

YEAR 1999

ANNUAL REPORT
OF

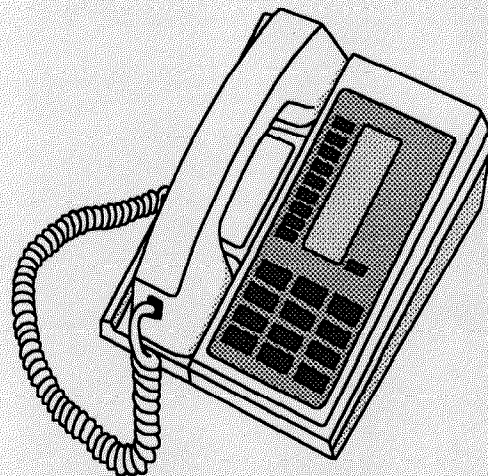
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MONT. P. S. COMMISSION

US West Communications

TELEPHONE UTILITY



TO THE
PUBLIC SERVICE COMMISSION
STATE OF MONTANA
1701 PROSPECT AVENUE
P.O. BOX 202601
HELENA, MT 59620-2601

Check No. 200778
\$25.00
US West Communications

General Information

Year: 1999

1. Legal Name of Respondent: U S WEST Communications, Inc.	
2. Name Under Which Respondent Does Business: U S WEST Communications, Inc.	
3. Date of Incorporation: The Colorado Telephone Company was organized January 10, 1881, consolidated with the Tri-State Telephone and Telegraph Company on July 17, 1911, forming the Mountain States Telephone and Telegraph Company which on July 20, 1911, purchased the Rocky Mountain Telephone Company. On January 1, 1991, the Mountain States Telephone and Telegraph Company was merged with Northwestern Bell and Pacific Northwestern Bell to form U S WEST Communications, Inc.	
4. Address to send Correspondence Concerning Report: 441 North Park Avenue, Room 7 Helena, Montana 59624	
5. Person Responsible for This Report: Gary Duncan	
5a. Telephone Number: (406)-441-7288	
Control Over Respondent	
1. If direct control over the respondent was held by another entity at the end of year provide the following:	
1a. Name and address of the controlling organization or person:	U S WEST, Inc. 1801 California Street Denver, Colorado 80202
1b. Means by which control was held: Through ownership of voting securities	
1c. Percent Ownership: 100%	

Board of Directors

Line No.	Name of Director and Address (City, State) (a)	Fees Paid During Year (b)
1	Solomon D. Trujillo Denver, Colorado	None
2	Janet K. Cooper Denver, Colorado	None
3	Allan R. Spies Denver, Colorado	None
4		
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18	Chairman of the Board for U S WEST Inc.: Solomon D. Trujillo	
19		
20		

Officers

Year: 1999

Line No.	Title of Officer (a)	Department Over Which Jurisdiction is Exercised (b)	Name and Address of Person Holding Office at Year End (c)
1	President	President & Chief Executive Officer	Solomon D. Trujillo, Denver, CO
2	Executive Vice President	Retail Markets	Betsy J. Bernard, Denver, CO
3	Vice President	Finance & Controller	Janet K. Cooper, Denver, CO
4	Vice President	Assistant Treasurer	Sean P. Foley, Denver, CO
5	Assistant Treasurer		J. Roger Fox, Englewood, CO
6	Assistant Secretary		Debra S. Gallegos, Denver, CO
7	Assistant Secretary		Glenda M. Hjar, Denver, CO
8	Assistant Secretary		Cynthia Johnson, Denver, CO
9	Vice President	President-Wholesale Carrier	John A. Kelley, Jr., Denver, CO
10	Vice President	Chief Information Officer	David R. Laube, Denver, CO
11	Vice President	President-U S WEST Wireless LLC	Peter Mannetti, Denver, CO
12	Assistant Secretary		Thomas O. McGimpsey, Denver, CO
13	Sr. Vice President & Assistant Secretary	Law & Human Resources	Antonia D. Ozeroff, Denver, CO
14	Vice President & Secretary	General Counsel	Mark D. Roellig, Denver, CO
15	Vice President		James A. Smith, Englewood, CO
16	Vice President & Chief Financial Officer		Allan R. Spies, Denver, CO
17	Executive Vice President	Operations & Technologies	Gregory M. Winn, Denver, CO
18	Vice President	President-Interprise Networking Services	Joseph R. Zell, Denver, CO

Total Company Balance Sheet

(Thousands of Dollars)

Year: 1999

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		CURRENT ASSETS:		
2	1120	Cash and Equivalents	42,284	67,074
3	1180	Telecommunications Accounts Receivable - Net	1,511,596	1,436,870
4	1190	Other Accounts Receivable - Net	320,249	202,654
5	1200	Notes Receivable - Net	(10)	(5)
6	1210	Interest and Dividends Receivable	588	6,172
7	1220	Materials and Supplies	156,194	125,102
8	* 1280	Prepayments	24,240	18,266
9	^ 1290	Prepaid Rents	0	0
10	^ 1300	Prepaid Taxes	10,940	11,106
11	^ 1310	Prepaid Insurance	2,338	1,446
12	^ 1320	Prepaid Directory Expenses	0	0
13	^ 1330	Other Prepayments	10,962	5,714
14	1350	Other Current Assets	64,778	41,660
15		Total Current Assets	2,119,919	1,897,793
16		NONCURRENT ASSETS:		
17	1401	Investments in Affiliated Companies	182,171	356,235
18	1402	Investments in Nonaffiliated Companies	8,221	4,687
19	1406	Nonregulated Investments	0	0
20	1407	Unamortized Debt Issuance Expense	136,855	140,573
21	1408	Sinking Funds	0	0
22	1410	Other Noncurrent Assets	411,014	534,030
23	1438	Deferred Maintenance and Retirements	0	0
24	1439	Deferred Charges	313,977	343,951
25	1500	Other Jurisdictional Assets - Net	405,039	617,034
26		Total Noncurrent Assets	1,457,277	1,996,510
27		PROPERTY, PLANT, & EQUIPMENT:		
28	2001	Telecommunications Plant in Service	35,279,885	33,625,291
29	2002	Property Held for Future Telecommunications Use	1,250	22
30	2003	Plant Under Construction - Short Term	1,189,684	533,873
31	2004	Plant Under Construction - Long Term	127,415	69,007
32	2005	Telecommunications Plant Adjustment	2,746	2,746
33	2006	Nonoperating Plant	39,488	35,352
34	2007	Goodwill	0	0
35	3100	Accumulated Depreciation	(18,213,385)	(16,914,839)
36	3200	Accumulated Depreciation - Held for Future Use	0	0
37	3300	Accumulated Depreciation - Nonoperating	(16,785)	(2,714)
38	3400	Accumulated Amortization (Includes 3500 and 3600)	(204,550)	(215,751)
39		Net Property, Plant, & Equipment	18,205,748	17,132,987
40		TOTAL ASSETS	21,782,944	21,027,290

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^ Subaccount of account marked with a *.

Total Company Balance Sheet

(Thousands of Dollars)

Year: 1999

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
41		CURRENT LIABILITIES:		
42	4010	Accounts Payable	1,756,668	1,486,469
43	4020	Notes Payable	217,937	122,953
44	4030	Advance Billing and Payments	301,517	285,042
45	4040	Customer Deposits	40,926	42,370
46	4050	Current Maturities - Long Term Debt	522,000	225,625
47	4060	Current Maturities - Capital Leases	73,488	83,296
48	4070	Income Taxes - Accrued	211,633	108,949
49	4080	Other Taxes - Accrued	247,193	234,688
50	4100	Net Current Deferred Operating Income Taxes	(127,618)	(83,176)
51	4110	Net Current Deferred Nonoperating Income Taxes	(267)	148
52	4120	Other Accrued Liabilities	850,458	842,428
53	4130	Other Current Liabilities	81,800	62,458
54		Total Current Liabilities	4,175,735	3,411,250
55		LONG-TERM DEBT:		
56	4210	Funded Debt	5,290,693	5,062,693
57	4220	Premium on Long-Term Debt	924	1,795
58	4230	Discount on Long-Term Debt	(123,836)	(123,929)
59	4240	Reacquired Debt	0	0
60	4250	Obligations Under Capital Leases	92,062	89,686
61	4260	Advances From Affiliated Companies	0	0
62	4270	Other Long-Term Debt	123,469	90,327
63		Total Long-Term Debt	5,383,312	5,120,572
64		OTHER LIABILITIES AND DEFERRED CREDITS:		
65	4310	Other Long-Term Liabilities	1,474,629	1,258,351
66	4320	Unamort. Oper. Invest. Tax Credits - Net	251,551	257,072
67	4330	Unamort. Nonoper. Invest. Tax Credits - Net	0	0
68	4340	Net Noncurrent Deferred Oper. Income Taxes	2,526,463	2,500,382
69	4350	Net Noncurrent Deferred Nonoper. Income Taxes	9,548	11,758
70	4360	Other Deferred Credits	738,365	688,677
71	4370	Other Jurisdictional Liab. and Def. Credits	69,285	137,154
72		Total Other Liabilities and Deferred Credits	5,069,841	4,853,394
73		STOCKHOLDERS' EQUITY:		
74	4510	Capital Stock	8,067,038	8,053,575
75	4520	Additional Paid-In Capital	0	0
76	4530	Treasury Stock	0	0
77	4540	Other Capital	0	0
78	4550	Retained Earnings	(912,982)	(411,501)
79		Total Stockholders' Equity	7,154,056	7,642,074
80		TOTAL LIAB. AND STOCKHOLDERS' EQUITY	21,782,944	21,027,290

Total Company Income Statement

(Thousands of Dollars)

Year: 1999

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		REVENUES:		
2	5000	Basic Local Service Revenues	5,703,825	5,428,428
3	5080	Network Access Revenues	3,848,642	3,577,075
4	* 5100	Long Distance Message Revenue	560,503	770,868
5	^ 5110	Unidirectional Long Distance Revenue (Note 1)	558,509	768,319
6	^ 5120	Long Distance Private Network Revenue	1,994	2,549
7	^ 5160	Other Long Distance Revenue	0	0
8	^ 5169	Other Long Distance Revenue Settlements	0	0
9	* 5200	Miscellaneous Revenue	1,193,732	995,271
10	^ 5230	Directory Revenue	95,732	94,428
11	^ 5240	Rent Revenue	97,947	48,128
12	^ 5250	Corporate Operations Revenue	59,990	58,276
13	^ 5260	Miscellaneous Revenue	201,864	157,114
14	^ 5270	Carrier Billing and Collection Revenue	144,927	109,477
15	^ 5280	Nonregulated Revenue	593,272	527,848
16	5300	Uncollectible Revenue	102,162	102,870
17		Total Revenues (L.2+L.3+L.4+L.9-L.16)	11,204,540	10,668,772
18		OPERATING EXPENSES:		
19	6110	Network Support Expense	7,855	7,918
20	6120	General Support Expense	476,883	436,282
21	6210	Central Office Switching Expense	218,650	252,523
22	6220	Operator Systems Expense	972	261
23	6230	Central Office Transmission Expense	140,535	117,697
24	6310	Information Origination/Termination Expense	187,353	177,177
25	6410	Cable and Wire Facilities Expense	751,518	675,904
26	6431	Aerial Wire Expense	554	628
27	6441	Conduit Systems Expense	13,555	9,968
28	6510	Other Property, Plant & Equipment Expense	4,901	3,424
29	6530	Network Operations Expense	683,977	661,844
30	6540	Access Expense	359,314	303,101
31	6560	Depreciation and Amortization Expense	2,585,287	2,406,745
32	6610	Marketing	601,371	584,901
33	6620	Services	833,754	813,806
34	6710	Executive and Planning	90,787	108,686
35	6720	General and Administrative	1,205,849	1,350,684
36	6790	Provision for Uncollectible Notes Receivable	0	0
37		Total Operating Expenses (Sum L.19 to L.36-L.26-L.27)	8,149,006	7,900,953
38	7100	Other Operating Income and Expense	7,746	(22,470)
39	7200	Operating Taxes	1,231,101	1,083,916
40		Net Operating Income (L.17-L.37+L.38-L.39)	1,832,179	1,661,433
41	7300	Nonoperating Income and Expense	(185,777)	(164,110)
42	7400	Nonoperating Taxes	2,449	763
43	7500	Interest and Related Items	432,703	430,173
44	7600	Extraordinary Items	0	0
45	7910	Effects of Juris. Ratemaking Diff. - Net	(144,138)	(4,663)
46	7990	Nonregulated Net Income	0	0
47		NET INCOME (L.40+L.41-L.42-L.43-L.44+L.45-L.46)	1,067,112	1,061,724

^ Subaccount of the account marked with a *.

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Note 1: This includes accounts 5100, 5111, and 5112 to be consistent with prior years.

