.O. in & send to the D.A.O. dept.

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9-1 20

Southern Bell Telephone & Telegraph
Notes on External Auditors' Workpapers
TVE 12/31/91

LML
5/20/92

Corporate Analytical Review.

91-24 Binder 2 of 20

Southern Bell

Income Statement Flux Analysis

Source: ^{all state} B Report No. 1.

Local Service Revenues \$ 53.7 million

	1991	1990	Δ	% Δ
FL	1229.5	1229.9	<.4>	<.03>

GA

NC

SC

3001.5	2943.0	58.5	1.82
--------	--------	------	------

11/90 Bal.

FL	GA	NC	SC
----	----	----	----

Accounting Growth 29.18

See

sup. Commercial

Public Phone

A

② Secondary fractures found in AR-4 by State in acct 500-000.

③ Non-varying charges found in RBV (FR Basis) by State. Take actual in acct because of difficulty in finding common denominator.

④ Private line rev - Δ as a result of revenues acc. now toll to local & from other local service revenue opp. off on toll.

⑤ EAS - Extended Area Service allows cust to pay a monthly recurring charge for unlimited calls to 911 & local that was previously long distance.

Southern Bell Telephone & Telegraph

Notes on External Auditors' Workpapers

TVE 12/31/91

JMY

5/20/92

1) Excess PACR \$1.4 mil by EAS reduction not to
acc in il 2X.

12) Change in Secondary C.O. balance/acc writing, forward
2nd change in manufacturing plant 1001-100
C/O 5060-4000
C/O 5040-000 = change in EAS

13) 1) The total N in all states
2) 70% in all states
3) " " " "

17) INTERSTATE ACCESS - decreased 36.5 mil. as follows:

	1991	1990	D	% D
FL	686.1	721.0	(34.9)	(4.84)

GA

NC

SC

1567.1	1603.6	(36.5)	(2.28)
--------	--------	--------	--------

18) The following accrual was made by Corporate Southern Bell
back. Accrual is for anticipated phasing of interstate
services for year 1991 under price cap regulation.

	Accr 5082.1410 Dr.	Accr. 4360.9800 Cr.	COPS
FL	4464.000		

GA

NC

SC

7479.000

19) Final settlement w/ certain interexchange carriers for 1987-88
interstate overpayments booked in May. Effect by state:

	MR 0193 A Corp. Matters Dr. Accr 5082.1410	BLIE Adv. State Rev. Off. Dr. 5082.1410	FR (COPS) Overpayments Accrual Reversal Corp. Matters Cr. 5082.1410	Net Effect Cr. 5082.1410
FL	11,586,451	1,382,831	20,090,453	7,181,134

Southern Bell Telephone & Telegraph

Notes on External Auditors' Workpapers

TYE 12/31/91

AMC

5/24/92

(C) Decreases in the amount of revenues received from NECA.

(D) "True-Ups" in accruals for 87-88 Interstate Overearnings 991 Price Ops & Aggregate Tariffs revenue transfers were made in Nov. The Agg. Tariffs entry made by each State Rev. Off.

FR COPS
87-88 Interest
1991 Price Ops
Dr. Revenues

State
Accounting Off.
Aggregate

Tariffs (CR) UN

Total

FL

\$82,000

\$(711,000)

(629,000)

(E) FL Accounting Office made correction of the primary In-Exchange Charge in 1/98. The charge had previously been booked to interstate only. The correction entry of \$4.4 mill. will result in a decrease to interstate rev. and \$ in intrastate. Ak 5084-9100.

(F) Accruals made in 1/89 for certain AT&T claims were reversed in 5/90 by Corp. Matters due to settlements occurring.

(G) A settlement payment was made to Sprint concerning 87/88 interstate overearnings issue. The payment will be reflected on each states revenue journals via a transfer from disbursements. Corp. Matters previously accounted for the overearnings on an FR basis + will reverse the FR via OPS which will result in no impact on an FR basis.

INTRASTATE Access Revenue - decreased 12.7 million

991 1990

FL

248.4 262.1

35 GA

36 NC

37 SC

2. Total

511.8

524.5 < 12.7 >

(H) Effective 10/1/90 FL PSC ordered annual reduction in access revenues.

9-1 8-12

F01B01W 000132

Southern Bell Telephone & Telegraph

Notes on External Auditors' Workpapers

TYE 12/31/91

YMC

5/20/92

- ② During August, CABS codes in each area introduced revised Percentage Interstate Usage factors (PIU) for AT&T Originating 800 Access Service. This revision shifts revenue from Interstate to Intrastate and an overall increase in revenue.

	Dr. (Cr.) Intrastate Rev.	Dr. (Cr.) Interstate Rev.	Dr. (Cr.) Difference
FL	(\$1,128,000)	\$1,681,000 (X7 = 4.8)	(447,000)
	(X7)		
	7.9 Credit		

- ③ W.B. Baker letter 11/20/91 to state Gen. Mgr. directed that 12/90 accruals for Originating Intrastate Charges Common Plan Rev. overbilling & carrier reported PIU's be reversed.

	Rev. Dr. (Cr.)
FL	\$1,031,000

Monthly accruals were booked as reduction of intrast. rev. (AC 5084.2710 Other Switched Access Service)

Toll Revenues

Long distance rev. ↓ (748)

	1991	1990
FL	301.9	224.1
28 GA		
29 NC		
30 SC		

722.0 754.4 (72.4)

- ④ Effective 12/1/90 PSC-FL annual reductions in toll revenues of 26.8 mil. ($26.8 \times \frac{1}{12} = 2.23$).

- ⑤ Is adjusted to reflect pool adj. as part of Rule WEST.

Is in incip. Co. settlement

AC \$100.2800	Intrastate toll
912.2900	WATS

9-1 p.13

Southern Bell Telephone & Telegraph

Notes on Internal Auditors' Workpapers

TYE 12/31/91

YMK

5/20/91

① New intrastate toll calling plans

A/C 5100.5000

4112.4000

Toll calling plans - money saving plans related to existing toll calling plans (primarily WATS) CR. WATS saves add'l savings to existing WATS subscribers.

Acct. 5200 - Misc. Rev. - increased 96.6 mil

YTD

YTD

11/30/1991

11/30/1990

FL

1147.5

244.9

15 GA

16 DC

17 SC

874.2

777.5

96.6

② With the implementation of the current Billing & Collections Agreement w/ AT&T, the method for calculating & "trueing up" intrastate bad debt uncollectible was revised. At flat P&H withheld each quarter and at the end of the Qtr. losses exceeding 14.5% are So. Bell's responsibility. During May business there actual losses for first quarter (were) booked as a reduction of Billing & Collection Rev. by each State Revenue office.

June 1991

Billing & Collections Rev.

Dr. (C)

FL

\$1,305,476

③ The Nov. 5, 1991 Monthly, transmits letter to each State Rev. Off. advised of and account for possible losses resulting from the annual "true-up" of AT&T's bad debt. The following amt. represent and estimate of the loss thru end of 3rd Qtr 1991

October 1991

Dr. 5270.1000

Billing & Coll Rev

FL

\$706,070

F01B01W 000134

9-18.14

Southern Bell Telephone & Telegraph
Notes on External Auditors' Workpapers
TYE 12/31/91

um4
5/10/92

③ The Martha Krasch letter 12/3/91 to Rev. Office Oper. Hq. covered transfers of Billing & Collecting Revenues from GA to FL and NC. Entries should have been made by the involved State Revenue Offices in the amounts:

Nov 1991

FL

Bill & Coll Rev.
(3,770,364)

NET beginning to perform their own billing services thru their computer systems.

④ According to Doug Smith letter of 2/5/91 Southern Bell accrued and add'd \$1,842,262 to the Bad Debt Reserve for Recourse Sales w/ BellSouth Financial Services. The accrual Dr. to non-reg. rev.

Nov 1991

Dr. Nonreg. Rev. 5280.2081

18

FL

⑤ J.R. Norton letter 10/2/91 to state cost offices advised of a write-down to WKT values for materials held as CPE Maint. field stock. Write down Dr. to Rev.

Sept. 91

FL

Dr. 5280 XX70
\$490,424

ALC 5280 - non-reg. rev. ↑ in FL & GA because of ↑ revenues from inside wire service plans & increased sales of PBX-public branch exchange and its enhanced warranties in GA.

① Directors revenue ↑ due to ↑ in business volume.

② Net revenue ↑ due to the true-up of regulated billing factors.

③ ↑ in FL other incidental regulated revenues is due to the fact that accumulated potential revenue related accrual relating to the '88 rate stabilization order had been booked against this acct (\$264). The non-reg. refunds issued to ratepayers pursuant. Dec since 89 this money was ordered as a reduction of local service revenues rather than mix. rev. Thus, the earlier accrual to this acct was reversed.

FOI B01W 000135

9-1 P. 5

Southern Bell Telephone & Telegraph
Notes on External Auditor's Workpapers
T/E 12/31/91

GMC
5/20/92

Uncollectible Revenue - increased 12.9 mm.

Uncollectibles are made up of 2 types of journal entries.

A/C	5301.1100	} are white-offs + reserves - 70% of final accounts (direct charged)
	5301.8100	
	5301.3100	
	5301.1100	
	5301.5100	

The increases in these accounts are due to increases in actual white-offs (due to mgmt. effort to monitor acct. collectibility) and increases in final accounts due to hard economic times.

A/C	5301.1200	} direct charges
	5301.2200	
	5301.3200	
	4200	
	65200	

There are "line acts" (not yet final) that are uncollectible ex. a cust. claims a call on his bill is not his call. So Bell will move that amount into the direct charges acct. and cust. service.

Cost of Service - decreased 211.9 mill.

(A) Accts 6110 & 6230 decreased due to a concerted effort to reduce labor costs. There were OT restrictions placed on network personnel.

(B) Acct. 6120 & due to a decrease in general purpose computer expense. Per Phil Crew (User Mgmt) the Co. made an effort to track all computers & limit new computer purchases including expensive items such as software & comp. supplies. Also due to the elimination of all leased computer contracts.

(C) Acct. 6210 & 6220 & because of P in purchase of digital electronic equipment that is replacing the analog electronic equipment. Analog equip. limited capacity & when capacity is reached no more equip can be added. Maint. costs (other costs to analog) are P.A.'s (Partial Periodic Updates) to the software. The P in digital equip. exp is the new software costs.

9-1 P.16

FO1B01W 000136

Southern Bell Telephone & Telegraph
Notes on External Auditor's Workpapers

TUE 12/31/91

JRM/4
5/20/92

Main 6370

① The increase in A/C 6362 sup and a signif. portion of the decrease in A/C 6426 primarily relates to:

In 1990 network terminating wire expense was being charged to A/C 6426. In RAO #7, FCC mandated that the exp. related to install & maint of network terminating wire, s/b charged to 6362; the Co. complied w/ this on 1/1/91. In 1991, ^{net} in 6426 + 4 in A/C 6362

In addition in 1990 the labor exp related to a trouble reported as OK would go to one of the 64xx accts. In '91, new reporting procedures are spreading the expenses related to "found OK" over several 64xx accts + 6362.

② State Cost Office journalized a write-down of the Computer Spare Parts Inventory in accordance with correspondence from J.R. Nator. Approval of this 9/25/91 letter C.T. Nator to C.C. Scholten.

FL Dr. A/C 6512
\$4,962.41 Sept closeout

③ A/C 6530 +. Per Rick Osterlo (Network Budgeting) because of the significant + in the # of exp. + + OT. being worked the labor costs associated w/ networking has decreased. P.C. verified this

④ A/C 6620 - Per Jay Schultz (MKT. Budgeting) consolidation of jobs within call completion services & positions cut. Unlike, cust. service where a competition there is an effort to increase the # of reps. also + in # of features & need for reps.

⑤ In FL, increase in A/C 6110 attributable to aircraft expense. According to Pat Huckfeldt because of the "reorg" - organization many managers are now covering Multistate Areas instead of a single state area) + are taking the corporate mt.

⑥ In FL, part of the decrease in acct 6120 is due to the turning of operations and a movement out of rental buildings into owned buildings

4-1 p.17

FO1B01W 000137

Sa. Bell Telephone & Telegraph
Notes on External Auditor's Workpapers
TVE 12/31/91

gm-2
5/20/92

Depreciation & Amtz.

Source of Info. (John Masley (Budgets))

(2) During March the FL Staff M. & FPSC prescribed Depreciation Expense by \$1.7 million to reverse the negative entry made in prev. for salvage. Also the Staff off. "Fixed-up" Depreciation for Computers & Official Communications Eq. & "Dep" exp. by \$1.9 mil.
(John Masley) March closed out.

(5) FL increase due to FPSC 10/88 Rate Stabilization. C&L agreed amt. exception

(6) Reserve deficiency amt. in FL per FCC Price Caps Order. C&L agreed to JDM 2 w/o except. & traced amts to MA-16.

(7) Amount of P in dep. due to the change in plant from one time to another. This amt. is equal to the diff. between client "accruals from rates" & growth in depreciable plant. ex. newer plant has quicker recovery period.

(8) Decrease in amtz. exp. (Act 6563) from the GL due to & in capital bases & planned improvements.

(9) Decrease in amtz. due to expiration of the allowance for inside wire in 1990. C&L agreed amt. to JDM 1 w/o exc.

(10) Amount is the & in remaining life. This amt. plus the & in RDA - reserve deficiency allowance FCC looks to reflect PSF interstate depreciation rates and/or amortization schedules ordered. C&L agreed to JDM 2.
Growth in depreciable plant

FL increase due to FPSC 10/88 rate stabilization FL true-up for computers & comm. equip. per March 91 closed out letter

SGA

BST Treasury paid \$3,130,32 on behalf of SB for bond solicitation costs in connection w/ the BST reorganization. The amount was paid on a HO's supply voucher - allocated to exp. rate in CSAP. (Mary Wein)

N 721 RC AGI 0000

FL

\$1,492,529

August
closed out

9-1 P.16

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Southern Bell

Notes on External Auditor's Workpapers

T/E 12/31/91

SMC
5/20/92

① Per memo Schultz MKTG in July 91 sales function moved to BCI. Now BCI bills SB for their Sales + MKTG services. Under old system only salaries & wages were in this account. Since reorganization BCI is billing SB for the same costs + OH. This creates MKTG exp. + other OH exp.

C&L examined a breakdown of exp. in A/C 6613 (Sales) + noticed salaries + wages of which affiliated co. billing for BCI increased.

② Acct 6710 includes costs associated with formulating company policy; bid of directors pay, long range planning and mgmt. studies. The increase is due to the reorganization taking place + the planning that would be associated with it.

VEER EXPENSES

③ The following accrual was made by Corp. Matters on an MR basis. It represents VEER 91 costs for SB. Costs were exp. to a/c 6728.9000 and were allocated based on management salaries.

	CSAP
Dr. Acct 6728.9000	RC 5000000
FL	\$13,395,870

BSSI billed the following amt. to SB for VEER '91.

CASH Dr. A/C 6728.9000	RC 5000000
FL	\$2,677,919

④ Special entries were prepared by Corp. Matters to reflect reduction in accruals for MTIA, TIA + compensated absence for VEER participants. Info supplied by Methods Staff. MTIA & TIA amounts were journalized to A/c 6728.9000, Dept. RC's + were handled totally in Nov. The compensated absence "true-up" was accrued to A/c 6728.9000, US60.9900 + the Corp. RC in Nov. + will be reversed in Dec. when normal procedures "catch up" + journalize to correct accounts + RC's.

CSAP	CSAP - compensated absence
MTIA + TIA	Cr. 6728.9000
Dr. 6728.9000	50000000
FL	(\$2,257,576)
	(\$2,755,815)

④ A true up in the VEER accrual amount + certain charges in EXTC for VEER were handled by Corp. Matters. The SB accrual amount was reduced by \$629,535 for BSS VEER participants. BSS will bill SB next mth. So the effect of this T/E on V.T. It was Nov. will be nil.

9189

Southern Bell Telephone & Telegraph
Notes on External Auditor's Workpapers
TVE 1431/91

MMX
5/20/92

The effect on state of FL:

	50000000	Oct 91
	Cr. 6728.9	Closeout
FL	1262.343	

4. Corporate matters accrued the following amounts for relocation costs effective thru 11/91. Exp. charged to A/C 6728.9000 & the Corp. RC under General Revision.

Way closed	FL	Dr. 6728.9000	50000000
		\$4,060,000	

Miscellaneous entries to A/C 6720

④ During a recent date - On A/P and Receivable reconciliation, it was determined that So Bell had a mismatch in the amount accrued for the pay in expense type billings to BSST. To correct problem Corp. Matter accrued an add'l \$2.7 mil A/R from BSST with a Cr. to A/C 6728.90 during March business.

	Cr. 6728.9000
	RC 50000000
FL	\$1,159,770

④ AT&T recently sent a reimbursement of 89 medical & dental claims in accordance with the Unfunded Past-Retirement Benefits Cost Sharing Program. + '83 Force-Adj. Cost-Risk & actual paym. Result in Cr. to exp. + int. income through CSAP.

	RC 50000000		
	A/C 6728.1300	Interest Inc.	total
FL	(237,410)	(263,976)	(501,386)

② BSST Treasury paid \$3,430,312 on behalf of SB for bond solicitation costs in connection with the BSST reorganization. The amount was paid 40% HQ's primary vouchers & allocated to each state in CSAP. (Kathy Weiss)

Way closed	FL	A/C 6721
		RC 16100000
		\$1,492,529

FO1B01W 000140 4-1 p.00

SBT

Notes on External Auditor's Workpapers

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RMK

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⑥ Jan the advice of BILLS. Original components of IEBN with change over the next months. Jan advised a "true-up" in the IEBN. Post Employment + Current Claims accounts was handled by Corporate Matters. The "true-up" results in a credit of \$1,824,629 to A/C 8701 + 6728 in October. The effect on FL

CC. A/C 8701	CR. A/C 6728 1900	J0000000
FL	+718,166	+265,745

⑦ The standing accrual for SE billing to BellSouth Services was updated in Oct. 90 accrual of \$4,565,326 was replaced with 91 accrual of \$5,117,700 booked. The effect on FL

Oct 91	CR. A/C 6728 9000	J0000000
FL	+840,251	

OTHER OPERATING TAXES - A/C 7240

① FL taxes ↑ due to an increase in gross receipts tax rate from 2% → 2.25% from 90 to 91 + PSC fee associated w/ this tax ↑ from .125% → .15%. Per Elliott Thompson.

② FL has had a tax assessment in 91 but due to aggressive litigation by the BellSo. tax dept. the assessment was ↓ by \$3.1mm in 11/91.

NON-OPERATING INCOME - EXPENSE

A/C 7370 - special charges - including such expenses as disability fees due to contract calculations, entertainment expenses, expenses dealing with needs for services of high level personnel.

A/C 7320 interest income decreased due to the following:

- 1) BSS int. income on advances ↓
- 2) Reversal of 12/90 entry occurred.
- 3) interest on final acct.

During Jan, BellSo. received a reimbursement from AT&T for Ad Hoc Pension Increases + Disability Benefit Payment. Part of the retirement had not been previously accrued. The effect on FL.

CR. 6728-1300	CR. 7300 9000
BC J0000000	BC J0000000
FL	+1,269,000
	+170,094

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SBT

Notes on External Auditor's Workpapers
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4m4
5/20/91

MIT recently forwarded a reimbursement of 1989 medical & dental claims in accordance with the Unfunded Past - Retirement Benefits - Cost Sharing Agreement + 8.3 Force Adj. difference in what S.B. had accrued for the benefit. The actual payment will result in credits to expense & interest income thru CSAP. The total S.B. (

May 1991	BC 500000000			
FL	NC 6728 1200	INT. INCOME	total	
	(237,410)	(263,974)	(501,386)	

Interest & Related Items

- (1) There has been no change in the funded debt for the year. No change in interest, only by prem/disb.
- (2) While average comm. paper balances have to the largest impact & in comm. paper rates throughout the year.
- (3) New Nov. 91 FL incorrectly booked 15 mill. to interest on cust. deposits. Will be corrected in 12/91.
- (4) growth in access lines % applied to cust. dep. accrued interest.
- (5) Accrued int. related to the income tax contingencies. These amounts reflect the settlement of various amended state inc. tax returns 1977-1989.
- (6) decrease in accrued int. related to tax contingencies.
- (7) 3.3 mill. in 1987 FL interest was overearnings in '87 and 3.8 is the paym. of int. of the interest during the FL period.

INCOME TAXES

Income taxes were "true-up" during Oct. business. FL reduction to inc. tax exp. \$608,000.

asks for Florida int. Harmonization inc. 201,29,221.113

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9-1-91

SBT

Notes on External Auditor's Workpapers
TVE 12/31/91

4m40
5/20/92

Balance Sheet Flux 91-25 Review 30% 20
Year End Balance Sheet Analysis

(A) There is an overall shift from Capital leases to General Purpose Computers due to the elimination of capital leases that came up for renewal this year. There was an overall shift to leased computers & buy them instead.

(B) Inventories & in part due to the writing off of obsolete parts.

Plant - Plant retirements & for all states due to customer services wiring becomes fully amortized in 1990 - was retired then, thus the retirements for 1991 are more in line w/ expectations.

Accumulated Depreciation - the increase in the % of A/D to total plant & from '90 to '91 due to rate repurchases which allowed a depreciation rate & also the elimination of andy of inside wire in '91.

Accounts Receivable - from telecommunication subscribers & from '90 to '91 due to & in access lines. The decrease in FL is due to a refund to subscribers in Nov. 91.

A/R from common carriers - & '90 to '91 due to decreases in intrastate & interstate access revenues.

As of % of A/R the allowance has & mainly in FL due to hard economic times w/ and & to the allowance.

A/R turnover - consistent with '90.

PREPAID ASSETS -

(A) Prepaid wire - prepayment for motor vehicle license fees, prepaid discount on commercial papers & wire.
Prepaid wire - (1330.9900) & in FL due to the reversal of accrual made in 90 for U.F.P.

OTHER NONCURRENT ASSETS - A/C 1407, 1408, 1410

(A) Unamortized debt insurance expense is & mainly to debt insurance (Act 7530). Since LT debt remained unchanged Act 1407 should be due to the recognition of amort. expense.

FO1B01W 000143

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SBT

Notes on External Auditor's Workpapers

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HM43

5/20/92

CFL added the N in A/c 1407 to the Debt Insurance Exp. A/c 75E w/o exception.

② Acct FASB 97 Prepaid Pension Exp. ↓ by \$21.8 mil due to an underfunding thus creating a liability

Deferred Assets -

② 1439.8000 - Equal Access Costs - According to Diane Folmer this ac relates to a PSC case 6/85 + includes the not amortized equal access cost with an 8 yr. amort. period.

Deferred Charges - Miscellaneous A/c 1439.9000

① A/c 1439.9100 - amounts representing the difference between Social Sec Taxes Accrued + amt. of US taxes charged to tax expense.

③ A/c 1439.9700 - "Def. Compensated Absences" - include unamortized portion of the deferred compensated balance which was originally placed in acct 1439.9900 on 1/1/88. This a/c is being amortized over a 10 yr. period. (Per Chart of A/c)

CFL calculated 2% Δ (4th yr. of 10 yr. amort. period) which corresponds to 1/2 Δ in the amt. This deferral authorized by PSC.

④ The increase in A/c 1439.9900 - "Other Misc. Charges - Expenses" in FL is due to the Price Cap Order and Reconsideration released 4/11/91. This order prescribed that the deprec. reserve deficiency inside wire amortizations that expire during a tariff year, s/b normalized over the tariff year & not booked on a calendar basis. The normalization is done by using A/c 1439 to defer 1/2 of the expiring amt. to the following calendar year.

CURRENT LIABILITIES

14040

A/c 4030 - due to 4 in accrued liab.

A/c 4060 - due to eliminations of renewals of comp. leases - CFL verified 20% decrease in this A/c.

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9-1224

SBT

Notes on External Auditor's Workpapers
TUE 12/31/91

4M4
5/20/92

ACCOUNTS PAYABLE -

(A) A/C 4010 A/P to Affiliated Companies:			
4010.1100	A/P to BS	132	564
.1200	A/P to BSI	109	115
.1300	SCB	57	5
.1400	BARCO		
.1700	BCI	26	2
		237	207

The wide fluctuation between aff. co. is due to the reorg. situation & the billing between companies. The A/P in A/P to BCI due to the transfer of employees from SB to BCI.

(B) A/P to non-affiliated co. - amounts to NECA Settlement this amount due to the elimination of NECA.

(C) 4010.5000 Misc. Vouchers or ITEMS - will fluctuate due to voucher activity at the end of the year. The balances in these accounts represent \$ identified as a payable but not further categorized into the proper payable acct.

(E) 4010.9000 FL due to a \$ in the accrual for Old Age Survivors Disability Insurance.

ACCRUED INCOME TAXES -

(C) The accrual for Property taxes has increased due to a timing difference. In the past payments were made by the end of the yr. This year they were not paid until the beginning of '92.

OTHER ACCRUED LIABILITIES -

(B) NC 4120.2000 Accrued dividends approx 100% of the NET for 11/91. C&I agreed to B.O.D. dividends for 12/91.

(C) Accrued Wages A/C 4120.5000 due to timing difference. There was an additional drop accrual in '90; the 91's accrual is less.

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SBT

Notes on External Auditor's Workpapers

TRE 12/31/91

SYMCO
5/20/92

OTHER LIABILITIES & DEFERRED CREDITS

AC 4320 & due to the repeal of the I.T.C. & related amortization of that credit.

NET NONCURRENT DEFERRED OPERATING INCOME TAXES

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Southern Bell Telephone & Telegraph
Notes on External Auditor's WORK PAPERS

TYE 12/31/91

YMK
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91-59 1 of 6 Key Controls

The following two reports help So. Bell ensure the accuracy of time reported by employees:

MP 2187 (Report of Management Exceptions)

MP 9350 (Register of Collected Time Data)

MP 2187 - summarizes exception time reported by management employees such as OT, sick time, meetings etc. This report is generated each pay period & reviewed/approved by a pay grade level 5.

MP 9350 - summarizes regular hours paid, OT, sick time, and vacation for clerical employees. This report is generated each pay period and is reviewed/approved by a grade level 3.

SBTET-FL

PLANT CONSTRUCTION EXP. - 12/31/91

The MRAI "Construction Expenditures & Retirements" report summarizes monthly & year to date construction expenditures & retirements of Plant. The FP group reviews this report on a monthly basis and looks for any fluctuations in acct. balances. This report is signed by the acct. mgr. & gen. mgr. then it is sent to HQ by noon on the 7th workday after month-end close.

SBTET-FI

VOUCHER RETIRENCE

All voucher processing is performed at HQ (Peachtree Dunwoody) and all that is done in the field is the actual request. Expenses are incurred and then a manual employee expense voucher is completed describing the expense and amount. This voucher is verified by a manager and approved by general manager. The approved voucher sent to HQ for review & input to the mechanized voucher system.

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SBT
Notes on External Auditor's Workpapers
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SMY
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SAVE (SYSTEM Automated Voucher Entry) is used to input the information from the manual vouchers to the system. The printout is then still verified & approved before forwarding to HQ. HQ then reviews the printout and transfers the vouchers directly from SAVE into the mechanized voucher system.

SBT, I-FI

ESTIMATES-12/31/91

Two reports are generated on estimates:

- 1) SN5A - "Summary of Estimates for Authorization"
- 2) SN5B - "Summary of Completion Notices"

SN5A - new estimates opened for that month. Estimates less than or equal to \$200,000 need a district level approval. Estimates > \$200,000 must be approved by a department head. This report shows gross exp., net requirements, gross additions, net additions. This rep. is reviewed by clerks and general mgr.

SN5B - estimates closed for the month (work on plant completed & approved by the engineer). This reports compares estimates to actual charges for each project.

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9-1 p. 12

SBT

Notes on External Auditor's Workpapers

TUE 12/31/91

gm4
5/19/92

91-60 2 of 6 JES, CR, Area Ledger, misc JES

SBT, T - FL Area Ledger - 12/31/91

A/P # II 1a, b, g

C&L obtained "Area Ledger - FR basis" for June and performed the following procedures:

- 1) Agreed Beg. Balance of account 2003-2423 to ending balance for May.
 - 2) Footed + cross footed the TB acct 2003-2423
 - 3) Agreed beg. bal. per the cumulative TB 1/91 to the 12/31/90 ending balance acct 2003-2423.
- No exceptions found.

C&L obtained the "Summary of Revenue Accounting Journal Entries RE-4152" 6/91 for Governor, JAX, ET. Lauderdale. The following procedures were performed:

- 1) Tested the combining of RTE from each area to the Area Ledger - FR basis for June acct 4030-1900.
- 2) Footed + cross footed acct # 4030-1900 for June for each area + agreed to TB.
- 3) Traced acct 4030-1900 from each RTE to the source document. The forms listed at the top of form RE 4152 which have a # are the source documents.

SBT, T - FL - DTE's 12/31/91

C&L obtained the "Area Disbursements Journal" for June. The following procedures were performed:

- 1) Footed + cross footed acct 3100-4400 of report 5244 pg. 17.
- 2) Traced + agreed net activity balance of A/C 3100-4400 on report 5244 to net activity on report 5245. Contra amount on report 5244 was traced to rep. 5246.
- 3) Traced + agreed 3100-4400 net activity balance to the Area Ledger - FR basis.
- 4) Agreed A/C 3100-4400 detail to the source documentation.

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Notes on External Auditor's Workpapers
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LMC
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SBT-FL Rev Controls, T/B, JE 12/31/91

CFL noted that -

All of the following reports are reviewed and approved by either the General Manager - Comptroller or the General Manager's designated pay rate 5 manager:

- 1) Revenue Journal Entries (U400's)
- 2) Disbursement Journal Entries (6NPR's)
- 3) Area Statement of Assets (U519) (Cost Dept.)
- 4) " " " (U208) Rev. Dept.

Controls of the T/B + journal systems are appropriate and adequate.

SB-FL - Misc. JE - Cost & Revenue - 12/31/91

CFL reviewed all misc. J.E. > \$4mm for cost from 1/1/91-9/30/91, all misc. J.E. for revenue S.E. (FT. Lauderdale) 1/1/91-9/30/91 + misc. J.E. for revenue South (Miami) 1/1/90-9/30/91. CFL reviewed the J.E. for any unusual transactions. CFL observed that the required signatures appeared on the J.E.'s.
No exceptions.

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9-1 p. 30

Southern Bell Telephone & Telegraph
Notes on External Auditor's WORKPAPERS
TVE 12/31/91

YMX
5/19/92

91-61 3 of 6 LOCAL SERVICE, REVENUE

Bill Verification - Cust. Bill

CFL obtained a bill related to the service order selected and performed the following procedures with the client's assistance:

- (A) Calculated the monthly service charge by reference to the authorized & approved tariff, w/o exception.
- (B) Agreed other charges & credits to appropriate tariff, based on services and equipment provided, w/o exception.
- (C) Recomputed credit due customer upon cancellation of point-to-point calling plan, w/o exception.
- (D) Recomputed all taxes with the appropriate tax tables, w/o exception.
- (E) Tested mathematical accuracy of the bill.

SETET Cash Balancing Procedures - 12/31/91

Per discussion w/ Cathy Kelly

Special Forms Client performs cash balancing procedures daily to ensure that Cash Receipts, accounts Receivables and Billings pertaining to the drop billing cycle are in balance before customer bills are mailed. The balancing procedures include reconciling the "Central Office Billing Totals" - F9326-A (By Billing Period), the "Summary of Billing Revenue" - F0614A (By Billing Period) and the "Summary of Controlling Records" - F4151 DM-OP (Program 0123E10).

Local service, toll other charges, and credit billings from these reports (as well as payments & vouchers recorded during the month) are balanced on the F4151 DM-OP on a daily basis.

Upon completion of the billing cycle balancing, the clerk notifies the mail room personnel that the bills may be mailed.

CFL reviewed the Overall Summary of Controlling Records F4151-DM-OP for Jan - September and noted that no out-of-balance situations occurred.

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4-1-31

Southern Bell Telephone & Telegraph
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T.Y. 12/31/91

AME
5/19/92

SBTET - FLA

91-62 4436 TOLLS, WATS REVENUE

SBTET KEY SUPERVISORY CONTROLS, TOLLS & WATS - 12/31/91

- 1) Daily Tape Received Log - A follow-up procedure is made for any missing or late arriving tapes ensuring all total tapes are received from all offices. In Miami only 6 tapes are currently mailed/received only 3 of the 6 contain billable messages. By the end of next year all tapes will be handled by Data Processing over the phone.
- 2) Reconciliation of Record Counts - Before & After the rating process through the rating interface control and rating controls reports.
- 3) Monthly Summary of Daily AMA & Teleprocessed volume and the rate interface - Ensures message volume is reviewed on a daily basis for reasonableness of volume before tapes are released for rating.
- 4) Client performs rating of toll and WATS messages including that of terminating cost-center/extra/master coding (EDP process). Per Brandon Murphy (Toll Reviews) no backlog in rating has occurred.
- 5) Outstanding errors are reviewed to ensure timely corrections. Weekly status reports are reviewed by district levels & above.
- 6) MA-9 Report - Lists different measures of tolls & WATS messages, directory assistance, deal service messages shows sum of current month/previous month and a cumulative for the same period of the current previous period. Reviewed/approved - Mr. Mgr.
- 7) Daily Management Report - Reviewed by Supervisor to ensure that total revenue and messages on master file control run is equal to what is actual revenue & messages.
- 8) Approval by Supervisor & District Manager on Form 4152 Final Review - See Key Controls Testing.

F01B01W 000152

SBT

Notes on External Auditor's Workpapers TUE 12/31/91

YMR
5/19/92

SBTET - TOLL REVENUE CONTROLS - 12/31/91 - asked to be copied

SBTET - AMA TAPE CONTROL LOG

C.E.L. reviewed the daily tape received logs noting receipt of 6 different tapes, 3 billable tapes + 3 study tapes. These tapes are returned 45 days by the Message Processing Dept. a copy is kept by the Central office. No tapes were identified as missing.

The remaining 6 tapes will be transferred to telephone transport during the next year.

C.E.L. tested 2 Central office tapes. no errors found

The totals page on FORM 9277-2AE are used to prepare the interface input.

SBTET - ERROR SUMMARY - 12/31/91

To determine if errors are corrected on a timely basis, + whether a reasonable number of investigated messages get refiled C.E.L. performed the following:

- 1) reviewed MP-2074 (MIS OUTPUT REPORT) for 9/91.
- 2) reviewed information detailing the message errors over 60 days.
- 3) reviewed the billing quality highlight reports for the period of Jan - Sept 91.

No exceptions found.

SBTET - TOLL RATE MASTER FILE UPDATE - 12/31/91

According to Brenda Murphy, Toll Output Manager, the following procedures are followed for changes in the Toll Rate Master file:

- 1) Since 1987, changes in the rates are implemented by Birmingham the day that rates are to go into effect.
- 2) Birmingham sends the Toll output offices in each revenue area, a notice of rate changes and requests that each office schedule a rate run for the effective

SBT

Notes on External Auditor's Workpapers

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BMK

5/19/92

date of the change ensuring that the correct rate is in place.

3) The toll office has the regional data center generate a tariff verification run on the effective date of the change, agreeing the rate change to the rate per the printout.

4) Any discrepancies are investigated immediately + corrected.

SBT ET WATS SYSTEM OVERVIEW - 12/31/91

Rev Carol Meyers (X2382)

WATS usage (minutes and seconds) recorded on tape by ESS (Electronic Switching System) for each customer. ESS tapes are merged each week and each month on the 29th billing period. WATS is billed once a month on the first billing period along with toll messages.

Any WATS which falls out of the billing run is processed using "Calculate Cust. Billing" software (JORD) and re-submitted to the Toll System. Bill may fall out because the system recognized a problem or some are held for random bill verification + testing. Monthly WATS billings are sent by "Z" number (an identifying number used for WATS lines) on the F9249A "Account Summary of WATS Usage Revenue (one for each) RAO". From this billing list WATS is summarized according to company and zone on the F9249-C-OP "Bell WATS Revenue Company Totals". These reports are in the Toll Output Group.

The Monthly Summary of WATS Revenue is found on F4059 AC "Initial Toll Journal Detail - Customer Telephone Accounts" which shows billings by Z number. From the F4059 WATS billings flow to the FBB where WATS revenue is included in with toll revenue + billed.

Controls concerning WATS billing consist of the following:

- 1) Re-rating of WATS bills on actual basis
- 2) Review + verification of review of the 4402 + 4152
- 3) editing of the bill WATS records + correcting of the errors found; and,
- 4) The Toll Journals clerk reviews the WATS accounts daily for any significant fluctuations from day to day, week to week, & year to year.

SBT

Notes on External Auditor's Workpapers

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ymw
5/19/92

Any significant fluctuations are brought to the attention of the manager.
The controls appear adequate.

CABS - Folder 91-63 'Bundles 576 Miami location

Roseann Pappas x3600 CABS Asst. Mgr.
SBT, T-EL

CABS - Key Supervisory Controls - 12/31/91

1) A monthly W/S is prepared "Billing Accuracy Highlights" which summarizes % usage billed. This report is used by mgmt. to gauge billing accuracy on 8 levels of service. It's reviewed for deficiencies and explanations are sent to HQ. This provides assurance that controls over billing usage are in place.

2) Reconciling procedures are performed to ensure input/output to CABS is complete.

3) CABS clerks in the bill verification group verify a sample of bills from each billing period. A copy of the bills w/ recalculations is returned.

ask for copy of CABS-INPUT/OUTPUT CONTROLS pg. 7.2-107.7

SBT, T-Bill Verification - 12/31/91

The CABS bill verification group tests a sample of bills in each billing cycle. Samples are selected by the system using criteria designed to select at least one bill for each type of carrier. Selections are made from the service order file and usually consist of 20-30 bills per day.

The following items are verified from the service order to the bill:

- | | |
|-------------------------|-------------------------------|
| 1) class of service | 7) mathematical accuracy |
| 2) monthly rates | 8) any adjustments |
| 3) any special services | 9) re-billing of select calls |
| 4) billing # | 10) verification of tax rates |
| 5) service group | 11) cosmetic features of bill |
| 6) carrier ID # | |

Notes on External Auditor's Workpapers

TVE 12/31/91

JMK
5/19/92

"✓" clerk verified the bills, the clerks keep the verified bills in their files. Asst. Mgr. then approves the verification (so that the bill can be mailed out to the customer). Clerk keeps a log that they initial to indicate verification has been performed.

If errors are found and the error is significant then the error is corrected bills reviewed & reverified. If the error is minor cost is notified and the bill adjusted in the next cycle.

C & L selected billing cycles #1662, #1666, #1672 July 91 to review the bills selected in the client's sample for evidence that the CABS clerk performed the verifications - no exceptions found.

used for review of CABS error processing Pa. 107.12 - 107.13

Bellco - Fla - Tax location
Key Controls

91-64 6/9/96

C & L obtained the statement of accounts - FOM balances to be accounted for by Revenue's A/c (FOM 4268) & the Revenue Journal Entries (FOM 4152) for the months 7/91 - 8/91. Audit objective was to identify proper revenue approval over the summarization & journalization process.

The following items were noted:

1) Review of the 4152 for the months 7/91 - Sept 91 indicated proper review: so for the 3 levels of responsibilities reviewed. 2) The exception of Aug. & Sept. when the general mgr. had not signed. Per Bill Kelly, a letter from Corp. stated that from July forward the Gen. Mgr. or his designee could sign the reports, the reports were signed by Bill Kelly. Thus no exception exists. This is consistent w/ other key controls throughout FL.

