Federal Communications Commission

§ 32.3200

Instructions for balance sheet accounts—Depreciation and amortization.

(a) Depreciation and Amortization Subsidiary Records:

(1) Subsidiary record categories shall be maintained for each class of depreciable telecommunications plant in Account 3100 for which there is a prescribed depreciation rate. (See also § 32.2000(g)(1)(iii) of this subpart.)

(2) Subsidiary records shall be maintained for Accounts 2005, 2682, 2690, and 3410 in accordance with § 32.2000(h)(4).

(b) Depreciation and Amortization Accounts to be Maintained by Class A and Class B telephone companies, as indicated.

<table>
<thead>
<tr>
<th>Account title</th>
<th>Class A account</th>
<th>Class B account</th>
</tr>
</thead>
<tbody>
<tr>
<td>Depreciation and amortization:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accumulated depreciation—Hold for future</td>
<td>3100</td>
<td>3100</td>
</tr>
<tr>
<td>telecommunications use</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accumulated depreciation—Nonoperating</td>
<td>3200</td>
<td>3200</td>
</tr>
<tr>
<td>Accumulated depreciation—Tangible</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accumulated depreciation—Capitalized leases</td>
<td></td>
<td>3410</td>
</tr>
</tbody>
</table>

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Accumulated depreciation—held for future telecommunications use.

(a) This account shall include the accumulated depreciation associated with the investment contained in Account 3200, Property Held for Future Telecommunications Use.

(b) This account shall be credited with amounts concurrently charged to Account 6562, Depreciation expense—telecommunications plant in service. (Note also Account 3300, Accumulated depreciation—nonoperating.)

(c) At the time of retirement of depreciable operating telecommunications plant, this account shall be charged with the original cost of the property retired plus the cost of removal and credited with the salvage value and any insurance proceeds recovered.

(d) This account shall be credited with amounts charged to Account 1438, Deferred maintenance, retirements, and other deferred charges, as provided in § 32.2000(g)(4) of this subpart. This account shall be credited with amounts charged to Account 6561 with respect to other than relatively minor losses in service values suffered through terminations of service when charges for such terminations are made to recover the losses.

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Accumulated depreciation.

(a) This account shall include the accumulated depreciation associated with the investment contained in Account 3100, Telecommunications Plant in Service.

(b) This account shall be credited with depreciation amounts concurrently charged to Account 6561, Depreciation expense—telecommunications plant in service. (Note also Account 3300, Accumulated depreciation—nonoperating.)

(c) At the time of retirement of depreciable operating telecommunications plant, this account shall be charged with the original cost of the property retired plus the cost of removal and credited with the salvage value and any insurance proceeds recovered.

(d) This account shall be credited with amounts charged to Account 1438, Deferred maintenance, retirements, and other deferred charges, as provided in § 32.2000(g)(4) of this subpart. This account shall be credited with amounts charged to Account 6561 with respect to other than relatively minor losses in service values suffered through terminations of service when charges for such terminations are made to recover the losses.