Montana Total State Income Statement

(Thousands of Dollars)

Year: 1999

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		REVENUES:		
2	5000	Basic Local Service Revenues	141,581	128,570
3	5080	Network Access Revenues	97,216	86,859
4	* 5100	Long Distance Message Revenue	17,705	27,410
5	^ 5110	Unidirectional Long Distance Revenue (Note 1)	17,706	27,411
6	^ 5120	Long Distance Private Network Revenue	(1)	(1)
7	^ 5160	Other Long Distance Revenue	0	0
8	^ 5169	Other Long Distance Revenue Settlements	0	0
9	* 5200	Miscellaneous Revenue	10,610	7,104
10	^ 5230	Directory Revenue	2,235	2,192
11	^ 5240	Rent Revenue	(8,902)	(9,641)
12	^ 5250	Corporate Operations Revenue	1,269	1,242
13	^ 5260	Miscellaneous Revenue	3,120	2,541
14	^ 5270	Carrier Billing and Collection Revenue	2,773	2,464
15	^ 5280	Nonregulated Revenue	10,115	8,306
16	5300	Uncollectible Revenue	2,279	2,345
17		Total Revenues (L.2+L.3+L.4+L.9-L.16)	264,833	247,598
18		OPERATING EXPENSES:		
19	6110	Network Support Expense	223	535
20	6120	General Support Expense	6,721	7,301
21	6210	Central Office Switching Expense	4,556	7,018
22	6220	Operator Systems Expense	0	3
23	6230	Central Office Transmission Expense	2,668	2,823
24	6310	Information Origination/Termination Expense	3,305	2,676
25	6410	Cable and Wire Facilities Expense	10,637	10,357
26	6431	Aerial Wire Expense	11	8
27	6441	Conduit Systems Expense	73	27
28	6510	Other Property, Plant & Equipment Expense	(27)	(143)
29	6530	Network Operations Expense	12,750	12,995
30	6540	Access Expense	8,000	11,895
31	6560	Depreciation and Amortization Expense	62,745	57,195
32	6610	Marketing	11,621	10,934
33	6620	Services	18,179	17,942
34	6710	Executive and Planning	2,049	2,542
35	6720	General and Administrative	24,468	29,954
36	6790	Provision for Uncollectible Notes Receivable	0	0
37		Total Operating Expenses (Sum L.19 to L.36-L.26-L.27)	167,895	174,027
38	7100	Other Operating Income and Expense (Includes USF and Link Up America)	5	1,259
39	7200	Operating Taxes	46,442	36,364
40		Net Operating Income (L.17-L.37-L.38-L.39)	50,491	35,948

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^ Subaccount of the account marked with a *.

Note 1: This includes accounts 5100, 5111, and 5112 to be consistent with prior years.

Company Name: U S WEST Communications, Inc.

SCHEDULE 6

Montana Intrastate Income Statement

(Thousands of Dollars)

Year: 1999

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		REVENUES:		
2	5000	Basic Local Service Revenues	141,581	128,570
3	5080	Network Access Revenues	23,494	21,007
4	* 5100	Long Distance Message Revenue	17,666	27,327
5	^ 5110	Unidirectional Long Distance Revenue (Note 1)	17,667	27,328
6	^ 5120	Long Distance Private Network Revenue	(1)	(1)
7	^ 5160	Other Long Distance Revenue	0	0
8	^ 5169	Other Long Distance Revenue Settlements	0	0
9	* 5200	Miscellaneous Revenue	93	(1,018)
10	^ 5230	Directory Revenue	2,235	2,192
11	^ 5240	Rent Revenue	(6,551)	(7,155)
12	^ 5250	Corporate Operations Revenue	935	923
13	^ 5260	Miscellaneous Revenue	2,522	2,092
14	^ 5270	Carrier Billing and Collection Revenue	688	587
15	^ 5280	Nonregulated Revenue	264	343
16	5300	Uncollectible Revenue	2,038	1,456
17		Total Revenues (L.2+L.3+L.4+L.9-L.16)	180,796	174,430
18		OPERATING EXPENSES:		
19	6110	Network Support Expense	154	385
20	6120	General Support Expense	4,569	5,012
21	6210	Central Office Switching Expense	2,785	4,585
22	6220	Operator Systems Expense	0	3
23	6230	Central Office Transmission Expense	1,713	1,894
24	6310	Information Origination/Termination Expense	469	306
25	* 6410	Cable and Wire Facilities Expense	7,451	7,302
26	^ 6431	Aerial Wire Expense	8	5
27	^ 6441	Conduit Systems Expense	51	19
28	6510	Other Property, Plant & Equipment Expense	1	(101)
29	6530	Network Operations Expense	7,846	8,228
30	6540	Access Expense	5,950	9,933
31	6560	Depreciation and Amortization Expense	41,817	38,933
32	6610	Marketing	7,417	6,896
33	6620	Services	13,711	13,561
34	6710	Executive and Planning	1,411	1,731
35	6720	General and Administrative	16,026	20,338
36	6790	Provision for Uncollectible Notes Receivable	0	0
37		Total Operating Expenses (Sum L.19 to L.36-L.26-L.27)	111,320	119,006
38	7100	Other Operating Income and Expense (Includes USF and Link Up America)	(1,697)	(440)
39	7200	Operating Taxes	34,166	28,047
40		Net Operating Income (L.17-L.37-L.38-L.39)	37,007	27,817

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^ Subaccount of the account marked with a *.

Note 1: This includes accounts 5100, 5111, and 5112 to be consistent with prior years.

Montana Intrastate Regulated Income Statement

(Thousands of Dollars)

Year: 1999

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1		REVENUES:		
2	5000	Basic Local Service Revenues	140,998	128,087
3	5080	Network Access Revenues	19,258	16,973
4	* 5100	Long Distance Message Revenue	17,665	27,326
5	^ 5110	Unidirectional Long Distance Revenue (Note 1)	17,666	27,327
6	^ 5120	Long Distance Private Network Revenue	(1)	(1)
7	^ 5160	Other Long Distance Revenue	0	0
8	^ 5169	Other Long Distance Revenue Settlements	0	0
9	* 5200	Miscellaneous Revenue	(1,219)	(2,849)
10	^ 5230	Directory Revenue	2,235	2,192
11	^ 5240	Rent Revenue	(5,200)	(4,681)
12	^ 5250	Corporate Operations Revenue	636	496
13	^ 5260	Miscellaneous Revenue	2,290	1,771
14	^ 5270	Carrier Billing and Collection Revenue	(2,480)	(3,660)
15	^ 5280	Nonregulated Revenue	1,301	1,033
16	5300	Uncollectible Revenue	1,992	1,427
17		Total Revenues (L.2+L.3+L.4+L.9-L.16)	174,712	168,110
18		OPERATING EXPENSES:		
19	6110	Network Support Expense	147	365
20	6120	General Support Expense	4,372	4,784
21	6210	Central Office Switching Expense	2,926	4,738
22	6220	Operator Systems Expense	0	3
23	6230	Central Office Transmission Expense	1,543	1,762
24	6310	Information Origination/Termination Expense	446	292
25	* 6410	Cable and Wire Facilities Expense	7,130	6,891
26	^ 6431	Aerial Wire Expense	8	5
27	^ 6441	Conduit Systems Expense	51	19
28	6510	Other Property, Plant & Equipment Expense	(1)	(97)
29	6530	Network Operations Expense	7,780	8,045
30	6540	Access Expense	5,950	9,933
31	6560	Depreciation and Amortization Expense	47,156	34,059
32	6610	Marketing	7,145	7,249
33	6620	Services	13,711	13,320
34	6710	Executive and Planning	1,375	1,687
35	6720	General and Administrative	18,990	19,335
36	6790	Provision for Uncollectible Notes Receivable	0	0
37		Total Operating Expenses (Sum L.19 to L.36-L.26-L.27)	118,671	112,366
38	7100	Other Operating Income and Expense (Includes USF and Link Up America)	(1,710)	(479)
39	7200	Operating Taxes	29,909	28,572
40		Net Operating Income (L.17-L.37-L.38-L.39)	27,842	27,651

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^ Subaccount of the account marked with a *.

Note 1: This includes accounts 5100, 5111, and 5112 to be consistent with prior years.

Average Rate Base - Total State

(Thousands of Dollars)

Year: 1999

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1	2001	Telecommunications Plant in Service	793,864	770,571
2	3100	Accumulated Depreciation (Note 1)	412,710	366,439
3	2002	Property Held for Future Telecommunications Use	0	0
4	3200	Accumulated Depreciation - 2002	0	0
5	1220	Materials and Supplies	671	858
6	4340	Noncurrent Deferred Operating Income Taxes	66,903	73,242
7		Pre-1971 Unamortized Investment Tax Credits	0	0
8		Cash Working Capital (if allowed by Commission)	0	0
9		Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+L.8)	314,922	331,748

Average Rate Base - Intrastate

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1	2001	Telecommunications Plant in Service	533,216	529,430
2	3100	Accumulated Depreciation (Note 1)	275,605	250,905
3	2002	Property Held for Future Telecommunications Use	0	0
4	3200	Accumulated Depreciation - 2002	0	0
5	1220	Materials and Supplies	436	558
6	4340	Noncurrent Deferred Operating Income Taxes	44,909	50,162
7		Pre-1971 Unamortized Investment Tax Credits	0	0
8		Cash Working Capital (if allowed by Commission)	0	0
9		Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+L.8)	213,138	228,921

Average Rate Base - Regulated Intrastate

Line No.	Acct. No. (a)	Description (b)	This Year (c)	Last Year (d)
1	2001	Telecommunications Plant in Service	523,104	518,399
2	3100	Accumulated Depreciation (Note 1)	251,951	225,636
3	2002	Property Held for Future Telecommunications Use	0	0
4	3200	Accumulated Depreciation - 2002	0	0
5	1220	Materials and Supplies	422	543
6	4340	Noncurrent Deferred Operating Income Taxes	46,009	51,103
7		Pre-1971 Unamortized Investment Tax Credits	0	0
8		Cash Working Capital (if allowed by Commission)	0	0
9		Total Average Rate Base (L.1-L.2+L.3-L.4+L.5-L.6-L.7+L.8)	225,565	242,203

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Note 1: This also includes Accumulated Amortizations, accounts 3410, 3420, 3500, 3600.

Statement of Cash Flows

(Thousands of Dollars)

Year: 1999

Line No.	Item Description (a)	This Year (b)	Last Year (c)
1	Increase/(decrease) in Cash & Cash Equivalents		
2	Cash Flows from Operating Activities:		
3	Net Income	1,067,112	1,061,724
4	Reconciliation Adjustments:		
5	Depreciation & Amortization	2,585,287	2,406,745
6	Provision for Accounts Receivable Losses	102,164	102,870
7	Deferred Income Taxes - Net	(53,888)	(60,578)
8	Unamortized Investment Tax Credits (ITCs) - Net	(5,524)	(20,471)
9	Allowance for Funds Used During Construction (AFUDC)	(27,138)	(17,140)
10	Change in Operating Receivables - Net	(186,734)	(28,997)
11	Change in Materials, Supplies & Inventories - Net	(31,092)	774
12	Change in Operating Payables & Accrued Liabilities - Net	256,961	(287,623)
13	Change in Other Assets & Deferred Charges - Net	538,510	(156,738)
14	Change in Other Liabilities & Deferred Credits - Net	198,104	256,851
15	Other	219,884	78,507
16	Total Adjustments	3,596,534	2,274,200
17	Net Cash Provided by/(Used in) Operating Activities	4,663,646	3,335,924
18	Cash Inflows/Outflows From Investing Activities:		
19	Construction/Acquisition of Property, Plant & Equipment (net of		
20	AFUDC & Capital Lease Related Acquisitions)	(3,696,909)	(2,307,204)
21	Proceeds from Disposals of Property, Plant & Equipment	(38,857)	274,136
22	Investments In & Advances to Affiliates	725	(63,000)
23	Proceeds from Repayment of Advances	0	0
24	Other Investing Activities	0	0
25	Net Cash Provided by/(Used in) Investing Activities	(3,735,041)	(2,096,068)
26	Cash Flows from Financing Activities:		
27	Net Incr./(Decr.) in Short-Term Debt, Original maturity <= 3 mo.	94,984	61,024
28	Advances from Affiliates	0	0
29	Repayment of Advances from Affiliates	0	0
30	Proceeds from Issuances of Long-Term Debt	783,212	320,000
31	Repayment of Long-Term Debt	(225,695)	(335,477)
32	Payment of Capital Lease Obligations	(110,673)	(107,541)
33	Proceeds from Issuing Common Stock/Parent Co. Equity Investment	0	63,000
34	Repurchase of Treasury Shares	0	0
35	Dividends Paid	(1,495,224)	(1,199,649)
36	Other Financing Activities	0	0
37	Net Cash Provided by Financing Activities	(953,396)	(1,198,643)
38	Effect of Exchange Rate Changes on Cash	0	0
39	Net Increase/(Decrease) in Cash & Cash Equivalents	(24,791)	41,213
40	Cash & Cash Equivalents at Beginning of Period	67,074	25,861
41	Cash & Cash Equivalents at End of Period	42,283	67,074

Company Name: U S WEST Communications, Inc.