2) Review of the 4268 for the months 7/91 - 8/91 indicated

SBT

Notes on External Auditor's Workpapers

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ym4
5/19/92

A) 2 approval signatures were required thru July
CEI found that in many cases only the Gen. Mgr.
was signing off. This is not considered an exception
since a high level mgr. did approve & the report was
changed to require only that mgr's approval in
August & found

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SBT

Notes on External Auditor's Workpapers

TUE 12/31/91

ymw
5/19/92

91 of 26 Binder 4 of 20

SBT EIT - Cash Conclusion

Based on the work performed by SB Internal Audit Staff
C&L's review of the WP's no adj. appears necessary.

C&L Audit procedure for Cash - C&L reviewed &
re-performed audit basis the work of SBT EIT Internal
Audit Staff.

SBT EIT Interco. Rec. & Payables

		SBT EIT - G/L	Compared	Difference
1190.1000	Bell So. Corp.	3,670,69	3,652,000	1,618,769
.1200	Bell So. Services	10,975,628	10,960,490	15,138
.1330	South Central Bell	8,228,740	7,929,255	299,485
17	.1402	BS Adv. & Publish		
19	.1720	BS Communications	8,565,485	17,603,149
				19,037,724

(000's)

1010.1000	Bell So. Corp.	(3,092,728)	(6,498,600)
.1200	Bell So. Services	(109,099,214)	(108,955,495)
.1330	S. Central Bell	(58,177,424)	(56,838,971)
24	.1402	Bell So. Adv. & Publ.	
26	.1720	" " Comm.	(26,047,417) (24,702,512)

INVESTMENT IN AFFILIATED CO'S.

	12/31/91	12/31/90	
1401.1400	INV. in BS Services	100,040,119	89,710,333

Bell So. Services U.I. 10/1/91 = \$18,945,000.

S Bell 50% interest in BS Services should be by \$9,472,500
to an ending balance of \$99,182,833.

Balance - G/L \$100,040,119

" purchase of U.I. 99,182,833

\$857,286 Diff

Diff. due to a \$ in the dividends from BSS. The entry
was not recorded by S.B. in '91.

FO1B01W 000158

91-1 p.38

Notes on External Auditor's Workpapers
TVE 12/31/91

gm4
5/19/92

LTD - was traced to prior years workpapers. In exception since there were no new insurances during 1991.

Prem + Discounts on LTD - traced to FY's w/p w/o exception

A/C 4270 - Other LTD.

LOAN #		90	91	Int. %
40	- J. Franklin / B. Wyatt	39,747.13	38,490.23	
50A	Dorcy Connelly	16,185.81	12,1135.47	
50B	IL L	10,102.11	7,699.87	
59	William Thompson	32,906.21	31,355.85	
60	C. S. Bank / Toland Watson	1	31,355.85	
61	D. L. Frick	1	31,355.85	
62	A. S. Feagle / J. M. Feagle	70,259.21	66,948.98	
63	Mudland Court	272,141.90	259,319.48	
65	Danvers Mfg. Corp.	210,629.49	175,795.42	
66	Emory J. Ayers Jr.	83,185.21	43,456.35	
58	J. M. Feagle	32,906.21		
70	E. V. Williams	7,466.65		

→ this note was consolidated w/ # 62.

> Note was paid in full in 1991.

SEARCH FOR UNRECORDED LIABILITIES -

C.E. took into consideration the Co's. reliance on the payables system. In addition, C.E. performed client inquiry in order to obtain comfort that no material unrecorded liabilities existed.

Reliance on the Co's system is obtained through Co's procedural HQ and state area vouchers and payables testing. Additionally, a detailed flux analysis is performed quarterly at HQ ^{procedural and state} ~~to~~ ^{for} accruals & payables while monthly analytical reviews are performed on exp. yr. end liability balances are also examined carefully by Co's.

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SBT

Notes on External Auditor's Workpapers

TYE 12/31/91

4m40

5/19/92

No material unrecorded liabilities existed as of 12/31/91 according to CE.

Unappropriated RE - No exceptions noted.

Capital Stock T/S - " " " "

Dividends Appropriated - Traced to B.O.D. summaries w/o exceptions.

9/1 of 14 Binder, 19 of 20 S.B. Filing #300mm, Admin

FL - Florida participates in a rate incentive program where 14% is the sharing point. When the ROR exceeds 16%, revenues are subject to a 100% refund to the ratepayers. The FPSC approved in 12/90, a 2-yr extension of SBT's incentive regulation plan with no significant or further rate reductions. As of 7/91, the rate of return was 13.40%, so this calculation takes into account amounts determined by the FPSC of ~\$3 million per month thereby reducing earnings below the 14% sharing point.

The FPSC has ordered annual reductions in access revenue of \$64 mil for 1989 + 90 which were previously set aside by S.B. These amts. will be refunded to ratepayers from 11/95 - 12/95/91.

SB has also been ordered to set aside ~\$3 million per month totaling \$34 million for 991 to be refunded Feb 15 - March 15, 92.

There is also set aside ~\$45 MM for fiscal year 92 for potential overearnings. The FPSC has not set an order on this yet.

INVENTORY EXPENSE ADJUSTMENTS - During Sept, computer spare parts + supplies inventory was written off by \$11.7 MM. The write down was a product of a study performed in relation to the items included in the A/C to determine if they were overvalued. The write down consisted of 3 parts: Surplus + obsolete written off, excess in parts written down to new prices, + revalued parts less than or equal to the 100 exp. limit. Apparently, this A/C had not been properly monitored in the past + was overvalued. CE, C. Hughes O/T the Company.

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Notes on External Auditor's Workpapers
TUE 12/31/91

YMD

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Corporate

91-42

Binder 20720

SB, a wholly-owned subsidiary of BellSouth Corp. ("BellSouth") is an operating telephone company which provides primarily limited telecommunications services within localities in FL, GA, NC, SC. These services include local exchange, exchange access, information access and toll telecommunications services within 21 distinct geographical areas termed "Local Access & Transport Areas".

In March 91, the management structure of SB and South Central Bell Telephone Co., BellSouth's other wholly-owned operating telephone company (So. Central Bell), was realigned to market functions to improve customer services & enhance operating efficiency. Consistent w/ the new management structure, So. Central Bell & SB, along w/ their jointly-owned subsidiary, BellSouth Services Inc. (BSSI), plan to merge into a single corp., to be named BellSouth Telecommunications, Inc.

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SBT

Notes on External Auditor's Workpapers
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FORM 4400 - Voucher Register (by serial #)
4408 - list of voucher classification - acct. reg.
2390 - Supplier bill vouchers
2391 - Employee Expenses Vouchers
11519 - State of Iowa Statement of Clearing Accts.
5240 - Area Dist. journal
11500 - Draft Balance Reg.
3044 - Employee Adv. Vouchers
- F3069 - Approved sig. form
GNPR - General Purpose keypunch forms
Journal Transfer sheets
FORM F2061A - Monthly Reconciliation of Draft Acct.

FORM 4408 is posted by A/C to the G/L. the voucher register F4600 is mechanically produced. The voucher register accts for all serial #s in a month noting if there is missing or in error. No completeness check is performed by the voucher dept.

Serial #'s are assigned to each voucher as it arrives to voucher dept.

The voucher dept. performs an edit check on each voucher & indicates performance by initializing the voucher. The vouchers then sent to be keyed into comp.

After total processing, the original voucher, a draft bal. register (F4500) & a draft where they are matched to ensure accuracy of all keyed data. The voucher dept. supervisor then signs off the 1500, evidence review & approval, & then the drafts & 4500 are sent to the treasury dept. to be mailed. Due date in the draft & the draft is mailed 5 days prior to due date.

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BMY

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Different Types of Vouchers Within the Voucher System.

- | | Voucher # | Description |
|----|-----------|--|
| 1. | | Direct Payments |
| a. | C | Contract Payments |
| b. | | Warrant Payments made to vendors |
| 2. | B | Reimbursements - for employee expenses |
| 3. | - | Credit Invoices |
| 4. | A | Advances - Employee Advances |
| 5. | - | Unpaid Services - interco. billing |

Manual Processing of Vouchers

The mechanical system produces drafts overnight, for next day processing, and the manual processing is used in cases where drafts are needed on the same day the voucher is presented. Manual processing is used for bank drafts presented for payment, because timely transfers of funds is desired. Manual processing is also used for "emergency" situations - such as payment of small claims due to accidents right of way easements, and other such cases where there is a reason for processing to be expedited. The voucher dept. refers to this manual processing as a walk through.

When a walk through comes to the vouchers department + the request is determined to be appropriate the voucher is edited under the same procedures as documents on View-Chat. Next, the walk thru voucher is serialized, and a draft is typed. A log of all manual checks is kept in order to aid in balancing the 4500. The draft released to treasury dept. for delivery to payee. The walk thru voucher is keyed + is input into the system for processing + communicates to the journals along with the mechanical vouchers.

When the walk through voucher is keyed a special code is marked so that the mechanical system will not produce another draft.

FLOW OF VOUCHERS RELATED DOCUMENTS

Once the voucher is entered into FOP into the voucher register (4600) is it then printed (2x monthly) on the 4608 (mechanized printout of the voucher register by A/C), listing the individual charges to the A/C.

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Notes on External Auditor's Workpapers
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The 4608 is assumed by A/C. The total charges to an A/C (Voucher reg, p/R + journal transfers) are entered into the CSAP + the FD91 which contain the same information but groups the totals differently. The states submit 4728's to HQ from which the IE #6 is prepared + the G/L is posted. IE # = HQ Journal.

4608 totals by A/C + the direct charges to the states are noted in the 4608 as direct area transfers and the appropriations are entered into A/C 757-9001, 9000. As of 8/87 SAT I became fully integrated in this area thru the TBM System (FP Financial Processor). The incorporation of this system led to form 4700 and the 4591 forms to be replaced by the GNPR (General Purpose Reporting Form) and the CSAP + FD91 respectively. The following forms remained unchanged:

- 4600 Voucher Reg.
- 4608 List of Voucher classifications + Acct. Sequence
- 31608 Sundry Vouchers
- 2391 Employee Expense Vouchers
- 4579 State of Area Statement of Clearing Accts
- MF5245 Disbursement T.E.'s
- 4500 Certifications of Authorizations + Approvals of Vouchers.
- 9934 Voucher Control Summary
- Journal Transfer Sheets
- Journal Transfer Details Listing (referred to as rev 107).

Regarding sundry, employee + advance vouchers all are handled by voucher supervisor, Melanie Owens. This procedure has been in effect since 6/85.

The GNPR is used to enter T's applicable to a specific month since the books are closed into the FP system. The System closes on the day preceding month end. GNPR prepared to update the FP system since change to that particular month were missed due to timing of FP closing.

The CSAP - Report generated thru FP Financial Processor TBM System apportions the charges by source and allocates them to the various state areas.

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Notes on External Auditor's Workpapers
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GMU
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The ED91 Transfer the amounts from the various districts out to the appropriate states!

Permanent File Binder 1 of 16 91-93

PAYROLL

Mechanized Time Reporting

FORM RE 150 - Non-Management Exception Report - used in recording P/R exceptions (ex. O.T., absences) by non-management employees.

FORM RE 151 - same as RE 150 but for management employees.

FORM RE 152 - Mechanized Time Reporting - Labor Classification Report - used to record exceptions to labor code classifications by mgt. + non mgt. employees.

FORM RE 152B - Mechanized Time Reporting TIME - LABOR REPORT form used by Plant employees to report hours worked & labor classification codes.

FORM RE 158 - Schedule Change Report - used to add or permanent & in employee's schedule.

FORM RE 155 - Mechanized Time Rep. - EMPLOYEE INFORMATION REPORT - used to add, & transfer or deactivate employee information in the MTR system.

FORM RE 153 - Mechanized TIME Rep. - LABOR CLASSIFICATION PROFILE - used to establish, change, or delete a labor profile in MTR system.

FORM PR 7201 - Payroll Register

FORM PR 7214 - Payroll Voucher -

FORM MP9350 - Register of Collected TIME DATA - shows time worked by non-management employees during a pay period.

FORM MP2187 - Report of MANAGEMENT EXCEPTIONS - shows exception to time worked by management employees during a pay period.

FORM MP2407 - SCHEDULE CHANGE FEEDBACK REPORT - lists permanent schedule & information as reported on form RE 153, Schedule Change Report.

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Notes on External Auditor's Workpapers

TUE 12/31/91

4/11/92

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Flowchart of PIR

- ① Forms RF 150-152, 158, 155 and 153 are received at the various MTR input locations from various depts.
- ② Forms RF 150, 151, 152, 158, 159, 153 are K-Punched into MTR system at various MTR input locations.
* Employees who do not come to MTR may directly input into MTR and exception on A to their supervisor/other employee in their dept. schedule or labor classification.
- ③ Checks issued are logged in. Total amount of checks remitted is reconciled w/ total disbursements reported by Treasury. Total # of checks remitted is reconciled with number of checks printed. A computerized Rep. generates Form PR 7214.
- ④ All dept #'s over accounts (w/ + total amount of checks) is reconciled to amount reported by PIR. Checks are signed. Treasurer checks approval Form PR 7214.
- ⑤ Dept. Supervisor distributes checks to employees.
- ⑥ Supervisor reviews & signs Forms MP 9350, MP 2187, MP 2407.
- ⑦ Errors corrected either by directly inputting changes (w/ depts. with access to MTR) or by reporting change to an MTR input location. The correction will be reflected in the next pay period's ck.

According to Payroll Mgr., Caroline Greene, there are 3 payroll types:

- 1) Biweekly Clerical - Includes all non-management clerical employees and operation and direction assistance positions. They are paid biweekly. Daily except. to normal work schedules or labor classification are reported (using Form RF 150 or RF 151). Normal work schedules & labor profiles are kept on file in MTR.
- 2) Biweekly Plant - relates to occupational employees (install, repairmen, & their supervisors). They are paid biweekly & are required to provide time report. That is, they must report all worked & labor codes to which they should be charged on a daily basis using one of the various time-labor reports (Forms RF 152-B, C, I, S1, or S2, according to specific job desc.).

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Notes on External Auditor's WORKPAPERS

- Payroll

YMC

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③ Semi-Monthly - Relates to Management employees not included in other classifications. They are paid semi-monthly. Only exceptions to normal work schedule or labor classification need to be reported (using RF 151 or RF 152).

Correction Procedures -

According to the MTR Procedures Manual, MTR allows no correction to be made to PR + labor information that has been input into the system. Corrections can be made by using the PR Exception Reports (RF 150 + RF 151) or labor class Rep. (RF 152, 152B, 152C, 152-S1, 152-S3) and submitting them to the MTR input location for input. The input location does not require a correcting PR or labor report when corrective info. is taken over the phone to correct a current pay period exception. The correcting data in this case is simply recorded on the supervisor's copy of the PR or labor report. However, a correction report is required when correcting information is taken over the phone for a prior pay period payroll or labor correction.

91-15 Binder 13 of 16 - MATERIALS & SUPPLIES - N/A

91-49 Binder 7 of 16 - PLANT CYCLE

Plant under Construction

2 different types of estimates:

① Special Estimate - estimate w/ projected costs of $\geq \$50,000$. Requires detailed parameters.

Specific estimates w/ proj. costs between \$50,000 + \$99,999 also tracked specifically but cleared (ex. transferred) to A/C (2001 or 2002) monthly.

Specific estimates w/ proj. costs $\geq \$100,000$ are tracked specifically + the cost's accumulate in A/C 2003 or 2004 until the project is complete + ready for close. Then it is transferred to A/C (2001 or 2002) 100-1.

② Routine Estimate - is the medium for securing plant authorization, + overall administration + accounting in the combined current undertakings within each Area. During each calendar quarter, more or which undertakings require specific estimate treatment ($\leq \$50,000$). Actual expenditures for routine estimates are recorded directly to 00. (2001 or 2002)

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Notes on External Auditor's Workpapers

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HMCU
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91-57 15 of 15 STATE AREA
PERMANENT FILE BINDER.

ENGINEERING CHARGES - Each engineering employee completes an RE152 (management) or RE152B (non-mgmt.) and sends the form to Data Support Center. The data is keyed into the Mechanized Time Reporting System (MTR). The Financial Processor (FP) system accesses the data and in an error report, the FC 32 "Financial Processor Edit List" is generated, and a clerk makes the necessary corrections.

The MTR generates MP2431 "Summary of Engineering Labor Hours" 4 or 5 times each month. A clerk compares MP2431 to the latest MP-3363 and FC 30, both of which are generated by FP system.

The MP3363 "Eng. Bal. Summary Rep" can be run as often as 30 X a month each run showing cumulative hrs. for the month. FC 30 "Eng. File Status" which combined w/ MP3363 should agree to the MP2431.

Next FP generates the MP5244 "Area Dist. Summary by Act." which shows total dollars allocated to the 3705 accounts (eng. ac's). The FP system also generates MP3953 which summarizes engineering charges & clearance. A clerk reconciles MP5244 & MP3953.

MP3952, MP3951, MP3950 are similar data to the MP3953 only in different format.

FP system also generates FC29 "Pack Status Report" after each pass (usually daily). This rep. is filed away. No work is done w/ it.

MP3363 "Eng. Bal. Summary Rep" reconciled to MP3365 "Report of Eng. Charges" which is also run by the FP system.

other documents - Filed in FL

91-58 Binder 16 of 16 - AFUDC VRUC's, RETIREMENTS.

VRUC - The preparation of Vintage Retirement Unit Costs w/ OSP is performed on an annual basis w/ minor ad made during the year. PUC's & VRUC's are prepared in accounting & approved by appropriate levels of management & sent to HQ. Boardman Group Birmingham. Any changes to be made are sent back & done at the state level.

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Notes on External Auditor's Workpapers

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91-52 10 of 16 PERMANENT FILE - STATE AREAS

SABR & BVAPP PURCHASES - V/A

PERMANENT FILE Guide 2 of 16 91-44
State Areas -

1.1 CONTROL PROCEDURES -

In the Special Funds Dept, billed amounts for each billing period are summarized on FORM 4151 DA-OP and compared monthly to the amount journalized obtained from FORM 9326-OP "Summary of C.O. Billing Totals". The billed amounts on FORM 4151 DA-OP summarize billing related to local service/directory advertising tolls & toll tax, & other charges & credits (from FORM 9326-A).

CE & L tested a month, traced totals from the source documents, for billed & journalized amts., to the 4151 DA-OP, noting that the reconciliation is being performed on a timely basis.

1.6 CONTROL PROCEDURES

Operating info. related to local service revenues is prepared & reviewed monthly & includes:

- 1) MA Reports - monthly analysis reports which management uses to analyze data & detect trends.
- 2) MR - monthly reports & F/S on a regulatory basis. MR's are on the USOA Basis.
- 3) FR - monthly reports & F/S on a GAAP basis.
- 4) BTR or Budgeting Reports - used by management to identify & obtain explanations for differences between expected & actual results.
- 5) FACTS - used for F/S on GAAP basis.

Each of the above sets of reports is likely to detect errors in accounting data or failures in other controls.

3.7 Control Procedures

The following controls are in place to ensure that all service orders generated result in service to the customer and that this info is updated to CRIS Accounts Database:

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Notes on External Auditor's Workpapers

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CRTS - Local Service - cont

- 1) S.O.'s are sequentially pre-numbered, and as such are controlled by ref to the S.O. #.
 - 2) A copy of the S.O. is sent to the Facility Assignment Group/Center if Plant Facilities are required (ex. new service, new extension).
 - 3) After work is performed, the completed S.O. service order is updated to SOES.
 - 4) Each day a DOS (Direct Order Entry) Activity Report by representative is available, on line showing all orders worked, & a questionable activity report showing questionable service orders daily and all S.A. errors that are 7 & 30 days past due.
- After these procedures are performed, a series of computer programs is run to extract completed S.O.'s from the service order data base to be input to CRTS.

CIC traced over service order to its update of the CRTS system, & examined several QA reports noting any long past-due pending orders & ensured that they were being worked.

3.8. CONTROL Procedures

The S.O. is keyed on line when customer calls. All service requests from cust are recorded onto the service order system immediately. Once in the service Order System, these S.O.'s will show up on the daily QA report as pending service orders. This will continue to show up on this report until the service is completed & updated to CRTS acct's Data Base.

4.4. Control Procedures

CIC noted that the following controls are in place to ensure that planning data is complete, accurate & timely.

- 1) Rate A - made on line except for multiple charges, volume discounts & other factors which are made on key punches forms (ex. batch processed).
- 2) The following verifications are made:

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Y+ 1.50

Southern Bell Telephone & Telegraph
Notes on External Auditor's Workpapers
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① Verify authorized tariffs (from ^{via HQ} PSX + FCC) to the trial run updates and ② verify updates to the on-line, regionalized database (records) which ensures that the database is accurately updated by the tariffs.

C & L chose a sample of rates from the USOC rate master file & traced them back to the authorized rate tariff book to ensure the rates agree.

4.5 CONTROL PROCEDURES

The only standing data that can be overridden in the CTS system is data concerning customer deposits. The operator has the ability to override standing data concerning both acceptance & refunding of customer deposits. Because a credit criteria have reduced the # of cust. required to put up a deposit, the deposit amount in the aggregate has become immaterial to S.

6.1 Control Procedures

The local service T/S that is generated in the monthly change for local service revenues. The events that causes the T/S to be generated is the data on billing period for that customer (ex. Felco's bill on a cycle basis, w/ 20 billing periods per month processed on a predetermined schedule). The key data used as a basis for the generation of the transaction include:

- 1) Customer ID, USOC rates & amounts due from prior periods
- 2) UPA - which tells the system to bill at this point. UPA is the ^{5th} 3 digits, after the area code, is a phone #.

6.4 CONTROL PROCEDURES

The recording of the transaction occurs simultaneously w/ the billing for the services. The billing is done on a cycle basis & there are several checks involved in the billing process. Thus, if the generation run (ex. billing run) was not performed, the checks would be alerted immediately & would correct the problem.

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Notes on External Auditor's Workpapers
TVE 12/31/91

YMK
5/21/92

The only parameter relevant to the generation process is the entering of the NPA into the Billing System. The Billing System uses NPA's (the 1st 3 digits) as a phone to tell the computer which billing period to bill in. If the wrong NPA is entered the cust. phone calls will not be completed & no service performed. The cust. acts as a control over this process as the/she will not receive service if information is input inaccurately.

2.1 CONTROL PROCEDURES

As stated above the client has controls in place to ensure the correct input into the system. It also ensures the data is properly input to the file. The MP403 Report details S.O.'s not updated to CRES not only identifies S.O.'s w/ input problems but also shows that other S.O.'s not showing up on this report were in fact updated to the CRES Accounts Database.

PBOC's - The Carrier Access Billing charges are first processed through the Automatic Message Accounting (AMA) system with TOL revenues. After AMA is complete, the AMA job request is completed. This lists amt. of CABS + toll messages on tape. The tape then processed in CABS interface (JOB M505AIC). After processing MP3018 is produced (lists the input + output for the CABS interface). The control total (I/O) is compared to AMA job Req. to insure that all messages from AMA have been placed into the CABS system via CABS interface.

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9-1-92

SBT

Review of C&I WP's
1991

KW
5/19/91

Permanent Files - State Ocean S Bell
Bunder 4 of 16 - Settlements, Cash Rec

Settlements are a mechanism to compensate Bell & Independent Co's for sent paid & received collect toll called "grounding" between the 2 service areas. Also includes compensation for misc. Service or facilities provided by one Co. to the other.

Types:

1. Standard - based on rates & equities as agreed on in the contract between B&I's. Under applied to actual messages.
2. Cost Contract - Settlements based on proportionate share of cost of plant assigned.
3. Division by Revenue - NECA procedure. When basis is believed to be unreasonably retroactive adjustments are recorded.

Bunder 9 of 16 - Supply Disbursement - vouchers

All vouchers over \$500 require purchase orders

Bunder 12 of 16 - CABC

Bunder 5 of 16 - Digestory Aler

Bunder 7 of 16 - Plant Cycle

Transactive history of open estimates:

There are open at year end to source, not allowing trace clearance to CPR, agree to 200.3
For one closed estimate, review pre-completion notices, determine if final completion is timely & clearances from 2003 & 200.1 timely
Compare actual to auth. charges in reports
Review record of AC 200.1 & 200.3 per 4519 &
review exception rpts for follow up
Estimates over 200.3 cleared.

* Request Executive, Inc. NO 5 Section 4
for Purchase & Sale of Plant to User's
Construction Audit Permanent File

Bunder 8 of 16 - Plant Cycle - Copies

* Request BellSouth Service Financial Status
Documentation Application CN 10
State Area Records System (STAR'S)
Parts 1-4

FO1B01W 000173

4-1-91

SBT
Review of C/L WP's
1991

KW
5/19/92

Permanent Files - State -

Binder 10 of 16 - Flowchart SABRE BVAPP

BVAPP - C/O network purchases from ATT & Southern Telecom

SABR - process Bell South Services Purchases -

BVAPP - Vendor inv, receiving rpt, EPA memorandum etc

Supposed to be approved by the engineer for the project.

* Clerk sometimes considers engineer's approval

Binder 13 of 16 Materials & Supplies

Binder 16 of 16 AFUDC, VRE's, Retirement

FDC rules on AFUDC:

a. Permanent print during construction period on general funds expended on proj not expected to be completed in 1 yr

b. If funds specifically acquired for plant item, interest, disc on premium & expenses debt audited to 73%.

c. If project suspended more than 6 months no debt affected 73% - AFUDC, 2004 Plan

* Request Bell South Services Fin Sept Dec AFUDC

C. 002 - Order Processing

Part 4 - Admin

Section 2 AFUDC

* BSS Financial Sept Dec

C. 000 - Replacement of Retirement Unit (into O&M)

Binder 2 of 16 - Revenue, CACT (Central Assessment & Fund of Taxes)

Traced totals from source doc (called & journalized to 451 DM-PP & noting reconciliation is timely)

Four reviews of MA reports, MA & FR, BTR & EARTS

Chose sample of rates from USOC

Rate Master file & traced to authorized Rate Tariff Book

Reviewed Phone Central Log for Nursing Home - Schank

Examined MA 2074's & 9385-73 notes that for the 2074's the billed Plus Revenue &

reasonable number of uncorrected messages get rebilled. For 9385-75 checked and corrected as a timely basis.

Examined toll reclassification P103 (Toll MED 2A01)

Noted rates agree to tariff

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SBT
Review of C&L WPLS 1991

KW
5/11/92

Permanent Files Cont.

Binder 2 of 16 Cont.

Examined several 4204-AIS history as investigation of errors.

- * Toll & MC checks can make corrections
Supervisors appear to be monitoring & checks appear to be consulting (area of fraudulently adjustments?)
Reviewed several MSOS for evidence of exception (Toll through area)

Binder 3- SCB - ITA - Audit

- * Changes to existing C&L Systems do not appear to be properly tested or checked by someone who has written the program
Auditor compared output from a program & its modified version
Same to be weak control over making such changes in libraries are current tested & approved version
See 57th & making sure latest programs are ones subject to modification

Technicians can make changes to program without Sup. approval

- * What is ACF2? Authorized users of ACF2 can execute unauthorized programs within their assigned ACF2 capabilities (Testing standards as self checked, programs can access production Salaries Lib, programmer can approve change to program)

Binder 6 of 16 - F&W Chart

Binder 11 of 16 - Payroll

Binder 18 of 16 - Program

TB - see TB section, I/Audit function & More J.E.'s
Rat. of Return (Recall Survey Report), Review
CRIS procedures, Service order, Cash Rec
CABS, Key Supervisory Controls, Cost Area Function, Full Verification, T.E. Co., T.E. & T.E. Change
BA OCO, M/TIP, Plant Estimate, for Accounting
Voucher Clerk, ~~Approve~~, Payroll Reports approval, Deprec. Rpt. approval
Key Supervisory Controls also done in Jacksonville
See notes for current info for testing done. This is reliance on Co. procedures.

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SMT
Review of C&L WPLs
1991

to
5/19/92

BellSouth - Headquarters Permanent File Binder 17 of 22
Discussed Fla Refund of \$64.0 m for customers
from Nov 15 - Dec 15, 91 & \$34 m from Feb 15 -
March 15, 1992 - of money set aside during
1988 rate stabilization order

Put in S Order 2/9/2
Permanent Order 2016 2 -
File

SBT
Review of CCI WPIs
1990

KW
5/19/92

Current Files -

Binder 1 of 6 - Admin sections rising - See next page
Binder 2 of 6 - Voucher, CR, JE's, TB, Enclosures
FR ledgers - Traced one acct ending, bal to beg. bal next month. Footed & crossfoot for one acct.
Agreed cumulative TB 1989 to Beg 90 for one acct
For Revenue JE's traced combining from area to FR ledger for one acct, posted same & traced to source document for RJE
For Disbursement journal - Footed & crossfoot for one acct, traced debit & cr for one acct to Report + 5245\$ to the area ledger & to source
Checked sign off procedure
Reviewed Misc OI JE's over 84 mn from 1-9/90 for unusual items. Most resulted from new capitalization policy under 500.
For Voucher & traced signature to F3069, approved signature form for appropriate agent level, noted signature, which means paid clerk sign-off, clerk sign-off or edit to except this
Binder 3 of 6 - Local Service Revenue
Reviewed MFT balancing subtotals - Sept of timely completion - Reperformed Sept with co. help
Several problems with field file errors when migrated from CORNET to SOCS to process service orders
Binder 4 of 6 - Toll & Water Revenue
Reviewed Toll Co toll log for manufacturing time
Agreed output record chart to input cost
Recalculated a call on each. Toll Rating Disposition relative to Tariff Change
Binder 5 of 6 - Independent Companies
Reviewed Int audits, influenced as to disagreements
Reviewed controls over settlement billing, traced one bill to journals to TC
If problems
Reviewed one internal audit
Binder 6 of 6 - Key Controls - Jacksonville

F01B01W 000177

F/a Current Admin Binder 1-1991 -
Internal Audit No longer does site loc.
Verifications
A state change audit is being done on
CRIS

Meas. Franchise Tax - Permanent File

Ordinance No. 9064

Requires an additional man at every station
in order City Cost 734 used in Order

* Obtain CRIS Administrative Practices
Application of Taxes Surcharge
Data by File - Municipal Franchise
Rate based on Gross Receipts

TAS is used to test system data base
To computer output to CRIS reports
Rel. on Service Order Testing

Appears to be more Rev collected than reported to City
Due to all revenues on the 069's are
not used in new base on which franchise
tax are collected.

Current Franchise Tax - have to submit a report
to City on Revenue

3% tax on recurring revenue

Computer summarizes Revenues associated
with TAR (testing authority) code 200 which is
City of Miami

update understanding of TAR codes
test propriety of inclusion or exclusion of
TAR code 200 by ref to Miami Map

Summarize franchise statements

TAS - test computer system

No errors

No tax paid on uncollectibles

F01B01W 000178

S B T
Review of C&LWP's
1991

KW
5/19/92

Georgia State Audit Current 1991

Binder 1 - Law Supervisory controls tested only through inquiry & observation - no sampling

Binder 2 - MRS

Largest control over CRIS is Review done by BARCO of the revenue audit

Binder 3 - Settlements - no sampling, inquiry & observation

Binder 4 - TR only

North Carolina - Current audit 1991

Binder 1 - Admin

Int Audit appears to meet SPSE & MA 0.3000

Binder 2 - T&E Eng. Chaffin

Binder 3 - TP - no work

Binder 4 - Inmate Disburse Journal - only agreed one acct. to DTE Summary & to TIB

Binder 5 - V PUC's; Settlements; Repairs

Tested Settlements & Village Settlement unit rate control over delayed settlement & salvage

No sampling done for repairs

Removed M16 & for appropriate, traced message to Durham Journal (M 0524) for 1 frame

Binder 6 - CWP

Binder 7 - AFUSC Plant

ITAS Binder 1 - Admin 1991 (Info Tech. Audit)
Focus on CRIS & CABS

South Carolina - Current 1991

Binder 1 - Admin

Binder 2 - Misc. JE's, I/A, Sup. Controls - some work

Binder 3 - TP

Binder 4 - Dist. T } same as other states

Binder 5 - Key acct. JE's

F01B01W 000179

SBT

Review of C&L WLC's
1991

KW

5/19/92

Corporate Current

Bondholder

Refund of overearnings for 90/91 was originally charged to Misc Rev. Has been been as Local Revenue. Proposed Change:

Local Rev 1990 \$60.1mm

Misc Rev 1990 60.1mm

Misc Rev 1991 64.5mm

Local Rev 1991 64.5mm

Also approx 32.4mm accrued overearnings as a reduction of Misc. Revenue requested to be refunded to Local Service Cost & Requested by:

Local Svc Rev 1991 \$32.4mm

Misc Rev 1991 \$32.4mm

Co did NOT make any of these changes because of immateriality of not effect by not

\$32.1mm

See NOT page 100 Bond holder approval costs related to merger are \$8.6 million were allocated to BB & SCB based on bonds each holder

In September, computer system supplies were written down by \$11.7 m for SB based on a study which showed they were overvalued because it had not been properly monitored in the past. Co has done special study to determine other assets now stated properly

South Coast Bell changed acc'ts for software right to use fees in 4th qtr of 1990 to be consistent w/ FCC memorandum opinion & order in RM-6911. Said "quoteable for use" date should be used & not date of deployment. Now used for all software contracts

Early Retirement package extended to 1991. 3100 employees accepted. 85% asked for compensation. Increased pension by \$16.5 m in 3rd qtr 1991

F01B01W 000180

9-1-92

S B T
Review of CCLWC's
1991

kw
5/20/96

Corporate Current
Covers 1 cover

(PRNPP)
BellSouth started acting for Post-Retirement Pro-Pension Benefits in 1985. Can record pay as you go or accrual

Accrual includes prior service cost of retired work force, prior service current work force, current service cost current work force & interest on prior service cost

BellSouth started using accrual for current work force in 1985 & for others use pay as you go.

SFAS 106 starts for fiscal year after Dec. 15, 1992

SAB 74 says disclosure is not adequate. SEC said Co should disclose transition obligation & impact on future earnings. Estimates estimated transition oblig & expense in future periods from \$1.4 to 2. billion based on assumptions used. (transition oblig) is the additional liability that would be recognized on adoption at 1/1/93 not of est. accum funding of \$1 bil to that date.

No ruling as to whether the amortizing can be recovered through future by PSC or FCC. BSC disclosed in the Provisional Pension Post-Employment Benefits footnote the cost of providing health care & life insurance benefits & included in those costs were costs for benefits provided on or other than pay as you go basis. In accordance with SAB 74, BellSouth's Response to Quest. 2, BSC also disclosed the estimated range of transition oblig, the reg. impact & impact on future earnings.

6/11/87 BellSouth paid \$9 mil to IRS for TTC's related to 1979 & 1980; 1/2/92 IRS decided BellSouth will get the deposit & interest of \$2.1 mil. net of tax and 15% of \$2.

SFAS #5 p 7 says "gain contingencies are not reflected in the assets since to do so might be to recognize revenue prior to its realization. Adequate disclosure shall be made of contingencies that might result in loss but are still disclosed to avoid misleading implications as to

SOT
Review of C&L WP's
1991

Kw
5/20/92

Corporate Current
Binder 1 Cont.

the likelihood of realization" AICPA Technical Practice Guide Ref 9330.04 says Type I Subsequent events can result in recognition - only when they pertain to loss contingencies. Gain contingencies are recognized when realized. C&L concurs w/ BSC's statement.

SFAS 96 changes method of accounting for unrecognized tax benefits from "deferred method" to the liability method. Main effect on BellSouth is the recording of deferred taxes which have not been provided because they have flowed to ratepayers. When timing differences reverse the current tax expense associated with the reversal will create new reserves. \$64.1 million of net tax timing differences for def. tax not provided at 12/31/91. The effect is to make the BOC's comparable to unregulated enterprises.

Effect would be recorded in notes & a liability is receivable recorded on BS. Effective 12/15/92

Disclosure - cannot determine the effect

SFAS 96E 10.7 - BellSouth has assigned people to study & develop procedures to comply as they become effective

Materiality C&L \$100,000,000 Balance Sheet, \$500,000 Income Statement

ITAS work done for 1991 - Use Automated Integrity Controls system to identify unusual control activities in the data centers. Rely on I/P & Computer Asset Protection Group to evaluate Physical Security. Focus on change control policies & procedures. Over C&L & G&B's determine if it is followed up on. Update Financial Line Item Risk Analysis. Update IIC questionnaires. Update Automated Integrity controls.

Corporate Current
Bonds/Cont

Co is discontinuing Data Processing Mgmt Reporting System which was the source of AIC data

Obtained System Mgmt tapes from client for analysis in house & verified 3rd gtr data to be consistent with data from AIC system.

Relied on I/A for work on SAS 6.5
Audit # E 11-71-20 - 10/91

Duplicated part of the Computer Asset Protection Group audit thorough

Found Controls adequate for release. Program Change testing was addressed in the 1988 & 1989 Mgmt letter.

Significant weakness still exists

Also get copy of System Development Life Cycle - Entitled audit

1988 items standing:

1. Ensure program changes tested achieved
2. " " " " " " " " documented achieved
3. Improve quality of delivered software through testing Open

Some groups have no standard tests or test plans. Improved second half of year.

Co is attempting to develop & has started a Quality Action Team to address issues carrier billing quality problems

One test plans implemented & kept to be monitored

Also recommend actions to improve adherence to SDLC in areas of contract project documentation & improved cost tracking of on going projects

FO1B01W 000183

4-12-63

SBT
Review of C&L W's
1991

KW
5/20/92

Headquarters Corporate Currents:

Binder 5 - Cash

All disbursement Banks will be confirmed
Selected field units

All commercial paper out at 12/31/91
New debt issues, old debt retired

Binder 6 - Internal Audit Review

Binder 7 - NECA, O & H Rates, Appointments, Personnel
Employee Benefits

Flux analysis of NECA settlement shows
downward trend which is expected due to
its phase out.

Appointments Testing - agreed as follows
closed acct for MP 3437 to MP 3438
E to MP 3439

Agreed MP 3437 to FF 45 E MP 3439 to
MP 5245 E to MP 1580

E MP 3441 increased for default factor

Corporate allocation flux - high for proportionate
all payments made in Nov

Revised accrual NECA Health Plan only had 1990
Person is now based on most recent actuarial
projection & allocated in total \$15 to SBT
from BellSouth which allocated to the states
based on fully wages from BSMPP (Mgmt)
C&L relied on actuarial projection done
by C&L ABC

Binder 8 - SE Summary of Progress, Vouchers

No errors / Forced one entry from another
state

Binder 9 - Rollforward of Key Supervisory Controls

Summary of work done in states

Binder 11 - 1st QM Topside Flux

Local Service revenue ? due to growth in accumulation
of custom calling service E

Revised Accruals for Flux showing net post-1991
1991 E7 mm

Wages have decreased in 1991 due to emphasis
in 1991 to properly charge time to capital
projects.

