

operations of the carrier shall be recorded by the carrier during the period in which applied in settlement of the taxes otherwise attributable to any member, or combination of members, of the affiliated group.

(f) Companies that employ average schedules in lieu of actual costs are exempt from the provisions of this section. For other organizations, the principles set forth in this section shall apply equally to corporations, proprietorships, partnerships and other forms of business organizations.

[67 FR 5679, Feb. 6, 2002, as amended at 69 FR 53648, Sept. 2, 2004]

**Subpart C—Instructions for Balance Sheet Accounts**

**§ 32.101 Structure of the balance sheet accounts.**

The Balance Sheet accounts shall be maintained as follows:

(a) Account 1120, Cash and equivalents, through Account 1500, Other jurisdictional assets—net, shall include assets other than regulated-fixed assets.

(b) Account 2001, Telecommunications plant in service, through Account 2007, Goodwill, shall include the regulated-fixed assets.

(c) Account 3100, Accumulated depreciation through Account 3400, Accumulated amortization—tangible, shall include the asset reserves except that reserves related to certain asset accounts will be included in the asset account. (See §§ 32.2005, 32.2682 and 32.2690.)

(d) Account 4000, Current accounts and notes payable, through Account 4550, Retained earnings, shall include all liabilities and stockholders equity.

[67 FR 5680, Feb. 6, 2002, as amended at 82 FR 20840, May 4, 2017]

**§ 32.102 Nonregulated investments.**

Nonregulated investments shall include the investment in nonregulated activities that are conducted through the same legal entity as the telephone company operations, but do not involve the joint or common use of assets or resources in the provision of both regulated and nonregulated products and services. See §§ 32.14 and 32.23.

[52 FR 6561, Mar. 4, 1987]

**§ 32.103 Balance sheet accounts for other than regulated-fixed assets to be maintained.**

Balance sheet accounts to be maintained by companies for other than regulated-fixed assets are indicated as follows:

BALANCE SHEET ACCOUNTS	
Account title	
Current assets	
Cash and equivalents .....	1120
Receivables .....	1170
Allowance for doubtful accounts .....	1171
Supplies:	
Material and supplies .....	1220
Prepayments .....	1280
Other current assets .....	1350
Noncurrent assets	
Investments:	
Nonregulated investments .....	1406
Other noncurrent assets .....	1410
Deferred charges:	
Deferred maintenance, retirements and other deferred charges.	1438
Other:	
Other jurisdictional assets-net .....	1500

[82 FR 20840, May 4, 2017]

**§ 32.1120 Cash and equivalents.**

(a) This account shall include the amount of current funds available for use on demand in the hands of financial officers and agents, deposited in banks or other financial institutions and also funds in transit for which agents have received credit.

(b) This account shall include the amount of cash on special deposit, other than in sinking and other special funds provided for elsewhere, to pay dividends, interest, and other debts, when such payments are due one year or less from the date of deposit; the amount of cash deposited to insure the performance of contracts to be performed within one year from date of the deposit; and other cash deposits of a special nature not provided for elsewhere. This account shall include the amount of cash deposited with trustees to be held until mortgaged property sold, destroyed, or otherwise disposed of is replaced, and also cash realized from the sale of the company's securities and deposited with trustees to be held until invested in physical property of the company or for disbursement when the purposes for which the securities were sold are accomplished.