SCHEDULE 10

Receivables and Investments-Affiliated & Nonaffiliated Companies

(Thousands of Dollars)

Year: 1999

Line No.	Name of Affiliate or Company (a)	Account 1160 Temporary Investments (b)	Account 1180 Telecom. Accounts Receivable (c)	Account 1181 Accts. Rec. Telecom. Allowance (d)	Account 1190 Other Accounts Receivable (e)	Account 1191 Accounts Receivable Allow-Other (f)	Account 1200 Notes Receivable (g)	Account 1201 Notes Receivable Allowance (h)	Account 1210 Interest and Dividends Receivable (i)	Account 1401 Investments in Affil. Companies (j)	Account 1402 Investments in Nonaffil. Companies (k)
1	U S WEST Wireless, LLC				29,034				186,704	157,670	
2	Malheur Home Telephone Company				236				13,262	12,438	
3	El Paso County Telephone								9,474	9,474	
4	SMS / 800 Service										
5	Mubeta Development								2,589	2,589	
6	U S WEST Communications, Inc.		452		3,827				4,279		
7	U S WEST Communication Services, Inc		3		5,879				5,882		
8	U S WEST DEX		40		3,516				3,556		
9	U S WEST Advanced Technologies, Inc		2		330				332		
10	U S WEST Business Resources, Inc		1		10,662				10,663		
11	U S WEST New Vector Group, Inc										
12	U S WEST Federal Services, Inc				496				496		
13	U S WEST International, Inc										
14	U S WEST Enterprises, Inc										
15	U S WEST Enhanced Services, Inc										
16	U S WEST Capital Corporation, Inc										
17	U S WEST Financial Services, Inc										
18	U S WEST Strategic Marketing, Inc										
19	Time Warner, Inc										
20	U S WEST Broadband Services				96,536				96,536		
21	U S WEST Investments, Inc										
22	U S WEST Long Distance				4,534				4,534		
23	Foreign Office Services										
24	U S WEST Interprise		4,014						4,014		
25	U S WEST Education Foundation										
26	U S WEST International Holdings, Inc										
27	All other investments				103,913				103,913		
28	Non-affiliates	26,506	1,546,010	38,926	72,590	11,304	(10)		1,653,317		8,221
29											
30	Totals	26,506	1,550,522	38,926	331,553	11,304	(10)	0	2,099,551	182,171	8,221

Net Plant in Service - Detail

(Thousands of Dollars)

Year: 1999

Line No.	Account (a)	Description (b)	Beginning of Year Balance (c)	Additions (d)	Retirements (e)	Sales & Transfers (f)	End of Year Account 2001 Balance (g)	Year End Accumulated Depreciation (h)	End of Year Net Plant Balance (i)
1	*	2110 Land and Support Assets	63,995	4,018	1,388	0	66,625	31,798	34,827
2	^	2111 Land	1,736	3	3		1,736	0	1,736
3	^	2112 Motor Vehicles	9,306	1,099	89		10,316	8,086	2,230
4	^	2113 Aircraft	0	0	0		0	0	0
5	^	2114 Special Purpose Vehicles	147	0	0		147	94	53
6	^	2115 Garage Work Equipment	240	20	0		260	(10)	270
7	^	2116 Other Work Equipment	4,251	620	332		4,539	392	4,147
8	^	2121 Buildings	38,459	1,800	150		40,109	17,803	22,306
9	^	2122 Furniture	18	0	0		18	(76)	94
10	^	2123 Office Equipment	2,561	10	494		2,077	1,592	485
11	^	2124 General Purpose Computers	7,277	466	320		7,423	3,917	3,506
12		2211 Analog Electronic Switching	175	6	177		4	3	1
13		2212 Digital Electronic Switching	145,967	9,551	6,638		148,880	72,892	75,988
14		2215 Electro-Mechanical Switching	(1)	0	0		(1)	0	(1)
15		2220 Operator Systems	0	0	0		0	0	0
16		2231 Radio Systems	16,819	36	918		15,937	8,027	7,910
17		2232 Circuit Equipment	139,611	9,385	2,618		146,378	90,707	55,671
18	*	2310 Information Orig & Term Equip	7,689	786	18	0	8,457	5,263	3,194
19	^	2311 Station Apparatus	0	0	0		0	0	0
20	^	2321 Customer Premises Wiring	0	0	0		0	0	0
21	^	2341 Large Private Branch Exchanges	0	0	0		0	0	0
22	^	2351 Public Telephone Term. Equip.	3,227	208	18		3,417	2,840	577
23	^	2362 Other Terminal Equipment	4,462	578			5,040	2,423	2,617
24		2411 Poles	6,297	292	19		6,570	8,368	(1,798)
25	*	2420 Cable and Wire Facilities	374,573	11,880	1,249	0	385,204	207,075	178,129
26	^	2421 Aerial Cable	31,618	1,429	230		32,817	25,015	7,802
27	^	2422 Underground Cable	41,236	707	38		41,905	27,342	14,563
28	^	2423 Buried Cable	294,649	9,454	974		303,129	150,004	153,125
29	^	2424 Submarine Cable	32	0	0		32	24	8
30	^	2425 Deep Sea Cable	0	0	0		0	0	0
31	^	2426 Intrabuilding Network Cable	7,038	290	7		7,321	4,690	2,631
32		2431 Aerial Wire	988	84	13		1,059	1,186	(127)
33		2441 Conduit Systems	20,642	327			20,969	7,755	13,214
34		Totals	776,755	36,365	13,038	0	800,082	433,074	367,008

^ Subaccount of the account marked with a *.

Company Name: U S WEST Communications, Inc.

SCHEDULE 12

Analysis of Plant Held for Future Use

(Thousands of Dollars)

Year: 1999

Line No.	Location and Description of Property (a)	Date Included in Account 2002 (b)	Book Cost of Property at Beginning of Year (c)	Additions During the Year (d)	Retirements During the Year (e)	Transfers and Adjustments Charges and (Credits) (f)	Book Cost of Property at End of Year (g)
1	U S WEST Communications, Inc.- Montana had no Plant Held for Future Use in 1999.						
2							
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29							
30	Totals (Sum L.1 to L.29)		0	0	0	0	0

Company Name: U S WEST Communications, Inc.

SCHEDULE 13

Average Cost of Long Term Debt

(Thousands of Dollars)

Year: 1999

Line No.	Description (a)	Issue Date (b)	Maturity Date (c)	Principal Amount (d)	Gross Proceeds (e)	Net Proceeds (f)	Net Per \$100 (g)	Outstanding Per Balance Sheet (h)	Yield to Maturity (i)	Annual Net Cost (j)	Amortization of Premium or Discount (k)	Total Cost (%) (l)
1	U S WEST COMMUNICATIONS											
2												
3	6.125% 05 Year Eurodollar Note	11/21/95	11/21/00	250,000	N/A	248,683	99.47	249,840	6.13%	15,313	(729)	5.84%
4	6.375% 07 Year Note	10/15/95	10/15/02	250,000	N/A	247,642	99.06	249,023	6.38%	15,938	100	6.44%
5	5.650% 11 Year Note	10/28/93	11/01/04	100,000	N/A	96,979	96.98	98,487	5.65%	5,650	213	5.95%
6	6.625% 10 Year Note	09/15/95	09/15/05	250,000	N/A	247,661	99.06	248,620	6.63%	16,563	52	6.68%
7	6.125% 12 Year Note	11/15/93	11/15/05	150,000	N/A	149,319	99.55	149,700	6.13%	9,188	(30)	6.12%
8	7.500% 30 Year Debenture	06/15/93	06/15/23	484,000	N/A	479,693	99.11	480,639	7.50%	36,300	(2)	7.55%
9	7.250% 30 Year Debenture	09/15/95	09/15/25	250,000	N/A	247,276	98.91	247,625	7.25%	18,125	5	7.32%
10	7.200% 31 Year Debenture	11/10/95	11/10/26	250,000	N/A	245,018	98.01	245,330	7.20%	18,000	33	7.35%
11	8.875% 40 Year Debenture	06/01/91	06/01/31	250,000	N/A	240,477	96.19	241,229	8.88%	22,188	40	9.21%
12	6.875% 40 Year Debenture	09/15/93	09/15/33	1,000,000	N/A	903,417	90.34	907,721	6.88%	68,750	554	7.63%
13	7.250% 40 Year Debenture	10/15/95	10/15/35	250,000	N/A	244,154	97.66	244,472	7.25%	18,125	20	7.42%
14	7.125% 50 Year Debenture	11/15/93	11/15/43	250,000	N/A	247,770	99.11	248,080	7.13%	17,813	(1)	7.18%
15	5.625% 10 Year Note	11/15/98	11/15/08	320,000	N/A	316,787	99.00	316,919	5.63%	18,000	88	5.71%
16	7.200% 5 Year Note	11/01/99	11/01/04	750,000	N/A	743,935	99.19	744,200	7.20%	54,000	49	7.26%
17												
18	EASTERN REGION											
19												
20	9.500% 10 Year Debenture	05/01/90	05/01/00	75,000	N/A	73,658	98.21	74,941	9.50%	7,125	106	9.65%
21	6.000% 35 Year Debenture	09/01/66	09/01/01	50,000	N/A	49,777	99.55	49,989	6.00%	3,000	5	6.01%
22	6.250% 39 Year Debenture	01/01/68	01/01/07	89,700	N/A	89,045	99.27	89,582	6.25%	5,606	15	6.28%
23	Refinanced Debenture	02/15/77	02/15/17		N/A			(8,524)			498	-5.84%
24	7.750% 40 Year Debenture	05/01/90	05/01/30	42,883	N/A	33,853	78.94	34,183	7.75%	3,323	48	9.86%
25												
26												
27	CENTRAL REGION											
28												
29	5.000% 40 Year Debenture	04/01/60	04/01/00	40,000	N/A	40,502	101.26	40,003	5.00%	2,000	(15)	4.96%
30	9.500% 10 Year Debenture	05/01/90	05/01/00	100,000	N/A	98,230	98.23	99,923	9.50%	9,500	142	9.65%
31	4.500% 40 Year Debenture	06/01/62	06/01/02	50,000	N/A	50,679	101.36	50,041	4.50%	2,250	(20)	4.46%
32	5.500% 39 Year Debenture	06/01/66	06/01/05	40,760	N/A	40,738	99.95	40,757	5.50%	2,242	(0)	5.50%
33	6.000% 40 Year Debenture	08/01/67	08/01/07	70,200	N/A	69,768	99.38	70,118	6.00%	4,212	10	6.02%
34	Refinanced Debenture	11/15/76	11/15/16		N/A			(5,231)			311	-5.94%
35	Refinanced Debenture	09/15/77	09/15/17		N/A			(7,602)			429	-5.65%
36	Refinanced Debenture	06/01/83	06/01/23		N/A			(21,051)			899	-4.27%
37	Refinanced Debenture	02/01/85	02/01/25		N/A			(20,405)			813	-3.99%
38	Refinanced Debenture	02/01/1977	02/01/2017		N/A			(9,833)			575	-5.85%
39	Refinanced Debenture	02/01/1977	02/01/2017		N/A			(21,805)			1,276	-5.85%
40	7.375% 40 Year Debenture	05/01/90	05/01/30	55,150	N/A	41,484	75.22	41,975	7.38%	4,067	72	9.86%
41	Subtotal Page 1 of 2			5,417,693	N/A	5,246,545	96.84	5,168,946		377,276	5,556	

Company Name: U S WEST Communications, Inc.