Increase in Right to Use License fees

Increased ad due to increased competition

F01B01W 0001E

Corporate Current

Binder 12 - 2nd Quarter Fly Admin

Error detail only to quarter - CD has adjusted

Binder 13 - 2nd Quarter Flux

Final Settlement w/ Interchange Carriers
for 1987-88 Interstate hooked in May
in August CACS revised Percent Interstate
Usage factors (PIU) for ATT Originating
800 Access Service Increasing Cost
Flu by 1128000

Carrier billing & collecting fees decrease
effective 1/91 because of lower ATT
Rate

Memory call start up costs - are
they all in first year? Nonregulated
same right to use & amortization
of labor as in 1st Qtr

Uncollectibles increased Acct 5301 - economy
Purchase Computer 5 lines Acct 6724 2nd
Qtr 1991

CG L agreed property addition from E&D
transfer to EIS 2nd Qtr

Binder 14 - 108 Prep 3rd Qtr

Binder 15 - 3rd Qtr Flux

Accrual made for Price cap calculation
Flu acct 5080.1410 debit = 4380.98
34,664,000

Settlement w/ ATT on pre-directorial
retirees telephone - 25,000,000

A reduction in revenue was made to
Acct 5264.11 via form 4193F Qtr 82,307,000
for Fla removed - out of period Prepara

9/91 Accrual made for last billing for
"IT-IAL" trunk usage that will be
billed by ATT (Pan Eggs 44-529.0933)
Fla removed (378,884) to revenue
(In 7/91 accrual was \$1366,625)

Binder 16 - Financial Sta Preparation

Binder 17 - FSDCL

SBT

Review of Board of Directors Minutes
1991

KW
5/22/92

Corporate Current

Binder 10 of 20 - 1st Quarter 1991

MAR#3 - Refund of order 10% - ROR was under 13.5%

01/1/90 new order reduction of 18.6 ordered

MAR#2 - R. 10% noted

F01B01W 000186

9-1 R. 60

SBT

Internal Audit Review - workpapers

FOO 32 61 - Eng + Arch + SRE

FOO 33 03 -

KW 11/18/92

JHP

11/16/92

FL, NC, SC, Georgia

During the Spangloss - contract audit, the internal audit reports were reviewed. A Disclosure was written to explain the findings per the internal audit (1990).

We reviewed the workpapers to determine, if possible, the quantification of the internal audit findings, since they affect plant in service since 1983 to present. (See 9-2 a) - conclusion

In 1991 a re-audit was performed

As mentioned in 1990 audit, a new regional regional contract was developed during 1989 which became effective when signed by the A/E. During 1991, training sessions were conducted in all nine states and full implementation of the regional contract was completed.

1991 Audit tests determined

During 1991 procedures were implemented by the Headquarters Property Management Staff which provided a clear understanding of the terms of the regional contract and methods to ensure compliance. An excellent training course was developed and provided in all states to the firms + provisioning Personnel managers. 17 firms were involved in visiting - to ensure adherence to documentation.

to refund prior overcharges over a 9-2 period of 4-1-92 to 9-2-92

THE WALTER LATHAM COMPANY (708) 345-5787

Incurred in conjunction with the building of the Sawgrass fiber center. Our review was limited to a compilation of the A/E invoices. PSC staff time limitations precluded further investigation into the A/E fees in this audit.

DRAFT

OPINION:

The internal audit findings not only affect this contract, but if the financial amounts were measurable back to 1983, there would be an affect on the current rate case. In the present rate case proceeding, Docket No. 929260-TL, Telephone Plant In Service has to be updated from 1982; and a futher audit of A/E fees could result in an adjustment.

COMPANY COMMENTS:

F01B01W 000189

[illegible]

SBT

Internal Audit review - workpaper

11/18/92

FOO 32 61

FOO 33 02

CHP

11/12/92

1990 - Audit

Since 1983, a standard contract has been used as the basis for services and payment. A new regional contract was developed during 1989 which became effective when signed by the architect. Architectural + Eng. Services expense paid by the company in 1989 to nine major architect firms doing business in SBT region totalled 4 million (all states).

The 1983 standard contract required that hourly rates of Principals and Partners be mutually agreed upon in writing between the company and the Architect, and billed with no markup.

The new regional contract provides that the hourly rate should be \$60 with no mark-up.

SAT

11/18/92

Internal Audit Review - up

WLP

11/13/92

FOI 32 61

FOI 32 03

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12

For review of up section H-36

H-36

study - Holloman Review 89/90

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FOI B01W 000191

WAT
Potential Audit up

KW 11/18/92

ZHP

1/12/92

				Actual		Total	Hourly Avg.
Costs				Hrs	Rate		
1989				703	x 98.83	69,477	
				3105	x 59.53	12,274	
				3405	x 99.80	33,982	
				69	x 39.92	2,754	
				1423	- changed	118,487	83.27
				1423	x 70 ^{interim} rate	99,610	
						(A) 18,877	
1990				548	x 109.68	60,105	
				41	x 43.87	1,799	
				416	x 99.80	41,517	
				59	x 39.92	2,355	
				1064	- changed	105,776	99.41
				1064	x 65 ^{per new} contract	69,160	
						(A) 36,616	
* Total							90.17
						Total (A)	35,493
				From Hallman review 11/16/92 portion to with Caroline only			

F01B01W 000192

SBT
I/A Audit WP

KW
11/18/92

WFO
11/18/92

the company explained the information to be reviewed in order to determine the SAE's (request 75) would be very time consuming.

In conclusion, audit staff does not believe the results would be material when weighed with the time consumed. Also, taking into account that the dollars involved may have been expended, and therefore, would not affect Plaintiff in Service.

Per the 1991 reaudit -

F01B01W 000194

11/18/92

FO1B01W 000195

32T

WJ 11/18/92
JHP

Internal Audit up review

FOO 32 61

11/16/92

FOO 32 03

K8A

K13

1989

3463

1988

2951

57 years med

K9C

JA recoupment was x 24%

K11

Amounts paid by years

1986

520,954

1987

690,569

1988

345,117

1989

481,190

1990

89,669

2 mths

FO1B01W 000196

12/11/18/92
11/9/92

THE WALTER LATHAM COMPANY (708) 348-8787

J/A Purchasing / Procurement
Architect's fees, Engineering, Engineering
OH

11/18/92
JHO
11/15/92

9/88

HADP- 202-03-A SF - Purchasing Procedures + operations

Scope - To review procedures and controls used over the BSS purchasing operations. Interviews were performed (as might employees) regarding purchasing nonstandard material and supplies selected F-2915. Purchase requisitions were reviewed for the 1988-1st quarter at Alabama, Miss. SA FL for properly processing. Interviews were performed to determine if the lowest cost & risk. BSS practices for purch. procedures + operations were evaluated along with ASS, SCA + SBT AT.

Findings

F01B01W 000198

587

IA Purchasing / Procurement
Architects, Engineers, and
Engineering ON

AMT
11/5/92

4/89 FA023-302-05-A-SF - Central Office Estimate
Procedures + Purchases

Scope - To determine the adequacy and effectiveness
of internal controls and the quality of
performance over the administration of COE contracts

Findings -

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For Executive Director's information
The following is a summary of the findings
concerning the procurement process
which were identified during the audit
of the COE contracts.
The findings were as follows:
1. The procurement process was not
adequately documented.
2. The procurement process was not
adequately controlled.
3. The procurement process was not
adequately monitored.
4. The procurement process was not
adequately evaluated.
5. The procurement process was not
adequately improved.

3BT

I/A Purchasing/Procurement
Architects fees, engineering expenses
OK

4/89

FA 023-302-05-A

Continued

A review of the SECOC concerns for

Network management stated that there
will be additional monitoring of exps
to ensure that supply estimates are
prepared. The support group will monitor
the Realtime Const. Analysis System (RCAS)
and will notify engineers when
supplements are required to be issued.

F01B01W 000200

9/89 Intercompany Contracts - Data Systems Services and Support
 FA 029-299-01-A 3F

Intercom. contracts for Data Systems Services + Support involve software programs that were initially developed prior to disbursement by APT for some SB computer systems.
 The Social Network Operations System Group has been responsible for general coordination of these contracts + billing procedures. The Subject Matter Expert (SME) assures bills are correct and that goods or services have been provided. Vouchers are then prepared and paid through the appropriate operating comp.

Purpose: Evaluate controls + procedures used by administration of contract approvals relating to intercom. contracts for Data Systems Services + Support.

Findings

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SAT
IIA Purchasing / Procurement
Architects fees, Engineering, and of

Interco - FHO 29-299-01 A SF continued

or largest customer. could be avoided?

Int'l Letter - ASS SHE's will be instructed to also date the bill when they sign it as correct. SHE's will be asked to monitor the progress of payments, and they send the bill to their company contacts. If payment has not been received in the prescribed length of time, they will be requested to contact the ASS coordinator to inform him of the delay. No payment process will be escalated to the next level of right if necessary.

ASS SHE's will be instructed to utilize the formal dispute process when there is disagreement regarding the bill, rather than delaying payment while efforts are made to resolve discrepancies.

F01B01W 000202

SBY

I/A - Purchasing / Procurement
Architect's Fees, Engineering, Eng OH 11/6/52

SIR9

FOA 17-203-26-A-SF

Centralized: Data operations, Furniture
Arrangements, company communications
and advanced office systems.

scope

To determine what controls over
centralized furniture arrangements,
company communications and advanced
office systems are effective.

F01B01W 000203

3BT

TIA Purchasing, Procurement,
Architects Fees Engineering
Engineering Sll.

JHP
11/9/92

11/88 Lease vs Purchase of capital assets
MA044-002-07-1-SF

Lease The purpose of this audit was to determine the appropriateness of decisions to lease or purchase capital assets. Additionally, the accounting treatment of both operating and capital leases was reviewed.

Mr. R. R. R.

11/22/88.
BS MOTO Executive Instruction #2 -
final signed addresses Home
Studies, May will incorporate into
SB Ex Inst, Revised Second Quarter 89

SBT

JIA Purchasing, Procurement
Architect, Engineering fees.

JAP
11/9/92

Order 3

Next order

11/16/88

After another trial period for the
cannon, with their maint men on
site, the division had this
machines removed ^(11/8/88) due to various
problems of jamming, and failure
to carry load

SAT
 I/A Procurement Purchasing
 Architects Engineers Files.

JHP
 11/9/92

9/88

GAD 18-202-01-A-SF - General Contract System
 BSS Purchasing

The purpose was to examine and evaluate the effectiveness of internal controls and the quality of performance in administering the GCS (a computer based system, developed by Bess South Services and designed to support the contracting staff in BSS Purchasing). Information from completed contracts with various vendors is entered into the GCS database and maintained by the Administrative and Data Management group at HQ.

Findings

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Mr. Lox

As a result of a recent restructuring of our department, the APTs system staff will investigate for more training within the next 6 months.

F01B01W 000206

SBY

J/A Flourmeyer, Purchasing Architects Fees, Conf

WLP

KCT

M+S - Contract Adm - Purchase Unit

The purchasing organization tracks purchasing history, vendor + contract data in three mechanical systems. Purchasing History Analysis and Reporting System (PHARS) captures purchasing history for procurement + regulatory requirements. The Purchase Ref Integrated Data (PRID) is designed to be the corporate vendor data base. The WCS provides an item information pertaining to regional + local contracts, and buyers responsible for items.

Scope

The purpose of this audit is to ensure contracts are in place for these data bases.

Next letter

A procedure should be in place in 4 to 6 weeks which would provide a cross ref table for all interfaces to the PHARS system to reduce the purchases captured into the various misc. databases.

F01B01W 000207

9-2

SAT

ILIA Purchasing Procurement
Architect Fee Eng Fee

CHP
11/9/92

12R6

3-202-03-NSF- Comp Purchasing - Supply Sys

CAPT - Computer Assisted Purchasing
Receiving and Invoicing - selects
the appropriate vendor, generates
purchase orders, matches goods + invoices
received against purchase orders,
keeps track of purchase orders, and
generates administrative and management
control reports. Procedures are in ET 4
Sect 5

Purpose

To determine if controls and
procedures in effect are adequate to
ensure adherence to established
purchasing guidelines and other
Co. practices related to purchase receipt
and payment of goods and
services

27 Ending

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Next step could not find

F01B01W 000208

7-2
8

SAT

PA - Purchasing Procedures
Architects / Engineers Fees

JHP
11/4/82

4202-03
TSF

Purchasing Procedures and Operations
4/87

* PA is issued to the FPO by authorized managers of user groups to request nonstock products and services which exceed a specific amount. Upon receipt of the PA the FPO issues a PO. Vendors are assigned mechanically for standard items and manually for nonstandard. The order is placed by Purchasing and handled by EXPRT - Comp Assisted Purchasing Reviewing and Invoicing. For purchases not required to go through the FPO the local purchase order, purchase invoice processing are handled by the user.

Errors

To determine if procedures and operations are adequate to ensure that products and services are obtained at reasonable costs.

Findings

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1/87

will follow procedures

FO1B01W 000209

9-3
9

Inst
object

The following was implemented to
provide more adherence to practices

1) Each Switching / Special C/S District
is to thoroughly review the following
documents with their managers related
to equipment repairs + MCC

2) Each Switching / Special C/S District was
asked to review their own organization
regarding use and application of the
above procedures

SRT

JIA - Procurement, Purchasing

JHP
11/10/92N10-2866
12/91

Motor Vehicle - Tire.

The purpose is to determine the extent to which discrepancies exist between tires received and those billed on invoices in the Asheville, North Carolina garage district and to identify control weaknesses contributing to the discrepancies.

Findings

Unit 1292

After verification the company employee is required to sign the delivery receipts. The national account tire vendor should forward the delivery receipt to the local Fleet Mgt supervisor responsible for the vehicle. It is the responsibility of the Fleet Mgt supervisor to verify the delivery receipt with final billing. Periodic reviews will be made by local Fleet Mgt to ensure goods received match final billing.

There are discussions with ES Frasca 720-090-5105N 7/88. - will be emphasized with Fleet Mgt Supervisors throughout the region. - by 4/1/92

9-3
10

S&T IIA Purchasing Procurement

JHP
11/10/92

FIO 21-33-A-SF
11/91

Purchasing Operations: PC, computer parts

Regional contracts are negotiated by the company in order to purchase products at the lowest possible cost consistent with quality + dependability. The need for these contracts is determined by the contract buyer and is primarily based on the Approved Products List / Std Oper Env developed & admin by the User Mgmt Group (UMG). The buyer documents the contract requirements and then solicits quotations from various vendors. Quotes are received and controlled by the Quotation Registrar until due date. They are forwarded to the buyer for vendor selection and contract negotiation. A copy of the approved contract is forwarded to Procurement Data Mng PDM for input in the General Contract System (GCS) and Product Info Sys. (PIS). On a daily basis key contract, vendor and product fields from GCS and PIS are loaded to the computer A&S Purchasing Receiving + Invoicing (CAPRI). The Procurement Services Group of SST inputs purchase requisitions originated by clients throughout the region into CAPRI which generates a purchase order.

Purpose

To determine the adequacy and effectiveness of controls over the purchase of personal computers and computer parts

36 Finding
37

9-3

5/84 4/A - Procurement Purchasing

11/01/92

12/89

OHI - 202 - 01 - R - SAF

Purchase History Analysis and Reporting System (PHARS)

Main purpose of PHARS

- Identify potential purchase opportunities
- Meet legal and regulatory compliance requirements
- Maintain a central file of item level purchase details that can be used to track purchases

Data recorded in PHARS is used by various groups, particularly Procurement Property & Services Management to make purchasing decisions, forecast future needs and track purchases made under existing contracts.

This is a re-audit to determine if findings reported have been corrected (630-201-01). Tests were performed to determine if the corrective action taken was effective or if conditions noted in the previous audit still existed.

EVAPP - Billing Verification & Authorization for Payment Process

MAFS - Mechanized Accounts Payable System

GECS - General Equipment Catalog Code

was held in the actual + consolidated of transfer data from EVAPP to PHARS after the redesign of EVAPP files.

F01B01W 000214

9-3
72 P1

JHP
11/10/92

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9.3

GNP
11/10/92

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Mngt Letter Board -
2/90

Proc Prop Serv Mng PMSI will address this funding through a near require study. Also Info Systems was reviewing the possibility of merging all corporate vendor database to interface with existing mechanized purchasing systems.

While such a corporate database would be an effective tool in a long range goal, the scope of such a process puts any implementation beyond the planning horizon of current systems. However, we do anticipate some consolidation of the MAPS databases in the near future.

A consolidation of voucher offices in one location - 4/1/91. (All papers will be consolidated). A MAPS to PMSI interface arrangement will be developed after consolidation is complete. This consol paper file will eliminate many problems with paper + vendor number matches.

MAPS is scheduled to be redesigned following after the voucher office consolidation. If resources are made available, we also would like to pursue a redesign of the Purchasing Systems environment. During the redesign we would then incorporate plans to develop one corporate database for the system.

F01B01W 000217

SAT
IIA Procurement, Purchasing

11/10/82

HOO 21-25 A
SAF

Purchasing - Customer From Equipment
S/90 (CPE)

SSO - Sales Service Orders

C/H/O

SSO that contain equipment that
is out of stock or is non stock
at the CPE warehouse are
forwarded to the CPE Buyer. The
buyer issues a PO with a vendor.
The vendor ships the equip. directly
to the customer's location and forwards
the invoice to controllers.

Scope

To determine if procedures and
controls exist and if they are
effective over the CPE Purchasing
operation.

Findings

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SAT

$\equiv$ I.A. - Purchasing / Procurement.

11/2/92

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F01B01W 000219

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HGT
Reply -

Additional training, system enhancements were installed. New system reference manuals were provided prior to each system change.

An interim ASP 750-10-0025V, the investment HGT Process, with all guidelines necessary to manage the inventory, has been issued and is being reviewed by the Medical Services staff. This will be completed within 10 days or no later than 7/30/90. Implementation will be 9/30/90.

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18
The Regional Accounting Office will track the open credit until credit is rendered or the customer is billed. Pending RA reports are made available in the VAX system upon request.

Various other recommendations to enhance the process are to be implemented by 7/30/90 and 9/30/90.

27
ASU is requesting LOS Marketing to amend the contract with the vendor in order to reflect discounts for units ordered in less than 60 days. This recommendation should be implemented by 9/1/90.

11/30/92
11/30/92

~~PBC)~~

TYE 12/31/91

SBT

Access Denied
TPE 12/31/91

KW 11/1/92

Fla Public Service Comm

Oct 21, 92 14:11 No. 017 P. 02/03

"Attachment A"

LIST OF COMPLETED AUDITS CLASSIFIED AS ATTORNEY WORK PRODUCTS

LEGEND OF ABBREVIATIONS USED:

1. RATING
 - S - SATISFACTORY
 - SF - SATISFACTORY WITH FINDINGS
 - SAF - SIGNIFICANT ADVERSE FINDINGS
2. COMPANIES
 - BSC - BELLSOUTH CORPORATION
 - BSE - BELLSOUTH ENTERPRISES
 - BSS - BELLSOUTH SERVICES
 - BST - BELLSOUTH TELECOMMUNICATIONS
 - SBT - SOUTHERN BELL
 - SCB - SOUTH CENTRAL BELL
3. STATES

AL - ALABAMA	KY - KENTUCKY	NC - NORTH CAROLINA
FL - FLORIDA	LA - LOUISIANA	SC - SOUTH CAROLINA
GA - GEORGIA	MS - MISSISSIPPI	TN - TENNESSEE

CYCLE & FUNCTION	TITLE	RAT- ING	AUDITED COMPANY(IES)	ATTORNEY
<u>First Quarter 1990</u>				
17-12	Public Communications Proposals for Broward County	S	SBT	H. R. Anthony
17-13	Accuracy of Coin Commission Payments	SAF	SBT	H. R. Anthony
31-02	Personnel Guidelines	S	SBT	H. R. Anthony
<u>Second Quarter 1990</u>				
17-10	Service Center - Public Communications	SAF	SBT	L. E. Gill
17-14	Commission Accuracy - Coin	SAF	SBT	A. S. Povall, J
17-15	Commission Accuracy - Coin	SAF	SBT	F. Walters
17-16	Coinless Telephone Commission Accuracy	SAF	SBT	L. E. Gill
18-01	Coin Telephone Settlements	SAF	SBT	L. E. Gill
<u>Third Quarter 1991</u>				
15-03	Customer Adjustments - Loop Maintenance Operations System (LMOS)	SAF	BST-FL	H. R. Anthony
16-06	Mechanized Adjustments - Mechanized Out of Service Adjustments (MOOSA) - Florida	SAF	BST-FL	H. R. Anthony
53-15	Key Service Indicator (KSRI) - Network Customer Trouble Rate	SAF	BST-FL	H. R. Anthony
63-04	PSC Schedule 11	SAF	BST-FL	H. R. Anthony

- 1 -

Also denied 10-55-02 Network Co. Remarks

See WP9C PH

9-6

F01B01W 000222

SBT

Access Denied

KW 11/11/98

TPE 11/31/91

Fla Public Service Comm

Oct 21, 92 14:12 No. 017 P. 03/03

CYCLE &
FUNCTION

TITLE

RAT- AUDITED

ING

COMPANY(IES)

ATTORNEY

Fourth Quarter 1991

G10-21-15 Independent Contractor vs. Employee
Status

SAF BSC, BSE
BST-ALL
STATES

K. W. Kochler

B10-62-02 Environmental Management

SAF BST-ALL
STATES

K W Kochler

- 2 -

Also denied 10-55-02 Noting A Co. Remains

See 10 P9C PH

9-6

THE WALTER LATHAM COMPANY

7081345-8787

F01B01W 000223

SBT

Access Denied

KW 11/11/92

TPE 12/31/91

Florida Public Service Commission Staff
Audit of Southern Bell Rate Case
Docket 920260-TL
Auditor: Gabriela Leon
Document/Record Request No. 61
October 26, 1992

Request:

Please provide the following audits for review:

17-12)		15-03)	
17-13)	First quarter	16-06)	third quarter
51-02)	1990	53-15)	1991
		63-04)	
17-10)		G10-21-15)	Fourth quarter
17-14)	second quarter	B-10-62-02)	1991
17-15)	1990		
17-16)			
18-01)			

See attached sheets.

Response:

The audits listed above and on the attached sheet are internal audits covered under the attorney work product privilege.

Response Provided by: H. A. Paisant
Operations Manager
675 West Peachtree Street
Atlanta, Georgia 30375

Also denied 10-55-02 Network Co. Records

See 10 P9C PH

9-6

F01E01W 000224

SBT

Access Denied
TPE # 131/91

KW 11/11/98

10/29/92

Lobby

When Hal Pasant responded on 10/27 that these audits are covered under the attorney work product privilege, he meant we were not going to provide them. Since Tallahassee is still trying to get them, even though they know they are protected (the list they sent is the exhibit to our motion), I called Sid White, General Attorney in Atlanta. He called Chris to explain to him. Chris said he is going to call you and ask you to send him the audit request & our response and think about it.

Judy

Also denied 10-55-02 Notwork Co. Bureau

See 10P9C PH

9-6

F01B01W 000225

SBT

Access Denied

TPE # 131/91

KW 11/1/92

DRB # 61

10/29/92

Lobby -

When Hal Paisant responded on 10/27 that these audits are covered under the attorney work product privilege, he meant we were not going to provide them. Since Tallahassee is still trying to get them, even though they know they are protected (the list they sent in the exhibit to our motion), I called Sid White, General Attorney in Atlanta. He called Chris to explain to him. Chris said he is going to call you and ask you to send him the audit request & our response and think about it.

Judy

Also denied r 10-55-02 Network Co. Review

See P9C PH

9-6

BellSouth Telephone Operations Internal Auditing Organization

MAY 1, 1991

Current
as of 2-24-92

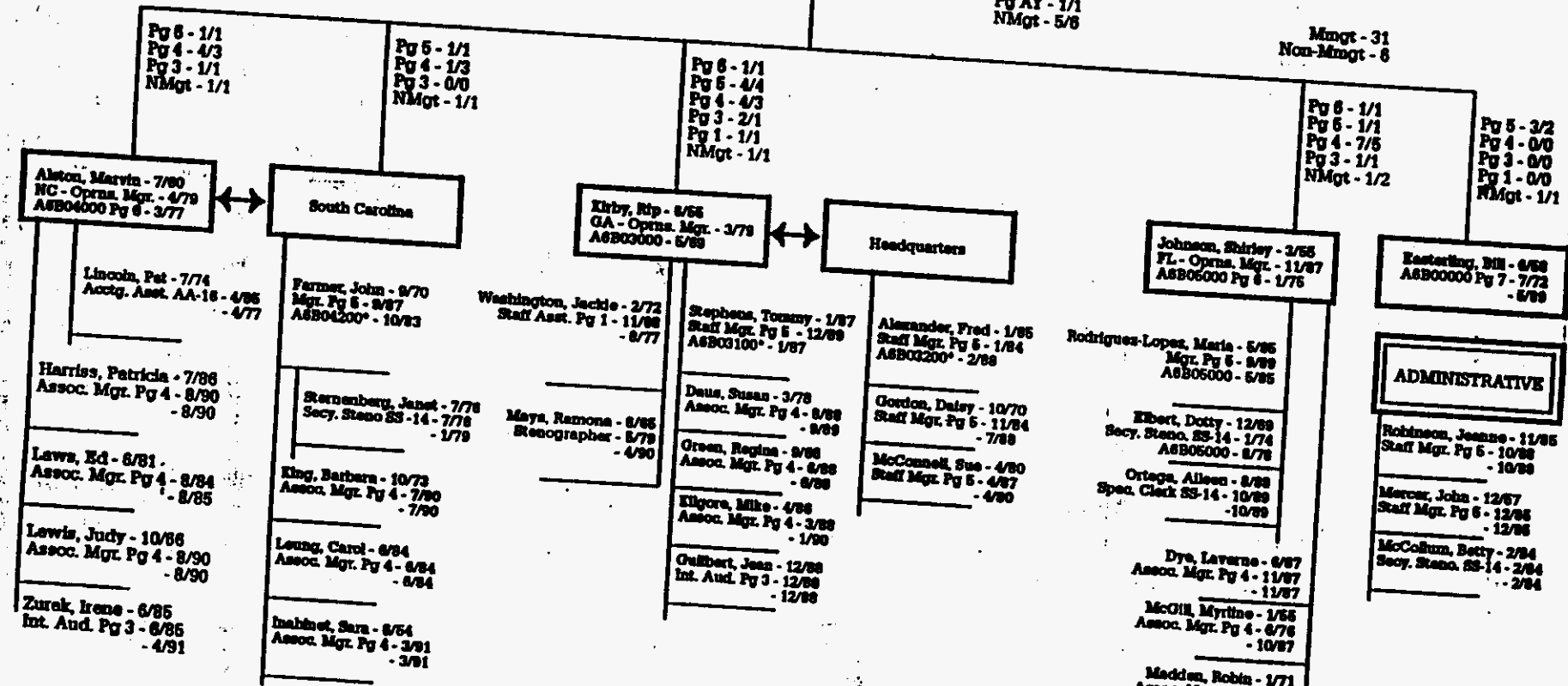
Employees by Paygrade
Authorized/Actual

Whitlow, Angie - 6/83
Secy. Pg AY - 5/87
- 11/89

Easterling, Bill - 6/58
Director - 7/72
A6B00000 Pg 7 - 5/89

Total 39/37
Pg 7 - 1/1
Pg 6 - 3/3
Pg 5 - 8/8
Pg 4 - 16/14
Pg 3 - 3/3
Pg 1 - 1/1
Pg AY - 1/1
NMgt - 5/6

Mngt - 31
Non-Mngt - 6



* All employees below this symbol have the same RC
Dates By Name

NCS
Date into current Pg
Date into IA

FOIb01M 000227

BELL SOUTH CORPORATION - INTERNAL AUDITING

2005 Campanile
1155 Peachtree Street, NE
Atlanta, Georgia 30367-6000
Fax # - (404) 249-5908
Area Code - (404)

John R. Gunter - VP-Corp. Responsibility and Compliance - 249-3850
Stephanie Kaminski - Secretary - 249-3851
Cindy Roberts - Secretary - 249-3851

1929 Campanile
1155 Peachtree Street, NE
Atlanta, Georgia 30367-6000
Fax # - (404) 249-5910
Area Code - (404)

V. E. Jarvis - AVP-Chief Corp. Auditor - 249-3150
Vickie Armistead - Secretary - 249-3151

Room 8E06 Campanile
1155 Peachtree Street, NE
Atlanta, Georgia 30367-6000
Fax # - (404) 249-3957
Area Code - (404)

Corporate Audits Group

Ron Stroun
Paul Ascarl - Operations Manager - 249-3061
Craig Barnett - Associate Manager - 249-3002
Bart Boyd - Internal Auditor - 249-3003
Rhonda Brum - Associate Manager - 249-3042
Gloria Gray - Associate Manager - 249-3077
Lisbeth Hydrick - Associate Manager - 249-3004
Barbra Jochimsen - Staff Manager - 249-3079
Jo Ann McArthur - Associate Manager - 249-3080
John Mercer - Staff Manager - 249-3066
Mary Anna Thrift - Associate Manager - 249-3076
Bill Smith - Internal Auditor - 249-3918
Mike Thurston - Associate Manager - 249-3915
Internal Auditor - 249-3069

Room 8F07 Campanile
1155 Peachtree Street, NE
Atlanta, Georgia 30367-6000
Fax # - (404) 249-3957
Area Code - (404)

Audit Methods & Procedures

Karen Bishop - Operations Manager - 249-3070
Debbie Conner - Assistant Staff Mgr. - 249-3001
John Necks - Staff Manager - 249-3078
Freeman Moore - Associate Manager - 249-3058
Larry Parris - Staff Manager - 249-3007
Kevin Smith - Associate Manager - 249-3917
Sally Berry - General Clerk - 249-3050
Alice Bohman - General Clerk - 249-3256
Sandra Cooper - General Clerk - 249-3063
Nancy Dayton - General Clerk - 249-3072
Diedra Gibson - General Clerk - 249-3859
Glenda Rinehart - Staff Manager - 249-3067

Room 8E05 Campanile
1155 Peachtree Street, NE
Atlanta, Georgia 30367-6000
Fax # - (404) 249-3957
Area Code - (404)

EDP Audit/CAAP

Jerry Johnson
Eubert Austin
Jan Lucas
Bill Ransom
Brad Feldner
James Baker
Andy Thomas
Scott Johnson
Cheryl Jordan

- Operations Manager - 249-3048
- Staff Manager - 249-3056
- Staff Manager - 249-3008
- Staff Manager - 249-3075
- Staff Manager - 249-3006
- Associate Manager - 249-3082
- Associate Manager - 249-3055
- Staff Manager - 249-3068
- Staff Manager - 249-3057

Room N210
1876 Data Drive
Birmingham, Alabama 35244
Fax # - (205) 985-8360
Area Code (205)

EDP Audit/CAAP

Jerry Johnson
Richard Friedman
Judy Davis
Larry Walker
Terry Hall

- Operations Manager - 988-1299
- Manager - 988-1294
- Stenographer - 988-1291
- Staff Manager - 988-1292
- Staff Manager - 988-1298

January 7, 1992

FOIb01W 000228

BELLSOUTH TELECOMMUNICATIONS - INTERNAL AUDITING

BST Director
4431 Southern Bell Center
675 W. Peachtree Street, NE
Atlanta, Georgia 30375
Fax # - (404) 688-5603
Area Code (404)

Bill R. Easterling - Director - IA - 529-8517
Bill R. Easterling - Secretary - 529-6115

Headquarters Birmingham/Alabama

14th Floor
600 North 19th Street
Birmingham, Alabama 35201
Fax # - (205) 321-2497
Area Code (205)

J. D. Singleton - Operations Manager - 321-2473
Susan Coshatt - Associate Manager - 321-4230
Wayne Garrett - Staff Manager - 321-8153
Ernest Muddleston - Staff Manager - 321-8551
Harold Logsdon - Staff Manager - 321-2297
Elaine Madere - Staff Manager - 321-2673
Jackie McKinney - Staff Manager - 321-2674
Gene Powell - Staff Manager - 321-5239
Becki Sandlin - Associate Manager - 321-2617
Robert Smith - Staff Manager - 321-4343
Carol Wells - Associate Manager - 321-2720
Randall Williamson - Associate Manager - 321-2603
Joe Ann Key - Secretary - 321-3400
Barbara Gary - Stenographer - 321-4328
Valorie Jackson - Stenographer - 321-2833✓

Florida

Room 687
666 NW 79th Avenue
Miami, Florida 33126
Fax # - (305) 266-6353
Area Code (305)

Shirley Johnson - Operations Manager - 263-3916
Laverne Dye - Associate Manager - 263-2492
Betty Mottell - Staff Manager - 263-2032
Katherine Kopcsak - Internal Auditor - 263-2596
Charlie Pilligan - Associate Manager - 263-2060
Mike Perez - Associate Manager - 263-2049
Maria Rodriguez-Lopez - Manager - 263-2500
Pamela Shepherd - Associate Manager - 263-2501
Dotty Elbert - Secretary Steno. - 263-2097

January 7, 1992
March 8, 1992

Georgia

Room 336
125 Perimeter Center West
Atlanta, Georgia 30346
Fax # - (404) 391-2158
Area Code (404)

Shirley Johnson - Operations Manager - 391-2600
Jeanne Robinson - Staff Manager - 391-2663
Steven Bennett - Associate Manager - 391-2138
Jean Guilbert - Associate Manager - 391-2135
Patrick Solomon - Asst. Staff Manager - 391-2732
Jackie Washington - Staff Assistant - 391-2608✓
Ramona Hays - Stenographer - 391-2601
(On loan)

Georgia Headquarters - Atlanta

19583 Southern Bell Center
675 W. Peachtree Street, NE
Atlanta, Georgia 30375
Fax # - (404) 589-9724
Area Code (404)

Jerry Singleton - Operations Manager - 529-7241
Fred Alexander - Staff Manager - 529-8790

Kentucky

2-West
601 W. Chestnut Street
Louisville, Kentucky 40232
Fax # - (502) 582-3289
Area Code (502)

H. B. Blount - Operations Manager - 582-8661
Richard James - Staff Manager - 582-8123
Robert Grober - Associate Manager - 582-8126
Darryl Ross - Internal Auditor - 582-8626
Cathy Archibald - Stenographer - 582-3007✓

Louisiana

Room 2060 Canal Place One
365 Canal Street
New Orleans, Louisiana 70140
Fax # - (504) 592-4967
Area Code (504)

Ron R. Coco - Operations Manager - 528-7645
Angela DeLaune - Associate Manager - 528-7647
Connie Modier - Associate Manager - 528-7644
Beth Robinson - Associate Manager - 528-7648
Charles Scott - Associate Manager - 528-7649
Lynne Songy - Associate Manager - 528-2022
Janice Addison - Stenographer - 528-7658✓

Mississippi

P. O. Box 811
Room 761 Landmark Center
Jackson, Mississippi 39205
Fax # - (601) 961-0577
Area Code (601)

Ron R. Coco - Operations Manager - 961-0572
Kenneth Burns - Associate Manager - 961-0569
Jerry Fortenberry - Associate Manager - 961-0576
Pamela Mercier - Associate Manager - 961-0574
Emma Spiva - Stenographer - 961-0570✓

North Carolina

200 South College Street
1600 Southern National Center
Charlotte, North Carolina 28202
Fax # - (704) 347-5101
Area Code (704)

Marvin W. Alston - Operations Manager - 378-7292
Pati Harriss - Associate Manager - 378-7287
Ed Laws - Associate Manager - 378-7358
Judy Lewis - Associate Manager - 378-0112
Irene Zurek - Associate Manager - 378-8128
Pat Lincoln - Accounting Assist - 378-8232✓

South Carolina

Room 330
1600 Hampton Street Building
Columbia, South Carolina 29201
Fax # - (803) 733-4925
Area Code (803)

Marvin W. Alston - Operations Manager - 733-4920
John Farmer - Manager - 733-4924
Barbara King - Associate Manager - 733-4927
Janet Sternberg - Accounting Assist - 733-4922✓

Tennessee

Room 1-580
Brentwood Data Center
402 Franklin Road
Brentwood, Tennessee 37027
Fax # - (615) 371-5051
Area Code (615)

Marlen B. Blount - Operations Manager - 661-3188
Patrick Bradley - Associate Manager - 661-3184
Tommy Brock - Associate Manager - 661-3183
Rebecca Gallant - Associate Manager - 661-3182
David Wood - Staff Manager - 661-3186
Pat Jackson - Stenographer - 661-3180✓

FOIb01M 000229

Southern Bell

SUMMARY of Section 12 TRIAL BALANCE TVE 12/31/91

1/11/92
B.M.
1/15/92

COMPANY: SOUTHERN BELL
TITLE: TRIAL BALANCE
PERIOD: TEST YEAR ENDING 12/31/91
DATE: JULY 8, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #: 12

PROCEDURES TO AGREE THE MFR BALANCES TO THE GENERAL LEDGER:

Since there is no general ledger with the balances that are Florida Combined Regulated, staff could not prepare a trial balance for the balances in the Rate Case MFR's.

In order to determine that the balances in the Rate Case MFR's are reflective of the books, staff performed the following steps:

1. RECORDS AVAILABLE:

The Company prepares a 12-month analysis of plant which are average balances. The Company also prepares 12 months revenues and expenses.

Wp. 12 pages 1 & 2

The Company prepares an end of period summary of plant investment accounts. These end of period amounts are recalculated to agree to the 12 month average plant balances.

Wp. 12-1

The Company prepares a Display Balance report which contains each account. The information on this report is Account Number, MR Books Balance, Offbook Adjustments, FR Books Balance, Part 64 Adjustments, and FR Regulated Books. The FR Regulated Book Balance are the items included in the Surveillance Report.

Wp. 12-2 and 12-3

A Summary of the Offbook Adjustments is also prepared by the Company.

Wp. 12-4

MR1000'S are prepared by the Company-Interstate figures.

Form 5245-Area Disbursement Ledger Summary by Account/Source Monthly:

Acct.Src	Source Matrix Salary &	Other	Net
#	CSG.FRC Source Type	Wages Benefits Rents	Expenses Activity

2. PROCEDURES

Staff traced the December average amounts on the 12-month analysis of plant to an end of period report and recalculated the averages. The end of period report for plant was traced to the Display Balance report (the FR Regulated Balances). A trial balance of the FR regulated balances was taken from the Display balance for the analytical review-Wp 7- and to determine that

Southern Bell

SUMMARY of SECTION 12 TRIAL BALANCE
TVE 12/31/91

11/11/92
JMY
1/15/92

COMPANY: SOUTHERN BELL
TITLE: TRIAL BALANCE
PERIOD: TEST YEAR ENDING 12/31/91
DATE: JULY 8, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #:12

the Display Report balanced. The staff then worked backwards.

Net Operating Income

The Combined N.O.I. on Wp. 12 p.2(p1) was traced to the Display Balance Report Wp. 12-3.

The Interstate N.O.I. on Wp 12 p.2(p2) was agreed to the MR1000 Report (to check the balance for the months of November and December 1991.

EXPLANATION OF THE WORKPAPERS IN SECTION 12.

12 Summary

12 p. 1 Monthly Analysis of Plant-Average Intrastate

This workpaper traces to the MFR Wp. 2 p.1.

This workpaper cannot be traced to the Display Balance Report because the Display Balance is on a year end basis while the Monthly Analysis of Plant Schedule Wp. 12 p1 is on an average basis.

12 p. 2 Regulatory Income Statement

This worksheet traces to the MFR Wp. 2 p.5 and to the N.O.I. Display Balance Report Wp. 12-3. Interstate N.O.I. Wp 12 p.2(p1) traces to the MR1000. Staff traced the months of November and December 1991 to the MR1000 report.

12-1 p.1 Calculation of Net Investment Average Balance for December.

This schedule was prepared in order to recalculate the December balance (which is an average of EDP November and EDP December) per Wp 12 p.1 which is the schedule provided by the Company that traces to the MFR's.

12-1 p.2 Calculation of Net Investment Average Balance for February.

12-1 p.3 Calculation of Net Investment Average Balance for April.

12-1 p.4 Calculation of Net Investment Average Balance for June.

12-1/1 p.1 Source for 12-1 p.1.

