

**Federal Communications Commission**

**§ 32.2003**

the period of amortization shall not exceed forty years.

(2) In the event any estimated useful life becomes no longer applicable, a revised estimated useful life shall be determined in accordance with paragraph (h)(1) of this section.

(3) Amortization charges shall be made monthly to the appropriate amortization expense accounts and corresponding credits shall be made to accounts 2005, 2682, 2690, and 3410, as appropriate. Monthly charges shall be computed by the application of one-twelfth to the annual amortization amount.

(4) The company shall keep such records as will allow the determination of the useful life of the asset.

(i) [Reserved]

(j) Plant accounts to be maintained by telephone companies as indicated:

Account title	
Regulated plant	
Property, plant and equipment:	
Telecommunications plant in service .....	12001
Property held for future telecommunications use.	2002
Telecommunications plant under construction-short term.	2003
Telecommunications plant adjustment .....	2005
Nonoperating plant .....	2006
Goodwill .....	2007
Telecommunications plant in service (TPIS)	
TPIS—General support assets:	
Land and support assets .....	2110
TPIS—Central Office assets:	
Central Office—switching .....	2210
Operator systems .....	2220
Central Office—transmission .....	2230
TPIS—Information origination/termination assets:	
Information origination termination .....	2310
TPIS—Cable and wire facilities assets:	
Cable and wire facilities .....	2410
TPIS—Amortizable assets:	
Amortizable tangible assets .....	2680
Intangibles .....	2690

<sup>1</sup> Balance sheet summary account only.

[51 FR 43499, Dec. 2, 1986, as amended at 52 FR 7580, Mar. 12, 1987; 53 FR 30059, Aug. 10, 1988; 59 FR 46930, Sept. 13, 1994; 60 FR 12138, Mar. 6, 1995; 62 FR 39451, July 23, 1997; 64 FR 50007, Sept. 15, 1999; 67 FR 5683, Feb. 6, 2002; 69 FR 53648, Sept. 2, 2004; 82 FR 20840, May 4, 2017]

**§ 32.2001 Telecommunications plant in service.**

This account shall include the original cost of the investment included in Accounts 2110 through 2690.

**§ 32.2002 Property held for future telecommunications use.**

(a) This account shall include the original cost of property owned and held for no longer than two years under a definite plan for use in telecommunications service. If at the end of two years the property is not in service, the original cost of the property may remain in this account so long as the carrier excludes the original cost and associated depreciation from its ratebase and ratemaking considerations and report those amounts in reports filed with the Commission pursuant to 43.21(e)(1) and 43.21(e)(2) of this chapter.

(b) Subsidiary records shall be maintained to show the character of the amounts carried in this account.

[65 FR 16334, Mar. 28, 2000]

**§ 32.2003 Telecommunications plant under construction.**

(a) This account shall include the original cost of construction projects (note also § 32.2000(c) of this part and the cost of software development projects that are not yet ready for their intended use.

(b) There may be charged directly to the appropriate plant accounts the cost of any construction project which is estimated to be completed and ready for service within two months from the date on which the project was begun. There may also be charged directly to the plant accounts the cost of any construction project for which the gross additions to plant are estimated to amount to less than \$100,000.

(c) If a construction project has been suspended for six months or more, the cost of the project included in this account may remain in this account so long as the carrier excludes the original cost and associated depreciation from its ratebase and ratemaking considerations and reports those amounts in reports filed with the Commission pursuant to §§ 43.21(e)(1) and 43.21(e)(2) of this chapter. If a project is abandoned, the cost included in this account shall be charged to Account 7300, Nonoperating income and expense.

(d) When any telecommunications plant, the cost of which has been included in this account, is completed ready for service, the cost thereof shall