SCHEDULE 13

Average Cost of Long Term Debt

(Thousands of Dollars)

Year: 1999

Line No.	Description (a)	Issue Date (b)	Maturity Date (c)	Principal Amount (d)	Gross Proceeds (e)	Net Proceeds (f)	Net Per \$100 (g)	Outstanding Per Balance Sheet (h)	Yield to Maturity (i)	Annual Net Cost (j)	Amortization of Premium or Discount (k)	Total Cost (%) (l)
1	WESTERN REGION											
2												
3	4.500% 37 Year Debenture	12/01/63	12/01/00	50,000	N/A	50,174	100.35	50,004	4.50%	2,250	(17)	4.47%
4	4.375% 40 Year Debenture	09/01/62	09/01/02	50,000	N/A	50,539	101.08	50,036	4.38%	2,188	(25)	4.32%
5	4.500% 40 Year Debenture	04/01/63	04/01/03	50,000	N/A	50,779	101.56	50,063	4.50%	2,250	(31)	4.43%
6	Refinanced Debenture	05/01/80	05/01/2020		N/A			(8,974)			441	-4.92%
7												
8												
9	MEDIUM TERM NOTE PROGRAM (USV											
10												
11	6.560% 7 Year Note	02/01/93	02/01/00	7,000	N/A	6,955	99.36	6,999	6.56%	459	0	6.56%
12	7.100% 10 Year Note	01/19/93	01/20/03	35,000	N/A	34,768	99.34	34,929	7.10%	2,485	0	7.11%
13	7.100% 10 Year Note	01/21/93	01/21/03	12,000	N/A	11,921	99.34	11,976	7.10%	852	0	7.11%
14	7.050% 10 Year Note	01/27/93	01/27/03	15,000	N/A	14,901	99.34	14,969	7.05%	1,058	0	7.06%
15	6.960% 10 Year Note	02/03/93	02/03/03	18,000	N/A	17,881	99.34	17,963	6.96%	1,253	0	6.97%
16	6.970% 10 Year Note	02/03/93	02/03/03	15,000	N/A	14,901	99.34	14,969	6.97%	1,046	0	6.98%
17	6.900% 10 Year Note	02/04/93	02/04/03	10,000	N/A	9,934	99.34	9,980	6.90%	690	0	6.91%
18												
19												
20	STRUCTURED NOTES (USWC)											
21												
22	6.231% 5 Year Note	03/15/94	03/15/99	0	N/A	0	100.00	0	6.23%	0	(7)	
23	6.241% 5 Year Note	03/25/94	03/25/99	0	N/A	0	100.00	0	6.24%	0	(11)	
24	6.265% 5 Year Note	03/25/94	03/25/99	0	N/A	0	100.00	0	6.27%	0	(15)	
25	6.5120% 6 Year Note	11/27/95	11/27/01	133,000	N/A	133,000	100.00	133,000	6.51%	8,661	0	6.51%
26												
27												
28	Subtotal Page 2 of 2			395,000	N/A	395,753	100.19	385,914		23,190	335	
29												
30	Grand Total			5,812,693	N/A	5,642,298	97.07	5,554,860		400,466	5,892	7.32%

Company Name: U S WEST Communications, Inc.

SCHEDULE 14

Cost of Preferred Stock

(Thousands of Dollars)

Year: 1999

Line No.	Description (a)	Date of Issuance (b)	Method of Offering (c)	Call Redemption Price (d)	Par Value Of Issue (e)	Gross Proceeds Amounts (f)	Net Proceeds Amounts (g)	Net Proceeds Per \$100 (h)	Cost of Money (i)	Principal Outstanding (j)	Annual Cost (k)	Embedded Cost (l)
1	U S WEST Communications, Inc.											
2	has no Preferred Stock.											
3												
4												
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6												
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22												
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24												
25												
26												
27												
28												
29												
30	Totals (Sum L.1 to L.29)					0	0			0	0	0

Company Name: U S WEST Communications, Inc.

SCHEDULE 15

Analysis of Common Stock

(Thousands of Dollars)

Year: 1999

Line No.	(a)	Avg. Number of Shares Outstanding (b)	Book Value (per share) (c)	Earnings (per share) (d)	Dividends (per share) (e)	Retention Ratio (f)	Market Price		Price/Earnings Ratio (i)
							High (g)	Low (h)	
1	Year Ended December 31, 1999:	1	8,077	1,067	1,495	-40.12%	N/A	N/A	N/A
2									
3									
4									
5									
6									
7									
8	Month by Month Data								
9	January		8,053,988	45,383	2,656				
10	February		8,049,524	109,088	325,293				
11	March		8,048,430	87,352	-				
12	April		8,048,430	73,832	-				
13	May		8,050,119	69,055	369,105				
14	June		8,050,236	94,701	-				
15	July		8,050,200	76,236	-				
16	August		8,050,283	92,905	386,923				
17	September		8,052,381	109,617	-				
18	October		8,052,381	133,390	-				
19	November		8,052,271	120,603	411,247				
20	December		8,076,594	54,950	-				
21									
22									
23									

Company Name: U S WEST Communications, Inc.

SCHEDULE 16

Capital Stock and Funded Debt Reacquired or Retired During the Year

(Thousands of Dollars)

Year: 1999

Line No.	Description of Security (a)	Call or Retirement Date (b)	Number of Shares (c)	Principal Amount (d)	Reacquisition or Retirement Cost (e)	Gain or (Loss) (f)	Retirement or Reacquisition (g)
1	<u>FUNDED DEBT</u>						
2	5YR 6.231% Due 03-15-99	3/15/99		75,000			
3	(USWC)						
4	5YR 6.241% Due 03-25-99	3/25/99		30,000			
5	(USWC)						
6	5YR 6.265% Due 03-22-99	3/22/99		50,000			
7	(USWC)						
8	5YR 6.6314% Due 04-22-99	4/22/99		70,625			
9	(USWC)						
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25	Totals (Sum L.1 to L.24)		0	225,625	0	0	0

Company Name: U S WEST Communications, Inc.

SCHEDULE 17

Page 1 of 2

Total Company Expense Matrix

Year: 1999

Line No.	Acct. No. (a)	Description (b)	Salaries and Wages (c)	Benefits (d)	Rents (e)	Other Expenses (f)	Clearances (g)	Total (h)
1	* 6110	Network Support Expense	964,616	(44,553)	2,812,171	4,122,672	0	7,854,906
2	^ 6112	Motor Vehicle Expense	1,036,957	(19,617)	2,818,065	1,504,046	0	5,339,451
3	^ 6113	Aircraft Expense	0	0	700	13,612	0	14,312
4	^ 6114	Special Purpose Vehicles Expense	1,586	363	0	35,803	0	37,753
5	^ 6115	Garage Work Equipment Expense	2,208	503	6,125	549,228	0	558,063
6	^ 6116	Other Work Equipment Expense	(76,135)	(25,802)	(12,718)	2,019,984	0	1,905,328
7	* 6120	General Support Expense	95,762,924	22,718,152	158,636,826	199,764,877	0	476,882,779
8	^ 6121	Land and Building Expense	11,584,798	2,637,025	105,387,855	87,307,733	0	206,917,412
9	^ 6122	Furniture and Artworks Expense	531,037	115,574	293,138	29,710,008	0	30,649,757
10	^ 6123	Office Equipment Expense	5,411,576	1,235,132	13,422,845	13,276,235	0	33,345,788
11	^ 6124	General Purpose Computers Expense	78,235,512	18,730,421	39,532,988	69,470,901	0	205,969,822
12	* 6210	Central Office Switching Expense	111,247,447	25,370,932	33,110,367	48,921,441	0	218,650,187
13	^ 6211	Analog Electronic Expense	18,523,514	4,224,765	8,568,811	6,658,755	0	37,975,845
14	^ 6212	Digital Electronic Expense	92,477,132	21,089,923	24,541,471	42,200,765	0	180,309,290
15	^ 6215	Electro-Mechanical Expense	246,800	56,244	86	61,921	0	365,052
16	6220	Operator Systems Expense	11,631	2,661	99,636	858,475	0	972,403
17	* 6230	Central Office Transmission Expense	93,824,306	21,362,511	1,049,327	24,298,484	0	140,534,629
18	^ 6231	Radio Systems Expense	1,883,783	429,051	61,401	1,570,472	0	3,944,707
19	^ 6232	Circuit Equipment Expense	91,940,523	20,933,460	987,927	22,728,012	0	136,589,922
20	* 6310	Information Origination/Termination Expense	119,931,093	27,334,331	2,760,362	37,326,649	0	187,352,435
21	^ 6311	Station Apparatus Expense	4,147,692	945,524	7,366	1,358,308	0	6,458,890
22	^ 6341	Large Private Branch Exchange Expense	12,855,500	2,932,842	25,237	1,450,293	0	17,263,872
23	^ 6351	Public Telephone Terminal Equipment Expense	9,959,346	2,269,333	2,509,112	11,931,880	0	26,669,672
24	^ 6362	Other Terminal Equipment Expense	92,968,554	21,186,631	218,647	22,586,168	0	136,960,001
25	* 6410	Cable and Wire Facilities Expense	409,774,741	93,606,642	7,506,032	240,630,060	0	751,517,476
26	^ 6411	Poles Expense	380,465	85,865	5,756,998	2,172,530	0	8,395,858
27	^ 6421	Aerial Cable Expense	93,518,147	21,291,745	187,116	37,541,419	0	152,538,426
28	^ 6422	Underground Cable Expense	39,761,813	8,937,689	490,111	20,574,802	0	69,764,415
29	^ 6423	Buried Cable Expense	264,237,793	60,594,978	874,438	163,806,294	0	489,513,503
30	^ 6424	Submarine Cable Expense	819	180	1	1,252	0	2,251
31	^ 6425	Deep Sea Cable Expense	0	0	0	0	0	0
32	^ 6426	Intrabuilding Network Cable Expense	11,356,380	2,580,185	26,815	3,232,025	0	17,195,406
33	^ 6431	Aerial Wire Expense	61,880	14,093	144	477,306	0	553,423
34		Subtotals	831,059,314	190,248,770	205,804,314	543,098,225	0	1,770,210,622

^ Subaccount of the account marked with a *.

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Company Name: U S WEST Communications, Inc.

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Total Company Expense Matrix

Year: 1999

Line No.	Acct. No. (a)	Description (b)	Salaries and Wages (c)	Benefits (d)	Rents (e)	Other Expenses (f)	Clearances (g)	Total (h)
35	^ 6441	Conduit Systems Expense	457,444	101,907	170,409	12,824,432	0	13,554,193
36	6510	Other Property Expenses	3,630,609	976,441	0	295,890	0	4,902,940
37	* 6530	Network Operations Expense	378,873,276	132,111,198	234,149	172,758,472	0	683,977,094
38	^ 6531	Power Expense	0	0	0	45,594,176	0	45,594,176
39	^ 6532	Network Administration Expense	18,636,440	6,180,003	0	4,862,244	0	29,678,687
40	^ 6533	Testing Expense	125,200,713	28,534,767	0	2,695,502	0	156,430,982
41	^ 6534	Plant Operations Expense	193,938,363	83,178,505	233,033	65,380,447	0	342,730,348
42	^ 6535	Engineering Expense	41,097,760	14,217,923	1,116	54,226,103	0	109,542,902
43	6540	Access Expense	0	0	0	359,314,472	0	359,314,472
44	6561	Depreciation - Telecomm. Plant in Service	0	0	0	2,459,079,123	0	2,459,079,123
45	6562	Depreciation-Prop. for Future Telecom. Use	0	0	0	0	0	0
46	6563	Amortization Expense - Tangible	0	0	0	88,188,951	0	88,188,951
47	6564	Amortization Expense - Intangible	0	0	0	17,417,795	0	17,417,795
48	6565	Amortization - Other	0	0	0	20,601,240	0	20,601,240
49	* 6610	Marketing	163,544,088	33,479,638	4,883	404,341,813	0	601,370,423
50	^ 6611	Product Management	81,289,321	16,048,559	2,738	94,350,696	0	191,691,314
51	^ 6612	Sales	81,546,708	17,249,997	2,145	166,543,439	0	265,342,289
52	^ 6613	Product Advertising	708,059	181,082	0	143,447,678	0	144,336,819
53	6621	Call Completion Services	18,005,211	6,417,340	0	2,549,177	0	26,971,728
54	6622	Number Services	55,652,573	22,064,319	214	2,938,446	0	80,655,552
55	6623	Customer Services	406,862,124	124,942,291	15,328	194,307,069	0	726,126,812
56	6711	Executive	26,191,023	8,533,421	550	49,486,048	0	84,211,042
57	6712	Planning	2,305,860	696,700	0	3,573,453	0	6,576,014
58	6721	Accounting and Finance	40,277,692	10,029,584	220	30,070,806	0	80,378,302
59	6722	External Relations	30,605,955	8,111,917	320,685	69,830,263	0	108,868,820
60	6723	Human Relations	23,870,548	4,882,687	65	46,104,788	0	74,858,088
61	6724	Information Management	59,962,539	11,342,062	35,217,537	525,769,768	0	632,291,906
62	6725	Legal	0	1,654	0	69,694,905	0	69,696,559
63	6726	Procurement	1,743,245	469,233	0	24,625,111	0	26,837,589
64	6727	Research and Development	0	0	0	406,316	0	406,316
65	6728	Other General and Administrative	24,047,477	(2,528,355)	2,464,252	188,528,145	0	212,511,519
66	6790	Provision for Uncollectible Notes Receivable	0	0	0	0	0	0
67		Totals	2,067,088,977	551,880,806	244,232,607	5,285,804,708	0	8,149,007,099

^ Subaccount of the account marked with a *.