12-1/1 p.2 Source for 12-1 p.1

12-1/2 p.1 Source for 12-1 p.2

12-1/2 p.2 Source for 12-1 p.2

12-1/3 p.1 Source for 12-1 p.3

12-1/3 p.2 Source for 12-1 p.3

Southern Bell

SUMMARY of Section 12 TRIAL BALANCE

TYE 12/31/91

pu 11/1/92

B.M.C.
7/15/92

COMPANY: SOUTHERN BELL
TITLE: TRIAL BALANCE
PERIOD: TEST YEAR ENDING 12/31/91
DATE: JULY 8, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #: 12

12-1/4 p.1 Source for 12-1 p.4

12-1/4 p.2 Source for 12-1 p.4

12-2 Balance to Regulated Accounts Report-Balance Sheet-State of Florida
also called Display Balance Report.

This computer printout has end of period figures,
therefore it cannot be traced directly to the MFR's Rate
Base. The Regulated Books Balance includes Interstate and
Intrastate amounts.

This workpaper was traced to the MR general ledger.

12-3 Balance to Regulated Accounts Report-Income Statement-State of Florida
also called Display Balance Report. This report was
traced to Wp. 12 p.2 which was traced to the MFR wp 2 p.5.

12-4 Florida FR Adjustments & Liability Accounts as of 12/31/91.

This workpaper was traced to the Display Balance Reports Wp. 12-2
and 12-3.

12-5 This workpaper was prepared using the Display Balance Reports Wp.
12-2 and 12-3 in order to make sure that these workpapers balanced
to zero.

12-6 p. 1 Summary of Workpaper 12-6 p.2.

12-6 p. 2 Development of State Balance Sheets

Balance Sheet for 4 states=FL, GA, NC, SC.

This workpaper was traced to Form M filed with the FCC.

12-6/1 Development of Allocation and Separation factors for use
in development of state allocated Balance Sheet.

12-6/2 Extraction Area FR Balance Sheet-EOP December and Average December
1991.

This balance sheet was used to recalculate the factors on Wp 12-6/1.

12-6/3 This workpaper was prepared to show the differences between Form M
balances and the balances per Wp. 12-6/2.

12-7 MR1000 report- for the Month of November 1991.

Used to trace Interstate figures to Workpaper 12 p.2(p.1).

12-8 MR1000 report- for the Month of December 1991.

Used to trace Interstate figures to Workpaper 12 p.2(p.1).

12

DATE 02/21/92
TIME 13:30:39
PR INDICATION: ALL

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
MONTHLY ANALYSIS OF PLANT

STATE: FLORIDA
12 MONTHS ENDING 12/1991

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	AVERAGE
INTRA TOLL													
1 GENERAL SUPPORT ASSETS	100,440,832	99,449,706	97,949,075	98,502,690	100,637,030	103,623,316	102,571,701	102,490,701	101,151,109	105,130,566	112,140,624	107,090,563	102,519,560
2 CENTRAL OFFICE ASSETS	287,740,744	294,909,060	294,295,396	290,931,172	304,090,003	306,429,311	311,959,964	305,451,400	304,196,965	309,073,722	311,500,050	300,116,373	303,009,209
3 INFORMATION ORIG/TERM ASSETS	9,997,769	10,035,004	10,042,230	10,072,064	10,133,409	10,103,074	10,067,066	10,006,590	10,066,007	10,043,302	10,010,132	9,966,563	10,052,133
4 CABLE AND WIRE FACIL. ASSETS	310,202,717	311,744,009	312,702,033	313,650,071	315,021,611	316,315,255	310,700,000	316,241,556	310,513,263	322,361,135	323,611,609	322,942,615	316,036,220
5 AMORTIZABLE ASSETS	9,493,119	9,203,402	9,900,550	1,676,619	1,017,791	1,007,250	1,796,947	1,722,364	1,660,563	1,715,549	1,795,251	1,733,004	1,042,766
6 TELECOMM PLANT IN SERVICE	710,775,231	710,443,109	716,009,264	722,913,616	731,700,652	730,359,206	746,104,562	736,192,703	735,596,607	740,332,274	757,153,666	749,049,920	736,359,090
7 PROP. HELD FOR FUTURE TELECOMM USE	44,054	47,532	52,363	35,126	15,379	15,440	15,512	15,290	17,726	22,001	25,531	22,392	27,456
8 TELECOMM PLT UNDER CONSTR-ST	4,642,022	4,590,962	5,017,926	5,061,290	5,916,677	5,696,030	5,701,000	5,220,464	4,270,529	3,633,305	2,026,439	2,449,009	4,662,672
9 TELECOMM PLT UNDER CONSTR-LT	2,605,060	2,603,594	2,542,234	3,297,003	3,404,221	3,562,926	3,645,994	3,754,022	2,095,313	2,020,100	1,299,192	902,000	2,761,646
10 TELECOMM PLT ADJUSTMENT	0	0	0	0	0	0	0	0	0	0	0	0	0
11 MATERIALS & SUPPLIES	1,101,516	4,032,724	2,072,643	2,009,900	2,029,471	2,901,566	2,905,473	2,095,432	2,702,501	2,495,520	2,757,301	2,001,196	2,055,429
12 GROSS PLT, MATERIAL & SUPPLIES	719,240,691	730,606,001	727,774,430	734,916,743	743,914,400	750,535,976	750,953,343	740,005,939	745,570,036	756,731,000	764,062,129	756,104,597	746,647,001
13 DEPRECIATION RESERVE	242,533,502	247,410,351	249,094,361	253,314,309	250,916,272	263,930,944	269,791,503	260,094,936	271,117,690	276,155,500	279,610,925	277,205,369	263,173,307
14 DEFERRED INCOME TAXES	80,583,193	80,867,275	87,333,254	87,619,960	87,544,600	87,544,600	87,835,490	85,551,590	84,259,025	84,097,171	86,607,909	85,097,953	86,709,534
15 NET BOOK COST	300,331,996	394,320,375	391,203,702	394,269,100	397,370,160	399,052,632	400,026,342	393,639,405	390,935,513	395,879,209	397,735,215	393,721,275	394,704,240
16 UNAMORTIZED INVESTMENT TAX CREDIT	17,663,931	17,573,670	17,209,071	17,104,400	17,026,443	16,057,927	16,777,170	16,246,330	15,907,220	15,690,651	16,029,169	15,761,510	16,667,965
17 NET INVESTMENT	370,660,065	376,744,705	373,994,711	377,164,700	380,351,725	382,194,705	384,049,164	377,593,075	374,206,093	379,902,530	381,726,046	377,959,765	370,036,275
INTRA ACCESS													
18 GENERAL SUPPORT ASSETS	85,173,240	85,021,670	83,001,034	84,619,202	85,463,960	83,092,622	86,057,110	85,960,733	87,261,566	86,707,976	87,702,925	84,356,376	85,522,192
19 CENTRAL OFFICE ASSETS	247,566,645	249,145,402	240,104,792	253,979,453	256,506,839	254,742,277	256,030,262	265,251,276	263,631,931	261,499,750	257,003,950	253,100,032	253,727,407
20 INFORMATION ORIG/TERM ASSETS	14,507,040	14,435,202	14,493,050	14,493,050	14,579,973	14,544,404	14,497,109	14,526,922	14,499,232	14,464,370	14,413,113	14,330,015	14,469,050
21 CABLE AND WIRE FACIL. ASSETS	304,070,615	303,025,124	304,090,160	305,675,609	306,994,430	307,309,055	307,713,541	300,732,305	301,050,176	300,230,204	300,491,019	300,533,093	300,533,093
22 AMORTIZABLE ASSETS	1,052,745	1,005,439	1,627,560	1,445,403	1,543,703	1,529,399	1,093,069	1,444,607	1,439,441	1,416,110	1,430,722	1,366,309	1,539,566
23 TELECOMM PLANT IN SERVICE	733,051,093	733,512,917	732,150,527	740,212,005	745,140,101	742,090,757	745,799,091	757,924,023	757,002,144	755,101,537	750,060,914	743,744,567	744,792,196
24 PROP. HELD FOR FUTURE TELECOMM USE	45,242	40,323	53,252	35,763	15,594	15,397	15,400	15,601	18,104	22,900	25,213	23,070	27,765
25 TELECOMM PLT UNDER CONSTR-ST	4,760,929	4,675,446	5,103,200	5,970,271	5,999,509	5,700,469	5,734,792	5,359,393	4,309,097	3,670,456	2,791,345	2,437,607	4,719,216
26 TELECOMM PLT UNDER CONSTR-LT	2,677,397	2,720,274	2,992,233	3,360,795	3,492,429	3,564,224	3,620,965	3,040,041	2,970,150	2,037,620	1,203,062	986,450	2,797,632
27 TELECOMM PLT ADJUSTMENT	0	0	0	0	0	0	0	0	0	0	0	0	0
28 MATERIALS & SUPPLIES	1,462,360	5,953,113	3,527,304	3,453,995	3,474,693	3,552,329	3,533,202	3,376,197	3,415,050	3,267,491	3,323,751	3,360,643	3,492,352
29 GROSS PLT, MATERIAL & SUPPLIES	742,003,029	746,910,023	743,026,516	753,041,709	750,150,542	754,933,176	750,731,570	770,723,335	768,674,613	764,009,500	758,204,205	750,561,425	755,029,139
30 DEPRECIATION RESERVE	254,497,437	257,040,705	250,911,676	263,977,501	260,470,126	270,429,657	274,671,104	201,010,377	204,100,795	204,553,241	203,693,033	201,004,661	272,006,201
31 DEFERRED INCOME TAXES	84,716,004	84,132,206	82,724,422	83,003,421	82,000,673	81,331,300	81,160,012	82,076,342	81,136,645	79,019,033	79,294,947	70,075,449	81,704,505
32 NET BOOK COST	402,790,700	405,739,112	402,190,390	405,970,707	406,079,543	403,172,131	402,900,374	406,056,616	403,129,173	399,926,006	395,196,405	390,401,515	402,110,453
33 UNAMORTIZED INVESTMENT TAX CREDIT	10,175,069	17,040,000	17,502,000	17,495,401	17,204,540	16,916,604	16,690,701	16,655,600	16,400,169	15,770,946	15,030,072	15,473,314	16,044,133
34 NET INVESTMENT	304,615,719	307,071,024	304,687,590	300,403,306	309,615,093	306,255,527	306,201,473	390,102,920	306,729,004	304,155,060	379,366,333	375,200,001	303,274,320
LOCAL													
35 GENERAL SUPPORT ASSETS	654,375,639	655,200,034	656,060,967	656,459,449	663,065,665	664,201,007	666,721,532	673,600,321	679,442,046	674,493,963	654,500,703	603,642,516	645,169,420
36 CENTRAL OFFICE ASSETS	1,733,000,990	1,735,397,715	1,737,071,563	1,739,562,245	1,776,571,037	1,797,711,060	1,812,294,994	1,814,007,237	1,825,194,337	1,829,563,200	1,829,360,123	1,820,927,091	1,791,555,005
37 INFORMATION ORIG/TERM ASSETS	97,544,372	97,061,903	97,990,496	98,204,461	98,000,634	98,477,600	98,120,493	98,202,092	98,100,293	97,009,017	97,563,371	97,130,472	98,003,133
38 CABLE AND WIRE FACIL. ASSETS	2,309,001,679	2,325,303,000	2,332,601,057	2,339,309,422	2,346,292,263	2,353,331,456	2,360,453,402	2,360,316,143	2,375,905,405	2,302,204,445	2,307,547,000	2,303,140,634	2,355,131,321
39 AMORTIZABLE ASSETS	14,107,046	14,209,221	12,470,123	11,027,937	11,790,556	11,971,543	11,419,690	11,123,395	10,970,077	10,754,207	10,419,469	10,013,621	11,744,009
40 TELECOMM PLANT IN SERVICE	4,000,110,354	4,026,133,553	4,056,202,500	4,064,723,514	4,096,520,675	4,125,773,674	4,149,010,121	4,165,337,100	4,100,620,250	4,194,905,416	4,199,479,354	4,003,609,914	4,121,626,170
41 PROP. HELD FOR FUTURE TELECOMM USE	297,590	310,513	333,699	235,514	102,700	102,570	102,706	102,910	119,071	152,232	167,365	140,714	102,699
42 TELECOMM PLT UNDER CONSTR-ST	31,367,744	30,017,773	33,095,049	39,350,037	39,311,026	37,939,002	30,200,423	35,176,050	20,933,666	24,307,176	10,520,004	16,397,007	31,209,007
43 TELECOMM PLT UNDER CONSTR-LT	17,600,517	17,902,031	19,074,176	22,120,423	23,000,190	23,733,495	24,139,590	25,256,950	19,500,701	13,495,950	0,516,929	6,610,929	10,492,090
44 TELECOMM PLT ADJUSTMENT	0	0	0	0	0	0	0	0	0	0	0	0	0
45 MATERIALS & SUPPLIES	33,095,170	10,062,043	21,426,101	20,957,002	21,073,476	21,596,541	21,517,610	21,602,091	20,755,059	19,917,046	20,331,271	20,659,904	21,222,239
46 GROSS PLT, MATERIAL & SUPPLIES	4,091,279,303	4,006,115,513	4,031,751,233	4,047,307,370	4,000,216,027	4,009,135,002	4,033,050,659	4,047,556,005	4,059,012,435	4,052,776,626	4,027,023,003	4,047,515,200	4,092,735,004
47 DEPRECIATION RESERVE	1,650,206,475	1,674,300,600	1,701,550,125	1,721,203,449	1,750,300,493	1,779,045,170	1,810,099,795	1,820,620,202	1,847,612,425	1,840,400,722	1,863,202,121	1,863,673,203	1,700,105,414
48 DEFERRED INCOME TAXES	577,307,209	572,715,154	570,137,742	564,511,110	562,002,406	550,021,447	555,925,326	550,009,791	546,471,355	539,932,615	540,605,300	543,024,072	556,750,645
49 NET BOOK COST	2,663,765,699	2,639,019,375	2,660,053,366	2,661,592,003	2,660,753,040	2,671,269,261	2,666,225,537	2,660,446,012	2,664,920,655	2,652,363,279	2,623,056,214	2,640,910,013	2,655,791,005
50 UNAMORTIZED INVESTMENT TAX CREDIT	119,665,595	117,990,950	116,964,025	115,259,644	113,090,024	112,670,204	111,257,302	109,499,764	109,291,969	105,746,561	105,306,909	104,490,157	111,755,030
51 NET INVESTMENT	2,544,100,104	2,521,028,425	2,543,089,341	2,546,332,158	2,547,663,016	2,558,599,057	2,555,968,239	2,550,946,247	2,554,628,686	2,546,614,719	2,517,762,225	2,535,510,170	2,544,036,137

Handwritten notes and signatures on the right margin:

- Top: *Handwritten signature*
- Middle: *Monthly Analysis of Plant*
- Bottom: *TYC 1/31/91*
- Far right: *Southern Bell*
- Bottom right: *6/9/92*

INVESTMENT COMPANY - 12-30-97

Index
① December Average
② Average balance with up to 12-1

FOIb01W 000234

DATE 02/01/92
TIME 13:30:33
FR INDICATOR: ALL

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
MONTHLY ANALYSIS OF PLANT - FLOVIO

STATE: FLORIDA
12 MONTHS ENDING 12/1991

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	AVERAGE
COMBINED		12-192		12-193		12-194						12-191	
1 GENERAL SUPPORT ASSETS	1,094,770,002	1,094,102,470	1,092,775,097	1,096,459,220	1,105,217,117	1,104,100,353	1,110,702,075	1,116,204,010	1,121,461,005	1,124,357,794	1,124,090,104	1,132,757,306	1,109,009,607
2 CENTRAL OFFICE ASSETS	3,007,515,490	3,100,200,955	3,129,734,049	3,150,676,730	3,179,105,623	3,201,952,326	3,210,461,163	3,232,069,030	3,237,016,309	3,244,370,030	3,247,206,966	3,245,011,545	3,190,165,493
3 INFORMATION ORIG/TERM ASSETS	160,793,171	169,351,621	169,561,000	170,054,050	170,995,104	170,493,625	169,094,120	170,193,071	169,001,349	169,491,502	160,921,435	160,107,234	169,449,047
4 CABLE AND WIRE FACIL. ASSETS	4,192,690,626	4,212,577,234	4,229,503,015	4,244,236,924	4,250,700,224	4,271,434,190	4,202,072,150	4,296,071,111	4,300,660,420	4,320,036,920	4,330,521,591	4,322,493,543	4,272,561,150
5 AMORTIZABLE ASSETS	23,674,777	24,000,356	20,939,714	10,552,529	19,773,009	20,012,202	19,103,451	10,552,542	10,251,653	10,004,074	10,061,234	10,077,224	19,756,032
6 TELECOMM PLANT IN SERVICE	0,567,460,954	0,600,400,044	0,642,494,563	0,679,959,461	0,733,079,959	0,769,992,704	0,800,332,967	0,833,669,592	0,855,271,710	0,877,149,000	0,800,609,210	0,806,526,732	0,762,002,307
7 PROP. HELD FOR FUTURE TELECOMM USE	529,794	567,006	629,300	620,055	103,001	102,509	102,521	103,030	212,723	270,555	290,764	264,133	327,030
8 TELECOMM PLY UNDER CONSTR-ST	55,044,141	54,945,704	60,306,540	70,107,415	70,435,700	67,497,756	60,029,173	62,560,765	51,347,453	43,199,623	33,075,950	29,125,079	55,546,552
9 TELECOMM PLY UNDER CONSTR-LT	31,349,943	32,062,046	33,340,410	39,456,205	41,002,153	42,225,056	42,099,116	44,910,505	34,746,903	23,901,970	15,203,590	11,757,200	32,913,440
10 TELECOMM PLY ADJUSTMENT	0	0	0	0	0	0	0	0	0	0	0	0	0
11 MATERIALS & SUPPLIES	41,073,429	40,107,642	30,061,511	30,031,196	30,260,304	39,190,755	39,052,903	39,342,952	37,649,755	36,135,619	36,093,233	37,490,702	30,514,110
12 GROSS PLY, MATERIAL & SUPPLIES	0,696,290,261	0,736,164,202	0,777,652,330	0,820,054,410	0,803,761,365	0,919,004,760	0,950,696,340	0,990,674,512	0,979,220,632	0,900,736,775	0,974,160,747	0,965,164,726	0,809,303,253
13 DEPRECIATION RESERVE	2,990,266,061	3,034,109,260	3,073,112,441	3,113,639,051	3,162,751,160	3,207,609,232	3,254,776,140	3,299,903,206	3,339,177,307	3,352,201,104	3,343,676,452	3,340,720,352	3,280,720,352
14 DEFERRED INCOME TAXES	977,600,760	972,029,769	905,332,399	979,049,017	975,091,915	960,034,052	965,476,049	960,069,140	951,134,026	942,092,133	945,767,130	941,343,400	967,154,116
15 NET BOOK COST	4,700,302,640	4,709,145,173	4,719,007,490	4,730,565,542	4,745,910,262	4,742,562,676	4,730,444,163	4,720,702,166	4,709,114,633	4,695,467,535	4,676,192,427	4,679,946,674	4,714,620,780
16 UNAMORTIZED INVESTMENT TAX CREDIT	207,201,090	204,076,370	202,439,639	200,255,005	197,052,131	195,440,377	192,067,700	190,013,002	187,530,554	185,395,440	183,096,141	180,754,960	194,002,602
17 NET INVESTMENT	4,501,100,750	4,504,268,795	4,516,347,851	4,534,309,657	4,548,066,133	4,547,114,299	4,537,576,303	4,530,689,164	4,521,504,079	4,514,072,007	4,493,096,286	4,499,191,714	4,520,610,090
INTERSTATE													
18 GENERAL SUPPORT ASSETS	254,509,163	254,430,260	254,004,021	256,797,799	256,049,654	256,302,600	255,051,732	254,216,255	255,607,366	257,937,209	271,505,932	257,640,329	256,650,455
19 CENTRAL OFFICE ASSETS	019,207,061	020,740,770	030,262,296	030,203,060	041,050,524	043,069,470	030,167,943	047,659,021	043,993,136	046,241,354	049,326,043	032,700,029	039,793,192
20 INFORMATION ORIG/TERM ASSETS	46,065,170	47,019,432	47,062,109	47,204,475	47,401,170	47,367,747	47,200,650	47,297,439	47,207,037	47,094,205	46,936,019	46,752,104	47,122,719
21 CABLE AND WIRE FACIL. ASSETS	1,109,343,015	1,194,404,221	1,200,109,757	1,205,520,942	1,210,479,420	1,210,397,632	1,215,997,123	1,220,701,127	1,223,191,516	1,225,330,233	1,220,931,090	1,227,910,275	1,215,040,400
22 AMORTIZABLE ASSETS	5,521,067	5,620,494	4,933,501	4,302,570	6,613,757	6,255,010	6,395,737	6,173,574	6,190,820	6,415,792	6,163,494	6,163,494	6,009,211
23 TELECOMM PLANT IN SERVICE	2,319,324,276	2,330,311,105	2,337,252,564	2,352,109,646	2,360,474,525	2,363,761,267	2,359,619,193	2,374,215,670	2,372,172,629	2,370,009,901	2,401,195,276	2,309,242,311	2,361,224,045
24 PROP. HELD FOR FUTURE TELECOMM USE	142,900	153,510	169,972	113,632	49,400	49,102	40,063	49,141	56,942	72,454	00,655	70,949	00,132
25 TELECOMM PLY UNDER CONSTR-ST	15,064,646	14,053,003	16,290,365	10,997,007	19,000,576	10,160,647	10,212,150	16,796,050	13,744,161	11,360,006	0,929,202	7,039,376	16,955,300
26 TELECOMM PLY UNDER CONSTR-LT	0,590,761	0,667,597	9,551,767	10,670,064	11,063,203	11,360,391	11,406,565	12,059,564	9,300,759	6,422,276	4,104,407	3,169,741	0,060,265
27 TELECOMM PLY ADJUSTMENT	0	0	0	0	0	0	0	0	0	0	0	0	0
28 MATERIALS & SUPPLIES	4,534,367	10,530,962	11,035,463	10,010,219	10,002,704	11,150,319	11,096,010	11,107,992	10,696,257	10,254,964	10,000,910	10,661,039	10,944,107
29 GROSS PLY, MATERIAL & SUPPLIES	2,343,725,150	2,372,520,665	2,374,300,151	2,392,700,500	2,401,400,576	2,404,401,726	2,400,160,709	2,410,300,433	2,405,970,740	2,407,120,361	2,424,790,330	2,410,993,416	2,396,071,929
30 DEPRECIATION RESERVE	043,029,447	053,343,520	063,546,259	075,063,792	004,904,277	093,475,457	099,413,664	100,377,691	915,021,055	910,107,626	925,607,009	920,911,419	092,162,455
31 DEFERRED INCOME TAXES	247,201,354	247,114,034	245,273,940	244,920,024	243,500,796	241,937,617	240,555,213	241,951,409	239,205,201	237,442,094	230,799,950	234,545,926	241,901,412
32 NET BOOK COST	1,253,494,157	1,270,066,511	1,263,419,944	1,272,724,772	1,272,907,503	1,269,060,652	1,260,491,910	1,261,779,333	1,250,063,992	1,238,496,241	1,260,104,552	1,255,526,071	1,262,007,002
33 UNAMORTIZED INVESTMENT TAX CREDIT	51,777,295	51,433,670	50,022,943	50,396,360	49,671,124	40,903,562	40,134,399	47,613,220	46,051,196	40,101,250	45,929,911	45,021,979	40,754,746
34 NET INVESTMENT	1,201,716,862	1,210,632,841	1,213,397,001	1,222,328,412	1,223,236,379	1,220,005,090	1,212,357,511	1,214,166,113	1,204,032,796	1,203,316,951	1,214,254,652	1,210,504,092	1,213,272,336
INTRASTATE - FLOVIO													
35 GENERAL SUPPORT ASSETS	040,109,719	039,752,210	037,031,076	029,461,421	049,167,463	051,797,745	036,350,313	062,067,755	067,054,519	066,420,505	052,512,252	075,109,057	055,231,172
36 CENTRAL OFFICE ASSETS	2,260,300,437	2,279,532,105	2,299,071,753	2,312,072,070	2,337,255,099	2,350,002,056	2,300,293,220	2,300,910,017	2,395,023,253	2,400,136,676	2,397,960,123	2,392,223,516	2,350,372,505
37 INFORMATION ORIG/TERM ASSETS	121,930,001	122,332,109	122,497,699	122,049,503	123,514,016	123,125,070	122,005,470	122,095,612	122,670,332	122,397,077	121,906,616	121,455,050	122,527,120
38 CABLE AND WIRE FACIL. ASSETS	3,003,354,011	3,010,093,013	3,029,395,250	3,039,715,902	3,040,300,004	3,037,036,566	3,066,075,027	3,075,290,004	3,003,460,904	3,093,490,695	3,101,309,501	3,094,503,060	3,059,500,642
39 AMORTIZABLE ASSETS	10,300,062	10,300,062	10,149,959	15,160,052	15,590,952	10,709,714	10,709,714	10,709,714	10,709,714	10,709,714	10,709,714	10,709,714	15,160,052
40 TELECOMM PLANT IN SERVICE	6,251,936,670	6,270,009,659	6,205,241,779	6,377,049,915	6,373,405,454	6,406,231,437	6,440,913,774	6,459,453,914	6,403,099,009	6,490,339,027	6,407,453,534	6,497,704,421	6,400,770,264
41 PROP. HELD FOR FUTURE TELECOMM USE	306,000	414,360	459,314	306,403	133,673	133,687	127,650	133,697	155,701	156,101	210,109	193,104	250,000
42 TELECOMM PLY UNDER CONSTR-ST	40,779,495	40,092,101	44,016,175	51,190,406	51,427,212	49,337,109	49,017,015	45,764,707	37,603,292	31,630,937	24,146,660	21,206,505	40,590,975
43 TELECOMM PLY UNDER CONSTR-LT	22,090,902	23,394,649	25,000,643	29,770,721	29,936,050	20,652,485	31,414,551	32,059,821	25,446,224	17,559,654	11,099,103	0,507,593	24,053,176
44 TELECOMM PLY ADJUSTMENT	0	0	0	0	0	0	0	0	0	0	0	0	0
45 MATERIALS & SUPPLIES	36,559,062	21,640,600	27,026,040	27,220,977	27,377,600	20,040,436	27,956,573	20,154,540	26,993,490	25,000,655	26,412,322	26,029,743	27,370,011
46 GROSS PLY, MATERIAL & SUPPLIES	6,352,533,103	6,363,639,537	6,403,352,179	6,433,345,022	6,402,200,769	6,516,005,034	6,550,255,571	6,566,366,079	6,573,257,004	6,573,500,414	6,549,370,217	6,554,101,310	6,493,231,324
47 DEPRECIATION RESERVE	2,147,237,414	2,170,045,740	2,209,566,102	2,230,575,259	2,277,766,091	2,314,213,775	2,355,362,402	2,309,325,515	2,407,130,910	2,420,509,410	2,426,554,179	2,422,743,233	2,315,364,922
48 DEFERRED INCOME TAXES	750,007,206	745,714,935	740,250,451	731,929,793	731,503,119	726,097,235	724,920,036	710,117,731	711,067,025	704,649,637	705,760,204	706,997,474	725,252,704
49 NET BOOK COST	3,454,000,403	3,439,070,062	3,453,527,546	3,461,040,770	3,473,010,757	3,473,476,024	3,469,952,353	3,450,922,033	3,450,231,141	3,447,969,259	3,416,007,024	3,424,420,603	3,452,613,690
50 UNAMORTIZED INVESTMENT TAX CREDIT	155,504,595	153,442,700	151,036,670	149,059,525	140,101,007	146,464,013	142,733,391	140,670,350	137,214,150	137,166,230	137,166,230	135,732,901	146,747,936
51 NET INVESTMENT	3,299,305,008	3,285,636,154	3,304,494,876	3,310,141,785	3,324,079,752	3,327,079,207	3,325,210,072	3,316,525,051	3,317,571,703	3,310,755,176	3,279,041,604	3,289,107,622	3,207,745,762

Southern Bell
Monthly Analysis of Plant
TYE 1431191
6/9/92

Southern Bell Monthly Analysis of Plant

TYPE 1131/9

10/10/92
11/1/92
8/20/92

COMPANY: SOUTHERN BELL
TITLE: MONTHLY ANALYSIS OF PLANT-ALLOCATION FACTORS
PERIOD: TEST YEAR ENDING 12/31/91
DATE: AUGUST 20, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #: 12

	COMBINED	INTRASTATE	INTERSTATE	% ALLOCATION OF INTRASTATE
GENERAL SUPPORT ASSETS	\$1,109,889,607.00	\$853,231,172.00	\$256,658,435.00	76.8753%
CENTRAL OFFICE ASSETS	\$3,190,165,693.00	\$2,350,372,501.00	\$839,793,192.00	73.6756% (15-1/2-1)
INFORMATION ORIG/TERM ASSETS	\$169,649,847.00	\$122,527,128.00	\$47,122,719.00	72.2235%
CABLE AND WIRE FACIL. ASSETS	\$4,272,541,130.00	\$3,059,500,642.00	\$1,213,040,488.00	71.6085%
AMORTIZABLE ASSETS	\$19,756,032.00	\$15,146,821.00	\$4,609,211.00	76.6693%
TELECOMM PLAN IN SERVICE	\$8,762,002,309.00 (15-1)	\$6,400,778,264.00 (15-1)	\$2,361,224,045.00	73.0515%
PROPERTY HELD FOR FUTURE USE	\$327,030.00 (15-1)	\$238,898.00	\$88,132.00	73.0508%
TELECOMM PLT UNDER CONSTR-ST	\$55,546,355.00 (15-1)	\$40,590,975.00	\$14,955,380.00	73.0759%
TELECOMM PLT UNDER CONSTR-LT	\$32,913,441.00	\$24,053,176.00	\$8,860,265.00	73.0801%
TELECOMM PLT ADJUSTMENT	\$0.00	\$0.00	\$0.00	
MATERIALS AND SUPPLIES	\$38,514,118.00	\$27,570,011.00	\$10,944,107.00	71.5842%
GROSS PLT, MAT. & SUPPLIES	\$8,889,303,253.00	\$6,493,231,324.00	\$2,396,071,929.00	73.0454%
DEPRECIATION RESERVE	\$3,207,528,357.00 (15-1)	\$2,315,364,922.00	\$892,163,435.00	72.1853%
DEFERRED INCOME TAXES	\$967,154,116.00	\$725,252,704.00	\$241,901,412.00	74.9883%
NET BOOK COST	\$4,714,620,780.00	\$3,452,613,698.00	\$1,262,007,082.00	73.2321%
UNAMORTIZED INVESTMENT TAX CR.	\$194,002,682.00	\$145,267,936.00	\$48,734,746.00	74.8793%
NET INVESTMENT	\$4,520,618,098.00	\$3,307,345,762.00	\$1,213,272,336.00	73.1614%

source: 12p. (PA)

This schedule was prepared in order to
calculate % allocation of intrastate.

THE WALTER LATHAM COMPANY	(708) 345-8787	F01B01W 000235
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PBC

Southern Bell

Income Statement

12/31/91

12/19/92

5/13/92

20

DATE 02/21/92
TIME 01:04:40
ENDING PERIOD: 12 MOS ENDING 12/1991
REPORT BASIS: COMMISSION
FR INDICATOR: ALL

SOUTHERN BELL TELEPHONE & TELEGRAPH COMPANY
REGULATORY INCOME STATEMENT
STATE: FLORIDA
JURISDICTION: COMBINED

OPERATING REVENUES

1 Local Service Revenue
2 Network Access Revenue
3 Unidirectional Long Dist. Rev.
4 Long Dist. Private Network Rev.
5 Miscellaneous Revenue
6 Uncollectible Revenue-DR
7 OPERATING REVENUE

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	TOTAL
1 Local Service Revenue	113,181,296	113,354,582	116,885,871	118,273,182	117,329,724	116,281,435	117,701,919	119,858,623	118,317,330	119,272,379	114,732,848	118,458,511	1,352,798,822
2 Network Access Revenue	99,329,341	95,281,184	97,379,375	98,873,439	96,128,980	98,322,972	96,183,930	96,438,283	99,213,163	98,348,944	93,122,865	98,087,346	1,125,388,943
3 Unidirectional Long Dist. Rev.	1,921,719	2,164,830	2,122,743	2,838,877	2,833,679	2,283,178	1,861,211	2,132,135	1,738,480	2,134,186	2,353,441	2,372,171	23,268,172
4 Long Dist. Private Network Rev.	23,779,662	23,738,672	23,308,336	24,369,318	23,366,412	23,311,258	23,948,331	26,896,962	23,718,870	26,912,389	23,399,870	27,312,733	306,343,587
5 Miscellaneous Revenue	24,923,727	22,373,982	22,188,480	27,887,223	27,838,878	24,833,633	21,762,322	21,939,918	26,118,258	23,672,438	89,626,889	21,679,215	347,335,439
6 Uncollectible Revenue-DR	4,684,667	3,613,177	2,621,364	3,814,338	3,887,370	3,288,189	3,862,890	3,925,110	3,268,788	2,896,179	3,863,878	2,265,699	42,894,365
7 OPERATING REVENUE	252,721,878	247,512,978	258,599,649	254,787,516	247,338,282	243,884,779	250,871,763	251,338,393	246,833,622	253,183,849	251,379,537	254,143,884	3,000,652,998

OPERATING EXPENSES

8 Plant Specific Operations Expense -
9 Network Support Expense
10 General Support Expense
11 Central Office Switching Exp
12 Operator System Expense
13 Central Ofc. Transmission Exp
14 Inf. Orig./Term. Expense
15 Cable and Wire Facilities Exp
16 Plant Nonspecific Operations Expense -
17 Other Prop, Plant, & Equip. Exp.
18 Network Operations Expense
19 Access Expense
20 Dep. & Amortization Expenses
21 Customer Operations Expense -
22 Marketing
23 Services
24 Corporate Operations Expense -
25 Executive and Planning
26 General and Administrative
27 Prov. for Uncollect. Notes Rec.
28 Other Operating Expenses
29 Operating Taxes
30 OPERATING EXPENSES & TAXES

8 Plant Specific Operations Expense -													
9 Network Support Expense	379,426	344,791	423,474	391,476	7,343	181,443	581,976	379,318	514,136	373,412	147,162	733,252	5,148,851
10 General Support Expense	18,878,873	18,948,319	9,762,298	18,826,288	12,136,429	9,839,396	18,353,930	11,728,463	9,882,689	13,369,942	8,375,316	13,736,398	132,375,894
11 Central Office Switching Exp	14,886,148	7,141,731	18,119,413	9,248,983	7,381,379	6,381,664	6,788,319	6,136,218	3,933,768	6,631,818	8,236,906	8,183,183	96,854,342
12 Operator System Expense	234,888	38,382	519,373	8,132	38,388	234,138	483,389	239,186	363,787	88,913	-41,378	184,431	2,377,898
13 Central Ofc. Transmission Exp	3,618,946	3,893,767	4,817,488	1,119,229	6,183,793	3,811,379	3,189,738	4,223,738	6,773,138	6,697,338	3,888,237	3,898,341	48,382,718
14 Inf. Orig./Term. Expense	3,328,953	838,833	3,224,783	3,834,783	3,874,116	2,888,883	3,131,679	2,812,918	2,594,132	3,384,183	3,272,622	2,794,212	34,388,212
15 Cable and Wire Facilities Exp	13,554,133	14,331,921	15,862,291	13,238,385	15,924,144	15,384,613	17,838,886	16,884,634	19,776,364	18,239,833	14,349,376	18,941,399	181,738,279
16 Plant Nonspecific Operations Expense -													
17 Other Prop, Plant, & Equip. Exp.	-192,448	73,119	-73,226	79,493	-93,855	-139,582	-182,178	-35,276	4,591,628	17,377	627,374	1,193,626	3,248,912
18 Network Operations Expense	18,122,836	21,222,379	21,417,998	21,927,888	21,287,269	28,698,151	28,347,878	19,911,642	28,685,886	23,771,837	19,831,288	317,819,813	245,188,887
19 Access Expense	1,396,182	1,599,184	1,819,182	1,281,323	1,212,133	1,897,374	1,274,347	1,181,662	1,165,888	1,222,827	1,288,888	1,184,398	14,338,766
20 Dep. & Amortization Expenses	31,681,838	48,824,871	48,116,698	59,383,883	43,586,835	62,113,141	68,874,148	41,183,828	59,487,313	61,622,352	68,333,733	68,894,883	732,387,131
21 Customer Operations Expense -													
22 Marketing	6,864,889	6,886,829	6,393,391	6,491,394	9,888,293	6,272,889	3,433,911	8,834,278	4,943,819	12,642,223	7,348,764	9,748,387	87,121,319
23 Services	25,834,848	22,923,638	23,318,354	21,378,123	26,178,752	24,218,713	23,719,114	24,938,272	24,188,343	26,373,878	26,814,198	23,246,187	283,893,382
24 Corporate Operations Expense -													
25 Executive and Planning	926,816	818,267	984,274	888,312	732,827	1,829,648	1,817,777	827,878	756,882	817,148	819,193	1,177,941	18,798,311
26 General and Administrative	25,337,398	21,476,677	19,439,888	22,297,138	28,782,888	21,333,688	28,588,882	22,293,358	37,387,383	21,486,632	21,236,288	26,432,678	288,872,131
27 Prov. for Uncollect. Notes Rec.	0	0	0	0	0	0	0	0	0	0	0	0	0
28 Other Operating Expenses	-473,693	-13,231	-139,811	-128,731	-41,793	72,389	26,136	-14,388	28,889	-28,713	51,821	1,374	81,471,834
29 Operating Taxes	27,896,227	27,838,726	28,271,132	27,116,845	23,833,228	26,133,223	26,197,449	26,897,879	19,787,312	21,822,783	27,796,111	21,637,138	387,781,887
30 OPERATING EXPENSES & TAXES	201,843,896	208,821,383	203,987,859	208,612,335	205,132,613	288,938,379	286,213,263	286,846,351	215,127,683	219,132,637	199,116,627	281,846,871	3,078,893,721

31 NET OPERATING INCOME

31 NET OPERATING INCOME	45,853,182	47,691,595	47,562,398	46,135,181	42,177,874	41,134,408	44,658,438	44,949,812	32,727,342	38,281,832	52,262,718	52,377,813	538,354,977
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32 ADD TO REG NET OPERATING INCOME:

33 Revenue -

34 Allow. for Funds Used By Const

34 Allow. for Funds Used By Const	0	0	0	0	0	0	0	0	0	0	0	0	0
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35 Other Operating Expense -

36 Interest on Customer Deposits

37 Abandoned Projects

38 Contributions

39 Membership, Fees & Dues

40 Inc -

41 Income Tax

36 Interest on Customer Deposits	0	0	0	0	0	0	0	0	0	0	0	0	0
37 Abandoned Projects	22,297	-9,392	22,262	8,458	47,858	23,274	89,319	54,718	115,863	12,938	41,647	485,167	873,183
38 Contributions	0	0	0	0	0	0	0	0	0	0	0	0	0
39 Membership, Fees & Dues	0	0	0	0	0	0	0	0	0	0	0	0	0
40 Inc -	0	0	0	0	0	0	0	0	0	0	0	0	0
41 Income Tax	-8,398	3,689	-8,377	-3,188	-17,788	-8,758	-33,496	-28,358	-43,399	-4,869	-15,872	-167,316	-328,348

① 12 Month Revenue & Expenses added with 12/19/92
Revenue & Expenses added with Display Balance sheet
12/19/92
FOI001W 000236
P.2

PBC

Southern Bell

Income Statement
TVE 12/31/91

10/19/92
JRM/2
5/13/92

SOUTHERN BELL TELEPHONE & TELEGRAPH COMPANY
REGULATORY INCOME STATEMENT
STATE: FLORIDA
JURISDICTION: INTERSTATE

DATE 02/21/92
TIME 11:00:33
ENDING PERIOD: 12 MOS ENDING 12/1991
REPORT BASIS: COMMISSION
FD INDICATOR: ALL

OPERATING REVENUES	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	TOTAL
1 Local Service Revenue	8,160	8,751	8,387	7,797	8,084	10,161	7,324	9,136	9,816	9,229	9,194	9,320	104,943
2 Network Access Revenue	63,131,330	63,370,279	63,116,383	63,110,130	60,330,309	59,040,631	61,420,633	61,090,912	56,102,200	63,170,937	63,768,266	66,113,600	732,234,336
3 Unidirectional Long Dist. Rev.	601,875	-601,875	0	0	0	0	0	0	0	0	0	0	0
4 Long Dist. Private Network Rev.	202,406	-137,245	19,777	51,047	49,432	51,224	135,007	22,300	110,699	123,697	106,342	120,279	974,298
5 Miscellaneous Revenue	1,003,660	1,350,204	2,949,010	3,930,833	1,399,384	3,039,329	2,760,636	1,100,052	4,043,009	1,343,324	3,412,391	2,199,114	32,773,940
6 Uncollectible Revenue-MR	-10,029	092,729	244,733	267,709	193,004	104,229	262,937	166,103	150,343	136,000	110,335	09,109	2,163,126
7 OPERATING REVENUE	70,500,636	63,663,763	67,067,204	60,071,435	61,733,205	62,050,916	64,006,743	62,094,571	60,733,049	64,712,999	67,378,001	60,415,374	703,944,000
8 Plant Specific Operations Expense -													
9 Network Support Expense	133,310	05,274	99,620	139,022	279	22,700	133,495	121,391	017,200	132,032	33,319	140,005	1,190,002
10 General Support Expense	2,313,001	2,347,720	2,792,631	2,350,667	2,701,339	2,253,339	2,600,951	2,672,907	2,220,022	2,103,260	2,074,910	2,130,721	30,507,106
11 Central Office Switching Exp	3,703,730	1,003,067	2,640,109	2,470,202	1,713,635	1,613,072	1,731,013	1,594,364	1,330,770	1,710,092	1,610,003	2,131,639	20,602,100
12 Operator System Expense	61,601	16,303	137,737	2,077	13,321	66,076	104,770	62,706	96,110	70,904	-13,907	37,030	620,743
13 Central Ofc. Transmission Exp	952,322	1,030,332	1,037,001	1,007,317	1,099,009	996,026	1,010,346	1,099,312	1,106,237	1,213,607	1,009,003	963,172	12,670,734
14 Inf. Orig./Term. Expense	211,336	024,162	076,193	1,069,097	001,030	360,113	075,034	700,134	020,199	076,700	093,309	700,169	9,311,109
15 Cable and Wire Facilities Exp	0,340,937	0,106,900	0,277,092	0,329,132	0,329,000	0,436,016	0,010,032	0,370,017	0,413,163	0,176,306	0,000,070	3,701,066	32,501,179
16 Plant Nonspecific Operations Exp -													
17 Other Prop, Plant, & Equip. Exp.	-133,113	19,774	-20,321	21,693	-23,113	-37,336	-40,771	-16,040	1,110,014	4,634	169,360	320,825	1,093,436
18 Network Operations Expense	3,102,000	3,090,000	3,073,097	4,043,030	3,037,039	3,600,030	3,539,640	3,150,371	3,647,030	4,011,710	3,213,029	1,670,700	47,343,910
19 Access Expense	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Paper & Reproduction Expenses	15,110,361	15,170,937	15,266,131	15,343,310	15,103,351	15,150,199	14,282,439	16,103,032	16,313,670	16,323,936	16,300,700	14,213,290	122,341,272
21 Customer Operations Expense -													
22 Marketing	1,719,062	1,375,765	1,743,701	1,000,005	1,321,023	1,664,321	1,912,722	2,010,120	1,304,370	2,997,791	2,036,900	2,667,211	23,051,647
23 Services	0,220,202	3,982,302	3,930,002	0,130,363	0,110,096	0,010,073	0,206,390	0,120,901	0,000,161	0,217,717	0,290,102	3,004,391	09,260,093
24 Corporate Operations Expense -													
25 Executive and Planning	215,709	109,962	213,319	210,700	100,320	237,901	231,000	109,993	173,030	109,725	200,701	271,139	2,303,770
26 General and Administrative	6,917,301	3,001,990	3,340,670	6,212,139	3,001,307	3,834,026	3,007,753	4,073,030	3,343,140	3,933,972	6,130,140	7,017,006	70,603,022
27 Prov for Uncollect. Notes Rec.	0	0	0	0	0	0	0	0	0	0	0	0	0
28 Other Operating Expenses	-90,661	-6,110	-122,043	-29,390	25,119	9,917	-3,050	-3,061	7,075	0,063	13,032	10,000	-100,105
29 Operating Taxes	9,335,099	7,322,063	0,931,962	0,639,662	6,300,702	7,077,627	0,010,317	7,412,776	5,520,030	3,900,192	0,009,793	0,036,704	93,922,049
30 OPERATING EXPENSES & TAXES	54,431,700	50,730,066	52,011,009	50,137,966	50,335,341	49,927,003	50,040,003	50,362,917	51,066,007	52,323,361	53,002,193	51,000,003	629,030,173
31 NET OPERATING INCOME	16,068,936	12,933,697	15,056,195	10,933,469	11,397,864	12,123,913	13,966,740	11,731,654	9,666,942	12,389,638	14,375,808	16,415,371	174,913,827
32 ADJ TO REG NET OPERATING INCOME:													
33 Revenue -													
34 Allow. for Funds Used Dry Const	0	0	0	0	0	0	0	0	0	0	0	0	0
35 Other Operating Expense -													
36 Interest on Customer Deposits	0	0	0	0	0	0	0	0	0	0	0	0	0
37 Abandoned Projects	4,650	-2,232	3,700	1,966	10,932	3,270	20,016	12,300	20,359	2,933	9,361	100,240	190,310
38 Contributions	0	0	0	0	0	0	0	0	0	0	0	0	0
39 Dealership, Fees & Dues	0	0	0	0	0	0	0	0	0	-1,111	-1,100	-30,000	-31,111
40 Tax -													

12 Month Revenue & Expenses agree with WP2.
Report WP 12-3-
FOIb01W 000237
12

PBC

Southern Bell

Income Statement

5/13/92
5/19/92
5/19/92

SOUTHERN BELL TELEPHONE & TELEGRAPH COMPANY
REGULATORY INCOME STATEMENT
STATE: FLORIDA
JURISDICTION: INTRASTATE

DATE 02/21/92
TIME 11:09:00
ENDING PERIOD: 12 MOS ENDING 12/1991
REPORT BASIS: COMMISSION
FD INDICATOR: ALL

OPERATING REVENUES

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	1991M
1 Local Service Revenue	315,173,120	315,343,754	316,877,101	318,245,390	317,321,240	316,193,274	317,174,375	319,849,493	318,388,314	319,213,130	317,722,846	318,441,191	3,342,885,861
2 Network Access Revenue	26,878,883	26,782,883	22,243,992	22,925,081	23,798,171	28,482,341	23,175,293	22,945,291	22,481,177	23,197,587	19,347,798	22,721,644	271,132,987
3 Unidirectional Long Dist. Rev.	1,288,644	2,087,989	2,112,743	2,838,877	2,833,179	2,283,678	1,841,241	2,132,135	1,788,680	2,134,386	2,393,641	2,372,971	23,748,172
4 Long Dist. Private Network Rev.	25,317,254	25,873,917	25,314,779	24,318,344	24,325,988	25,238,838	25,889,741	26,871,382	25,615,379	24,786,888	25,493,133	27,444,154	309,332,499
5 Miscellaneous Revenue	28,378,887	28,812,198	19,339,838	23,873,232	28,899,886	28,974,344	30,981,890	28,787,838	22,879,449	22,128,918	83,884,399	18,235,881	314,397,893
6 Uncollectible Revenue-NO	4,382,684	3,120,648	2,746,811	1,741,823	3,813,774	3,183,968	2,847,133	3,359,337	3,111,223	2,739,371	3,719,384	2,194,323	38,941,239
7 OPERATING REVENUE	382,266,422	385,137,713	388,388,445	392,876,181	397,373,882	396,283,863	398,781,148	408,139,822	398,311,975	398,781,279	398,822,196	398,833,348	4,342,885,861

OPERATING EXPENSES

8 Plant Specific Operations Expense -													
9 Network Support Expense	444,234	279,317	323,866	632,884	7,282	78,237	148,481	488,319	376,327	448,398	511,643	543,167	3,956,219
10 General Support Expense	8,336,432	8,392,791	7,469,823	8,273,821	9,431,888	7,584,237	8,152,187	9,847,548	7,361,667	10,446,882	6,588,286	10,425,849	101,863,843
11 Central Office Switching Exp	10,382,618	5,237,921	7,439,216	6,778,623	5,383,724	4,438,192	6,977,331	4,541,644	4,416,998	4,921,322	4,619,623	4,853,848	49,432,331
12 Operator System Expense	172,170	48,117	141,816	1,853	42,987	187,942	388,611	176,868	219,342	68,889	-43,383	184,881	1,734,947
13 Central Dist. Transmission Exp	2,166,424	2,863,233	2,968,259	3,831,882	3,883,946	2,857,883	2,898,912	3,124,218	3,117,673	3,483,871	2,879,234	2,332,219	35,718,156
14 Inf. Orig./Trans. Expense	3,117,617	-284,127	2,338,592	2,786,827	2,233,368	1,413,978	2,273,881	2,832,816	2,434,413	2,434,398	2,337,833	1,973,999	24,889,863
15 Cable and Wire Facilities Exp	11,483,216	10,927,813	10,788,349	10,881,233	11,394,784	11,138,397	12,196,172	11,318,637	11,253,421	13,863,327	10,288,436	7,739,723	132,733,858
16 Plant Nonspecific Operations Exp -													
17 Other Prop, Plant, & Equip. Exp.	-359,347	33,373	-51,985	58,888	-67,942	-181,946	-133,487	-48,436	3,142,886	12,723	158,886	12,723	3,948,586
18 Network Operations Expense	13,328,831	13,422,399	13,521,181	13,881,966	13,378,238	13,811,821	14,788,231	14,453,871	15,117,996	17,283,319	13,837,383	13,837,383	178,384,373
19 Access Expense	1,398,387	1,391,381	1,897,387	3,781,323	1,212,133	1,892,376	1,274,387	1,189,862	1,183,888	1,221,827	1,288,888	1,184,388	14,338,944
20 Depreciation & Amortization Expenses	39,363,889	43,433,911	40,881,387	41,235,373	40,322,188	46,436,678	46,612,181	46,781,196	46,671,637	47,296,916	46,884,937	46,884,937	545,884,937
21 Customer Operations Expense -													
22 Marketing	4,349,127	4,431,874	4,449,698	4,818,589	4,358,478	4,688,348	3,741,219	6,324,192	3,431,491	8,444,432	4,471,854	19,748,888	7,281,296
23 Services	20,813,766	18,911,256	19,391,932	20,819,988	20,899,756	20,191,838	21,163,846	20,823,373	20,889,482	22,128,161	19,748,888	19,341,711	244,444,444
24 Corporate Operations Expense -													
25 Executive and Planning	711,827	628,383	492,755	678,312	592,587	791,767	783,497	637,883	583,832	627,421	618,912	618,912	6,781,672
26 General and Administrative	18,428,887	13,599,679	13,918,118	16,844,978	14,981,373	13,781,462	14,981,819	16,219,778	20,411,933	15,538,648	15,898,848	19,333,392	204,788,282
27 Prov for Uncollect. Notes Rec.													
28 Other Operating Expenses	-383,238	-11,113	-37,768	-91,311	-67,612	62,462	38,288	-10,328	78,934	-38,349	41,788	1,418	1,418
29 Operating Income	17,888,328	20,412,361	19,331,378	19,888,433	18,488,438	19,853,398	18,468,132	19,683,183	18,711,474	15,834,311	16,884,311	15,228,374	213,868,338
30 OPERATING EXPENSES & TAXES	152,434,196	189,298,719	151,172,618	154,679,489	154,797,872	156,882,976	153,171,262	156,381,634	161,241,396	162,688,276	149,233,931	152,262,846	1,814,137,748

31 NET OPERATING INCOME

32 ADJ TO REG NET OPERATING INCOME:

33 Revenue -													
34 Allow. for Funds Used Org Const													
35 Other Operating Expense -													
36 Interest on Customer Deposits													
37 Abandoned Projects	17,439	-7,359	17,854	4,884	36,128	18,884	47,883	42,338	89,544	7,783	32,886	343,924	674,789
38 Contributions													
39 Membership, Fees & Dues													
40 Tax -								-15,937	-13,481	-3,757	-12,874	-127,418	-253,322

12 Month Revenue & Expenses agree with display balance sheet
Report w/ 12-5-
FOI BOI W 000238
1.2

SOUTHERN BELL TELEPHONE & TELEGRAPH COMPANY
REGULATORY INCOME STATEMENT
STATE: FLORIDA
JURISDICTION: INTRA ZONE

OPERATING REVENUES	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	TOTAL
1 Local Service Revenue	0	0	0	0	0	0	0	0	0	0	0	0	0
2 Network Access Revenue	0	0	0	0	0	0	0	0	0	0	0	0	0
3 Unidirectional Long Dist. Rev.	1,200,640	2,007,903	2,112,743	2,030,077	2,033,679	2,203,670	1,061,241	2,132,133	1,703,600	2,139,306	2,393,441	2,372,971	25,260,172
4 Long Dist. Private Network Rev.	25,017,236	25,073,917	25,264,700	24,310,304	25,323,901	25,250,033	25,009,264	26,070,382	23,619,379	26,707,493	25,493,133	27,411,433	303,332,301
5 Miscellaneous Revenue	357,009	343,999	270,060	315,046	330,037	327,134	11,371	329,003	209,047	330,646	332,239	261,940	1,936,031
6 Uncollectible Revenue-DM	903,978	607,171	647,433	933,832	726,710	640,172	564,433	733,309	616,410	533,100	769,620	439,477	7,970,931
7 OPERATING REVENUE	26,251,611	28,010,630	27,100,130	25,719,075	26,907,779	27,220,607	27,115,641	28,501,113	25,077,296	26,722,177	27,449,103	29,609,409	326,370,633
OPERATING EXPENSES													
8 Plant Specific Operations Expense -													
9 Network Support Expense	33,261	33,413	30,300	33,070	106	10,019	34,377	49,033	66,039	34,201	14,441	70,142	670,426
10 General Support Expense	1,001,660	990,271	803,203	973,610	1,066,309	922,463	901,910	1,000,131	807,907	1,204,270	813,360	1,305,002	12,229,260
11 Central Office Switching Exp	1,317,072	679,063	936,107	872,633	700,107	606,609	631,713	501,424	360,012	633,123	999,363	700,312	8,933,360
12 Operator System Expense	21,909	3,103	36,601	863	3,600	29,431	39,449	22,697	30,312	7,737	-3,930	13,171	226,020
13 Central Ofc. Transmission Exp	330,723	371,300	379,400	392,214	401,900	366,403	300,300	400,913	403,100	449,213	374,247	332,212	4,610,203
14 Int. Orig./Term. Expense	52,696	173,903	191,103	220,200	103,613	119,022	106,703	166,666	173,247	199,421	191,002	166,900	2,037,219
15 Cable and Wire Facilities Exp	1,105,202	1,070,334	1,113,379	1,125,270	1,177,633	1,153,032	1,267,511	1,103,733	1,166,269	1,360,492	1,073,309	811,003	13,710,633
16 Plant Nonspecific Operations Exp -													
17 Other Prop, Plant, & Equip. Exp.	-40,012	6,122	-6,260	6,660	-7,017	-11,737	-13,003	-6,619	357,636	1,470	33,611	101,776	400,333
18 Network Operations Expense	1,316,003	1,763,193	1,750,320	1,007,290	1,736,617	1,716,360	1,702,200	1,637,033	1,766,906	1,973,113	1,509,139	1,100,074	20,315,270
19 Access Expense	1,396,107	1,109,104	1,077,607	1,201,323	1,212,135	1,097,376	1,270,347	1,049,662	1,103,000	1,221,027	1,200,000	1,100,390	10,330,916
20 Prop & Amortization Expenses	4,590,637	3,360,739	3,250,313	3,191,921	3,626,309	3,323,031	3,374,012	3,496,124	3,233,730	3,641,320	3,526,070	3,423,720	40,415,062
21 Customer Operations Expense -													
22 Marketing	746,000	810,090	811,400	813,233	731,334	791,372	941,314	1,010,634	592,979	1,490,233	1,290,362	1,270,070	11,337,015
23 Services	2,929,972	2,690,492	2,673,916	2,016,630	2,062,012	3,020,716	3,141,430	2,960,070	2,963,333	3,109,310	2,972,037	2,790,730	31,077,306
24 Corporate Operations Expense -													
25 Executive and Planning	66,072	74,432	87,233	80,272	71,043	97,031	93,733	76,706	69,102	77,310	81,423	113,070	1,001,037
26 General and Administrative	2,300,364	1,917,042	1,731,101	2,003,193	1,073,972	1,900,017	1,921,633	2,034,920	3,473,092	2,023,314	2,094,099	2,341,426	25,997,991
27 Prov for Uncollect. Notes Rec.	0	0	0	0	0	0	0	0	0	0	0	0	2,654,774
28 Other Operating Expenses	-39,320	-1,273	-13,297	-10,061	-3,320	6,110	2,247	-1,202	2,334	-2,431	1,603	117	-33,620
29 Operating Taxes	3,300,167	4,336,091	4,090,204	3,132,933	3,604,297	3,076,776	3,397,660	4,097,299	2,679,331	2,090,030	6,793,021	3,979,644	46,490,333
30 OPERATING EXPENSES & TAXES	20,004,679	21,492,739	21,122,947	20,766,315	21,303,170	21,301,123	21,797,716	21,902,190	21,437,297	22,312,321	24,723,943	22,274,101	261,600,009
31 NET OPERATING INCOME	5,366,732	6,925,091	6,065,203	4,953,560	5,604,609	5,927,564	5,317,925	6,599,913	3,639,999	4,210,656	2,743,202	7,335,308	64,609,644
32 ADJ TO REG NET OPERATING INCOME:													
33 Revenue -													
34 Allow. for Funds Used Dry Const	0	0	0	0	0	0	0	0	0	0	0	0	0
35 Other Operating Expense -													
36 Interest on Customer Deposits	0	0	0	0	0	0	0	0	0	0	0	0	0
37 Abandoned Projects	1,012	-073	2,000	760	4,300	2,120	0,106	3,002	10,539	1,206	3,000	42,404	81,444
38 Contributions	0	0	0	0	0	0	0	0	0	0	0	0	0
39 Membership, Fees & Dues	0	0	0	0	0	0	0	0	0	0	0	0	0
40 Tax -													
40 Income Tax	-602	329	-735	-204	-1,621	-001	-3,000	-1,002	-3,966	-434	-1,463	-13,907	-30,640

① 12 Month Revenue & Expenses agree with wp. 2.
Revenues & Expenses agree with Display Balance sheet 2.
14 part wp. 12-5 - 1.2

Southern Bell

Income Statement

TYE 12/31/91

PBC

W/19/92
8M/20
5/13/92

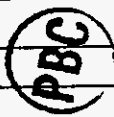
DATE 02/21/92
TIME 11:09:21
ENDING PERIOD: 12 MOS ENDING 12/1991
REPORT BASIS : COMMISSION
FR INDICATOR: ALL

SOUTHERN BELL TELEPHONE & TELEGRAPH COMPANY
REGULATORY INCOME STATEMENT
STATE: FLORIDA
JURISDICTION: LOCAL

OPERATING REVENUES	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	TOTAL
1 Local Service Revenue	115,173,120	115,545,756	116,677,404	116,265,390	117,521,240	116,173,276	117,774,565	119,049,493	118,308,314	119,213,150	54,722,046	118,441,191	1,347,085,061
2 Network Access Revenue	0	0	0	0	-1	0	0	1	0	0	1	0	2
3 Unidirectional Long Dist. Fav.	0	0	0	0	0	0	0	0	0	0	0	0	0
4 Long Dist. Private Network Rev.	0	0	-1	0	-1	-1	0	0	0	-483	0	0	-487
5 Miscellaneous Revenue	19,133,709	19,006,529	17,935,610	20,704,237	18,920,731	19,270,774	18,848,592	19,316,167	19,451,042	20,161,471	84,345,119	10,522,132	294,014,899
6 Uncollectible Revenue-DR	3,991,109	3,912,000	1,856,946	3,704,540	2,008,990	2,363,392	2,298,243	3,000,100	2,046,799	2,097,461	2,970,009	3,743,933	31,887,794
7 OPERATING REVENUE	138,715,720	132,140,281	132,956,177	135,183,080	133,559,971	132,928,655	133,572,942	136,163,461	135,310,597	137,176,475	136,009,957	133,217,309	1,611,001,621
OPERATING EXPENSES	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	TOTAL
8 Plant Specific Operations Expense -													
9 Network Support Expense	345,653	217,539	252,599	352,011	2,009	68,760	340,520	310,115	309,640	341,503	85,693	439,055	3,070,901
10 General Support Expense	6,508,373	6,301,079	5,030,069	6,830,661	7,464,990	5,916,446	6,354,202	7,041,342	5,927,704	8,102,290	4,904,373	8,292,370	79,443,757
11 Central Office Switching Exp	7,945,340	8,011,212	5,709,260	9,137,171	4,101,615	3,356,922	3,796,024	3,461,410	3,375,729	3,730,630	3,330,960	4,633,071	57,020,176
12 Operator System Expense	131,930	38,607	330,835	0,361	32,716	143,431	229,153	134,691	283,033	43,001	-34,016	79,820	1,341,700
13 Central Ofc. Transmission Exp	2,039,662	2,103,946	2,264,627	2,309,793	2,348,692	2,150,130	2,209,079	2,379,363	2,419,002	2,650,004	2,199,699	2,092,103	27,255,940
14 Int. Orig./Term. Expense	2,909,370	-723,053	1,041,206	2,220,106	0,707,363	1,156,916	1,020,100	1,625,670	1,711,096	1,946,000	1,070,613	1,567,204	19,000,331
15 Cable and Wire Facilities Exp	0,752,922	0,042,090	0,303,412	0,392,743	0,770,095	0,504,152	9,307,260	0,064,016	0,695,791	10,053,733	7,920,724	5,006,635	101,655,101
16 Plant Nonspecific Operations Exp -													
17 Other Prop, Plant, & Equip. Exp.	-276,641	41,020	-42,279	44,732	-52,499	-70,432	-102,513	-31,002	2,410,303	9,776	351,450	673,109	2,953,232
18 Network Operations Expense	10,400,616	11,816,403	11,731,752	12,104,362	11,703,127	11,325,090	11,345,623	11,007,591	11,610,636	13,266,603	10,626,111	9,494,251	137,076,113
19 Access Expense	0	0	0	0	0	0	0	0	0	0	0	0	0
20 Opr & Amortization Expenses	30,195,596	35,002,911	34,452,942	33,909,176	37,140,315	35,773,422	35,672,019	35,740,696	36,221,112	36,145,950	35,209,766	35,105,646	410,650,357
21 Customer Operations Expense -													
22 Marketing	2,981,100	3,036,331	3,724,355	3,331,391	3,005,053	3,215,055	3,965,134	4,222,200	2,561,696	3,905,641	2,500,552	5,097,204	43,165,100
23 Services	16,190,626	14,659,672	15,164,672	15,964,420	15,603,271	15,613,796	16,070,507	16,266,005	16,197,073	17,301,710	15,159,134	15,110,935	109,901,009
24 Corporate Operations Expense -													
25 Executive and Planning	552,442	402,240	540,063	520,751	461,133	616,007	600,419	495,096	654,967	405,915	472,596	704,719	4,003,156
26 General and Administrative	14,209,029	12,830,721	10,667,167	12,313,143	11,475,303	12,119,900	11,399,390	12,441,110	21,663,037	11,057,160	11,333,636	15,012,645	156,533,333
27 Prov for Uncollect. Notes Rec.	0	0	0	0	0	0	0	0	0	0	0	0	0
28 Other Operating Expenses	-303,449	-0,542	-10,910	-70,909	-60,307	50,392	23,003	-0,006	16,203	-33,696	32,473	1,200	-369,936
29 Operating Taxes	10,693,043	13,061,595	11,976,567	12,249,710	11,132,004	12,429,609	10,030,297	12,320,159	0,000,502	9,069,264	5,517,406	8,400,132	126,656,400
30 OPERATING EXPENSES & TAXES	113,363,651	110,420,061	112,466,707	115,339,010	115,013,462	112,063,772	110,362,093	116,379,006	120,007,112	120,993,956	101,763,300	112,753,371	1,360,616,104
31 NET OPERATING INCOME	17,352,070	21,711,340	20,489,390	19,843,270	18,546,509	20,864,883	19,010,049	19,783,575	14,623,465	16,102,519	34,326,577	22,464,010	244,385,477
32 ADJ TO REG NET OPERATING INCOME:													
33 Revenue -													
34 Allow. for Funds Used Dry Const	0	0	0	0	0	0	0	0	0	0	0	0	0
35 Other Operating Expense -													
36 Interest on Customer Deposits	0	0	0	0	0	0	0	0	0	0	0	0	0
37 Abandoned Projects	14,272	-5,736	13,320	3,073	20,160	14,123	34,015	33,139	67,073	7,703	25,100	260,172	527,264
38 Contributions	0	0	0	0	0	0	0	0	0	0	0	0	0
39 Fraternity, Fees & Dues	0	0	0	0	0	0	0	0	0	0	0	0	0
40 Tax -													
41 Income Tax	-5,371	2,150	-5,016	-1,907	-10,597	-5,315	-10,321	-12,470	-20,293	-2,929	-9,445	-100,090	-190,411

12 Month Revenue & Expenses agree with up 2.
Revenue & Expenses agree with Display Balance Sheet
Report up 12-5-

FO1B01W 000240



Southern Bell

Income Statement

TYE 12/31/91

wp 1/9/92

gmw
5/13/92

this schedule does not include FK adjustments.

2A = 11,438,616

(wp 2-P5)

Index

+ footed

2B = 11,085,925

(2P.5)

① 12 Month Revenue & Expenses agree with wp. 2.

Revenues & Expenses agree with Display Balance Sheet

Report wp. 12-3.

THE WALTER LATHAM COMPANY CHICAGO (312) 715 8787

F01B01W 000242

Southern Bell

U.O.I.

TYE 12/31/91

fw
11/12/92
BMC
8/20/92

COMPANY: SOUTHERN BELL
TITLE:
PERIOD: TEST YEAR ENDING 12/31/91
DATE: JULY 22, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #:

	COMBINED	INTERSTATE	INTRASTATE	% ALLOCATED TO INTRASTATE
Corporate Operations Expense				
Executive and Planning	\$10,750,411.00	\$2,505,979.00	\$8,244,432.00	76.6895%
General & Administrative	\$280,872,124.00	\$76,663,922.00	\$204,208,202.00	72.7050%
Prov. for Uncollectible Notes Rec	\$0.00	\$0.00	\$0.00	
	\$291,622,535.00	\$79,169,901.00	\$212,452,634.00	72.8519%
Other Operating Expenses	(\$671,356.00)	(\$188,485.00)	(\$482,871.00)	71.9247%
Operating Taxes	\$307,783,407.00	\$93,922,849.00	\$213,860,558.00	69.4841%
Operating Expenses & Taxes	\$2,470,095,921.00	\$624,058,173.00	\$1,846,037,748.00	74.7355%

PR

Source: WP 12 p. (P, P, P₂)

Southern Bell

Monthly Plant Analysis

TUE 12/31/91

LME
7/22/92

COMPANY: SOUTHERN BELL
TITLE: MONTHLY PLANT ANALYSIS
PERIOD: TEST YEAR ENDING 12/31/91
DATE: JULY 22, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #:

	COMBINED	INTERSTATE	INTRASTATE
GENERAL SUPPORT ASSETS	\$1,109,889,807.00	\$256,658,435.00	\$853,231,172.00
CENTRAL OFFICE ASSETS	\$3,190,165,693.00	\$839,793,192.00	\$2,350,372,501.00
INFORMATION ORIG/TERM ASSETS	\$159,649,847.00	\$47,122,719.00	\$122,527,128.00
CABLE AND WIRE FACIL. ASSETS	\$4,272,541,130.00	\$1,213,040,488.00	\$3,059,500,642.00
AMORTIZABLE ASSETS	\$19,756,032.00	\$4,609,211.00	\$15,146,821.00
TELECOMM PLANT IN SERVICE	\$8,762,002,309.00	\$2,361,224,045.00	\$6,400,778,264.00
PROP. HELD FOR FUTURE USE	\$327,030.00	\$88,132.00	\$238,898.00
TELECOMM PLT UNDER CONSTR-ST	\$55,546,355.00	\$14,955,380.00	\$40,590,975.00
TELECOMM PLT UNDER CONSTR-LT	\$32,913,441.00	\$8,860,265.00	\$24,053,176.00
MATERIALS AND SUPPLIES	\$38,514,118.00	\$10,944,107.00	\$27,570,011.00
GROSS PLT, MAT, AND SUPPLIES	\$8,889,303,253.00	\$4,757,295,974.00	\$4,132,007,279.00
DEPRECIATION RESERVE	\$3,207,528,357.00	\$892,163,435.00	\$2,315,364,922.00
DEFERRED INCOME TAXES	\$967,154,116.00	\$241,901,412.00	\$725,252,704.00
NET BOOK COST	\$4,714,620,780.00	\$3,623,231,127.00	\$1,091,642,353.00
UNAMORTIZED INVESTMENT TAX CR.	\$194,002,682.00	\$48,734,746.00	\$145,267,936.00
NET INVESTMENT	\$4,520,618,098.00	\$3,574,496,381.00	\$9,708,124,026.00

Source: (U. 12 p. (P.))

Southern Bell

U.O.I.

TYE 12/31/91

11/12/92

8/20/92

COMPANY: SOUTHERN BELL
TITLE:
PERIOD: TEST YEAR ENDING 12/31/91
DATE: JULY 22, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #:

	COMBINED	INTERSTATE	INTRASTATE	% ALLOCATED TO INTRASTATE
Corporate Operations Expense				
Executive and Planning	\$10,750,411.00	\$2,505,979.00	\$8,244,432.00	76.6895%
General & Administrative	\$280,872,124.00	\$76,663,922.00	\$204,208,202.00	72.7050%
Prov. for Uncollectible Notes Rec	\$0.00	\$0.00	\$0.00	
	\$291,622,535.00	\$79,169,901.00	\$212,452,634.00	72.8519%
Other Operating Expenses	(\$671,356.00)	(\$188,485.00)	(\$482,871.00)	71.9247%
Operating Taxes	\$307,783,407.00	\$93,922,849.00	\$213,860,558.00	69.4841%
Operating Expenses & Taxes	\$2,470,095,921.00	\$624,058,173.00	\$1,846,037,748.00	74.7355%

Source: WP 12 p. (P, P, P₃)

Southern Bell

Net Operating Income

TYE 12/31/91

July 1992
7/23/92

COMPANY: SOUTHERN BELL
TITLE: Net Operating Income
PERIOD: TEST YEAR ENDING 12/31/91
DATE: JULY 22, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #:

12p2 (P. + P.)

OPERATING REVENUES

	COMBINED	INTERSTATE	INTRASTATE
Local Service Revenue	\$1,347,990,822.00	\$104,961.00	\$1,347,885,861.00
Network Access Revenue	\$1,023,386,843.00	\$752,254,336.00	\$271,132,507.00
Unidirectional Long Dist. Rev.	\$25,260,172.00	0	\$25,260,172.00
Long Dist. Private Network Rev.	\$306,545,987.00	\$994,293.00	\$305,551,694.00
Miscellaneous Revenue	\$347,373,439.00	\$32,773,544.00	\$314,599,895.00
Uncollectible Revenue-Or	(\$42,104,365.00)	(\$2,163,126.00)	(\$39,941,239.00)
	\$3,008,452,898.00	\$783,964,008.00	\$2,224,488,890.00

40p1

12p2 (P.)

OPERATING EXPENSES

Plant Specific Expense

Network Support Expense	\$5,148,051.00	\$1,191,802.00	\$3,956,249.00
General Support Expense	\$132,373,051.00	\$30,507,186.00	\$101,865,865.00
Central Office Switching Exp.	\$94,054,642.00	\$24,602,108.00	\$69,452,534.00
Operator System Exp.	\$2,377,690.00	\$620,743.00	\$1,756,947.00
Central Ofc. Transmission Exp.	\$48,342,710.00	\$12,628,254.00	\$35,714,456.00
Inf. Orig./Term Expense	\$34,320,212.00	\$9,511,149.00	\$24,809,063.00
Cable and Wire Facilities Exp.	\$184,736,229.00	\$52,581,179.00	\$132,155,050.00
	\$501,352,585.00	\$131,642,421.00	\$369,710,164.00

12p2 (P.)

40p1

Plant Nonspecific Operations Exp.	\$2,507,100,313.00	\$652,321,587.00	\$1,854,779
Other Prop, Plt. & Equip. Exp.	\$5,246,942.00	\$1,405,435.00	\$3,841,506.00
Network Operations Exp.	\$246,108,487.00	\$67,543,914.00	\$178,564,573.00
Access Expense	\$14,338,966.00	\$0.00	\$14,338,966.00
Depr. & Amortization Expenses	\$723,697,454.00	\$177,441,795.00	\$546,255,659.00
	\$989,391,849.00	\$246,331,145.00	\$743,000,704.00

12p2 (P.)

Customer Operations Expense

Marketing	\$87,121,319.00	\$23,851,647.00	\$63,269,672.00
Services	\$293,495,582.00	\$49,268,695.00	\$244,226,887.00
	\$380,616,901.00	\$73,120,342.00	\$307,496,559.00

12p2 (P.)

Pa

Source: 12p2 (Pa - Pb)

FO1B01W 000246

12 p1

Southern Bell
Net Operating Income
TVE 12/31/91

July 1992
11/11/92
7/23/92

COMPANY: SOUTHERN BELL
TITLE: MONTHLY PLANT ANALYSIS
PERIOD: TEST YEAR ENDING 12/31/91
DATE: JULY 22, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #:

2 p2 (p1 - p6)

	COMBINED	INTERSTATE	INTRASTATE
Corporate Operations Expense			
Executive and Planning	\$10,750,411.00	\$2,505,979.00	\$8,244,432.00
General & Administrative	\$280,872,124.00	\$76,663,922.00	\$204,208,202.00
Prov. for Uncollectible Notes Rec	\$0.00	\$0.00	\$0.00
	\$291,622,535.00	\$79,169,901.00	\$212,452,634.00

12 p2 (p1 - p6)

Other Operating Expenses	(\$671,356.00)	(\$188,485.00)	(\$482,871.00)
Operating Taxes	\$307,783,407.00	\$93,922,849.00	\$213,860,558.00
Operating Expenses & Taxes	\$2,470,095,921.00	\$624,058,173.00	\$1,846,037,748.00

12 p2 (p1 - p6)

Source: 2 p2 (p1 - p6)

F01B01W 000247

Pb
12 p1

11/9/98
GML
6/9/92

COMBINED

NET INVESTMENT	Reference	November EOP	December EOP	References	Average	References
	12-1/1 p.2			12-1/1 p.2		
GENERAL SUPPORT		\$1,124,116,557	\$1,141,398,216	12-2 pg. 10	\$1,132,757,387	12 p.1
CENTRAL OFFICE SWITCHING		\$1,543,357,846	\$1,550,694,218	12-2 pg. 11	\$1,547,026,032	12 p.1
OPERATOR SYSTEMS		\$34,584,519	\$35,087,756	12-2 pg. 11	\$34,836,138	12 p.1
CENTRAL OFFICE TRANSMISSION		\$1,666,105,080	\$1,660,193,672	12-2 pg. 11	\$1,663,149,376	12 p.1
INFORMATION ORIG/TERM		\$168,399,938	\$167,974,531	12-2 pg. 12	\$168,187,235	12 p.1
CABLE & WIRE FACILITIES		\$4,333,427,480	\$4,311,559,206	12-2 pg. 14	\$4,322,493,343	12 p.1
TANGIBLE ASSETS		\$18,085,923	\$18,068,525	12-2 pg. 15	\$18,077,224	12 p.1
INTANGIBLE ASSETS		\$0	\$0		\$0	
TELECOMM. PLANT IN SERVICE		\$8,888,077,343	\$8,884,976,124		\$8,886,526,734	12 p.1
TELECOMM. PLANT UNDER CONST-ST		\$24,818,323	\$33,433,436	12-2 pg. 8	\$29,125,880	12 p.1
TELECOMM. PLANT UNDER CONST-LT		\$5,443,538	\$18,070,862	12-2 pg. 8	\$11,757,200	
PROPERTY HELD FOR FUTURE USE		\$298,928	\$229,339	12-2 pg. 8	\$264,134	
TELECOMM. PLT. ADJ.		\$0	\$0		\$0	
MATERIALS AND SUPPLIES		\$36,686,930	\$38,294,633	12-2 pg. 6	\$37,490,782	
GROSS PLANT, M & S		\$8,955,325,062	\$8,975,004,394		\$8,965,164,728	12 p.1
DEPRECIATION RESERVE		\$3,346,483,418	\$3,340,865,886	12-2 pg. 18	\$3,343,674,652	
DEFERRED INCOME TAX RESERVE		\$955,016,751	\$928,070,049		\$941,543,400	12 p.1
NET BOOK COST		\$4,653,824,893	\$4,706,068,459		\$4,679,946,676	12 p.1
UNAMORTIZED INVEST. TAX CREDIT		\$181,925,549	\$179,584,366	12-2 pg. 25	\$180,754,959	12 p.1
NET INVESTMENT		\$4,471,899,344	\$4,526,484,091		\$4,499,191,718	12 p.1

te:

this worksheet was prepared in order to recalculate the balance for December (which is an average of EOP November and EOP December) per Wp. 12p, which is the schedule provided by the company that traces to the WFR's.