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Total State Expense Matrix

Year: 1999

Line No.	Acct. No. (a)	Description (b)	Salaries and Wages (c)	Benefits (d)	Rents (e)	Other Expenses (f)	Clearances (g)	Total (h)
1	* 6110	Network Support Expense	58,121	8,270	28,064	128,296	0	222,750
2	^ 6112	Motor Vehicle Expense	51,001	6,811	49,001	43,788	0	150,601
3	^ 6113	Aircraft Expense	0	0	0	2,164	0	2,164
4	^ 6114	Special Purpose Vehicles Expense	44	10	0	7,862	0	7,916
5	^ 6115	Garage Work Equipment Expense	0	0	0	12,938	0	12,938
6	^ 6116	Other Work Equipment Expense	7,075	1,449	(20,937)	61,544	0	49,131
7	* 6120	General Support Expense	2,035,232	482,789	1,512,405	2,690,388	0	6,720,815
8	^ 6121	Land and Building Expense	347,597	79,162	429,368	1,212,394	0	2,068,521
9	^ 6122	Furniture and Artworks Expense	191	53	6,041	140,841	0	147,126
10	^ 6123	Office Equipment Expense	14,832	3,374	219,397	138,454	0	376,058
11	^ 6124	General Purpose Computers Expense	1,672,612	400,200	857,600	1,198,699	0	4,129,110
12	* 6210	Central Office Switching Expense	2,837,940	647,286	645,615	424,776	0	4,555,617
13	^ 6211	Analog Electronic Expense	206,305	46,994	6	5,802	0	259,108
14	^ 6212	Digital Electronic Expense	2,631,112	600,172	645,608	418,909	0	4,295,800
15	^ 6215	Electro-Mechanical Expense	523	120	1	65	0	709
16	6220	Operator Systems Expense	0	0	0	70	0	70
17	* 6230	Central Office Transmission Expense	1,963,269	442,460	56,506	205,806	0	2,668,041
18	^ 6231	Radio Systems Expense	59,090	13,474	13,186	9,818	0	95,568
19	^ 6232	Circuit Equipment Expense	1,904,179	428,987	43,320	195,988	0	2,572,474
20	* 6310	Information Origination/Termination Expense	2,188,159	499,194	3,853	613,744	0	3,304,950
21	^ 6311	Station Apparatus Expense	19,217	4,377	7	197	0	23,798
22	^ 6341	Large Private Branch Exchange Expense	120,490	27,467	168	12,102	0	160,226
23	^ 6351	Public Telephone Terminal Equipment Expense	355,596	81,122	315	179,805	0	616,838
24	^ 6362	Other Terminal Equipment Expense	1,692,855	386,229	3,364	421,640	0	2,504,088
25	* 6410	Cable and Wire Facilities Expense	6,160,714	1,365,030	243,692	2,867,791	0	10,637,227
26	^ 6411	Poles Expense	6,994	1,596	233,428	47,696	0	289,714
27	^ 6421	Aerial Cable Expense	1,617,496	368,630	3,104	415,333	0	2,404,562
28	^ 6422	Underground Cable Expense	427,390	96,260	766	116,390	0	640,806
29	^ 6423	Buried Cable Expense	3,933,429	858,537	6,044	2,172,542	0	6,970,552
30	^ 6424	Submarine Cable Expense	0	0	0	0	0	0
31	^ 6425	Deep Sea Cable Expense	0	0	0	0	0	0
32	^ 6426	Intrabuilding Network Cable Expense	167,349	38,209	335	41,489	0	247,382
33	^ 6431	Aerial Wire Expense	315	70	0	10,705	0	11,090
34		Subtotals	15,235,694	3,443,302	2,490,121	6,867,232	0	28,036,349

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^ Subaccount of the account marked with a *.

Total State Expense Matrix

Year: 1999

Line No.	Acct. No. (a)	Description (b)	Salaries and Wages (c)	Benefits (d)	Rents (e)	Other Expenses (f)	Clearances (g)	Total (h)
35	^ 6441	Conduit Systems Expense	7,741	1,727	15	63,638	0	73,120
36	6510	Other Property Expenses	135,665	28,676	0	(190,953)	0	(26,612)
37	* 6530	Network Operations Expense	6,535,190	2,063,929	491	4,150,093	0	12,749,703
38	^ 6531	Power Expense	0	0	0	926,287	0	926,287
39	^ 6532	Network Administration Expense	255,581	81,846	0	111,964	0	449,391
40	^ 6533	Testing Expense	2,596,647	591,570	0	67,525	0	3,255,742
41	^ 6534	Plant Operations Expense	3,085,466	1,193,031	488	1,671,586	0	5,950,571
42	^ 6535	Engineering Expense	597,496	197,482	4	1,372,730	0	2,167,712
43	6540	Access Expense	0	0	0	7,999,748	0	7,999,748
44	6561	Depreciation - Telecomm. Plant in Service	0	0	0	60,961,248	0	60,961,248
45	6562	Depreciation-Prop. for Future Telecom. Use	0	0	0	0	0	0
46	6563	Amortization Expense - Tangible	0	0	0	1,350,217	0	1,350,217
47	6564	Amortization Expense - Intangible	0	0	0	439,167	0	439,167
48	6565	Amortization - Other	0	0	0	(6,036)	0	(6,036)
49	* 6610	Marketing	3,270,312	647,421	65	7,703,477	0	11,621,275
50	^ 6611	Product Management	1,760,281	343,866	38	1,976,039	0	4,080,225
51	^ 6612	Sales	1,486,031	298,377	27	3,106,368	0	4,890,803
52	^ 6613	Product Advertising	24,001	5,177	0	2,621,070	0	2,650,248
53	6621	Call Completion Services	619,826	224,306	0	80,811	0	924,943
54	6622	Number Services	879,124	328,436	69	69,280	0	1,276,909
55	6623	Customer Services	8,954,752	2,725,085	370	4,296,918	0	15,977,125
56	6711	Executive	770,678	179,524	12	957,168	0	1,907,383
57	6712	Planning	50,106	15,139	0	76,981	0	142,227
58	6721	Accounting and Finance	859,659	218,184	41	649,042	0	1,726,926
59	6722	External Relations	1,119,244	276,701	7	1,298,361	0	2,694,313
60	6723	Human Relations	514,882	104,902	1	993,058	0	1,612,844
61	6724	Information Management	1,110,368	196,153	621,142	10,980,047	0	12,907,709
62	6725	Legal	474	186	0	1,489,392	0	1,490,052
63	6726	Procurement	34,431	9,224	0	534,767	0	578,421
64	6727	Research and Development	0	0	0	8,829	0	8,829
65	6728	Other General and Administrative	541,043	(69,664)	10,814	2,996,635	0	3,478,828
66	6790	Provision for Uncollectible Notes Receivable	0	0	0	0	0	0
67	8747	Administrative Services Clearing	(36,582)	(444)	0	7,151	0	(29,875)
68		Totals	40,602,606	10,392,787	3,123,148	113,776,272	0	167,894,813

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^ Subaccount of the account marked with a *.

Pension Costs

(Thousands of Dollars)

Year:1999

1	Plan Name U S WEST Pension Plan			
2	Defined Benefit Plan? Yes	Defined Contribution Plan? No		
3	Actuarial Cost Method? Projected Unit Credit	IRS Code: 005		
4	Annual Contribution by Employer: 0	Is the Plan Over Funded? Yes		
5				
	Item	Current Year	Last Year	% Change
6	Change in Benefit Obligation			
7	Benefit obligation at beginning of year	8,123,158	7,562,345	7.42%
8	Service cost	166,665	155,897	6.91%
9	Interest Cost	541,650	527,412	2.70%
10	Plan participants' contributions	0	0	0.00%
11	Amendments	0	0	0.00%
12	Actuarial Gain	(728,245)	410,884	-277.24%
13	Acquisition	0	0	0.00%
14	Benefits paid	(594,234)	(533,380)	-11.41%
15	Benefit obligation at end of year	7,508,994	8,123,158	-7.56%
16	Change in Plan Assets			
17	Fair value of plan assets at beginning of year	10,829,356	10,114,246	7.07%
18	Adjustment to match trust	(3,839)	0	-100.00%
19	Actual return on plan assets	2,068,920	1,302,507	58.84%
20	Acquisition	(6,963)	0	-100.00%
21	Employer contribution	0	0	0.00%
22	Plan participants' contributions	0	0	0.00%
23	420 Transfer	(104,473)	(54,017)	-93.41%
24	Benefits paid	(594,234)	(533,380)	-11.41%
25	Fair value of plan assets at end of year	12,188,767	10,829,356	12.55%
26	Funded Status	4,679,773	2,706,198	72.93%
27	Unrecognized net actuarial loss	(3,819,787)	(1,810,652)	-110.96%
28	Unrecognized prior service cost	(317,091)	(381,398)	16.86%
29	Prepaid (accrued) benefit cost	542,895	514,148	5.59%
30				
31	Weighted-average Assumptions as of Year End			
32	Discount rate	8.00%	6.75%	18.52%
33	Expected return on plan assets	9.40%	8.80%	6.82%
34	Rate of compensation increase	4.65%	4.65%	
35				
36	Components of Net Periodic Benefit Costs			
37	Service cost	166,665	155,897	6.91%
38	Interest cost	541,650	527,412	2.70%
39	Expected return on plan assets	(769,448)	(702,901)	-9.47%
40	Amortization of prior service cost	(63,524)	(63,654)	0.20%
41	Recognized net actuarial loss	0	0	0.00%
42	Net periodic benefit cost	(124,657)	(83,246)	-49.75%
43				
44	Montana Intrastate Costs:			
45	Pension Costs	(1,503)	(1,250)	-20.24%
46	Pension Costs Capitalized	(227)	(108)	-110.41%
47	Accumulated Pension Asset (Liability) at Year End	10,103	9,141	10.52%
48	Number of Company Employees:			
49	Covered by the Plan	86,326	83,724	3.11%
50	Not Covered by the Plan	0	0	0.00%
51	Active	47,652	45,155	5.53%
52	Retired	38,674	38,569	0.27%
53	Deferred Vested Terminated	14,511	13,968	3.89%

Other Post Employment Benefits (OPEBS)

(Thousands of Dollars)

Year: 1999

	Item	Current Year	Last Year	% Change
1	Regulatory Treatment:			
2	Commission authorized - most recent			
3	Docket number: 90.12.86			
4	Order number: 5535g			
5	Amount recovered through rates	2,263	4,085	-44.60%
6	Weighted-average Assumptions as of Year End			
7	Discount rate	8.00%	6.75%	18.52%
8	Expected return on plan assets	9.40%	8.80%	7%
9	Medical Cost Inflation Rate	8% graded to 5%	8% graded to 5%	
10	Actuarial Cost Method	Projected Unit Credit	Projected Unit Credit	
11	Rate of compensation increase	N/A	N/A	
12	List each method used to fund OPEBs (ie: VEBA, 401(h)) and if tax advantaged:			
13	VEBA - Yes 420 Transfer - No			
14	Cash - Yes			
15	Describe any Changes to the Benefit Plan:			
16				
17	TOTAL COMPANY			
18	Change in Benefit Obligation			
19	Benefit obligation at beginning of year	4,476,410	4,209,557	6.34%
20	Service cost	55,184	60,752	-9.17%
21	Interest Cost	299,493	293,004	2.21%
22	Plan participants' contributions	0	0	0.00%
23	Amendments	3,311	0	100.00%
24	Actuarial (Gain)/Loss	(609,716)	83,974	-826.08%
25	Acquisition	0	0	0.00%
26	Benefits paid	(189,311)	(170,877)	-10.79%
27	Benefit obligation at end of year	4,035,371	4,476,410	-9.85%
28	Change in Plan Assets			
29	Fair value of plan assets at beginning of year	2,419,543	2,204,542	9.75%
29a	Adjustment to match trust	(4,462)	-	-100.00%
30	Actual return on plan assets	526,787	313,861	67.84%
31	Acquisition	(610)	0	-100.00%
32	Employer contribution - Medical Trust	18,000	18,000	0.00%
32a	Life Trust Reimbursement	(209,085)	-	-100.00%
33	Plan participants' contributions	0	0	0.00%
34	Benefits paid	(84,838)	(116,860)	27.40%
35	Fair value of plan assets at end of year	2,665,335	2,419,543	10.16%
36	Funded Status	(1,370,036)	(2,056,867)	33.39%
37	Unrecognized net actuarial loss	(1,340,018)	(428,584)	-212.66%
38	Unrecognized prior service cost	117,077	120,812	-3.09%
39	Prepaid (accrued) benefit cost	(2,592,977)	(2,364,639)	-9.66%
40	Components of Net Periodic Benefit Costs			
41	Service cost	55,184	60,752	-9.17%
42	Interest cost	299,493	293,004	2.21%
43	Expected return on plan assets	(212,920)	(195,318)	-9.01%
44	Amortization of prior service cost	13,370	16,252	-17.73%
45	Recognized net actuarial loss	(25,906)	(25,400)	-1.99%
46	Net periodic benefit cost	129,221	149,290	-13.44%
47	Accumulated Post Retirement Benefit Obligation			
48	Amount Funded through VEBA	18,000	18,000	0.00%
49	Amount Funded through 401(h)	0	0	0.00%
50	Amount Funded through Other - 420 Transfer	104,473	54,017	93.41%
51	TOTAL	122,473	72,017	70.06%
52	Amount that was tax deductible - VEBA	18,000	18,000	
53	Amount that was tax deductible - 401(h)	0	0	
54	Amount that was tax deductible - Other - 420 Transfer	0	0	
55	TOTAL	18,000	18,000	