Southern Bell

Net Investment Average Balances

TYE 12/31/92

July 1992

YML
7/15/92

COMPANY: SOUTHERN BELL
TITLE: AVERAGE BALANCES
PERIOD: TYE 12/31/91
DATE: July 15, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #: 12-1/1

COMBINED

NET INVESTMENT	Reference	January EOP	February EOP	References	Average	References
GENERAL SUPPORT	12-1/2 P ₁	\$1,091,373,952	\$1,096,991,004	12-1/2 P ₂	\$1,094,182,478	12 p.1
CENTRAL OFFICE SWITCHING		\$1,499,475,772	\$1,505,050,891		\$1,502,263,332	12 p.1
OPERATOR SYSTEMS		\$29,784,293	\$29,798,268		\$29,791,281	12 p.1
CENTRAL OFFICE TRANSMISSION		\$1,567,293,161	\$1,585,159,526		\$1,576,226,344	12 p.1
INFORMATION ORIG/TERM		\$169,099,437	\$169,603,805		\$169,351,621	
CABLE & WIRE FACILITIES		\$4,203,449,873	\$4,221,704,596		\$4,212,577,235	
TANGIBLE ASSETS		\$24,207,242	\$23,809,869		\$24,008,556	
INTANGIBLE ASSETS		\$0	\$0		\$0	
TELECOMM. PLANT IN SERVICE		\$8,584,683,730	\$8,632,117,959		\$8,608,400,845	12 p.1
TELECOMM. PLANT UNDER CONST-ST		\$55,211,197	\$54,680,370		\$54,945,784	12 p.1
TELECOMM. PLANT UNDER CONST-LT		\$32,302,917	\$31,821,175.00		\$32,062,046	
PROPERTY HELD FOR FUTURE USE		\$534,226	\$601,546		\$567,886	
TELECOMM. PLT. ADJ.		\$0	\$0		\$0	
MATERIALS AND SUPPLIES		\$41,027,484	\$39,347,799		\$40,187,642	
GROSS PLANT, M & S		\$8,713,759,554	\$8,758,568,849		\$8,736,164,202	12 p.1
DEPRECIATION RESERVE		\$3,012,077,301	\$3,056,301,220		\$3,034,189,261	12 p.1
DEFERRED INCOME TAX RESERVE		\$996,325,127	\$989,334,410		\$992,829,769	
NET BOOK COST		\$4,705,357,126	\$4,712,933,219		\$4,709,145,173	12 p.1
UNAMORTIZED INVEST. TAX CREDIT		\$205,891,239	\$203,861,516		\$204,876,378	12 p.1
NET INVESTMENT		\$4,499,465,887	\$4,509,071,703		\$4,504,268,795	12 p.1

3,108,280,957
12 p.1

Source for this schedule is workpapers 12-1/1 pages 1 & 2.

FO1B01W 000249

Southern Bell
Net Investment - Average Bal. April
TYE 12/31/91

11/19/92
Gym-L
7/15/92

COMPANY: SOUTHERN BELL
TITLE: AVERAGE BALANCES
PERIOD: TYE 12/31/91
DATE: July 15, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #: 12-1/1

COMBINED

NET INVESTMENT	Reference	March EOP	April EOP	References	Average	References
GENERAL SUPPORT	12-1/3 P ₁	\$1,088,560,790	\$1,104,357,650	12-1/3 P ₂	\$1,096,459,220	12 p.1
CENTRAL OFFICE SWITCHING		\$1,509,733,685	\$1,515,434,084		\$1,512,583,885	12 p.1
OPERATOR SYSTEMS		\$31,311,814	\$31,360,167		\$31,335,991	12 p.1
CENTRAL OFFICE TRANSMISSION		\$1,598,413,913	\$1,615,099,796		\$1,606,756,855	12 p.1
INFORMATION ORIG/TERM		\$169,479,970	\$170,628,145		\$170,054,058	
CABLE & WIRE FACILITIES		\$4,237,301,433	\$4,251,172,414		\$4,244,236,924	
TANGIBLE ASSETS		\$18,069,559	\$18,995,500		\$18,532,530	
INTANGIBLE ASSETS		\$0	\$0		\$0	
TELECOMM. PLANT IN SERVICE		\$8,652,871,164	\$8,707,047,756		\$8,679,959,460	12 p.1
TELECOMM. PLANT UNDER CONST-ST		\$65,932,710	\$74,442,115		\$70,187,413	12 P ₁
TELECOMM. PLANT UNDER CONST-LT		\$38,899,646	\$40,012,924.00		\$39,456,285	
PROPERTY HELD FOR FUTURE USE		\$657,066	\$183,044		\$420,055	
TELECOMM. PLT. ADJ.		\$0	\$0		\$0	
MATERIALS AND SUPPLIES		\$38,375,224	\$37,687,168		\$38,031,196	
GROSS PLANT, M & S		\$8,796,735,810	\$8,859,373,007		\$8,828,054,409	12 p.1
DEPRECIATION RESERVE		\$3,089,923,662	\$3,137,354,440		\$3,113,639,051	12 P ₁
DEFERRED INCOME TAX RESERVE		\$981,730,388	\$977,969,245		\$979,849,817	
NET BOOK COST		\$4,725,081,760	\$4,744,049,322		\$4,734,565,541	12 p.1
UNAMORTIZED INVEST. TAX CREDIT		\$201,457,762	\$199,054,008		\$200,255,885	12 P ₁
NET INVESTMENT		\$4,523,623,998	\$4,544,995,314		\$4,534,309,656	12 p.1

Source for this schedule is workpapers 12-1/3 pages 1 and 2.

FO1B01W 000250

12-1 P₃

Southern Bell
Net Investment - Average Balances
TYE 12/31/91

100 11/9/92

ymc
7/15/92

COMPANY: SOUTHERN BELL
TITLE: AVERAGE BALANCES
PERIOD: TYE 12/31/91
DATE: July 15, 1992
AUDITOR: GABRIELA LEON
WORKPAPER #: 12-1/1

COMBINED

NET INVESTMENT	Reference	May EOP	June EOP	References	Average	References
GENERAL SUPPORT	12-1/4 P ₁	\$1,106,076,583	\$1,106,124,124	12-1/4 P ₂	\$1,106,100,354	12 p.1
CENTRAL OFFICE SWITCHING		\$1,533,504,186	\$1,527,542,789		\$1,530,523,488	12 p.1
OPERATOR SYSTEMS		\$32,214,404	\$34,263,706		\$33,239,055	12 p.1
CENTRAL OFFICE TRANSMISSION		\$1,630,598,609	\$1,645,780,958		\$1,638,189,784	12 p.1
INFORMATION ORIG/TERM		\$171,362,228	\$169,625,021		\$170,493,625	
CABLE & WIRE FACILITIES		\$4,266,404,034	\$4,276,464,363		\$4,271,434,199	
TANGIBLE ASSETS		\$20,552,119	\$19,472,284		\$20,012,202	
INTANGIBLE ASSETS		\$0	\$0		\$0	
TELECOMM. PLANT IN SERVICE		\$8,760,712,163	\$8,779,273,245		\$8,769,992,704	12 p.1
TELECOMM. PLANT UNDER CONST-ST		\$66,429,460	\$68,566,053		\$67,497,757	12 p.1
TELECOMM. PLANT UNDER CONST-LT		\$41,991,343	\$42,454,730		\$42,223,037	
PROPERTY HELD FOR FUTURE USE		\$183,117	\$181,901		\$182,509	
TELECOMM. PLT. ADJ.		\$0	\$0		\$0	
MATERIALS AND SUPPLIES		\$38,833,601	\$39,547,909		\$39,190,755	
GROSS PLANT, M & S		\$8,908,149,684	\$8,930,023,838		\$8,919,086,761	12 p.1
DEPRECIATION RESERVE		\$3,188,147,896	\$3,227,230,569		\$3,207,689,233	12 p.1
DEFERRED INCOME TAX RESERVE		\$972,214,584	\$965,455,120		\$968,834,852	
NET BOOK COST		\$4,747,787,204	\$4,737,338,149		\$4,742,562,677	12 p.1
UNAMORTIZED INVEST. TAX CREDIT		\$196,650,254	\$194,246,500		\$195,448,377	12 p.1
NET INVESTMENT		\$4,551,136,950	\$4,543,091,649		\$4,547,114,300	12 p.1

3,201,952,327
12 p.1

Source for this schedule is workpapers 12-1/4 pages 1 and 2.

FO1B01W 000251



Southern Bell
NET INVESTMENT - EOP 12/91
TUE 12/31/91

11/19/92
ymc
6/9/92

DATE 02/21/92
TIME 10:58:31

SOUTHERN BELL TELEPHONE & TELEGRAPH COMPANY
STATE: FLORIDA
EOP
ENDING PERIOD: 12 MONTHS 12 1991

FR INDICATOR: ALL

NET INVESTMENT	COMBINED	INTERSTATE	INTRASTATE	INTRA TOLL	INTRA ACCESS	LOCAL
1 General Support	1,141,398,216	263,931,268	877,466,956	189,451,836	87,951,624	684,863,496
2 Central Office Switching	1,558,694,218	328,454,686	1,238,239,532	118,424,788	91,647,544	1,828,167,288
3 Operator Systems	35,887,756	4,218,888	38,868,876	3,461,257	2,832,957	25,374,662
4 Central Office Transmission	1,668,193,672	529,617,131	1,138,576,541	194,523,985	166,497,188	769,555,376
5 Information Orig/Term	167,974,531	46,657,376	121,317,155	9,952,869	14,326,966	97,837,328
6 Cable & Wire Facilities	4,311,559,286	1,224,128,796	3,887,430,410	319,728,598	391,878,814	2,376,638,998
7 Tangible Assets	18,868,925	4,215,585	13,853,828	1,685,362	1,488,868	18,759,598
8 Intangible Assets	0	0	0	0	0	0
9 Telecomm. Plant in Service	8,884,976,124	2,393,223,634	6,491,752,490	745,228,687	754,935,145	4,991,588,658
10 Telecomm. Plant Under Const-ST	33,433,436	9,881,666	24,431,770	2,886,469	2,848,583	18,784,798
11 Telecomm. Plant Under Const-LT	18,878,862	4,864,658	13,286,284	1,516,248	1,536,818	10,153,926
12 Property Held for Future Use	229,339	61,885	167,534	19,248	19,478	128,824
13 Telecomm. Plt Adjustment	0	0	0	0	0	0
14 Material & Supplies	38,294,633	18,881,739	27,412,894	2,839,156	3,472,458	21,181,288
15 GROSS PLANT, MAT & SUPPL.	8,975,884,394	2,418,833,582	6,556,978,892	752,489,812	762,823,586	5,841,757,494
16 Depreciation Reserve	3,348,865,886	917,736,836	2,423,129,858	275,418,868	284,677,259	1,863,848,931
17 Deferred Income Tax Reserve	928,878,849	233,797,967	694,272,882	82,886,259	76,991,784	535,274,119
18 NET BOOK COST	4,786,868,459	1,266,498,699	3,439,569,748	394,992,693	481,134,623	2,643,442,444
19 Unamortized Invest. Tax Credit	179,584,368	45,823,286	134,561,882	15,439,414	15,682,719	183,518,949
20 NET INVESTMENT	4,526,484,891	1,221,475,413	3,385,888,678	379,553,279	385,531,984	2,539,923,495

F01B01W 000252

F01B01W 000253



Southern Bell
NET INVESTMENT-EOP 11/91
TYE 12/31/91

11/19/92
KMY
6/9/92

DATE 01/23/92
TIME 08:38:12

SOUTHERN BELL TELEPHONE & TELEGRAPH COMPANY
STATE: FLORIDA
EOP

ENDING PERIOD: 12 MONTHS 11 1991

FR INDICATOR: ALL

NET INVESTMENT	COMBINED	INTERSTATE	INTRASTATE	INTRA TOLL	INTRA ACCESS	LOCAL
1 General Support	1,124,116,557	268,866,797	863,249,760	103,968,399	87,824,829	672,264,532
2 Central Office Switching	1,543,357,846	321,518,388	1,221,847,466	118,561,584	91,624,425	1,019,661,457
3 Operator Systems	34,584,519	4,186,248	38,398,271	3,425,975	2,827,918	24,944,386
4 Central Office Transmission	1,666,185,080	533,792,849	1,132,313,831	195,458,653	168,178,883	768,675,495
5 Information Orig/Term	168,399,938	47,194,661	121,205,277	9,978,721	14,366,915	96,859,641
6 Cable & Wire Facilities	4,333,427,488	1,235,894,281	3,898,333,279	322,229,654	395,887,586	2,381,896,839
7 Tangible Assets	18,885,923	4,233,882	13,852,841	1,689,581	1,415,896	18,748,244
8 Intangible Assets	0	0	0	0	0	0
9 Telecomm. Plant in Service	8,888,877,343	2,486,877,418	6,481,199,925	747,384,487	759,645,644	4,974,249,794
10 Telecomm. Plant Under Const-ST	24,818,323	6,787,786	18,110,617	2,887,586	2,116,635	13,986,476
11 Telecomm. Plant Under Const-LT	5,443,538	1,468,886	3,974,652	457,422	463,811	3,853,419
12 Property Held for Future Use	298,928	81,896	217,832	25,154	25,546	167,132
13 Telecomm. Plt Adjustment	0	0	0	0	0	0
14 Material & Supplies	36,686,938	18,466,938	26,228,888	2,727,928	3,343,668	28,148,412
15 GROSS PLANT, MAT & SUPPL.	8,955,325,862	2,425,682,836	6,529,723,826	752,682,489	765,595,384	5,811,525,233
16 Depreciation Reserve	3,346,483,418	925,229,188	2,421,254,238	275,893,178	286,242,742	1,859,116,326
17 Deferred Income Tax Reserve	955,816,751	241,324,145	713,692,686	84,625,465	79,752,813	549,314,328
18 NET BOOK COST	4,653,824,893	1,259,848,711	3,394,776,182	392,881,854	399,599,749	2,683,894,579
19 Unamortized Invest. Tax Credit	181,925,549	45,883,287	136,122,262	15,678,786	15,895,888	184,555,668
20 NET INVESTMENT	4,471,899,344	1,213,245,424	3,258,653,920	376,411,868	383,783,941	2,498,538,911

FO1B01W 000254

12-10-2



Southern Bell
Net Investment - EOP 1/91
TYE 12/31/91

10/11/92
JmL
7/15/92

DATE 06/08/92
TIME 14:46:57

SOUTHERN BELL TELEPHONE & TELEGRAPH COMPANY
STATE: FLORIDA
EOP
ENDING PERIOD: 12 MONTHS 01 1991

FR INDICATOR: ALL

NET INVESTMENT	COMBINED	INTERSTATE	INTRASTATE	INTRA TOLL	INTRA ACCESS	LOCAL
1 General Support 12-1 P2	1,851,373,952	263,227,143	828,146,889	187,276,344	86,288,348	634,678,125
2 Central Office Switching	1,499,475,772	337,383,182	1,162,172,678	189,879,488	92,268,682	968,824,668
3 Operator Systems	29,784,293	3,688,653	26,183,648	3,448,591	1,785,396	28,877,451
4 Central Office Transmission	1,567,293,161	518,478,398	1,048,822,763	289,867,756	163,171,575	676,583,428
5 Information Orig/Term	169,899,437	49,421,788	119,677,729	18,825,189	14,455,842	95,197,498
6 Cable & Wire Facilities	4,283,449,873	1,241,688,785	2,961,849,168	334,112,698	488,473,137	2,227,263,341
7 Tangible Assets	24,287,242	5,851,798	18,355,452	2,392,658	1,916,848	14,846,762
8 Intangible Assets	0	0	0	0	0	0
9 Telecomm. Plant in Service	8,584,683,738	2,419,555,499	6,165,128,231	776,194,628	768,278,338	4,628,663,273
10 Telecomm. Plant Under Const-ST	55,211,197	15,555,488	39,655,717	4,932,783	4,866,182	29,856,832
11 Telecomm. Plant Under Const-LT	32,382,917	9,895,316	23,287,599	2,898,466	2,848,388	17,468,833
12 Property Held for Future Use	534,226	158,691	383,535	47,918	47,131	288,494
13 Telecomm. Plt Adjustemt	0	0	0	0	0	0
14 Material & Supplies	41,827,484	11,379,728	29,647,756	3,866,453	3,664,275	22,917,828
15 GROSS PLANT, MAT & SUPPL.	8,713,759,554	2,455,736,716	6,258,822,838	787,148,232	771,688,146	4,699,194,468
16 Depreciation Reserve	3,812,877,381	887,526,471	2,124,558,838	255,938,677	263,818,277	1,684,881,876
17 Deferred Income Tax Reserve	996,325,127	258,878,253	737,454,874	94,875,255	87,378,411	555,281,288
18 NET BOOK COST	4,785,357,126	1,389,339,992	3,396,817,134	436,326,388	428,499,458	2,539,191,376
19 Unamortized Invest. Tax Credit	285,891,239	53,782,235	152,189,884	18,879,362	18,699,641	114,618,881
20 NET INVESTMENT	4,499,465,887	1,255,637,757	3,243,828,138	417,446,938	481,799,817	2,424,581,375

F01B01W 000255

12-1 P2
2



Southern Bell
Net Investment - EOP 2/91
TYE 12/31/91

rw, 1/9/92
Lmy
7/15/92

DATE 04/29/91
TIME 18:57:09

SOUTHERN BELL TELEPHONE & TELEGRAPH COMPANY
STATE: FLORIDA
EOP
ENDING PERIOD: 12 MONTHS 02 1991

FR INDICATOR: ALL

NET INVESTMENT	COMBINED	INTERSTATE	INTRASTATE	INTRA TOLL	INTRA ACCESS	LOCAL
1 General Support	1,096,991,004	264,117,025	832,873,979	186,748,343	87,336,430	638,789,286
2 Central Office Switching	1,385,858,891	335,666,888	1,169,384,003	189,923,416	92,415,287	967,845,388
3 Operator Systems	29,798,268	3,657,329	26,140,939	3,368,257	1,794,956	28,985,726
4 Central Office Transmission	1,585,159,526	522,938,386	1,062,229,140	287,466,885	164,679,770	698,882,477
5 Information Orig/Term	169,683,885	49,481,831	120,121,974	18,852,645	14,493,683	95,575,646
6 Cable & Wire Facilities	4,221,784,596	1,242,534,597	2,979,169,999	332,542,195	488,599,884	2,246,828,888
7 Tangible Assets	23,889,869	5,765,982	18,043,887	2,338,133	1,987,985	13,797,769
8 Intangible Assets	0	0	0	0	0	0
9 Telecom. Plant in Service	8,632,117,959	2,424,154,838	6,207,963,921	772,431,874	763,227,843	4,672,384,284
10 Telecom. Plant Under Const-ST	54,688,378	15,336,755	39,343,615	4,838,839	4,889,867	29,696,589
11 Telecom. Plant Under Const-LT	31,821,175	8,922,283	22,898,892	2,826,298	2,794,148	17,278,446
12 Property Held for Future Use	681,546	169,174	432,372	53,566	52,997	325,889
13 Telecom. Plt Adjustment	0	0	0	0	0	0
14 Material & Supplies	39,347,799	11,581,648	27,766,151	3,893,919	3,727,886	28,944,426
15 GROSS PLANT, MAT & SUPPL.	8,758,568,849	2,468,163,898	6,298,484,951	783,243,696	774,611,861	4,748,549,394
16 Depreciation Reserve	3,856,381,228	895,321,484	2,168,979,736	258,171,633	267,488,877	1,635,328,826
17 Deferred Income Tax Reserve	989,334,418	256,835,212	732,499,198	93,286,381	86,582,421	552,798,476
18 NET BOOK COST	4,712,933,219	1,388,887,282	3,484,926,817	431,863,762	428,621,363	2,552,438,892
19 Unamortized Invest. Tax Credit	283,861,516	53,835,452	158,826,864	18,519,184	18,453,914	113,852,966
20 NET INVESTMENT	4,589,871,783	1,254,971,758	3,254,899,953	413,346,578	482,167,449	2,438,585,926

FO1B01W 000256

12-1 P
2



Southern Bell
Net Investment - Average Balances
TYE 12/31/91

rw 12/19/92
ymc
7/15/92

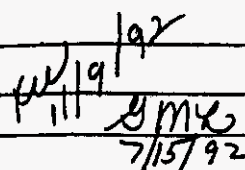
TE 05/28/91
ME 11:30:28

SOUTHERN BELL TELEPHONE & TELEGRAPH COMPANY
STATE: FLORIDA
EDP

ENDING PERIOD: 12 MONTHS 03 1991

INDICATOR: ALL

NET INVESTMENT	COMBINED	INTERSTATE	INTRASTATE	INTRA TOLL	INTRA ACCESS	LOCAL
General Support 12-1 P3	1,088,568,798	268,619,407	827,941,383	184,813,660	86,381,935	636,745,788
Central Office Switching	1,589,733,685	333,582,834	1,176,150,851	189,934,153	92,264,541	973,952,157
Operator Systems	31,311,814	3,887,998	27,583,816	3,454,212	1,891,997	22,157,687
Central Office Transmission	1,598,413,913	525,788,298	1,072,625,615	285,381,629	165,643,854	781,688,932
Information Orig/Term	169,479,978	49,352,358	128,127,628	18,843,887	14,479,936	95,683,797
Cable & Wire Facilities	4,237,381,433	1,242,717,227	2,994,584,286	338,799,448	488,514,182	2,263,278,664
Tangible Assets	18,869,559	4,355,365	13,714,194	1,759,289	1,445,196	18,589,789
Intangible Assets	0	0	0	0	0	0
Telecomm. Plant in Service	8,652,871,164	2,428,223,479	6,232,647,685	766,186,278	762,628,761	4,783,848,654
Telecomm. Plant Under Const-ST	65,932,718	18,399,685	47,533,025	5,775,947	5,777,488	35,979,598
Telecomm. Plant Under Const-LT	38,899,646	18,841,794	28,857,852	3,414,871	3,481,142	21,242,639
Property Held for Future Use	657,866	183,974	473,892	57,981	57,724	357,387
Telecomm. Plt Adjustment	0	0	0	0	0	0
Material & Supplies	38,375,224	11,258,833	27,124,391	2,987,264	3,619,915	28,517,212
GROSS PLANT, MAT & SUPPL.	8,796,735,818	2,468,899,765	6,333,836,845	778,421,533	775,477,838	4,781,937,482
Depreciation Reserve	3,889,923,662	899,917,823	2,198,886,639	259,453,299	269,828,988	1,668,732,368
Deferred Income Tax Reserve	981,738,388	254,215,826	727,513,362	91,534,588	85,375,114	558,685,668
NET BOOK COST	4,725,881,768	1,386,767,716	3,418,314,844	427,433,654	428,288,936	2,578,599,454
Unamortized Invest. Tax Credit	281,457,762	52,251,851	149,286,711	18,132,182	18,172,987	112,981,542
NET INVESTMENT	4,523,623,998	1,254,516,665	3,269,187,333	489,381,472	482,187,949	2,457,697,912



? INDICATOR: ALL

NET INVESTMENT		COMBINED	INTERSTATE	INTRASTATE	INTRA TOLL	INTRA ACCESS	LOCAL
1	General Support	1,184,357,650	263,272,346	841,885,382	185,639,287	87,477,384	647,966,711
2	Central Office Switching	1,515,434,884	332,317,195	1,183,116,889	118,892,388	92,687,318	968,417,279
3	Operator Systems	31,368,167	3,812,968	27,547,199	3,375,389	1,989,325	22,262,485
4	Central Office Transmission	1,615,899,796	529,721,798	1,085,377,998	263,779,711	167,835,888	714,562,399
5	Information Orig/Term	178,626,145	49,577,397	121,858,748	18,118,237	14,574,434	96,366,877
6	Cable & Wire Facilities	4,251,172,414	1,242,582,688	3,008,669,726	328,918,275	488,338,858	2,279,428,593
7	Tangible Assets	18,995,588	4,562,976	14,432,524	1,841,219	1,518,431	11,872,874
8	Intangible Assets	0	0	0	0	0	0
9	Telecomm. Plant in Service	8,787,847,756	2,425,767,378	6,281,288,386	763,756,418	765,453,558	4,752,878,418
10	Telecomm. Plant Under Const-ST	74,442,115	28,671,866	53,771,849	6,456,988	6,583,587	48,818,554
11	Telecomm. Plant Under Const-LT	48,812,924	11,887,424	28,925,500	3,478,856	3,486,789	21,967,855
12	Property Held for Future Use	183,844	51,873	131,971	16,825	16,861	99,885
13	Telecomm. Plt Adjustment	0	0	0	0	0	0
14	Material & Supplies	37,667,168	11,889,354	26,677,814	2,987,828	3,541,836	28,229,756
15	GROSS PLANT, MAT & SUPPL.	8,859,373,887	2,468,586,287	6,398,786,728	776,687,387	779,888,945	4,835,176,468
16	Depreciation Reserve	3,137,354,448	988,866,184	2,228,488,336	261,979,436	273,534,761	1,692,974,139
17	Deferred Income Tax Reserve	977,969,245	252,692,757	725,276,488	98,328,755	84,781,918	558,245,815
18	NET BOOK COST	4,744,849,322	1,387,827,426	3,437,821,896	424,299,116	428,764,266	2,591,958,514
19	Unamortized Invest. Tax Credit	199,854,888	51,495,884	147,358,924	17,757,871	17,918,915	111,898,138
20	NET INVESTMENT	4,544,995,314	1,255,532,342	3,289,462,972	486,541,245	482,853,351	2,488,866,376

FO1B01W 000258 12-1-58

WALTER LATHAM COMPANY (708) 945-8787



Southern Bell
Net Investment- Average Balances
TYE 12/31/91

YU 11/19/92
gmw
7/15/92

DATE 07/30/91
TIME 08:25:37

SOUTHERN BELL TELEPHONE & TELEGRAPH COMPANY
STATE: FLORIDA
EOP
ENDING PERIOD: 12 MONTHS 03 1991

PR INDICATOR: ALL

NET INVESTMENT	COMBINED	INTERSTATE	INTRASTATE	INTRA TOLL	INTRA ACCESS	LOCAL
1 General Support	12-1 P4 1,186,876,583	263,134,474	842,942,109	184,798,454	87,431,120	658,712,535
2 Central Office Switching	1,533,584,186	333,383,558	1,199,920,628	111,249,933	93,682,821	995,868,674
3 Operator Systems	32,214,484	3,931,621	28,282,783	3,393,594	1,968,844	22,928,345
4 Central Office Transmission	1,638,598,689	533,249,254	1,097,349,355	282,848,792	168,387,651	726,992,912
5 Information Orig/Term	171,362,228	49,666,682	121,695,626	18,152,898	14,634,492	96,988,238
6 Cable & Wire Facilities	4,266,484,834	1,242,794,811	3,023,610,023	327,159,186	488,273,673	2,296,177,244
7 Tangible Assets	28,552,119	4,932,478	15,619,641	1,974,723	1,641,836	12,883,682
8 Intangible Assets	0	0	0	0	0	0
9 Telecom. Plant in Service	8,768,712,163	2,431,291,998	6,329,420,165	768,777,588	767,856,837	4,688,783,828
10 Telecom. Plant Under Const-ST	66,429,468	18,363,828	48,066,432	5,787,217	5,785,788	36,573,587
11 Telecom. Plant Under Const-LT	41,991,343	11,575,398	30,415,953	3,683,884	3,646,255	23,166,694
12 Property Held for Future Use	183,117	58,965	132,152	15,885	16,854	188,213
13 Telecom. Plt Adjustment	0	0	0	0	0	0
14 Material & Supplies	38,833,681	11,386,255	27,527,346	2,978,896	3,634,934	20,922,316
15 GROSS PLANT, MAT & SUPPL.	8,988,149,684	2,472,587,636	6,435,562,848	773,873,782	788,941,788	4,681,546,556
16 Depreciation Reserve	3,188,147,896	917,645,712	2,270,582,184	264,889,242	277,686,828	1,728,866,114
17 Deferred Income Tax Reserve	972,214,584	251,146,898	721,067,694	88,876,748	83,789,897	548,481,857
18 NET BOOK COST	4,747,787,284	1,383,795,834	3,443,992,178	419,387,728	419,545,863	2,685,858,587
19 Unamortized Invest. Tax Credit	196,658,254	58,751,878	145,898,376	17,383,571	17,644,728	118,878,885
20 NET INVESTMENT	4,551,136,958	1,253,843,156	3,298,893,794	482,884,149	481,921,143	2,454,188,582

PBC

Southern Bell
Net Investment - Average Balances
TYE 12/31/92

WV 92
11/15/92

DATE 02/27/91
TIME 07:50:07

SOUTHERN BELL TELEPHONE & TELEGRAPH COMPANY
STATE: FLORIDA
EDP
ENDING PERIOD: 12 MONTHS 06 1991

FR INDICATOR: ALL

NET INVESTMENT	COMBINED	INTERSTATE	INTRASTATE	INTRA TOLL	INTRA ACCESS	LOCAL
1 General Support 12-1 P4	1,106,124,124	261,485,483	844,638,641	104,109,858	86,998,358	653,538,441
2 Central Office Switching	1,527,542,789	329,338,878	1,198,203,919	118,658,681	92,931,433	994,621,885
3 Operator Systems	34,263,786	4,196,139	38,867,567	3,547,962	2,898,966	24,428,637
4 Central Office Transmission	1,645,788,958	536,691,891	1,109,889,867	288,275,877	169,518,599	739,382,591
5 Information Orig/Term	169,625,821	49,828,192	128,596,829	18,851,115	14,486,328	96,859,394
6 Cable & Wire Facilities	4,276,464,363	1,241,648,985	3,834,815,378	325,828,649	399,652,459	2,318,134,278
7 Tangible Assets	19,472,284	4,643,421	14,828,863	1,837,528	1,548,252	11,423,891
8 Intangible Assets	0	0	0	0	0	0
9 Telecom. Plant in Service	8,779,273,245	2,427,832,981	6,352,248,264	755,521,654	767,218,381	4,829,588,229
10 Telecom. Plant Under Const-ST	68,566,853	18,864,667	49,781,386	5,841,743	5,958,882	37,989,641
11 Telecom. Plant Under Const-LT	42,454,738	11,637,128	38,817,682	3,686,162	3,669,157	23,542,283
12 Property Held for Future Use	181,981	58,424	131,477	15,684	15,924	99,949
13 Telecom. Plt Adjustment	0	0	0	0	0	0
14 Material & Supplies	39,547,989	11,476,828	28,871,889	2,999,843	3,686,958	21,385,886
15 GROSS PLANT, MAT & SUPPL.	8,938,823,838	2,469,861,228	6,468,962,618	767,984,286	788,532,422	4,912,445,998
16 Depreciation Reserve	3,227,238,569	923,181,718	2,384,848,851	266,618,252	288,348,354	1,757,882,245
17 Deferred Income Tax Reserve	965,455,128	248,886,879	716,568,241	87,438,888	82,741,144	546,396,217
18 NET BOOK COST	4,737,338,149	1,296,992,623	3,448,345,526	413,935,874	417,442,924	2,688,967,528
19 Unamortized Invest. Tax Credit	194,246,588	49,982,667	144,263,833	17,815,386	17,366,219	189,862,388
20 NET INVESTMENT	4,543,891,649	1,247,889,956	3,296,881,693	396,919,768	488,876,785	2,499,835,222

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41

42

43

THE WALTER LATHAM COMPANY

(708) 945-8787

F01B01W 000260

12-1 P4
4

Southern Bell Telephone & Telegraph

Balance Sheet

TYE 12/31/91

rw 11/9/92

8/11/92
10/16/92

(PBC)

DATE 01/21/92
TIME 12:35:06

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
STATE OF FLORIDA
GROUPING BALANCE SHEET
PERIOD dec91

PAGE 1

Based on
CASH

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extra
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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
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CASH
1130

ACCT TOTALS FOR 1130

WORKING FUNDS & Special Deposits

1140	1101		0	0	0	0	0
1140	1102		0	0	0	0	0
1140	1103		0	0	0	0	0
1140	1104		0	0	0	0	0
1140	1105		0	0	0	0	0
1140	1106		0	0	0	0	0
1140	1107		0	0	0	0	0
1140	1108		0	0	0	0	0
1140	1110		0	0	0	0	0
1140	1112		0	0	0	0	0
1140	1114		0	0	0	0	0
1140	1115		0	0	0	0	0
1140	1116		0	0	0	0	0
1140	1117		0	0	0	0	0
1140	1118		0	0	0	0	0
1140	1122		0	0	0	0	0
1140	1123		0	0	0	0	0
1140	1124		0	0	0	0	0
1140	1125		0	0	0	0	0
1140	1126		0	0	0	0	0
1140	9000		0	0	0	0	0

ACCT TOTALS FOR 1140

1150	0		0	0	0	0	0
1150	1000		0	0	0	0	0
1150	9000		0	0	0	0	0

ACCT TOTALS FOR 1150

Temporary Investments

1160	1000		0	0	0	0	0
1160	2000		0	0	0	0	0

ACCT TOTALS FOR 1160

Customer A/R

1180	1110	412,848	0	412,848	0	412,848
1180	1190	0	0	0	0	0
1180	1200	-634	0	-634	0	-634
1180	1510	0	0	0	0	0
1180	1520	0	0	0	0	0
1180	2111	290,792,102	0	290,792,102	0	290,792,102
1180	2114	68,860	0	68,860	0	68,860
1180	2115	-2,070,584	0	-2,070,584	0	-2,070,584

12-2 P. 102

Index

Traced to the MR G/L.

12-2

Southern Bell Telephone & Telegraph Balance Sheet

(PBC)

TYE 12/31/91

rw 11/9/90
8/11/91
10/16/92

DATE 02/21/92
TIME 12:35:18

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY BALANCE TO REGULATED ACCOUNTS REPORT STATE OF FLORIDA GROUPING BALANCE SHEET PERIOD dec91

PAGE
2

ACCOUNT	SRC	FRC	NR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
1180	2116		-1,157	0	-1,157	0	-1,157
1180	2118		98,133	0	98,133	0	98,133
1180	2120		21,841,697	0	21,841,697	0	21,841,697
1180	2130		36,964,732	0	36,964,732	0	36,964,732
1180	2140		-34,844	0	-34,844	0	-34,844
1180	2151		10,720,425	0	10,720,425	0	10,720,425
1180	2152		13,139,534	0	13,139,534	0	13,139,534
1180	2153		3,917,241	0	3,917,241	0	3,917,241
1180	2159		540,966	0	540,966	0	540,966
1180	2160		8,472,869	0	8,472,869	0	8,472,869
1180	2211		62,215,688	0	62,215,688	0	62,215,688
1180	2213		-27,495	0	-27,495	0	-27,495
1180	2214		584	0	584	0	584
1180	2215		0	0	0	0	0
1180	2220		1,866,228	0	1,866,228	0	1,866,228
1180	2240		3,936,934	0	3,936,934	0	3,936,934
1180	2250		32,817,969	0	32,817,969	0	32,817,969
1180	2260		49,383	0	49,383	0	49,383
1180	3110		0	0	0	0	0
1180	3120		0	0	0	0	0
1180	3121		0	0	0	0	0
1180	3122		0	0	0	0	0
1180	3210		0	0	0	0	0
1180	3220		0	0	0	0	0
1180	4100		0	0	0	0	0
1180	4210		-1,760,650	0	-1,760,650	0	-1,760,650
1180	4211		-15,215,701	0	-15,215,701	0	-15,215,701
1180	4212		-1,612,621	0	-1,612,621	0	-1,612,621
1180	4213		-9,849	0	-9,849	0	-9,849
1180	4214		9,810	0	9,810	0	9,810
1180	4215		582	0	582	0	582
1180	4216		0	0	0	0	0
1180	4217		-517,227	0	-517,227	0	-517,227
1180	4218		14,608	0	14,608	0	14,608
1180	4219		-1,011,591	0	-1,011,591	0	-1,011,591
1180	4220		0	0	0	0	0
1180	4221		0	0	0	0	0
1180	4222		-210,866	0	-210,866	0	-210,866
1180	4223		-1,534	0	-1,534	0	-1,534
1180	4224		167	0	167	0	167
1180	4225		-636,021	0	-636,021	0	-636,021
1180	4226		0	0	0	0	0
1180	4228		-707,218	0	-707,218	0	-707,218
1180	4229		-18,775	0	-18,775	0	-18,775
1180	4230		-4	0	-4	0	-4
1180	4231		-698,831	0	-698,831	0	-698,831
1180	4232		-344,483	0	-344,483	0	-344,483
1180	4233		-1,471,651	0	-1,471,651	0	-1,471,651
1180	4234		-86,363	0	-86,363	0	-86,363
1180	4235		-209,263	0	-209,263	0	-209,263
1180	4236		16	0	16	0	16

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Tracked to the NR G/L.