Other Post Employment Benefits (OPEBS)Continued

(Thousands of Dollars)

Year:1999

	Item	Current Year	Last Year	% Change
1	Number of Company Employees:			
2	Covered by the Plan	84,464	81,662	3.43%
3	Not Covered by the Plan	0	0	0.00%
4	Active	47,652	45,155	5.53%
5	Retired	36,812	36,507	0.84%
6	Spouses/Dependants covered by the Plan	22,674	22,725	-0.22%
7	Montana			
8	Change in Benefit Obligation			
9	Benefit obligation at beginning of year	55,741	52,392	6.39%
10	Service cost	736	855	-13.92%
11	Interest Cost	3,993	4,125	-3.20%
12	Plan participants' contributions	0	0	0.00%
13	Amendments	178	229	-22.27%
14	Actuarial Gain	(12,316)	1,797	-785.36%
15	Acquisition	0	0	0.00%
16	Benefits paid	(3,824)	(3,657)	-4.58%
17	Benefit obligation at end of year	44,508	55,741	-20.15%
18	Change in Plan Assets			
19	Fair value of plan assets at beginning of year	51,035	43,975	16.05%
19a	Adjustment to match trust	(90)	-	-100.00%
20	Actual return on plan assets estimated	10,641	6,717	58.43%
21	Acquisition	(12)	0	-100.00%
22	Employer contribution-Medical Trust	1,366	2,844	-51.97%
22a	Life Trust Reimbursement	(4,224)	-	-100.00%
23	Plan participants' contributions	0	0	0.00%
24	Benefits paid	(1,714)	(2,501)	31.47%
25	Fair value of plan assets at end of year	57,002	51,035	11.69%
26	Funded Status			
27	Unrecognized net actuarial loss	12,494	(4,706)	365.47%
28	Unrecognized prior service cost	(27,068)	(9,172)	-195.13%
29	Prepaid (accrued) benefit cost	2,365	2,585	-8.53%
		(12,209)	(11,293)	-8.11%
30	Components of Net Periodic Benefit Costs			
31	Service cost	736	855	-13.92%
32	Interest cost	3,993	4,125	-3.20%
33	Expected return on plan assets	(4,632)	(4,023)	-15.14%
34	Amortization of prior service cost	2,442	2,629	-7.13%
35	Recognized net actuarial loss	(523)	(538)	2.82%
36	Net periodic benefit cost	2,015	3,048	-33.87%
37	Accumulated Post Retirement Benefit Obligation			
38	Amount Funded through VEBA	2,753	3,696	-25.51%
39	Amount Funded through 401(h)	0	0	0.00%
40	Amount Funded through other	-	-	100.00%
41	TOTAL	2,753	3,696	-25.51%
42	Amount that was tax deductible - VEBA	2,753	3,696	-25.51%
43	Amount that was tax deductible - 401(h)	-	-	0.00%
44	Amount that was tax deductible - Other	-	-	0.00%
45	TOTAL	2,753	3,696	-25.51%
46	Montana Intrastate Costs:			
47	Benefit Cost Expensed	2,273	3,990	-43.03%
48	Benefit Cost Capitalized	(10)	95	-110.53%
49	Benefit Payments - Medical	2,193	2,228	-1.57%
50	Number of Montana Employees:			
51	Covered by the Plan	591	584	1.20%
52	Not Covered by the Plan	0	0	0.00%
53	Active	591	584	1.20%
54	Retired	N/A	N/A	
55	Spouses/Dependants covered by the Plan	N/A	N/A	

Payments for Services to Persons Other Than Employees

(Thousands of Dollars)

Year: 1999

Line No.	Name of Recipient (a)	Nature of Service (b)	Total Company Cost (c)	Total State Cost (d)	Intrastate Cost (e)
1	ANDERSEN CONSULTING LLP	Academia	214		
2	C EDWARD OLSEN	Academia	33		
3	CAEL-ADMINISTRATION	Academia	1,573		
4	CENTER FOR THE NEW WEST	Academia	401		
5	EDGE INTERACTIVE	Academia	99		
6	MILLENNIUM LEARNING	Academia	63		
7	OSTERIO INC	Academia	27		
8	QUALITY STRATEGIES	Academia	90		
9	QUMA LEARNING SYSTEMS INC	Academia	418		
10	SEQUENT COMPUTER SYSTEMS INC	Academia	26		
11	SOUTHWESTERN BELL	Academia	46		
12					
13	TOTAL ACADEMIA		2,990		
14					
15	ACME WILEY CORPORATION	Advertising and Information Services	465		
16	APAC TELESERVICES INC	Advertising and Information Services	378		
17	ARIZONA DIAMOND BACKS	Advertising and Information Services	2,103		
18	ARNOLD COMMUNICATIONS INC	Advertising and Information Services	1,740		
19	ASCENT SPORTS INC	Advertising and Information Services	346		
20	AUSTIN KNIGHT INC	Advertising and Information Services	1,533		
21	BRODEUR PORTER NOVELLI	Advertising and Information Services	562		
22	CADMUS DIRECT MARKETING INC	Advertising and Information Services	945		
23	CAMPBELL MITHUN ESTY INC	Advertising and Information Services	2,962		
24	CARLSON MARKETING GROUP	Advertising and Information Services	398		
25	CASH PLUS INC	Advertising and Information Services	38,972		
26	CLEAR CHANNEL OF COLORADO	Advertising and Information Services	350		
27	CMYK LLC	Advertising and Information Services	1,506		
28	COLORADO ROCKIES	Advertising and Information Services	2,553		
29	COLORADO SPRINGS SCHOOL DISTRICT	Advertising and Information Services	450		
30	COMMTEK COMMUNICATONS CORP	Advertising and Information Services	299		
31	COMPUTER TRAINING ASSOCIATES	Advertising and Information Services	508		
32	CORPORATE ARTS	Advertising and Information Services	1,193		
33	CRAMER-KRASSEL COMPANY	Advertising and Information Services	7,188		
34	DDB NEEDHAM WORLDWIDE	Advertising and Information Services	28,873		
35	DMS DIRECT MARKETING SERVICES	Advertising and Information Services	304		
36	FULL HOUSE SPORTS & ENTERTAINMENT	Advertising and Information Services	514		
37	HAGAN COMMUNICATIONS	Advertising and Information Services	271		
38	HERITAGE EXHIBITS	Advertising and Information Services	762		
39	INGLEWOOD PRINT & MAIL	Advertising and Information Services	1,422		
40	INNOTRAC	Advertising and Information Services	3,022		
41	INTERSTATE PRINTING COMPANY	Advertising and Information Services	901		
42	JACOR BROADCASTING OF COLORADO	Advertising and Information Services	375		
43	LTD DIRECT MARKETING INC	Advertising and Information Services	419		
44	MARGOT MCDONALD/PRINT UNLIMIT	Advertising and Information Services	450		
45	MEDIA PASSAGE.COM	Advertising and Information Services	9,944		
46	MICROAGE INC	Advertising and Information Services	568		
47	MINNESOTA TIMBERWOLVES	Advertising and Information Services	553		
48	MINNENTERTAINMENT CO	Advertising and Information Services	400		
49	MORGAN & COMPANY	Advertising and Information Services	1,019		
50	NEW AND IMPROVED ADVERTISING	Advertising and Information Services	1,186		
51	NW AYER & PARTNERS	Advertising and Information Services	1,699		
52	OSICOM TECHNOLOGIES INC	Advertising and Information Services	17,563		
53	PEPSI CENTER	Advertising and Information Services	409		
54	PHOENIX SUNS LIMITED PARTNERSHIP	Advertising and Information Services	1,746		
55	PRECISION DIRECT INC	Advertising and Information Services	1,212		
56	PRECISION MARKETING INC	Advertising and Information Services	304		
57	PREVISION MARKETING INC	Advertising and Information Services	2,235		
58	PROPCO MARKETING CO	Advertising and Information Services	650		
59	SCOTTSDALE TOURNAMENT PROD LLC	Advertising and Information Services	253		

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Year: 1999

Line No.	Name of Recipient (a)	Nature of Service (b)	Total Company Cost (c)	Total State Cost (d)	Intrastate Cost (e)
60	SKY SITES INC	Advertising and Information Services	290		
61	SOLIS ADVERTISING & PUBLIC RELATIONS	Advertising and Information Services	1,279		
62	STRATECOM	Advertising and Information Services	441		
63	THE HAAGEN-DAZS CO	Advertising and Information Services	273		
64	THE INTEGER GROUP	Advertising and Information Services	319		
65	TMP WORLDWIDE	Advertising and Information Services	306		
66	TRAIL BLAZERS INC	Advertising and Information Services	291		
67	U S WEST COMMUNICATIONS SERVICE	Advertising and Information Services	1,520		
68	U S WEST DEX	Advertising and Information Services	6,970		
69	U S WEST ACCOUNTS RECEIVABLE	Advertising and Information Services	4,964		
70	VSA PARTNERS INC	Advertising and Information Services	888		
71	WEST TELEMARTETING CORPORATION	Advertising and Information Services	382		
72	WESTCOR PARTNERS	Advertising and Information Services	909		
73					
74	TOTAL ADVERTISING AND INFORMATION SERVICES		160,337		
75					
76	ADVANCED COMPUTING SOLUTIONS	Audit and Accounting Service	73		
77	ARTHUR ANDERSEN LLP	Audit and Accounting Service	204		
78	DECISIONISM INC	Audit and Accounting Service	191		
79	OSTERIO INC	Audit and Accounting Service	65		
80	PRICE WATERHOUSE COOPERS LLP		80		
81					
82	TOTAL AUDIT AND ACCOUNTING SERVICES		613		
83					
84	AAA COLLECTIONS INC	Clerical and Office Services	370		
85	ACCENT SERVICE COMPANY INCORPORATED	Clerical and Office Services	6,071		
86	ADVANTAGE RECEIVABLE SOLUTIONS	Clerical and Office Services	2,063		
87	COLLECT W C I FINANCIAL SERVICE	Clerical and Office Services	1,834		
88	COLLECTION SERVICE BUREAU	Clerical and Office Services	507		
89	CONTINENTAL ALLIANCE INC	Clerical and Office Services	2,785		
90	CREDIT BUREAU OF MISSOULA	Clerical and Office Services	576		
91	EQUIFAX CREDIT INFORMATION SERVICE	Clerical and Office Services	1,422		
92	NATIONWIDE CREDIT INC.	Clerical and Office Services	629		
93	W C I FINANCIAL SERVICES INC	Clerical and Office Services	907		
94					
95	TOTAL CLERICAL AND OFFICE SERVICES		17,164		
96					
97	AGILENT TECHNOLOGIES	Computer and Data Processing	583		
98	AIC/TECHWEST ANALYST INTERNATIONAL	Computer and Data Processing	56,259		
99	AMERICAN MANAGEMENT SYSTEMS INC	Computer and Data Processing	15,411		
100	AMERICA'S REGISTRY INC	Computer and Data Processing	328		
101	ANDERSEN CONSULTING	Computer and Data Processing	403		
102	ANDERSEN CONSULTING LLP	Computer and Data Processing	17,477		
103	APPLIED DIGITAL ACCESS	Computer and Data Processing	383		
104	ARIBA TECHNOLOGIES	Computer and Data Processing	322		
105	AT&T WIRELESS	Computer and Data Processing	331		
106	BEAR CREEK TECHNOLOGIES	Computer and Data Processing	1,166		
107	BN-DMA	Computer and Data Processing	726		
108	C&H SYSTEMS CORP	Computer and Data Processing	641		
109	CAP GEMINI AMERICA	Computer and Data Processing	885		
110	CARNEGIE GROUP INC	Computer and Data Processing	1,686		
111	COMPUDEC INTERNATIONAL RESOURCES	Computer and Data Processing	442		
112	DATATREND INFORMATION SYSTEMS	Computer and Data Processing	406		
113	DMR CONSULTING GROUP INC	Computer and Data Processing	2,950		
114	ENTEX INFORMATION SERVICES	Computer and Data Processing	15,406		
115	ERNST & YOUNG LLP	Computer and Data Processing	914		
116	GEOIT	Computer and Data Processing	336		
117	HAUSHAHN	Computer and Data Processing	365		
118	HEWLETT PACKARD	Computer and Data Processing	314		

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Year: 1999

Line No.	Name of Recipient (a)	Nature of Service (b)	Total Company Cost (c)	Total State Cost (d)	Intrastate Cost (e)
119	HITACHI CREDIT AMERICA CORP	Computer and Data Processing	444		
120	IBM CORPORATION	Computer and Data Processing	585		
121	INTERIM TECHNOLOGY	Computer and Data Processing	294		
122	INTERLINK GROUP INC	Computer and Data Processing	851		
123	IRVING BURTON ASSOCIATES INC	Computer and Data Processing	1,456		
124	KONARK INC	Computer and Data Processing	576		
125	MARTIN PROCESS SOLUTIONS INC	Computer and Data Processing	2,231		
126	MCKINSEY & COMPANY INC	Computer and Data Processing	764		
127	MICROSOFT CORPORATION	Computer and Data Processing	844		
128	MOORE POWER FACILITATION INC	Computer and Data Processing	350		
129	ORACLE CORPORATION	Computer and Data Processing	1,450		
130	PEAK MEDIA GROUP INC	Computer and Data Processing	420		
131	PEROT SYSTEMS	Computer and Data Processing	408		
132	SABA	Computer and Data Processing	324		
133	SAMRUN TECHNOLOGIES INC	Computer and Data Processing	1,896		
134	SCC COMMUNICATIONS CORP	Computer and Data Processing	9,110		
135	SCION ENGINEERING GROUP INC	Computer and Data Processing	262		
136	SEQUENT COMPUTER SYSTEMS INC	Computer and Data Processing	352		
137	SMS/800 MANAGEMENT TEAM	Computer and Data Processing	947		
138	TANNING TECHNOLOGY CORPORATION	Computer and Data Processing	2,850		
139	TATA CONSULTANCY SERVICES	Computer and Data Processing	4,800		
140	TCS AMERICA	Computer and Data Processing	8,693		
141	TECHNOLOGY SOLUTIONS COMPANY	Computer and Data Processing	301		
142	TRAVCO INCORPORATED	Computer and Data Processing	929		
143	U S WEST COMMUNICATIONS	Computer and Data Processing	2,174		
144	VIGNETTE CORPORATION	Computer and Data Processing	312		
145	VISUAL INFORMATION INC	Computer and Data Processing	264		
146	XYPOINT CORPORATION	Computer and Data Processing	418		
147					
148	TOTAL COMPUTER AND DATA SVCS		162,039		
149					
150	7 WORKS INC	Consulting and Research Service	42		
151	A G WASSENAAR INC	Consulting and Research Service	137		
152	ABACUS CONSULTANTS PS	Consulting and Research Service	36		
153	ADVANCED CONCEPT ENGINEERING	Consulting and Research Service	28		
154	AGRA EARTH & ENVIRONMENTAL	Consulting and Research Service	37		
155	ALDEN SYSTEMS INC	Consulting and Research Service	579		
156	ALLRED ARCHITECTURAL GROUP PC	Consulting and Research Service	54		
157	ALVINE & ASSOCIATES INC	Consulting and Research Service	131		
158	AMERICAN EXPRESS CASHIER OPERA	Consulting and Research Service	27		
159	AMERICAN MANAGEMENT SYSTEMS INC	Consulting and Research Service	35		
160	AMERICA'S REGISTRY INC	Consulting and Research Service	79		
161	ANDERSEN CONSULTING	Consulting and Research Service	3,257		
162	ANDERSEN CONSULTING LLP	Consulting and Research Service	12,193		
163	ANDERSON & HASTINGS CONSULTING	Consulting and Research Service	64		
164	ANDREA BAINBRIDGE DESIGN	Consulting and Research Service	26		
165	ANGUS REID	Consulting and Research Service	60		
166	ANGUS REID GROUP	Consulting and Research Service	83		
167	APCO ASSOCIATES INC	Consulting and Research Service	166		
168	APPLICATION PROFILES	Consulting and Research Service	213		
169	ARTHUR ANDERSEN LLP	Consulting and Research Service	350		
170	ASSET MANAGEMENT SOLUTIONS LLC	Consulting and Research Service	188		
171	AT&T	Consulting and Research Service	40		
172	AT&T-OPUS	Consulting and Research Service	109		
173	BABB STRATEGIC PLANNING	Consulting and Research Service	53		
174	BAIN & COMPANY INC	Consulting and Research Service	1,488		
175	BALZHISER & HUBBARD ENGINEERS	Consulting and Research Service	80		
176	BARBOUR GRIFFITH & ROGERS	Consulting and Research Service	282		
177	BCER CONSULTING ENGINEERS	Consulting and Research Service	1,014		

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Line No.	Name of Recipient (a)	Nature of Service (b)	Total Company Cost (c)	Total State Cost (d)	Intrastate Cost (e)
178	BOLDT/THATCHER	Consulting and Research Service	58		
179	BORN INFORMATION SERVICES INC	Consulting and Research Service	238		
180	BOYLE & ASSOCIATES INC	Consulting and Research Service	240		
181	BPLW ARCHITECTS & ENGINEERS INC	Consulting and Research Service	37		
182	BRIDGE & ASSOCIATES	Consulting and Research Service	32		
183	BRIDGERS & PAXTON CONSULTING	Consulting and Research Service	71		
184	C/J RESEARCH INC	Consulting and Research Service	201		
185	CAEL	Consulting and Research Service	43		
186	CALL CENTER LEARNING SOLUTIONS	Consulting and Research Service	85		
187	CAP GEMINI AMERICA	Consulting and Research Service	58		
188	CENTURY WEST ENGINEERING CORP	Consulting and Research Service	33		
189	CHANDLER & COMPANY	Consulting and Research Service	53		
190	CITY OF PORTLAND BUSINESS PROP.	Consulting and Research Service	31		
191	COMPASS AMERICA INC	Consulting and Research Service	145		
192	CONCEPT FIVE TECHNOLOGIES INC	Consulting and Research Service	33		
193	CONSTAT INC	Consulting and Research Service	72		
194	CORNERSTONE CONCEPTS INC	Consulting and Research Service	33		
195	CRITERION COMMUNICATIONS	Consulting and Research Service	202		
196	CRK MEDIA	Consulting and Research Service	387		
197	CUSHMAN & WAKEFIELD	Consulting and Research Service	400		
198	CWA DISTRICT 7	Consulting and Research Service	50		
199	DATA CRAFT	Consulting and Research Service	29		
200	DATRIA SYSTEMS INC	Consulting and Research Service	120		
201	DAVID WATSON	Consulting and Research Service	167		
202	DECISION MAKERS LTD	Consulting and Research Service	84		
203	DELOITTE & TOUCHE LLP	Consulting and Research Service	1,393		
204	DENNIS R WOOD	Consulting and Research Service	47		
205	DEPARTMENT OF LABOR & INDUSTRY	Consulting and Research Service	29		
206	DIGITAL EQUIPMENT CORPORATION	Consulting and Research Service	352		
207	DOUGHERTY CONSULTANTS	Consulting and Research Service	32		
208	DREIFUS ASSOCIATES LTD	Consulting and Research Service	30		
209	DUCHARME MCMILLEN & ASSOCIATES	Consulting and Research Service	453		
210	ELECTRICAL CONSULTING ENGINEER	Consulting and Research Service	90		
211	EMPIRE ELECTRIC CO	Consulting and Research Service	148		
212	EMPLOYERS UNITY INC	Consulting and Research Service	78		
213	ENGINEERING INDUSTRIES LTD	Consulting and Research Service	147		
214	ESAC INC	Consulting and Research Service	50		
215	EXCEPTIONAL SALES PERFORMANCE	Consulting and Research Service	36		
216	F W DODGE	Consulting and Research Service	36		
217	FIRST UNION NATIONAL BANK	Consulting and Research Service	46		
218	FLAKE-WILKERSON MARKET INSIGHT	Consulting and Research Service	310		
219	GALLUP SPECIALTY PRODUCTS	Consulting and Research Service	138		
220	GENSLE	Consulting and Research Service	43		
221	GLHN ARCHITECTS & ENGINEERS INC	Consulting and Research Service	32		
222	GLOBAL ADVANTAGE INC	Consulting and Research Service	35		
223	GORDON PRILL DRAPES	Consulting and Research Service	121		
224	GREENFIELD ONLINE RESEARCH CENTER	Consulting and Research Service	107		
225	H B MAYNARD AND CO INC	Consulting and Research Service	282		
226	HARVARD BUSINESS SCHOOL PUBLIS	Consulting and Research Service	51		
227	HEATH ENGINEERING COMPANY	Consulting and Research Service	133		
228	HENTZEN RESEARCH	Consulting and Research Service	171		
229	HEWITT ASSOCIATES	Consulting and Research Service	46		
230	HILL ASSOCIATES INC	Consulting and Research Service	37		
231	HOPKINS RODEN CROCKETT HANSEN	Consulting and Research Service	75		
232	HOWELL CONSTRUCTION	Consulting and Research Service	26		
233	HUNTLEY PASCOE INC	Consulting and Research Service	158		
234	HUTCHISON SMITH ARCHITECTS	Consulting and Research Service	38		
235	HWS CONSULTING GROUP INC	Consulting and Research Service	246		
236	IBM	Consulting and Research Service	319		

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Line No.	Name of Recipient (a)	Nature of Service (b)	Total Company Cost (c)	Total State Cost (d)	Intrastate Cost (e)
237	INTERACTIVE MEDIA	Consulting and Research Service	1,031		
238	INTERACTIVE MEDIA CORP	Consulting and Research Service	105		
239	INTERARC INC	Consulting and Research Service	29		
240	INTERNATIONAL MERCHANDISING CO	Consulting and Research Service	70		
241	ISS INFORMATION SOLUTION SERVICE	Consulting and Research Service	585		
242	ITIC INCORPORATED	Consulting and Research Service	126		
243	JACK J MORRIS ASSOCIATES INC	Consulting and Research Service	47		
244	JAMES W NAKAI & ASSOCIATES PC	Consulting and Research Service	97		
245	JOEL POPKIN & CO	Consulting and Research Service	74		
246	JOHN D SCHICK & ASSOCIATES	Consulting and Research Service	106		
247	JON LEHNER	Consulting and Research Service	36		
248	JUPITER COMMUNICATIONS LLC	Consulting and Research Service	65		
249	K J SCHWARTZ ENGINEERING INCORP	Consulting and Research Service	31		
250	KATHRYN AKE	Consulting and Research Service	33		
251	KOLTISKA COX & ASSOCIATES	Consulting and Research Service	170		
252	KPMG LLP	Consulting and Research Service	65		
253	LEADERSHIP CENTER WEST	Consulting and Research Service	69		
254	LUNDQUIST KILLEEN POTVIN & BEN	Consulting and Research Service	46		
255	M/A/R/C INC	Consulting and Research Service	30		
256	MARITZ MARKETING RESEARCH INC	Consulting and Research Service	51		
257	MARKET STRATEGIES INC	Consulting and Research Service	245		
258	MARLE RESEARCH (TERRY L MARLE)	Consulting and Research Service	165		
259	MCKINSEY & COMPANY, INC	Consulting and Research Service	674		
260	MEDIAPASSAGE.COM	Consulting and Research Service	158		
261	MICKEY D BARNETT	Consulting and Research Service	43		
262	MILBANK TWEED HADLEY & MCCLOY	Consulting and Research Service	354		
263	MILLER COOK ARCHITECTS	Consulting and Research Service	33		
264	MONAGHAN & ASSOCIATES INC	Consulting and Research Service	40		
265	MORRISSEY ENGINEERING INC	Consulting and Research Service	66		
266	M-PACT INC	Consulting and Research Service	297		
267	M-PACT LLC	Consulting and Research Service	190		
268	MW CONSULTING ENGINEERS	Consulting and Research Service	52		
269	MYSTICWORKS(MATT PICONE DBA)	Consulting and Research Service	52		
270	NFO RESEARCH INC	Consulting and Research Service	50		
271	NORTH STAR TITLE CO	Consulting and Research Service	290		
272	OMNITECH CONSULTING GROUP INC	Consulting and Research Service	1,325		
273	ONE-TIME VENDOR	Consulting and Research Service	320		
274	ORACLE CORPORATION	Consulting and Research Service	47		
275	PARAMOUNT DESIGNS INC	Consulting and Research Service	156		
276	PARKS ASSOCIATES	Consulting and Research Service	50		
277	PAUL ROGERS & ASSOCIATES	Consulting and Research Service	50		
278	PERSONNEL DECISIONS INC	Consulting and Research Service	110		
279	PIMA COUNTY TREASURER	Consulting and Research Service	30		
280	PITTIGLIO RABIN TODD & MCGRATH	Consulting and Research Service	106		
281	POWER ENGINEERS	Consulting and Research Service	432		
282	PR NEWswire	Consulting and Research Service	27		
283	PRICE WATERHOUSE COOPERS LLP	Consulting and Research Service	846		
284	PRICEWATERHOUSE COOPERS LLP	Consulting and Research Service	1,917		
285	PROPERTY TAX EVALUATION AND CO	Consulting and Research Service	118		
286	QUALITY STRATEGIES	Consulting and Research Service	215		
287	REGINAL F WIGHT & ASSOCIATES	Consulting and Research Service	1,003		
288	RICHARD D CHONG AND ASSOCIATES	Consulting and Research Service	74		
289	RMH GROUP INC	Consulting and Research Service	54		
290	RNL DESIGN	Consulting and Research Service	3,983		
291	RRJ CONSULTING	Consulting and Research Service	44		
292	S A & B	Consulting and Research Service	35		
293	SABA	Consulting and Research Service	42		
294	SAMRUN TECHNOLOGIES INC	Consulting and Research Service	442		
295	SDSU FOUNDATION-DEVELOPMENT SE	Consulting and Research Service	35		