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Southern Bell Telephone & Telegraph

Balance Sheet

TYE 12/31/91

YW 11/9/90
8/11/91
10/16/92

(PBC)

DATE 02/21/92
TIME 12:35:36

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
STATE OF FLORIDA
GROUPING BALANCE SHEET
PERIOD dec91

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ACCOUNT	SRC	FRC	NR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
1180	4299		-389,486	0	-389,486	0	-389,486
1180	5110		0	0	0	0	0
1180	5121		0	0	0	0	0
1180	5122		0	0	0	0	0

ACCT TOTALS FOR 1180 459,316,548 0 459,316,548 0 459,316,548

A/R Allowance

1181	1120		-273,627	0	-273,627	0	-273,627
1181	1220		-58,628,977	0	-58,628,977	0	-58,628,977
1181	1310		0	0	0	0	0
1181	1320		-26,379,788	0	-26,379,788	0	-26,379,788
1181	1410		0	0	0	0	0
1181	1420		-6,298,863	0	-6,298,863	0	-6,298,863
1181	1520		-378,199	0	-378,199	0	-378,199
1181	1610		1,152	0	1,152	0	1,152
1181	1620		-696,854	0	-696,854	0	-696,854
1181	1710		188,627	0	188,627	0	188,627
1181	1720		-638,544	0	-638,544	0	-638,544
1181	1820		0	0	0	0	0
1181	2120		82,941	0	82,941	0	82,941
1181	2200		134,135	0	134,135	0	134,135
1181	2300		-72,482	0	-72,482	0	-72,482
1181	2900		0	0	0	0	0
1181	3120		6,755,335	0	6,755,335	0	6,755,335
1181	3200		15,186,378	0	15,186,378	0	15,186,378
1181	3300		2,250,383	0	2,250,383	0	2,250,383
1181	3410		8,184,878	0	8,184,878	0	8,184,878
1181	3420		7,581	0	7,581	0	7,581
1181	3900		0	0	0	0	0
1181	4100		3,831,859	0	3,831,859	0	3,831,859
1181	4200		25,946,517	0	25,946,517	0	25,946,517
1181	4300		48,752	0	48,752	0	48,752
1181	5100		721,981	0	721,981	0	721,981
1181	5200		4,921,726	0	4,921,726	0	4,921,726
1181	5300		21,445	0	21,445	0	21,445
1181	5900		-4,411	0	-4,411	0	-4,411
1181	6121		378	0	378	0	378
1181	6122		0	0	0	0	0
1181	6123		185,353	0	185,353	0	185,353
1181	6124		769	0	769	0	769
1181	6125		31,487	0	31,487	0	31,487
1181	6129		293	0	293	0	293
1181	6215		0	0	0	0	0
1181	6222		58,217	0	58,217	0	58,217
1181	6223		22,856	0	22,856	0	22,856
1181	6224		4,598	0	4,598	0	4,598
1181	6225		117,898	0	117,898	0	117,898
1181	6229		4,173	0	4,173	0	4,173
1181	7100		0	0	0	0	0
1181	7200		1,342,749	0	1,342,749	0	1,342,749

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Southern Bell Telephone & Telegraph Balance Sheet

(PBC)

TYE 12/31/91

yw 11/9/90
8/11/91
10/16/92

DATE 02/21/92
TIME 12:35:52

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
STATE OF FLORIDA
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ACCOUNT	SRC	FRC	NR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
1181	8200		0	0	0	0	0
ACCT TOTALS FOR 1181			-24,280,100	0	-24,280,100	0	-24,280,100
AIR-OTHER							
1190	1100		0	0	0	0	0
1190	1110		43,394	0	43,394	0	43,394
1190	1120		0	0	0	0	0
1190	1130		0	0	0	0	0
1190	1140		0	0	0	0	0
1190	1152		0	0	0	0	0
1190	1153		0	0	0	0	0
1190	1180		0	0	0	0	0
1190	1191		0	0	0	0	0
1190	1192		0	0	0	0	0
1190	1193		0	0	0	0	0
1190	1194		0	0	0	0	0
1190	1195		0	0	0	0	0
1190	1196		0	0	0	0	0
1190	1200		0	0	0	0	0
1190	1210		53,573	0	53,573	0	53,573
1190	1220		800	0	800	0	800
1190	1230		0	0	0	0	0
1190	1290		0	0	0	0	0
1190	1300		0	0	0	0	0
1190	1320		0	0	0	0	0
1190	1330		173,580	0	173,580	0	173,580
1190	1400		0	0	0	0	0
1190	1401		7,447	0	7,447	0	7,447
1190	1402		2,122,931	0	2,122,931	0	2,122,931
1190	1403		311	0	311	0	311
1190	1404		0	0	0	0	0
1190	1405		0	0	0	0	0
1190	1406		0	0	0	0	0
1190	1408		0	0	0	0	0
1190	1409		0	0	0	0	0
1190	1410		0	0	0	0	0
1190	1412		13,621	0	13,621	0	13,621
1190	1499		0	0	0	0	0
1190	1500		18,809	0	18,809	0	18,809
1190	1600		0	0	0	0	0
1190	1700		0	0	0	0	0
1190	1720		513	0	513	0	513
1190	1800		0	0	0	0	0
1190	1900		0	0	0	0	0
1190	2100		8,719	0	8,719	0	8,719
1190	2200		0	0	0	0	0
1190	2300		0	0	0	0	0
1190	2400		0	0	0	0	0
1190	2500		0	0	0	0	0
1190	2700		0	0	0	0	0

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Southern Bell Telephone & Telegraph Balance Sheet

(PBC)

TYE 12/31/91

yw 11/9/90
8/11/91
10/16/92

DATE 82/21/92
TIME 12:36:08

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
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ACCOUNT	SRC	FRC	NR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
1190	2910		0	0	0	0	0
1190	2930		0	0	0	0	0
1190	2990		993,239	0	993,239	0	993,239
1190	3100		0	0	0	0	0
1190	3400		0	0	0	0	0
1190	3500		3,600,424	0	3,600,424	0	3,600,424
1190	3600		0	0	0	0	0
1190	3700		1,164,598	0	1,164,598	0	1,164,598
1190	3800		0	0	0	0	0
1190	3900		0	0	0	0	0
1190	4000		0	0	0	0	0
ACCT TOTALS FOR 1190			8,201,959	0	8,201,959	0	8,201,959

Notes Receivable

1200	2100	0	0	0	0	0
1200	2200	0	0	0	0	0
1200	2900	0	0	0	0	0
ACCT TOTALS FOR 1200			0	0	0	0

Int. & Div. Receivable

1210	0	0	0	0	0	0
1210	1000	0	0	0	0	0
1210	2100	0	0	0	0	0
1210	2900	0	0	0	0	0
ACCT TOTALS FOR 1210			0	0	0	0

Materials & Supplies

1220	1000	0	0	0	0	0
1220	1100	2,331,144	0	2,331,144	0	2,331,144
1220	1210	56,298	0	56,298	1,971	54,327
1220	1221	285,841	0	285,841	10,808	275,033
1220	1222	2,851,689	0	2,851,689	99,844	2,751,845
1220	1230	-651	0	-651	-23	-628
1220	1240	278,448	0	278,448	9,749	268,699
1220	1300	104,274	0	104,274	13,449	90,825
1220	1411	1,991,751	0	1,991,751	7,176	1,984,575
1220	1412	14,942,646	0	14,942,646	53,833	14,888,813
1220	1421	0	0	0	0	0
1220	1422	970,929	0	970,929	23,302	947,627
1220	1510	204,532	0	204,532	0	204,532
1220	1520	683,985	0	683,985	0	683,985
1220	1810	7,934,508	0	7,934,508	176,337	7,757,971
1220	1820	-30,485	0	-30,485	0	-30,485
1220	1910	483,534	0	483,534	35,917	447,617
1220	1920	0	0	0	0	0
1220	1970	358,662	0	358,662	21,485	337,177
1220	1980	5,621,698	0	5,621,698	336,758	5,284,940
1220	1990	17,106	0	17,106	1,271	15,835

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Southern Bell Telephone & Telegraph Balance Sheet

(PBC)

TYE 12/31/91

rw 11/9/92
8/11/92
10/16/92

DATE 02/21/92
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SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
STATE OF FLORIDA
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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
1220	2100		0	0	0	0	0
1220	2200		1,573,386	0	1,573,386	1,573,386	0
1220	2210		0	0	0	0	0
1220	2290		0	0	0	0	0
1220	2300		0	0	0	0	0
1220	2500		0	0	0	0	0
1220	2710		316,381	0	316,381	316,381	0
1220	2720		1,770,862	0	1,770,862	1,770,862	0
1220	2730		167,754	0	167,754	167,754	0
1220	2740		28,957	0	28,957	28,957	0
1220	2750		425,558	0	425,558	425,558	0
1220	2760		0	0	0	0	0
1220	2790		0	0	0	0	0
1220	3000		0	0	0	0	0
1220	4110		0	0	0	0	0
1220	4120		0	0	0	0	0
1220	4210		0	0	0	0	0
1220	4220		0	0	0	0	0
1220	6100		0	0	0	0	0
1220	6200		0	0	0	0	0
1220	9100		0	0	0	0	0
1220	9200		0	0	0	0	0
1220	9300		0	0	0	0	0
1220	9800		0	0	0	0	0
1220	9900		0	0	0	0	0

ACCT TOTALS FOR 1220

43,368,927

43,368,927

5,074,295

38,294,632

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Prepaid Rent

1290 0

22,949

22,949

0

22,949

ACCT TOTALS FOR 1290

22,949

22,949

0

22,949

Prepaid tax

1300 1800

86,365

86,365

0

86,365

1300 2800

660,290

660,290

0

660,290

1300 3800

0

0

0

0

1300 4800

0

0

0

0

1300 9800

24,997

24,997

0

24,997

ACCT TOTALS FOR 1300

771,652

771,652

0

771,652

Prepaid Ins.

1310 0

0

0

0

0

ACCT TOTALS FOR 1310

0

0

0

0

Prepaid Directory Ad.

1320 0

0

0

0

0

ACCT TOTALS FOR 1320

0

0

0

0

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Southern Bell Telephone & Telegraph Balance Sheet

(PBC)

TYE 12/31/91

vw 11/9/90
8/11/91
10/16/92

DATE 02/21/92
TIME 12:36:33

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
STATE OF FLORIDA
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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
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Other Prepayment

1330	1000		195,406	0	195,406	0	195,406
1330	2100		0	0	0	0	0
1330	9000		834,717	0	834,717	0	834,717
ACCT TOTALS FOR 1330			1,030,123	0	1,030,123	0	1,030,123

Other Current Assets

1350	4000		0	0	0	0	0
1350	9000		0	0	0	0	0
ACCT TOTALS FOR 1350			0	0	0	0	0

Investment in Affiliated Co.

1401	1400		0	0	0	0	0
1401	1910		0	0	0	0	0
1401	1940		0	0	0	0	0
1401	4900		0	0	0	0	0
ACCT TOTALS FOR 1401			0	0	0	0	0

Investment in Non Affiliated Co.

1402	1000		0	0	0	0	0
1402	3000		1,743,939	0	1,743,939	1,743,939	0
1402	5000		0	0	0	0	0
ACCT TOTALS FOR 1402			1,743,939	0	1,743,939	1,743,939	0

Unamortized debt issuance expense

1407	1100		0	0	0	0	0
ACCT TOTALS FOR 1407			0	0	0	0	0

Sinking Fund

1408	0		0	0	0	0	0
ACCT TOTALS FOR 1408			0	0	0	0	0

Other noncurrent assets

1410	0		0	0	0	0	0
1410	1000		0	0	0	0	0
1410	9000		1,956,986	0	1,956,986	0	1,956,986
ACCT TOTALS FOR 1410			1,956,986	0	1,956,986	0	1,956,986

Def. maint. & retirements

1430	0		0	0	0	0	0
ACCT TOTALS FOR 1430			0	0	0	0	0

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Southern Bell Telephone & Telegraph Balance Sheet

(PBC)

TYE 12/31/91

rw 11/9/90
8/m/e
10/16/92

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SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY BALANCE TO REGULATED ACCOUNTS REPORT STATE OF FLORIDA GROUPING BALANCE SHEET PERIOD dec91

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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
<i>Adjusted Charges</i>							
1439	1800		1,630,868	0	1,630,868	134	1,630,734
1439	2800		125	0	125	7	118
1439	7800		0	0	0	0	0
1439	8100		20,112,082	0	20,112,082	0	20,112,082
1439	8200		-17,479,167	0	-17,479,167	0	-17,479,167
1439	9100		59,576	0	59,576	4,694	54,882
1439	9200		0	0	0	0	0
1439	9210		0	0	0	0	0
1439	9220		0	0	0	0	0
1439	9400		463,639	0	463,639	38	463,601
1439	9700		37,210,119	0	37,210,119	1,473,780	35,744,339
1439	9800		3,747	0	3,747	218	3,529
1439	9900		24,971,863	0	24,971,863	1,451,932	23,519,931
ACCT TOTALS FOR 1439			66,980,852	0	66,980,852	2,930,803	64,050,049
<i>Telecom PIS</i>							
2801	0		8,957,512,838 <i>12-2/2-2</i>	1,984,240 <i>12-4 P-1</i>	8,959,496,278	74,520,155	8,884,976,123
ACCT TOTALS FOR 2801			8,957,512,838	1,984,240	8,959,496,278	74,520,155	8,884,976,123 <i>12-1</i>
<i>Property held for future use</i>							
2802	0		235,581	0	235,581	6,243	229,338 <i>12-1</i>
ACCT TOTALS FOR 2802			235,581	0	235,581	6,243	229,338
<i>Plant under const. ST.</i>							
2803	0		34,044,234	0	34,044,234	610,799	33,433,435 <i>12-1</i>
ACCT TOTALS FOR 2803			34,044,234	0	34,044,234	610,799	33,433,435
<i>Plant under const. CTD</i>							
2804	0		18,311,474	0	18,311,474	240,612	18,070,862 <i>12-1/1</i>
ACCT TOTALS FOR 2804			18,311,474	0	18,311,474	240,612	18,070,862
<i>Telecomm. plant adj.</i>							
2805	0		0	0	0	0	0
ACCT TOTALS FOR 2805			0	0	0	0	0
<i>Nonoperating plant</i>							
2806	0		13,527,201	0	13,527,201	381,590	13,145,611
ACCT TOTALS FOR 2806			13,527,201	0	13,527,201	381,590	13,145,611
<i>Land</i>							
2111	0	280	49,494,002	0	49,494,002	1,311,523	48,182,479
ACCT TOTALS FOR 2111			49,494,002	0	49,494,002	1,311,523	48,182,479

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Traced to the MR G/L.

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Southern Bell Telephone & Telegraph Balance Sheet

(PBC)

TYE 12/31/91

rw 11/9/90
8/m/e
10/16/92

DATE 02/21/92
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SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT

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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
<i>Motor Vehicles</i>							
2112	0	40C	38,224,183	0	38,224,183	3,898,294	26,325,889
ACCT TOTALS FOR 2112			38,224,183	0	38,224,183	3,898,294	(A) 26,325,889
<i>Aircraft</i>							
2113	0	140C	0	0	0	0	0
ACCT TOTALS FOR 2113			0	0	0	0	0
<i>special purpose vehicles</i>							
2114	0	240C	3,849	0	3,849	364	2,685
2114	0	240NC	0	0	0	0	0
ACCT TOTALS FOR 2114			3,849	0	3,849	364	(A) 2,685
<i>Garage work equipment</i>							
2115	0	340C	18,895	-18,895	0	0	0
2115	1800	340C	3,854,356	0	3,854,356	379,221	2,675,133
2115	3800	341C	131,643	0	131,643	16,378	115,273
ACCT TOTALS FOR 2115			3,196,894	-18,895	3,185,999	395,591	(A) 2,790,400
<i>Other work equipment</i>							
2116	0	540C	278,486	-278,486	0	0	0
2116	1800	540C	65,534,152	0	65,534,152	5,859,864	59,674,288
2116	3800	541C	2,869,789	0	2,869,789	255,814	2,613,975
ACCT TOTALS FOR 2116			68,682,427	-278,486	68,403,941	6,115,678	(A) 62,288,263
<i>Buildings</i>							
2121	1800	110C	7,827,288	0	7,827,288	189,718	6,837,578
2121	8800	810C	1,037	0	1,037	0	1,037
2121	9800	19C	616,255,826	0	616,255,826	15,736,367	600,519,459
ACCT TOTALS FOR 2121			623,284,151	0	623,284,151	15,926,085	(A) 607,358,866
<i>Furniture</i>							
2122	1800	130C	212,818	-41,783	178,387	13,656	156,651
2122	2800	230C	0	-415	-415	0	-415
2122	3800	330C	0	0	0	0	0
2122	3800	331C	13,264,127	0	13,264,127	867,152	12,396,975
2122	9800	30C	6,743,331	-65,184	6,678,147	432,811	6,246,136
ACCT TOTALS FOR 2122			20,219,468	-107,382	20,112,166	1,312,819	(A) 18,799,347
<i>office equipment</i>							
2123	1800	430C	18,869,491	-8,634	18,868,857	659,487	9,481,378
2123	2110	718C	11,533,443	-1,549,758	9,983,685	12,243	9,971,442
2123	2110	768C	488,888	0	488,888	0	488,888
2123	2110	778C	75,711	0	75,711	0	75,711
2123	2120	738C	0	0	0	0	0

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Southern Bell Telephone & Telegraph Balance Sheet

(PBC)

TYE 12/31/91

yw 11/9/90
8/m/e
10/16/92

DATE 02/21/92
TIME 12:37:00

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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
2123	2190	728C	3,750,332	0	3,750,332	0	3,750,332
2123	2190	778C	0	0	0	0	0
2123	2210	658C	4,918,156	0	4,918,156	113,764	4,804,392
2123	2221	618C	853,615	0	853,615	434	853,181
2123	2222	638C	0	0	0	0	0
2123	2229	628C	1,897,393	0	1,897,393	0	1,897,393
2123	3000	731C	18,996,832	0	18,996,832	368,429	18,636,403
ACCT TOTALS FOR 2123			32,563,861	-1,558,392	30,944,669	1,146,357	Ⓟ 49,798,312

New Purpose Computers

2124	1000	538C	257,254,846	-96,783	257,157,263	15,887,215	242,150,848
2124	2100	638C	76,495,220	0	76,495,220	4,927,356	71,567,864
2124	2900	738C	12,864,886	0	12,864,886	828,626	12,036,260
2124	3000	531C	183,910	0	183,910	6,435	99,475
2124	8000	838C	0	0	0	0	0
ACCT TOTALS FOR 2124			346,719,262	-96,783	346,622,479	20,769,632	Ⓟ 325,852,847

Ⓟ = \$1,141,398,216 (12-1/1 P₁) General Support Assets

2211	1000	77C	656,697,661	0	656,697,661	749	656,696,912
2211	3000	577C	236,852	0	236,852	0	236,852
2211	8000	877C	3,116,816	0	3,116,816	0	3,116,816

Analog Electronic Switching

ACCT TOTALS FOR 2211			660,050,529	0	660,050,529	749	Ⓟ 660,049,788
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2212	1000	377C	898,789,880	0	898,789,880	12,496,926	886,292,954
2212	3000	587C	120,973	0	120,973	1,575	119,398
2212	8000	887C	4,227,833	0	4,227,833	0	4,227,833

Digital Electronic Switching

ACCT TOTALS FOR 2212			903,138,686	0	903,138,686	12,498,501	Ⓟ 898,640,185
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Electro-mechanical Switching

2215	1100	37C	0	0	0	0	0
2215	1300	537C	0	0	0	0	0
2215	2000	47C	0	0	0	0	0
2215	2300	547C	4,253	0	4,253	0	4,253
2215	3000	17C	0	0	0	0	0

ACCT TOTALS FOR 2215			4,253	0	4,253	0	Ⓟ 4,253
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Operator Systems

2220	0	117C	0	0	0	0	0
2220	1000	117C	30,133,625	0	30,133,625	0	30,133,625
2220	3000	417C	4,954,130	0	4,954,130	0	4,954,130
2220	4000	587C	0	0	0	0	0

ACCT TOTALS FOR 2220			35,087,755	0	35,087,755	0	Ⓟ 35,087,755
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ACCOUNT	SRC	FRC	NR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
<i>last system</i>							
2231	233	567C	0	0	0	0	0
2231	2200	167C	0	0	0	0	0
2231	2210	167C	7,732,202	0	7,732,202	0	7,732,202
2231	2230	527C	7,592	0	7,592	0	7,592
2231	2310	67C	1,586,864	0	1,586,864	500,448	1,086,416
2231	2330	567C	15,463	0	15,463	0	15,463
2231	2380	067C	0	0	0	0	0
2231	2390	967C	0	0	0	0	0
ACCT TOTALS FOR 2231			9,342,121	0	① 9,342,121	500,448	② 8,841,673

Circuit equipment

2232	1100	157C	21,857,232	0	21,857,232	0	21,857,232
2232	1200	257C	746,159,939	0	746,159,939	0	746,159,939
2232	1200	0257C	35,687	0	35,687	0	35,687
2232	1200	F257C	137,343,245	0	137,343,245	0	137,343,245
2232	1200	F97C	96,453	0	96,453	0	96,453
2232	1200	R257C	3,072,799	0	3,072,799	0	3,072,799
2232	1300	357C	425,050,714	0	425,050,714	0	425,050,714
2232	1300	F357C	0	0	0	0	0
2232	1300	T357C	132,845,139	0	132,845,139	0	132,845,139
2232	1500	557C	744,847	0	744,847	0	744,847
2232	1800	857C	5,030,938	0	5,030,938	0	5,030,938
2232	1800	R057C	5,133	0	5,133	0	5,133
2232	1900	957C	0	0	0	0	0
2232	2100	457C	176,063	0	176,063	0	176,063
2232	2300	597C	118,980	0	118,980	0	118,980
2232	2900	57C	180,377,357	0	180,377,357	1,568,923	178,808,634
2232	2900	R57C	6,197	0	6,197	0	6,197
ACCT TOTALS FOR 2232			1,652,920,923	0	① 1,652,920,923	1,568,923	② 1,651,352,000

① = 13,245,975,646
② = 12-191

① = 3,260,564,267

2311	1000	310C	395,301	0	395,301	0	395,301
2311	1000	310NC	0	0	0	0	0
2311	9000	410C	305,145	0	305,145	0	305,145
2311	9000	410NC	0	0	0	0	0

station apparatus

ACCT TOTALS FOR 2311			700,446	0	700,446	0	③ 700,446
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customer premises wiring

2321	1000	19C	0	0	0	0	0
2321	2100	69C	0	0	0	0	0
2321	2200	79C	0	0	0	0	0
2321	2300	89C	0	0	0	0	0
2321	3000	39C	0	0	0	0	0
2321	4000	49C	0	0	0	0	0

ACCT TOTALS FOR 2321			0	0	0	0	④ 0
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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
<i>large private branch exchanges</i>							
2341	0	158C	5,799,863	0	5,799,863	-388	5,800,163
2341	0	258C	240,797	0	240,797	0	240,797
2341	0	258NC	827	0	827	827	0
2341	0	58NC	0	0	0	0	0

ACCT TOTALS FOR 2341 6,041,487 0 6,041,487 327 © 6,040,968

Public telephone terminal equip.

2351	1100	198C	36,466,805	0	36,466,805	0	36,466,805
2351	1900	188C	2,293,915	0	2,293,915	0	2,293,915
2351	2100	298C	963,230	0	963,230	0	963,230
2351	2900	288C	28,988	0	28,988	0	28,988
2351	9100	998C	28,471,942	0	28,471,942	0	28,471,942
2351	9900	988C	12,783,282	0	12,783,282	0	12,783,282

ACCT TOTALS FOR 2351 72,928,162 0 72,928,162 0 © 72,928,162

Other terminal equip.

2362	1000	358C	2,866,627	0	2,866,627	2,866,627	0
2362	1000	358NC	1,296,385	0	1,296,385	1,296,385	0
2362	1000	368C	1,378,453	0	1,378,453	0	1,378,453
2362	2100	858C	54,990,545	0	54,990,545	0	54,990,545
2362	2900	358C	23,673,121	0	23,673,121	0	23,673,121
2362	3000	758C	2,881,590	0	2,881,590	0	2,881,590
2362	3000	8018C	915	0	915	0	915
2362	3000	D758C	467	0	467	0	467
2362	3000	F758C	258,679	0	258,679	0	258,679
2362	6000	458C	0	0	0	0	0
2362	9110	828C	825,291	0	825,291	0	825,291
2362	9190	928C	335,670	0	335,670	0	335,670
2362	9900	958C	6,890,185	0	6,890,185	1,353,817	4,736,368
2362	9900	958NC	0	0	0	0	0
2362	9900	968NC	0	0	0	0	0
2362	9900	8958C	53,387	0	53,387	0	53,387
2362	9900	BF28C	683	0	683	0	683
2362	9900	D958C	57,952	0	57,952	0	57,952
2362	9900	F958C	0	0	0	0	0

ACCT TOTALS FOR 2362 93,821,710 0 93,821,710 5,516,749 © 88,304,961

Σ © = 116,797,452 (12-1 P1)

2411	1000	1C	114,484,799	0	114,484,799	0	114,484,799
2411	1000	R1C	13,869	0	13,869	0	13,869
2411	8000	811C	1	0	1	0	1

Poles

ACCT TOTALS FOR 2411 114,417,869 0 114,417,869 0 © 114,417,869

Aerial Cable

2421	1100	22C	584,158,632	887,243	585,037,875	0	585,037,875
2421	1100	R22C	0	0	0	0	0
2421	1200	12C	189,814,966	0	189,814,966	3,209	189,811,757

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ACCOUNT	SRC	FRC	NR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
2421	1200	B12C	1,634	0	1,634	0	1,634
2421	1200	R12C	0	0	0	0	0
2421	1800	B02C	8,419	0	8,419	0	8,419
2421	2100	B22C	0	0	0	0	0
2421	2100	D22C	24,587	0	24,587	0	24,587
2421	2100	F22C	7,987,389	0	7,987,389	0	7,987,389
2421	2100	R022C	0	0	0	0	0
2421	2100	T22C	1,518,067	0	1,518,067	0	1,518,067
2421	2200	B12C	0	0	0	0	0
2421	2200	B012C	15	0	15	0	15
2421	2200	B12C	1,561	0	1,561	0	1,561
2421	2200	D12C	22,788	0	22,788	0	22,788
2421	2200	F12C	1,576,995	0	1,576,995	0	1,576,995
2421	2200	T12C	53,331	0	53,331	0	53,331
2421	2800	B02C	33,888	0	33,888	0	33,888
2421	2900	B02C	0	0	0	0	0
ACCT TOTALS FOR 2421			624,385,312	887,243	625,272,555	3,287	625,269,346

Underground Cable

2422	1100	SC	726,282,685	0	726,282,685	547,663	725,735,022
2422	1100	B5C	45,572	0	45,572	0	45,572
2422	1100	R5C	56,671	0	56,671	0	56,671
2422	1800	B05C	2,361	0	2,361	0	2,361
2422	2100	B5C	0	0	0	0	0
2422	2100	B05C	0	0	0	0	0
2422	2100	B05C	3,439	0	3,439	0	3,439
2422	2100	B15C	518,881	0	518,881	0	518,881
2422	2100	D5C	48,632	0	48,632	0	48,632
2422	2100	F5C	123,588,773	0	123,588,773	0	123,588,773
2422	2100	R05C	0	0	0	0	0
2422	2100	T5C	18,568,497	0	18,568,497	0	18,568,497
2422	2800	B05C	479,138	0	479,138	0	479,138
2422	2900	B05C	1,119	0	1,119	0	1,119
ACCT TOTALS FOR 2422			869,498,888	0	869,498,888	547,663	868,943,223

Buried Cable

2423	1100	45C	1,965,513,371	3,148,855	1,968,661,426	1,697,989	1,966,963,517
2423	1100	B45C	654,549	0	654,549	0	654,549
2423	1100	R45C	1,825,884	0	1,825,884	0	1,825,884
2423	1800	B46C	1,122	0	1,122	0	1,122
2423	2100	B45C	0	0	0	0	0
2423	2100	B045C	0	0	0	0	0
2423	2100	B045C	268,567	0	268,567	0	268,567
2423	2100	B145C	863,561	0	863,561	0	863,561
2423	2100	D45C	39,555	0	39,555	0	39,555
2423	2100	F45C	51,248,572	0	51,248,572	0	51,248,572
2423	2100	R045C	0	0	0	0	0
2423	2100	R045C	0	0	0	0	0
2423	2100	R145C	431,688	0	431,688	0	431,688

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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
2423	2100	RT45C	0	0	0	0	0
2423	2100	T45C	10,156,649	0	10,156,649	0	10,156,649
2423	2800	856C	29,581	0	29,581	0	29,581
2423	2900	956C	0	0	0	0	0
ACCT TOTALS FOR 2423			2,030,224,859	3,148,855	2,033,372,914	1,697,989	2,031,675,885

Submarine Cable

2424	1100	6C	9,897,581	0	9,897,581	0	9,897,581
2424	1100	R6C	0	0	0	0	0
2424	1100	RF6C	20,528	0	20,528	0	20,528
2424	1100	RT6C	47	0	47	0	47
2424	2100	86C	0	0	0	0	0
2424	2100	F6C	794,383	0	794,383	0	794,383
2424	2100	R86C	0	0	0	0	0
2424	2100	T6C	318,618	0	318,618	0	318,618
2424	2800	886C	0	0	0	0	0
ACCT TOTALS FOR 2424			10,231,061	0	10,231,061	0	10,231,061

Intrabuilding network Cable

2426	1800	52C	41,885,967	0	41,885,967	0	41,885,967
2426	2800	852C	0	0	0	0	0
2426	2800	852C	1,658	0	1,658	0	1,658
2426	2800	F52C	184,820	0	184,820	0	184,820
2426	2800	T52C	6,452	0	6,452	0	6,452
ACCT TOTALS FOR 2426			41,118,889	0	41,118,889	0	41,118,889

aerial wire

2431	0	3C	4,413,394	0	4,413,394	0	4,413,394
ACCT TOTALS FOR 2431			4,413,394	0	4,413,394	0	4,413,394

circuit systems

2441	1800	4C	614,387,217	0	614,387,217	66,737	614,248,480
2441	1800	B4C	66,737	0	66,737	0	66,737
2441	1800	R4C	1,167,815	0	1,167,815	0	1,167,815
2441	8800	B4C	16,986	0	16,986	0	16,986
2441	8800	R84C	0	0	0	0	0
2441	9800	94C	0	0	0	0	0
ACCT TOTALS FOR 2441			615,557,955	0	615,557,955	66,737	615,491,218

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12-1P

2681	1800	58C	2,078,229	0	2,078,229	121,629	1,948,600
2681	2800	158C	0	0	0	0	0
2681	3200	258C	3,833,716	0	3,833,716	229,652	3,604,064
2581	9800	458C	427,863	0	427,863	26,494	400,569
2681	9800	758NC	0	0	0	0	0
2581	9800	958C	0	0	0	0	0

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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	FART 64	REG. BOOKS
<i>Capital leases</i>							
ACCT TOTALS FOR 2601			6,331,888	0	6,331,888	377,775	⑤ 5,953,233
<i>Leasehold improvements</i>							
2602	1000	350C	12,979,914	0	12,979,914	864,622	12,115,292
2602	5000	950C	0	0	0	0	0
2602	9000	950HC	0	0	0	0	0
ACCT TOTALS FOR 2602			12,979,914	0	12,979,914	864,622	⑤ 12,115,292
⑤ -18,009,525							
3100	1100	140X	0	0	0	0	0
3100	1100	240MX	0	0	0	0	0
3100	1100	240X	2,478	0	2,478	256	2,182
3100	1100	40X	-21,263,985	0	-21,263,985	-2,759,989	-18,583,996
3100	1200	340X	1,889,502	0	1,889,502	124,966	884,536
3100	1200	340X	-21,617,238	0	-21,617,238	-2,231,408	-19,385,838
3100	1220	341X	-49,316	0	-49,316	-6,133	-43,183
3100	1220	341X	-851,821	0	-851,821	-75,860	-775,161
3100	1310	10X	-116,111,799	0	-116,111,799	-3,225,891	-112,886,788
3100	1310	810X	-157	0	-157	0	-157
3100	1320	110X	-9,286	0	-9,286	-251	-9,835
3100	1410	30X	-2,876,498	0	-2,876,498	-183,698	-1,892,808
3100	1420	230X	0	0	0	0	0
3100	1430	330X	0	0	0	0	0
3100	1430	331X	-5,147,781	0	-5,147,781	-336,534	-4,811,167
3100	1510	430X	-2,285,789	0	-2,285,789	-149,699	-2,136,810
3100	1521	710X	21,819,616	0	21,819,616	-3,988	21,823,524
3100	1521	720X	-288,843	0	-288,843	0	-288,843
3100	1521	760X	-128,106	0	-128,106	0	-128,106
3100	1521	770X	-12,179	0	-12,179	0	-12,179
3100	1522	730X	0	0	0	0	0
3100	1523	610X	-183,695	0	-183,695	-93	-183,682
3100	1523	620X	-158,588	0	-158,588	0	-158,588
3100	1523	630X	0	0	0	0	0
3100	1523	650X	-328,114	0	-328,114	-7,485	-312,789
3100	1530	731X	-6,959,396	0	-6,959,396	-133,542	-6,825,854
3100	1600	530X	-148,147,894	0	-148,147,894	-8,533,936	-131,613,158
3100	1600	830X	-36	0	-36	0	-36
3100	1610	730X	-2,381,218	0	-2,381,218	-153,384	-2,227,834
3100	1620	531X	-48,682	0	-48,682	-2,958	-45,724
3100	1630	630X	-29,732,677	0	-29,732,677	-1,915,198	-27,817,479
3100	2100	77X	-331,211,455	0	-331,211,455	-387	-331,211,868
3100	2100	877X	-1,195,913	0	-1,195,913	0	-1,195,913
3100	2120	597X	-486,158	0	-486,158	0	-486,158
3100	2120	577X	-131,643	0	-131,643	0	-131,643
3100	2200	377X	-191,818,668	0	-191,818,668	-2,712,748	-188,385,912
3100	2200	887X	-1,498,287	0	-1,498,287	0	-1,498,287
3100	2220	587X	-48,472	0	-48,472	-631	-47,841
3100	2310	37X	-13,478,418	0	-13,478,418	0	-13,478,418
3100	2312	937X	0	0	0	0	0

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Traced to the MR G/L.	12-2

Southern Bell Telephone & Telegraph Balance Sheet

(PBC)

TYE 12/31/91

rw 11/9/92
8/11/92
10/16/92

DATE 02/21/92
TIME 12:38:21

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
STATE OF FLORIDA
GROUPING BALANCE SHEET
PERIOD dec91

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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
3100	2320	47X	0	0	0	0	0
3100	2321	47X	-35,294,102	0	-35,294,102	0	-35,294,102
3100	2322	547X	-891	0	-891	0	-891
3100	2330	17X	-80,240	0	-80,240	0	-80,240
3100	2400	117X	0	0	0	0	0
3100	2410	117X	-2,684,240	0	-2,684,240	0	-2,684,240
3100	2430	417X	-4,929,402	0	-4,929,402	0	-4,929,402
3100	2440	507X	0	0	0	0	0
3100	2500	157X	0	0	0	0	0
3100	2500	67X	0	0	0	0	0
3100	2500	867X	0	0	0	0	0
3100	2500	967X	0	0	0	0	0
3100	2511	167X	-6,142,886	0	-6,142,886	0	-6,142,886
3100	2512	527X	-7,592	0	-7,592	0	-7,592
3100	2521	67X	-3,090,727	0	-3,090,727	-1,860,222	-2,830,505
3100	2521	867X	0	0	0	0	0
3100	2521	967X	0	0	0	0	0
3100	2522	567X	-11,782	0	-11,782	0	-11,782
3100	2610	157X	0	0	0	0	0
3100	2610	257X	0	0	0	0	0
3100	2610	357X	0	0	0	0	0
3100	2610	857X	0	0	0	0	0
3100	2610	957X	0	0	0	0	0
3100	2611	157X	-10,204,290	0	-10,204,290	0	-10,204,290
3100	2611	257X	-310,820,592	0	-310,820,592	0	-310,820,592
3100	2611	357X	-143,802,745	0	-143,802,745	0	-143,802,745
3100	2611	857X	-2,718,582	0	-2,718,582	0	-2,718,582
3100	2611	957X	0	0	0	0	0
3100	2611	D257X	-1,457	0	-1,457	0	-1,457
3100	2611	F257X	-21,377,500	0	-21,377,500	0	-21,377,500
3100	2611	F357X	0	0	0	0	0
3100	2611	T357X	-22,165,331	0	-22,165,331	0	-22,165,331
3100	2620	457X	0	0	0	0	0
3100	2620	57X	0	0	0	0	0
3100	2621	457X	328,540	0	328,540	0	328,540
3100	2621	57X	-31,334,690	0	-31,334,690	-621,845	-30,712,845
3100	2622	597X	-77,860	0	-77,860	0	-77,860
3100	3100	310MX	0	0	0	0	0
3100	3100	310X	-294,941	0	-294,941	0	-294,941
3100	3100	410MX	0	0	0	0	0
3100	3100	410X	-190,314	0	-190,314	0	-190,314
3100	3210	19X	24,277,000	0	24,277,000	0	24,277,000
3100	3221	69X	0	0	0	0	0
3100	3222	79X	44,856,785	0	44,856,785	0	44,856,785
3100	3223	89X	0	0	0	0	0
3100	3230	39X	0	0	0	0	0
3100	3240	49X	0	0	0	0	0
3100	3300	150X	-3,414,861	0	-3,414,861	207	-3,415,068
3100	3300	250MX	-57	0	-57	-57	0
3100	3300	250X	-326,369	0	-326,369	0	-326,369
3100	3300	50MX	0	0	0	0	0

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PBC)

TYE 12/31/91

rw 11/9/90
8/m/e
10/16/92

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ACCOUNT	SRC	FRC	NR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
3100	3400	180X	-1,653,273	0	-1,653,273	0	-1,653,273
3100	3400	198X	-27,388,182	0	-27,388,182	0	-27,388,182
3100	3400	288X	68,657	0	68,657	0	68,657
3100	3400	298X	285,512	0	285,512	0	285,512
3100	3400	988X	-8,462,122	0	-8,462,122	0	-8,462,122
3100	3400	998X	3,368,692	0	3,368,692	0	3,368,692
3100	3910	358NX	-273,545	0	-273,545	-273,545	0
3100	3910	358X	-3,629,883	0	-3,629,883	-3,488,212	-141,591
3100	3918	368X	-1,658,463	0	-1,658,463	0	-1,658,463
3100	3920	558X	-35,117,984	0	-35,117,984	0	-35,117,984
3100	3920	858X	-92,418,798	0	-92,418,798	0	-92,418,798
3100	3930	758X	-3,897,854	0	-3,897,854	0	-3,897,854
3100	3930	8758X	-29	0	-29	0	-29
3100	3930	F758X	-14,770	0	-14,770	0	-14,770
3100	3968	458X	0	0	0	0	0
3100	3998	828X	-886,616	0	-886,616	0	-886,616
3100	3998	928X	-186,176	0	-186,176	0	-186,176
3100	3998	958NX	0	0	0	0	0
3100	3998	958X	73,744,560	0	73,744,560	-726,887	74,478,567
3100	3998	968NX	0	0	0	0	0
3100	3998	D958X	-3,196	0	-3,196	0	-3,196
3100	3998	F958X	-10	0	-10	0	-10
3100	4100	1X	-58,865,858	0	-58,865,858	0	-58,865,858
3100	4108	811X	0	0	0	0	0
3100	4208	D12X	-853	0	-853	0	-853
3100	4218	12X	-23,188,188	0	-23,188,188	-1,596	-23,898,584
3100	4218	22X	-256,198,139	0	-256,198,139	0	-256,198,139
3100	4218	282X	-2,898	0	-2,898	0	-2,898
3100	4220	812X	0	0	0	0	0
3100	4220	822X	0	0	0	0	0
3100	4220	882X	-18,318	0	-18,318	0	-18,318
3100	4220	982X	0	0	0	0	0
3100	4220	D22X	-647	0	-647	0	-647
3100	4220	F12X	193,791	0	193,791	0	193,791
3100	4220	F22X	1,787,891	0	1,787,891	0	1,787,891
3100	4220	T12X	-9,647	0	-9,647	0	-9,647
3100	4220	T22X	-214,563	0	-214,563	0	-214,563
3100	4310	5X	-279,516,783	0	-279,516,783	-217,682	-279,299,181
3100	4310	885X	-816	0	-816	0	-816
3100	4320	85X	0	0	0	0	0
3100	4320	885X	-228,414	0	-228,414	0	-228,414
3100	4320	985X	-224	0	-224	0	-224
3100	4320	85X	-5,685	0	-5,685	0	-5,685
3100	4320	F5X	-27,686,482	0	-27,686,482	0	-27,686,482
3100	4320	75X	-5,278,255	0	-5,278,255	0	-5,278,255
3100	4410	45X	-873,835,425	0	-873,835,425	-769,884	-873,866,421
3100	4410	846X	-416	0	-416	0	-416
3100	4410	845X	0	0	0	0	0
3100	4420	845X	0	0	0	0	0
3100	4420	856X	-11,796	0	-11,796	0	-11,796
3100	4420	956X	0	0	0	0	0

8.

F01B01W 000277

WALTER LATHAM COMPANY	(708) 945-6767
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Southern Bell Telephone & Telegraph Balance Sheet

(PXC)

TYE 12/31/91

yw 11/9/92
8/m/e
10/16/92

DATE 02/21/92
TIME 12:38:59

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
STATE OF FLORIDA
GROUPING BALANCE SHEET
PERIOD dec91

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ACCOUNT	SRC	FRC	NR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
3100	4420	D45X	-8,724	0	-8,724	0	-8,724
3100	4420	F45X	-696,593	0	-696,593	0	-696,593
3100	4420	T45X	-1,945,274	0	-1,945,274	0	-1,945,274
3100	4510	6X	-5,396,255	0	-5,396,255	0	-5,396,255
3100	4520	86X	0	0	0	0	0
3100	4520	886X	23	0	23	0	23
3100	4520	F6X	-241,891	0	-241,891	0	-241,891
3100	4520	T6X	-9,132	0	-9,132	0	-9,132
3100	4610	52X	-20,571,436	0	-20,571,436	0	-20,571,436
3100	4610	D52X	-49	0	-49	0	-49
3100	4620	852X	0	0	0	0	0
3100	4620	F52X	-48,941	0	-48,941	0	-48,941
3100	4620	T52X	-1,365	0	-1,365	0	-1,365
3100	4700	3X	-3,768,286	0	-3,768,286	0	-3,768,286
3100	4800	4X	-146,512,246	0	-146,512,246	-15,789	-146,496,457
3100	4800	84X	-2,178	0	-2,178	0	-2,178
3100	4800	94X	0	0	0	0	0
3100	4800	84X	148	0	148	0	148
3100	5000		-165,854,114	0	-165,854,114	0	-165,854,114
ACCT TOTALS FOR 3100			-3,361,258,424	0	-3,361,258,424	-29,481,247 (P)	-3,331,777,177
Per G/L - NR			3,398,788,725				
Difference			3,398,788,725				
3200			0	0	0	0	0
ACCT TOTALS FOR 3200			0	0	0	0	0

Accumulated dep.

ACCT TOTALS FOR 3100

Per G/L - NR

Difference

3200

ACCT TOTALS FOR 3200

3,398,788,725

3,398,788,725

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- off book adj.

1/0 held for future use

1/0 nonexiting

3300			-6,284,993	0	-6,284,993	-178,274	-6,826,719
ACCT TOTALS FOR 3300			-6,284,993	0	-6,284,993	-178,274	-6,826,719

1/0 - capital leases

3410	1000	50X	-296,585	0	-296,585	-17,428	-279,885
3410	2000	150X	0	0	0	0	0
3410	3000	250X	-1,892,810	0	-1,892,810	-113,386	-1,779,424
3410	9000	450X	-314,690	0	-314,690	-19,522	-295,168
3410	9000	750X	0	0	0	0	0
3410	9000	850X	0	0	0	0	0
ACCT TOTALS FOR 3410			-2,504,885	0	-2,504,885	-150,328 (P)	-2,353,677

Accum. Amty - household improvements

3420	1000	350X	-7,215,688	0	-7,215,688	-488,654	-6,735,834
3420	9000	750X	0	0	0	0	0
3420	9000	550X	0	0	0	0	0
ACCT TOTALS FOR 3420			-7,215,688	0	-7,215,688	-488,654 (P)	-6,735,834

A/P

4010	1100		0	0	0	0	0
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Σ(P) - \$3,340,865,886

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Traced to the NR G/L.

FO1B01W 000278

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Southern Bell Telephone & Telegraph Balance Sheet

(PBC)

TYE 12/31/91

yw 11/9/90
8/11/91
10/16/92

DATE 02/21/92
TIME 12:39:10

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
STATE OF FLORIDA
GROUPING BALANCE SHEET
PERIOD dec91

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ACCOUNT	SRC	FRC	NR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
4010	1110		0	0	0	0	0
4010	1120		0	0	0	0	0
4010	1129		0	0	0	0	0
4010	1130		0	0	0	0	0
4010	1140		0	0	0	0	0
4010	1152		0	0	0	0	0
4010	1153		0	0	0	0	0
4010	1180		0	0	0	0	0
4010	1192		0	0	0	0	0
4010	1193		0	0	0	0	0
4010	1194		0	0	0	0	0
4010	1195		0	0	0	0	0
4010	1196		0	0	0	0	0
4010	1197		0	0	0	0	0
4010	1200		0	0	0	0	0
4010	1210		0	0	0	0	0
4010	1300		0	0	0	0	0
4010	1320		0	0	0	0	0
4010	1330		24,463	0	24,463	0	24,463
4010	1401		0	0	0	0	0
4010	1402		-14,179,010	0	-14,179,010	0	-14,179,010
4010	1404		0	0	0	0	0
4010	1405		0	0	0	0	0
4010	1407		0	0	0	0	0
4010	1408		0	0	0	0	0
4010	1409		0	0	0	0	0
4010	1410		0	0	0	0	0
4010	1411		0	0	0	0	0
4010	1499		0	0	0	0	0
4010	1500		0	0	0	0	0
4010	1600		0	0	0	0	0
4010	1720		0	0	0	0	0
4010	1800		0	0	0	0	0
4010	1900		0	0	0	0	0
4010	2100		3	0	3	0	3
4010	2200		0	0	0	0	0
4010	2300		0	0	0	0	0
4010	2400		0	0	0	0	0
4010	2700		0	0	0	0	0
4010	2910		0	0	0	0	0
4010	2930		0	0	0	0	0
4010	2990		-210,868	0	-210,868	0	-210,868
4010	3120		-92,799,463	0	-92,799,463	0	-92,799,463
4010	3130		70,990	0	70,990	0	70,990
4010	3140		19,302	0	19,302	0	19,302
4010	3150		-7	0	-7	0	-7
4010	3160		0	0	0	0	0
4010	3190		-247,313	0	-247,313	0	-247,313
4010	3200		0	0	0	0	0
4010	3900		0	0	0	0	0
4010	5100		0	0	0	0	0

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FO1B01W 000279

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Southern Bell Telephone & Telegraph Balance Sheet

TYE 12/31/91

rw 11/9/95
8/11/95
10/16/95

DATE 02/21/92
TIME 12:39:27

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
STATE OF FLORIDA
GROUPING BALANCE SHEET
PERIOD dec91

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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
4010	5200		-7,880	0	-7,880	0	-7,880
4010	5300		-778	0	-778	0	-778
4010	6100		-1,809,881	0	-1,809,881	0	-1,809,881
4010	6210		0	0	0	0	0
4010	6220		0	0	0	0	0
4010	6230		0	0	0	0	0
4010	6300		-5,775,744	0	-5,775,744	0	-5,775,744
4010	6400		-49,426	0	-49,426	0	-49,426
4010	6500		-365,883	0	-365,883	0	-365,883
4010	6600		67,200	0	67,200	0	67,200
4010	6700		0	0	0	0	0
4010	6800		-996	0	-996	0	-996
4010	6910		-425,486	0	-425,486	0	-425,486
4010	6920		-22,118,227	0	-22,118,227	0	-22,118,227
4010	6930		-1,683,762	0	-1,683,762	0	-1,683,762
4010	6940		0	0	0	0	0
4010	7103		0	0	0	0	0
4010	7105		0	0	0	0	0
4010	7106		0	0	0	0	0
4010	7107		0	0	0	0	0
4010	7108		0	0	0	0	0
4010	7109		0	0	0	0	0
4010	7110		0	0	0	0	0
4010	7111		0	0	0	0	0
4010	7112		0	0	0	0	0
4010	7114		0	0	0	0	0
4010	7115		0	0	0	0	0
4010	7117		0	0	0	0	0
4010	7118		0	0	0	0	0
4010	7119		0	0	0	0	0
4010	7123		0	0	0	0	0
4010	7124		0	0	0	0	0
4010	7125		0	0	0	0	0
4010	7126		0	0	0	0	0
4010	7127		0	0	0	0	0
4010	9110		0	0	0	0	0
4010	9120		0	0	0	0	0
4010	9200		-1,514,856	0	-1,514,856	0	-1,514,856
4010	9300		7	0	7	0	7
4010	9420		0	0	0	0	0
4010	9431		0	0	0	0	0
4010	9432		0	0	0	0	0
4010	9433		0	0	0	0	0
4010	9434		0	0	0	0	0
4010	9435		0	0	0	0	0
4010	9436		0	0	0	0	0
4010	9437		0	0	0	0	0
4010	9438		0	0	0	0	0
4010	9439		0	0	0	0	0
4010	9441		0	0	0	0	0
4010	9442		0	0	0	0	0

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Traced to the MR G/L.

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Southern Bell Telephone & Telegraph Balance Sheet

(PBC)

TYE 12/31/91

yw 11/9/90
8/m/e
10/16/92

DATE 02/21/92
TIME 12:39:45

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
STATE OF FLORIDA
GROUPING BALANCE SHEET
PERIOD dec91

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ACCOUNT	SRC	FAC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
4010 9451			0	0	0	0	0
4010 9452			0	0	0	0	0
4010 9453			0	0	0	0	0
4010 9454			0	0	0	0	0
4010 9455			0	0	0	0	0
4010 9461			0	0	0	0	0
4010 9462			0	0	0	0	0
4010 9463			0	0	0	0	0
4010 9464			0	0	0	0	0
4010 9465			0	0	0	0	0
4010 9466			0	0	0	0	0
4010 9468			0	0	0	0	0
4010 9469			0	0	0	0	0
4010 9471			0	0	0	0	0
4010 9472			0	0	0	0	0
4010 9473			0	0	0	0	0
4010 9474			0	0	0	0	0
4010 9475			0	0	0	0	0
4010 9476			0	0	0	0	0
4010 9477			0	0	0	0	0
4010 9481			0	0	0	0	0
4010 9483			0	0	0	0	0
4010 9484			0	0	0	0	0
4010 9485			0	0	0	0	0
4010 9492			0	0	0	0	0
4010 9510			0	0	0	0	0
4010 9511			7,682,425	0	7,682,425	0	7,682,425
4010 9512			0	0	0	0	0
4010 9520			0	0	0	0	0
4010 9610			0	0	0	0	0
4010 9620			0	0	0	0	0
4010 9630			0	0	0	0	0
4010 9640			0	0	0	0	0
4010 9650			0	0	0	0	0
4010 9660			0	0	0	0	0
4010 9670			0	0	0	0	0
4010 9680			0	0	0	0	0
4010 9692			0	0	0	0	0
4010 9693			0	0	0	0	0
4010 9694			0	0	0	0	0
4010 9699			0	0	0	0	0
4010 9741			0	0	0	0	0
4010 9751			0	0	0	0	0
4010 9761			0	0	0	0	0
4010 9762			0	0	0	0	0
4010 9769			0	0	0	0	0
4010 9771			0	0	0	0	0
4010 9772			0	0	0	0	0
ACCT TOTALS FOR 4010			-132,611,430	0	-132,611,430	0	-132,611,430

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Traced to the MR G/L.

F01B01W 000281

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Southern Bell Telephone & Telegraph Balance Sheet

(PBC)

TYE 12/31/91

yw 1/9/92
8/m/e
10/16/92

DATE 02/21/92
TIME 12:40:02

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY BALANCE TO REGULATED ACCOUNTS REPORT STATE OF FLORIDA GROUPING BALANCE SHEET PERIOD dec91

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ACCOUNT	SRC	FRC	NR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
1717							
4020	1000		0	0	0	0	0
4020	2110		0	0	0	0	0
ACCT TOTALS FOR 4020			0	0	0	0	0
<i>Advance Billing</i>							
4030	1500		3	0	3	0	3
4030	1600		0	0	0	0	0
4030	1900		-70,664,355	0	-70,664,355	0	-70,664,355
4030	2000		0	0	0	0	0
4030	2100		0	0	0	0	0
4030	2900		-111,884	0	-111,884	0	-111,884
4030	3000		0	0	0	0	0
4030	4000		0	0	0	0	0
4030	5000		0	0	0	0	0
4030	9000		0	0	0	0	0
ACCT TOTALS FOR 4030			-70,776,236	0	-70,776,236	0	-70,776,236
<i>Customer's deposits</i>							
4040	2000		-52,754,668	0	-52,754,668	-854,965	-51,899,703
4040	3000		-1,135,990	0	-1,135,990	-18,410	-1,117,580
ACCT TOTALS FOR 4040			-53,890,658	0	-53,890,658	-873,375	-53,817,283
<i>Current Maturities - LTD</i>							
4050	1100		0	0	0	0	0
4050	9000		0	0	0	0	0
ACCT TOTALS FOR 4050			0	0	0	0	0
<i>Current Maturities - Capital Leases</i>							
4060	0		0	0	0	0	0
ACCT TOTALS FOR 4060			0	0	0	0	0
<i>Income taxes Accrued</i>							
4070	1000		-13,868,919	0	-13,868,919	0	-13,868,919
4070	2000		-7,330,377	0	-7,330,377	0	-7,330,377
ACCT TOTALS FOR 4070			-21,199,296	0	-21,199,296	0	-21,199,296
<i>Other taxes Accrued</i>							
4080	1000		-10,512,274	0	-10,512,274	0	-10,512,274
4080	2000		-4,606,676	0	-4,606,676	0	-4,606,676
4080	3000		0	0	0	0	0
4080	4100		0	0	0	0	0
4080	4110		-2,879,560	0	-2,879,560	0	-2,879,560
4080	4120		-530,353	0	-530,353	0	-530,353
4080	4200		-192,829	0	-192,829	0	-192,829
4080	4300		74,987	0	74,987	0	74,987

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FO1B01W 0002B2

Traced to the NR G/L.

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Southern Bell Telephone & Telegraph Balance Sheet

(PBC)

TYE 12/31/91

rw 11/9/90
8/m/e
10/16/92

DATE 02/21/92
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SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
STATE OF FLORIDA
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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
4000	5000		76,649	0	76,649	0	76,649
4000	9000		-64,623	0	-64,623	0	-64,623
ACCT TOTALS FOR 4000			-17,833,879	0	-17,833,879	0	-17,833,879

Net Current def. opr. taxes

4100	1100		0	0	0	0	0
4100	1200		4,490	0	4,490	34	4,456
4100	1900		2,893,874	18,687,643	12,781,517	164,979	12,616,538
4100	2100		0	(12-41)	0	0	0
4100	2200		-13,212	0	-13,212	-100	-13,112
4100	2900		392,142	765,756	1,157,898	38,897	1,127,881
ACCT TOTALS FOR 4100			2,477,294	11,453,399	13,930,693	195,818	13,734,883

Net Current def. nonopr. taxes

4110	1000		-235,247	0	-235,247	0	-235,247
4110	2000		-31,701	0	-31,701	0	-31,701
ACCT TOTALS FOR 4110			-266,948	0	-266,948	0	-266,948

Other Accrued liab.

4120	1000		710,620	-4,871,808	-4,161,188	0	-4,161,188
4120	2000		0	(12-41)	0	0	0
4120	3000		-1,246,965	0	-1,246,965	0	-1,246,965
4120	4000		-56,657,824	0	-56,657,824	-4,464,135	-52,193,689
4120	5100		0	0	0	0	0
4120	5900		0	0	0	0	0
4120	6000		-900,884	0	-900,884	0	-900,884
4120	7000		-1,147,216	0	-1,147,216	0	-1,147,216
4120	9000		-1,947,823	0	-1,947,823	0	-1,947,823
ACCT TOTALS FOR 4120			-61,198,094	-4,871,808	-66,061,902	-4,464,135	-61,597,767

Other Current liab.

4130	2000		0	0	0	0	0
4130	3110		0	0	0	0	0
4130	3121		0	0	0	0	0
4130	3122		0	0	0	0	0
4130	3210		0	0	0	0	0
4130	3221		0	0	0	0	0
4130	3222		0	0	0	0	0
4130	3310		0	0	0	0	0
4130	3320		0	0	0	0	0
4130	3330		0	0	0	0	0
4130	9000		0	0	0	0	0
ACCT TOTALS FOR 4130			0	0	0	0	0

Funded Debt

4210	2100		0	0	0	0	0
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FO1B01W 000283

Ticked to the MR G/L.

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PBC)

TYE 12/31/91

rw 11/9/90
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TIME 12:40:25

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
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ACCOUNT	SRC	FRC	NR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
4210	2104		0	0	0	0	0
4210	2108		0	0	0	0	0
4210	2109		0	0	0	0	0
4210	2112		0	0	0	0	0
4210	2113		0	0	0	0	0
4210	2114		0	0	0	0	0
4210	2115		0	0	0	0	0
4210	2116		0	0	0	0	0
4210	2117		0	0	0	0	0
4210	2118		0	0	0	0	0
4210	2119		0	0	0	0	0
4210	2120		0	0	0	0	0
4210	2124		0	0	0	0	0
4210	2125		0	0	0	0	0
4210	2126		0	0	0	0	0
4210	2127		0	0	0	0	0
4210	2128		0	0	0	0	0
4210	2199		0	0	0	0	0

ACCT TOTALS FOR 421B

Premium LTD

4228	1892	0	0	0	0	0
4229	1893	0	0	0	0	0
4230	1895	0	0	0	0	0

ACCT TOTALS FOR 4220

Disc. LTD

4230	1001	0	0	0	0	0
4230	1002	0	0	0	0	0
4230	1004	0	0	0	0	0
4230	1005	0	0	0	0	0
4230	1006	0	0	0	0	0
4230	1008	0	0	0	0	0
4230	1011	0	0	0	0	0
4230	1012	0	0	0	0	0
4230	1013	0	0	0	0	0
4230	1018	0	0	0	0	0
4230	1019	0	0	0	0	0
4230	1020	0	0	0	0	0
4230	1021	0	0	0	0	0
4230	1022	0	0	0	0	0
4230	1999	0	0	0	0	0
4230	9000	0	0	0	0	0

ACCT TOTALS FOR 4238

Receivd Debt

4248 1888

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• Traced to the MR G/L.

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F01B01W 000284

WALTON PLATHAM COMPANY 17081 MS 8787

Southern Bell Telephone & Telegraph Balance Sheet

(PBC)

TYE 12/31/91

rw 11/9/92
8/11/92
10/16/92

DATE 02/21/92
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SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
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ACCOUNT	SRC	FRC	NR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
ACCT TOTALS FOR 4240			0	0	0	0	0
<i>Obligation under Cap. Leases</i>							
4250	0		0	0	0	0	0
ACCT TOTALS FOR 4250			0	0	0	0	0
<i>Advances from affiliated companies</i>							
4260	1000		0	0	0	0	0
ACCT TOTALS FOR 4260			0	0	0	0	0
<i>Other LTD</i>							
4270	0		44	0	44	0	44
ACCT TOTALS FOR 4270			44	0	44	0	44
<i>Other LT liabilities</i>							
4310	0		0	0	0	0	0
4310	1000		0	0	0	0	0
4310	3000		0	0	0	0	0
4310	8000		0	0	0	0	0
4310	9000		0	0	0	0	0
ACCT TOTALS FOR 4310			0	0	0	0	0
<i>namely opr. investm tax credit-net</i>							
4320	1000		-165,476,248	-14,169,494	-179,645,742	-577,893	-179,068,649
4320	2000		-515,719	0	-515,719	0	-515,719
4320	3000		0	0	0	0	0
ACCT TOTALS FOR 4320			-165,991,967	-14,169,494	-180,161,461	-577,893	-179,584,368
<i>namely nonopr. investm. tax credit</i>							
4330	0		0	0	0	0	0
ACCT TOTALS FOR 4330			0	0	0	0	0
<i>net noncurrent def. opr. inc. taxes</i>							
4340	1111		-863,688,856	-9,449,315	-873,129,371	-8,410,586	-864,718,783
4340	1112		-2,571,859	-2,571,859	-2,571,859	0	-2,571,859
4340	1113		-20	0	-20	0	-20
4340	1121		19,231,681	-13,398,292	-13,166,611	166,325	-13,332,936
4340	1122		0	0	0	0	0
4340	1211		-90,635,728	-3,289,344	-93,845,072	-783,868	-93,061,212
4340	1212		-157,716	-157,716	-157,716	0	-157,716
4340	1213		-813	0	-813	0	-813
4340	1221		3,766,377	-3,630,396	135,981	32,573	183,488
4340	2110		4,849,477	4,849,477	4,849,477	380,968	4,468,509
4340	2120		-24,423,847	0	-24,423,847	-228,186	-24,195,661
4340	2140		-1,082,396	0	-1,082,396	0	-1,082,396

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Traced to the NR G/L.

F01B01W 000285

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(PBC)

TYE 12/31/91

rw 11/9/90
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SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
STATE OF FLORIDA
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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
4340	2190		39,396,9350	11,432,920	50,849,863	3,701,088	47,147,975
4340	2210		1,138,8640	12-411 0	1,138,864	89,467	1,049,397
4340	2220		-2,973,4140	0	-2,973,414	-27,780	-2,945,634
4340	2240		-190,4570	0	-190,457	0	-190,457
4340	2290		7,734,8630	679,493	8,414,356	731,888	7,682,468
ACCT TOTALS FOR 4340			-909,597,309	-36,554,926	-946,152,235	-4,347,303	-941,804,932

Net noncurr. def. nonop. I/taxes.

4350	1100				
4350	2100	321,770	-127,862	193,908	193,908
4350	2200	51,243	(12,411)	51,243	51,243

ACCT TOTALS FOR 4358

Other def. credits

4360	1000	-168,548	0	-168,548	0	-168,548
4360	2000	0	0	0	0	0
4360	3000	0	0	0	0	0
4360	3100	0	(12-48)	-42,085	0	-42,085
4360	3200	0	I	-16,645	0	-16,645
4360	4000	0	0	0	0	0
4360	9800	0	-37,432,000	-37,432,000	0	-37,432,000
4360	9900	-1,054,078	(12-48)	-1,054,078	-61,287	-992,791

ACCT TOTALS FOR 4360

4510	1000	0	0	0	0	0
ACCT TOTALS FOR 4510		0	0	0	0	0

4520	6	0	0	0	0	0
4520	1800	0	0	0	0	0
4520	9000	0	0	0	0	0
ACCT TOTALS FOR 4520		0	0	0	0	0

4540	1800	0	0	0	0	0
4540	9000	0	0	0	0	0
ACCT TOTALS FOR 4540		0	0	0	0	0

4550	1100	0	0	0	0	0
4550	2100	0	0	0	0	0
4550	2500	0	0	0	0	0

ACCT TOTALS FOR 4550

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Ticked to the MR G/L.

FO1B01W 000286

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(PBC)

TYE	12	31	91
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rw 11/9/90
8/m/e
10/16/92

DATE 02/21/92
TIME 12:41:24

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
STATE OF FLORIDA
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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
8701	1100		20,734,608 °	0	20,734,608	0	20,734,608
8701	1200		5,380,847 °	0	5,380,847	0	5,380,847
8701	2110		2,899,493 °	0	2,899,493	0	2,899,493
8701	2120		113,600 °	0	113,600	0	113,600
8701	2210		-44 °	0	-44	0	-44
8701	2220		621,345 °	0	621,345	0	621,345
8701	2910		10,307,619 °	0	10,307,619	0	10,307,619
8701	2920		3,972,941 °	0	3,972,941	0	3,972,941
8701	3100		11,976,311 °	0	11,976,311	0	11,976,311
8701	3200		10,113,443 °	0	10,113,443	0	10,113,443
8701	4100		63,536,646 °	0	63,536,646	0	63,536,646
8701	4200		17,037,215 °	0	17,037,215	0	17,037,215
8701	6100		-117,454,633 °	0	-117,454,633	0	-117,454,633
8701	6200		-37,239,398 °	0	-37,239,398	0	-37,239,398
8701	8110		37,514,930 °	0	37,514,930	0	37,514,930
8701	8120		15,313,970 °	0	15,313,970	0	15,313,970
8701	8210		871,536 °	0	871,536	0	871,536
8701	8220		253,188 °	0	253,188	0	253,188
8701	8310		100,940 °	0	100,940	0	100,940
8701	8320		31,644 °	0	31,644	0	31,644
8701	9100		-38,495,414 °	0	-38,495,414	0	-38,495,414
8701	9200		-15,598,802 °	0	-15,598,802	0	-15,598,802

ACCT TOTALS FOR B701

8785	1188	46,729,881 ⁸	0	46,729,881	0	46,729,881
8785	1200	-46,729,881 ⁸	0	-46,729,881	0	-46,729,881
8785	2188	5,286,549 ⁸	0	5,286,549	0	5,286,549
8785	2200	-5,286,549 ⁸	0	-5,286,549	0	-5,286,549
8785	3188	6,169,816 ⁸	0	6,169,816	0	6,169,816
8785	3200	-6,169,816 ⁸	0	-6,169,816	0	-6,169,816
8785	4188	13,272,877 ⁸	0	13,272,877	0	13,272,877
8785	4200	-13,272,877 ⁸	0	-13,272,877	0	-13,272,877
8785	5188	18,579,174 ⁸	0	18,579,174	0	18,579,174
8785	5200	-18,579,174 ⁸	0	-18,579,174	0	-18,579,174
8785	6188	8,528,832 ⁸	0	8,528,832	0	8,528,832
8785	6200	-8,528,832 ⁸	0	-8,528,832	0	-8,528,832
8785	7188	13,149,428 ⁸	0	13,149,428	0	13,149,428
8785	7200	-13,149,428 ⁸	0	-13,149,428	0	-13,149,428
8785	8188	23,217,866 ⁸	0	23,217,866	0	23,217,866
8785	8200	-23,217,866 ⁸	0	-23,217,866	0	-23,217,866

ACCT TOTALS FOR 8785

0710	1100	250,604,760	0	250,604,760	0	250,604,760
0710	1200	-250,604,760	0	-250,604,760	0	-250,604,760
0710	2100	9,247,546	0	9,247,546	0	9,247,546

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Traced to the MR G/L.

FO1B01W 000287

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PBC)

TYE 12/31/91

vin 11/9/98
8/m/e
10/16/92

DATE 02/21/92
TIME 12:41:37

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT ~

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STATE OF	FLORIDA
GROUPING	BALANCE SHEET
PERIOD	dec91

ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
8710	2200		-9,247,546	0	-9,247,546	0	-9,247,546
8710	3100		28,370,286	0	28,370,286	0	28,370,286
8710	3200		-28,370,286	0	-28,370,286	0	-28,370,286
8710	4100		49,780,331	0	49,780,331	0	49,780,331
8710	4200		-49,780,331	0	-49,780,331	0	-49,780,331
8710	5100		42,400,600	0	42,400,600	0	42,400,600
8710	5200		-42,400,600	0	-42,400,600	0	-42,400,600
8710	6100		14,425,040	0	14,425,040	0	14,425,040
8710	6200		-14,425,040	0	-14,425,040	0	-14,425,040
8710	7100		32,669,754	0	32,669,754	0	32,669,754
8710	7200		-32,669,754	0	-32,669,754	0	-32,669,754
8710	8100		113,460,312	0	113,460,312	0	113,460,312
8710	8200		-113,460,312	0	-113,460,312	0	-113,460,312
ACCT TOTALS FOR 8710			0	0	0	0	0

9001	1120	0	0	0	0
9001	1140	0	0	0	0
9001	1150	0	0	0	0
9001	1170	314	314	314	314
9001	1180	15	15	15	15
9001	2124	1,654,237	1,654,237	1,654,237	1,654,237
9001	2125	878,574	878,574	878,574	878,574
9001	2127	8,972,825	8,972,825	8,972,825	8,972,825
9001	2128	581,131	581,131	581,131	581,131
9001	2142	-2,986,398	-2,986,398	-2,986,398	-2,986,398
9001	2145	0	0	0	0
9001	2147	0	0	0	0
9001	2148	0	0	0	0
9001	2152	-3,392,391	-3,392,391	-3,392,391	-3,392,391
9001	2154	0	0	0	0
9001	2157	0	0	0	0
9001	2158	0	0	0	0
9001	2172	-2,189,191,817	-2,189,191,817	-2,189,191,817	-2,189,191,817
9001	2174	0	0	0	0
9001	2175	0	0	0	0
9001	2178	0	0	0	0
9001	2182	-327,526,294	-327,526,294	-327,526,294	-327,526,294
9001	2184	0	0	0	0
9001	2185	0	0	0	0
9001	2187	0	0	0	0
9001	3000	224,891	224,891	224,891	224,891
9001	9000	2,879,763,830	2,879,763,830	2,879,763,830	2,879,763,830

ACCT TOTALS FOR 9801

For MA G/L
difference

371,133,758
<u>2,163,641</u>

9002	1000
9002	2000
9002	3000

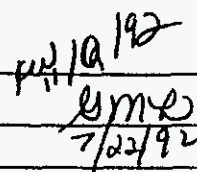
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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
5001	1100		-424,859,972	0	-424,859,972	-825	-424,859,147
5001	1300		-7,840,778	0	-7,840,778	0	-7,840,778
5001	2100		-361,819,453	0	-361,819,453	-126	-361,819,327
5001	2300		-3,273,480	0	-3,273,480	0	-3,273,480
5001	3100		-1,195,451	0	-1,195,451	0	-1,195,451
5001	9110		-424,832	0	-424,832	0	-424,832
5001	9130		-95,453	0	-95,453	0	-95,453
5001	9210		-267	0	-267	0	-267
5001	9230		20	0	20	0	20
5001	9900		-389,535	0	-389,535	0	-389,535
ACCT TOTALS FOR 5001			-798,298,401	0	-798,298,401	-951	-798,297,450 (A)
5002	1100		-573,988	0	-573,988	0	-573,988
5002	1300		-191	0	-191	0	-191
5002	2100		-5,234,040	0	-5,234,040	0	-5,234,040
5002	2300		-712	0	-712	0	-712
ACCT TOTALS FOR 5002			-5,808,931	0	-5,808,931	0	-5,808,931 (A)
5003	0		0	0	0	0	0
ACCT TOTALS FOR 5003			0	0	0	0	0
5004	1000		-3,222,377	0	-3,222,377	0	-3,222,377
5004	3000		-127,823	0	-127,823	0	-127,823
ACCT TOTALS FOR 5004			-3,350,200	0	-3,350,200	0	-3,350,200 (A)
5010	1100		-44,736,951	0	-44,736,951	0	-44,736,951
5010	1200		-16,420,926	0	-16,420,926	0	-16,420,926
5010	2100		0	0	0	0	0
5010	3110		0	0	0	0	0
5010	3130		14	0	14	0	14
5010	3210		-5,700,689	0	-5,700,689	0	-5,700,689
5010	3230		-5,712,873	0	-5,712,873	0	-5,712,873
5010	4100		0	0	0	0	0
5010	5100		-2,279,379	0	-2,279,379	0	-2,279,379
5010	5200		-678,989	0	-678,989	0	-678,989
5010	5210		-1,046	0	-1,046	0	-1,046
5010	5290		-683,021	0	-683,021	0	-683,021
5010	9000		-5	0	-5	0	-5
ACCT TOTALS FOR 5010			-76,213,865	0	-76,213,865	0	-76,213,865 (A)
5040	1200		-2,297,178	0	-2,297,178	0	-2,297,178

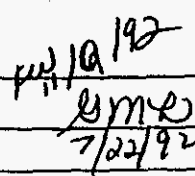
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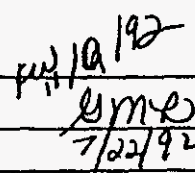
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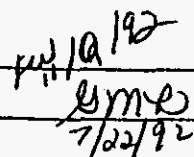
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WALTON RATHAN COMPANY	(708) 945-8787	



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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
5040	2110		0	0	0	0	0
5040	2120		0	0	0	0	0
5040	2210		-8,331,100	0	-8,331,100	0	-8,331,100
5040	2220		-8,805,162	0	-8,805,162	0	-8,805,162
5040	2230		0	0	0	0	0
5040	2240		-2,491,979	0	-2,491,979	0	-2,491,979
5040	3100		0	0	0	0	0
5040	3200		-52,991	0	-52,991	0	-52,991
5040	4100		-43,103	0	-43,103	0	-43,103
5040	4200		-38	0	-38	0	-38
5040	5100		41	0	41	0	41
5040	5200		-19,361,595	0	-19,361,595	-20	-19,361,567
5040	8100		0	0	0	0	0
5040	8200		0	0	0	0	0
5040	9100		-61,899	0	-61,899	0	-61,899
5040	9200		-1,855,717	0	-1,855,717	0	-1,855,717
ACCT TOTALS FOR 5040			-41,780,809	0	-41,780,809	-20	-41,780,781(A)
5050	1100		-2,520,289	0	-2,520,289	0	-2,520,289
5050	1200		-734,430	0	-734,430	0	-734,430
5050	2100		-170	0	-170	0	-170
5050	2200		-433,461	0	-433,461	0	-433,461
5050	3000		-61,141	0	-61,141	0	-61,141
5050	9000		3	0	3	0	3
ACCT TOTALS FOR 5050			-3,757,504	0	-3,757,504	0	-3,757,504(A)
5060	1100		-106,729,399	0	-106,729,399	0	-106,729,399
5060	1110		0	0	0	0	0
5060	1200		-160,264,602	0	-160,264,602	0	-160,264,602
5060	1210		0	0	0	0	0
5060	1300		-467,291	0	-467,291	0	-467,291
5060	1900		0	0	0	0	0
5060	2100		-226,102	0	-226,102	0	-226,102
5060	2200		-15,017	0	-15,017	0	-15,017
5060	2300		-309,131	0	-309,131	0	-309,131
5060	3100		-10,369,515	0	-10,369,515	0	-10,369,515
5060	3200		-16,611,666	0	-16,611,666	0	-16,611,666
5060	3300		-20,027	0	-20,027	0	-20,027
5060	3900		-520,059	0	-520,059	0	-520,059
5060	4100		-27,401,065	0	-27,401,065	0	-27,401,065
5060	4110		0	0	0	0	0
5060	4120		0	0	0	0	0
5060	4200		-77,264,296	0	-77,264,296	0	-77,264,296
5060	4300		-627,615	0	-627,615	0	-627,615
5060	4310		0	0	0	0	0
5060	4320		0	0	0	0	0
5060	4410		0	0	0	0	0

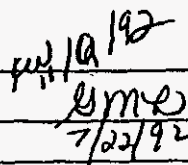
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ALTMAN COMPANY	(708) 445-8787	



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WALTER LATHAM COMPANY (702) 45-8787



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WALTER R. LATHAM COMPANY (708) 45-5787



Southern Bell Telephone & Telegraph
Income Statement
T/E 12/31/91

12/19/92
gme
7/22/92

DATE 02/21/92
TIME 13:07:38

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
STATE OF FLORIDA
GROUPING INCOME STATEMENT-12 MONTHS
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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
5111	1100		0	0	0	0	0
5111	1800		0	0	0	0	0
5111	2100		-13,578,735	0	-13,578,735	0	-13,578,735
5111	2800		0	0	0	0	0
ACCT TOTALS FOR 5111			-13,578,735	0	-13,578,735	0	-13,578,735 (C)
5112	1100		0	0	0	0	0
5112	1800		0	0	0	0	0
5112	2100		-5,879,538	0	-5,879,538	0	-5,879,538
5112	2800		0	0	0	0	0
5112	3100		0	0	0	0	0
5112	3200		0	0	0	0	0
5112	4100		-6,230,362	0	-6,230,362	0	-6,230,362
5112	4200		-371,538	0	-371,538	0	-371,538
ACCT TOTALS FOR 5112			-11,681,438	0	-11,681,438	0	-11,681,438 (C)
E(C) = 25,060,173 12p2(P)							
5121	1800		0	0	0	0	0
5121	2800		-67,461	0	-67,461	0	-67,461
ACCT TOTALS FOR 5121			-67,461	0	-67,461	0	-67,461 (C)
5122	1100		212	0	212	0	212
5122	1200		0	0	0	0	0
5122	1300		0	0	0	0	0
5122	1400		12	0	12	0	12
5122	2100		-36,646,872	0	-36,646,872	-42	-36,646,830
5122	2200		-7,921,867	0	-7,921,867	0	-7,921,867
5122	2300		0	0	0	0	0
5122	2410		-3,336,195	0	-3,336,195	0	-3,336,195
5122	2420		-659,273	0	-659,273	0	-659,273
5122	2500		-358,866	0	-358,866	0	-358,866
ACCT TOTALS FOR 5122			-48,914,849	0	-48,914,849	-42	-48,914,807 (D)
5123	1800		-586	0	-586	0	-586
5123	2800		0	0	0	0	0
ACCT TOTALS FOR 5123			-586	0	-586	0	-586 (D)
5124	1800		0	0	0	0	0
5124	2800		0	0	0	0	0

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Southern Bell Telephone & Telegraph
Income Statement
TVE 12/31/91

10/10/92
ymc
7/22/92

DATE 02/21/92
TIME 13:00:13

SOUTHERN BELL TELEPHONE AND TELEGRAPH COMPANY
BALANCE TO REGULATED ACCOUNTS REPORT
STATE OF FLORIDA
GROUPING INCOME STATEMENT-12 MONTHS
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ACCOUNT	SRC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
ACCT TOTALS FOR 5124			0	0	0	0	0 (D)
5125	1000		-746	0	-746	0	-746
5125	2000		-10,501,025	0	-10,501,025	0	-10,501,025
ACCT TOTALS FOR 5125			-10,501,771	0	-10,501,771	0	-10,501,771 (D)
5129	2000		9,439,551	0	9,439,551	0	9,439,551
ACCT TOTALS FOR 5129			9,439,551	0	9,439,551	0	9,439,551 (D)
5160	1110		25	0	25	0	25
5160	1120		0	0	0	0	0
5160	1190		0	0	0	0	0
5160	1900		5,140	0	5,140	0	5,140
5160	2000		0	0	0	0	0
5160	3110		-1,016,000	0	-1,016,000	0	-1,016,000
5160	3120		-1,466,053	0	-1,466,053	0	-1,466,053
5160	3190		-26,789	0	-26,789	0	-26,789
5160	3900		-164,326	0	-164,326	0	-164,326
5160	0000		0	0	0	0	0
ACCT TOTALS FOR 5160			-3,468,091	0	-3,468,091	0	-3,468,091 (D)
② (306,545,990) 12 p 2 (P.)							
5169	1000		0	0	0	0	0
5169	2000		0	0	0	0	0
ACCT TOTALS FOR 5169			0	0	0	0	0
Directory							
5230	1000		-19,677,690	0	-19,677,690	0	-19,677,690
5230	4000		-1,117,024	0	-1,117,024	0	-1,117,024
5230	5000		-210,060,626	0	-210,060,626	0	-210,060,626
5230	9000		-403,451	0	-403,451	0	-403,451
ACCT TOTALS FOR 5230			-239,258,791	0	-239,258,791	0	-239,258,791 (e)
5240	1000		-2,013,561	0	-2,013,561	0	-2,013,561
5240	2100		-740,716	0	-740,716	0	-740,716
5240	2200		-791,605	0	-791,605	0	-791,605
5240	2300		0	0	0	0	0
5240	2900		0	0	0	0	0
5240	3100		-717	0	-717	0	-717
5240	3200		-381,846	0	-381,846	0	-381,846
5240	3300		0	0	0	0	0
5240	3400		0	0	0	0	0

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Southern Bell Telephone & Telegraph
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TVE 12/31/91

7/10/92
lyme
7/22/92

DATE 02/21/92
TIME 13:00:20

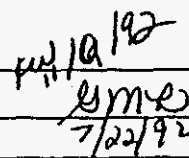
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BALANCE TO REGULATED ACCOUNTS REPORT
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ACCOUNT	SAC	FRC	MR BOOKS	OFFBOOKS	FR BOOKS	PART 64	REG. BOOKS
5240	5200		-119,886	0	-119,886	2	-119,886
5240	7000		0	0	0	2	0
5240	8000		0	0	0	2	0
5240	9100		-3,888,915	0	-3,888,915	0	-3,888,915
5240	9300		0	0	0	2	0
5240	9500		-899,963	0	-899,963	0	-899,963
ACCT TOTALS FOR 5240			-13,836,329	0	-13,836,329	0	-13,836,329 ^e
5250	3		0	0	0	0	0
ACCT TOTALS FOR 5250			0	0	0	0	0
5261	8		-236,731	0	-236,731	0	-236,731
ACCT TOTALS FOR 5261			-236,731	0	-236,731	0	-236,731 ^e
5262	0		-237,293	0	-237,293	0	-237,293
ACCT TOTALS FOR 5262			-237,293	0	-237,293	0	-237,293 ^e
5263	0		-190	0	-190	0	-190
ACCT TOTALS FOR 5263			-190	0	-190	0	-190 ^e
5264	1100		-329,837	0	-329,837	0	-329,837
5264	1200		-2,831,481	0	-2,831,481	0	-2,831,481
5264	1300		-18,121,717	0	-18,121,717	0	-18,121,717
5264	1400		0	0	0	0	0
5264	2100		0	0	0	0	0
5264	2400		0	0	0	0	0
5264	9100		-999,292	0	-999,292	0	-999,292
5264	9900		718,564	-28,885,459	-28,894,895	0	-28,894,895
ACCT TOTALS FOR 5264			-21,571,763	-28,885,459	-30,377,222	0	-50,377,222 ^e
5270	1000		-38,876,865	0	-38,876,865	0	-38,876,865
5270	2100		-37,815	0	-37,815	0	-37,815
5270	2900		-13,312,283	0	-13,312,283	0	-13,312,283
ACCT TOTALS FOR 5270			-44,226,883	0	-44,226,883	0	-44,226,883 ^e
5 ^e (347,373,439)							
5280	1101	12P x (P)	0	0	0	0	0
5280	1110		-1,594	0	-1,594	-1,594	0

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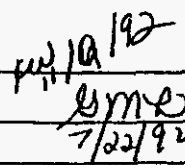
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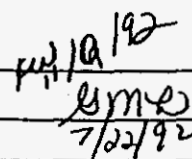
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