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Line No.	Name of Recipient (a)	Nature of Service (b)	Total Company Cost (c)	Total State Cost (d)	Intrastate Cost (e)
296	SETTER LEACH & LINDSTROM INC	Consulting and Research Service	100		
297	SIGMA INTERNATIONAL INC	Consulting and Research Service	122		
298	SMU MECHANICAL ENGINEERING LLC	Consulting and Research Service	57		
299	SOUTHWEST AES INC	Consulting and Research Service	38		
300	SPACE	Consulting and Research Service	142		
301	SPACE LLC	Consulting and Research Service	185		
302	STEELCASE	Consulting and Research Service	114		
303	STRATEGIC CORPORATE CONSULTING	Consulting and Research Service	64		
304	STRATEGIC MARKETING CONSULTANT	Consulting and Research Service	89		
305	STRATTON & CAVIN P A	Consulting and Research Service	39		
306	SWANSON RINK INC	Consulting and Research Service	69		
307	TA CITO DESIGN INC	Consulting and Research Service	72		
308	TANDEM ENGINEERING SOUTHWEST	Consulting and Research Service	224		
309	TANNING TECHNOLOGY CORPORATION	Consulting and Research Service	910		
310	TAYLOR NELSON SOFRES INTERSEAR	Consulting and Research Service	313		
311	TECHNISCAN INC	Consulting and Research Service	97		
312	TELELINK SYSTEMS INC	Consulting and Research Service	56		
313	TESINC	Consulting and Research Service	44		
314	THE ADKINS ASSOCIATION INC	Consulting and Research Service	535		
315	THE ALEXANDER GROUP INC	Consulting and Research Service	47		
316	THE ANAYA LAW FIRM PA ATTORNEY	Consulting and Research Service	44		
317	THE BONHAM GROUP INC	Consulting and Research Service	94		
318	THE GALLUP ORGANIZATION	Consulting and Research Service	46		
319	THE HACKER GROUP LTD	Consulting and Research Service	108		
320	THE LAWRENCE GROUP	Consulting and Research Service	110		
321	THE LEADERSHIP GROUP LLC	Consulting and Research Service	54		
322	THE MARIS GROUP LLC	Consulting and Research Service	86		
323	THE PAISLEY GROUP LIMITED	Consulting and Research Service	70		
324	THE STAUBACH COMPANY-FRONT RAN	Consulting and Research Service	290		
325	THE SUTHERLAND GROUP LTD	Consulting and Research Service	172		
326	THE TRAINING IMPACT GROUP INC	Consulting and Research Service	438		
327	TIERRA RIGHT OF WAY SERVICES	Consulting and Research Service	114		
328	TOTAL RESEARCH CORPORATION	Consulting and Research Service	221		
329	TRAINING BY DESIGN INC	Consulting and Research Service	37		
330	TRANSACTION ASSOCIATES INC	Consulting and Research Service	141		
331	TRAVCO INCORPORATED	Consulting and Research Service	109		
332	TRAVIS RESEARCH ASSOCIATES INC	Consulting and Research Service	265		
333	TREEV INC	Consulting and Research Service	1,125		
334	TRES WEST ENGINEERS INC	Consulting and Research Service	117		
335	UNIVERSITY OF DENVER	Consulting and Research Service	117		
336	US WEST INC	Consulting and Research Service	2,574		
337	VINCENT DESIGN GROUP INC	Consulting and Research Service	28		
338	WARREN MORRIS & MADISON LTD	Consulting and Research Service	81		
339	WILLIAM H DAVIDSON	Consulting and Research Service	51		
340					
341	TOTAL CONSULTING AND RESEARCH SERVICE		55,933		
342					
343	ADP INVESTOR COMMUNICATION SER	Financial Service	833		
344	ADP/ICS	Financial Service	127		
345	BEACON HILL PARTNERS	Financial Service	273		
346	BLOOMBERG LP	Financial Service	26		
347	BOSTON EQUISERVE	Financial Service	2,895		
348	D F KING & CO INC	Financial Service	1,171		
349	DUFF & PHELPS CREDIT RATING CO	Financial Service	75		
350	EQUIFAX CREDIT INFORMATION SERVICE	Financial Service	58		
351	FARNHAM NOVAK & ASSOCIATES INC	Financial Service	187		
352	FIRST DATA CORPORATION	Financial Service	4,261		
353	FIRST NATIONAL BANK OF CHICAGO	Financial Service	86		
354	GRAPHIC ARTS CENTER	Financial Service	109		

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Line No.	Name of Recipient (a)	Nature of Service (b)	Total Company Cost (c)	Total State Cost (d)	Intrastate Cost (e)
355	MERRILL CORPORATION	Financial Service	709		
356	MOODY'S INVESTORS SERVICE	Financial Service	123		
357	MORGAN GUARANTY TRUST COMPANY	Financial Service	1,048		
358	NEW YORK STOCK EXCHANGE INC	Financial Service	417		
359	NORWEST BANK DENVER NA	Financial Service	44		
360	NORWEST BANK IOWA	Financial Service	70		
361	STANDARD & POORS	Financial Service	250		
362	THE CARSON GROUP	Financial Service	77		
363	THE LEONHARDT GROUP	Financial Service	100		
364	US BANK	Financial Service	31		
365	VSA PARTNERS INC	Financial Service	469		
366	WELLS FARGO BANK	Financial Service	52		
367					
368	TOTAL FINANCIAL SERVICES		13,491		
369					
370	DAVID C ADDISON	Legal Service	54		
371	ESQUIRE DEPOSITION SERVICES	Legal Service	33		
372	GOFF & HOWARD	Legal Service	38		
373	HAYS HAYS AND WILSON INC	Legal Service	36		
374	KUTAK ROCK	Legal Service	74		
375	REGISTER OF COPYRIGHTS	Legal Service	28		
376	RONALD A JERICH & ASSOCIATES	Legal Service	38		
377	STEVEN J DURHAM	Legal Service	100		
378					
379	TOTAL LEGAL SERVICES		401		
380					
381	ASSOCIATED OREGON INDUSTRIES	Membership Fees and Dues	34		
382	CAPITAL CITY PARTNERSHIP	Membership Fees and Dues	25		
383	COLORADO AVALANCHE LLC	Membership Fees and Dues	67		
384	DES MOINES DEVELOPMENT CORPORATION	Membership Fees and Dues	36		
385	GLOBAL CHIPCARD ALLIANCE	Membership Fees and Dues	25		
386	GREATER DES MOINES PARTNERSHIP	Membership Fees and Dues	30		
387	GREATER OMAHA CHAMBER OF COMMERCE	Membership Fees and Dues	45		
388	GREATER PHOENIX ECONOMIC COUNCIL	Membership Fees and Dues	105		
389	GREATER SEATTLE CHAMBER OF COMMERCE	Membership Fees and Dues	31		
390	IOWA TELECOMMUNICATIONS ASSOCIATION	Membership Fees and Dues	60		
391	MINNESOTA CHAMBER OF COMMERCE	Membership Fees and Dues	35		
392	PORTLAND GOLF CLUB	Membership Fees and Dues	52		
393	PORTLAND METROPOLITAN CHAMBER OF COMM	Membership Fees and Dues	36		
394	REPUBLICAN GOVERNORS ASSOCIATION	Membership Fees and Dues	40		
395	SOUTHEAST BUSINESS PARTNERSHIP	Membership Fees and Dues	25		
396	TELEPHONE PIONEERS OF AMERICA	Membership Fees and Dues	79		
397	UNITED STATES INTERNET COUNCIL	Membership Fees and Dues	25		
398	US WEST POLITICAL ACTION COMMITTEE	Membership Fees and Dues	30		
399	WASHINGTON ROUNDTABLE	Membership Fees and Dues	26		
400					
401	TOTAL MEMBERSHIP FEES AND DUES		806		
402					
403	BATKY-HOWELL INC	Personnel Service	285		
404	CAEL-MANAGEMENT	Personnel Service	3,695		
405	CAEL-OCCUPATIONAL	Personnel Service	5,250		
406	HILL ASSOCIATES INC	Personnel Service	1,164		
407	HITACHI CREDIT AMERICA CORP	Personnel Service	832		
408	J HOWARD & ASSOCIATES INC	Personnel Service	997		
409	KNOWLEDGE ALLIANCE INC	Personnel Service	756		
410	NETG	Personnel Service	279		
411	NORTEL NETWORKS	Personnel Service	329		
412	PARIS CASEY INC	Personnel Service	372		
413	PHH HOMEQUITY	Personnel Service	563		

Payments for Services to Persons Other Than Employees

(Thousands of Dollars)

Year: 1999

Line No.	Name of Recipient (a)	Nature of Service (b)	Total Company Cost (c)	Total State Cost (d)	Intrastate Cost (e)
414	QUMA LEARNING SYSTEMS INC	Personnel Service	467		
415	TECH USA LLC	Personnel Service	372		
416	TELCORDIA TECHNOLOGIES	Personnel Service	782		
417	TRA	Personnel Service	257		
418	TRAINING SOLUTIONS	Personnel Service	297		
419					
420	TOTAL PERSONNEL SERVICES		16,697		
421					
422	BOSTON EQUIREVE	Printing and Design Service	287		
423	C 2 MEDIA	Printing and Design Service	264		
424	CARLSON MARKETING GROUP	Printing and Design Service	1,152		
425	GRAPHIC ARTS CENTER	Printing and Design Service	932		
426	PUBLICATION PRINTERS CORP	Printing and Design Service	528		
427	XEROX CORPORATION	Printing and Design Service	3,804		
428					
429	TOTAL PRINTING AND DESIGN SERVICES		6,967		
430					
431	APG SECURITY INC	Security Service	1,210		
432	BURNS INTERNATIONAL SECURITY SERVICES	Security Service	3,130		
433					
434	TOTAL SECURITY SERVICES		4,340		
435					
436	CONTRIBUTIONS		2,810		
437					
438					
439	GRAND TOTAL		444,588		

Subscriber Line Usage Data

(Thousands of Minutes)

Year: 1999

Line No.	Description (a)	This Year (b)	% of Total (c)	Last Year (d)	% of Total (e)
1	Toll Usage:				
2	Interstate, InterLATA	1,927,242	20.46%	1,692,374	21.07%
3	Interstate, IntraLATA	729	0.01%	1,104	0.01%
4	Total Interstate Usage	1,927,970	20.47%	1,693,478	21.09%
5	Intrastate, InterLATA	502,930	5.34%	441,513	5.50%
6	Intrastate, IntraLATA	284,210	3.02%	297,545	3.71%
7	Total Intrastate Usage	787,141	8.36%	739,058	9.20%
8	Total Toll Usage	2,715,111	28.83%	2,432,536	30.29%
9	Centrex *				
10	Local	6,703,172	71.17%	5,598,012	69.71%
11	Total Minutes	9,418,283	100.00%	8,030,548	100.00%

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* Centrex minutes are no longer identified separately. They are now included in Local.

Central Office and Switch Information

Year:1999

Line No.	Wire Center (a)	Office Configuration (Host, Remote, Stand alone) (b)	Type of Switch (c)	Switch Vendor/ Manufacturer (d)	Switch Model No. (e)	Switch Line Capacity (f)	Year Deployed (g)
1	<i>This information is proprietary.</i>						
2							
3							
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41							

Construction Budget-Montana

(Thousands of Dollars)

Year: 1999

Line No.	Description (a)	Year 2000 (b)
1	Central Office Assets:	
2		
3	Montana-2000 Capitalization of Plug-In Equipment	2,483
4	2000 MT/Right-To-Use (RTU) Software estimate	581
5	Belgrade-5ESSRSM Add 5ESS Host Switch	2,311
6	99COD-Missoula Main-5ESS-Add 57 PRI-100 DS1's	518
7	Radio:Dailylake-Deepecreek-Livingston MT-Replace Radio	1,596
8	Radio:Twinbridges-Donald-Buttemain MT/Replace Radio	1,599
9	Local Number Portability	1,495
10	Advanced Intelligent Network	4,981
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24	Total Switching and Central Office Projects over \$500,000	15,564
25	Miscellaneous Central Office Projects not over \$500,000	8,600
26	Total Central Office Budget (L.24+L.25)	24,164
27	Other Projects over \$500,000:	
28		
29	Growth and Preservation - OSP	12,000
30	OSP Rehabilitation	543
31		
32		
33		
34		
35		
36		
37		
38	Total Other Projects over \$500,000	12,543
39	Miscellaneous Projects not over \$500,000	19,617
40	Total Construction Budget (L.26+L.38+L.39)	56,324

Montana Employee Counts

Year: 1999

Line No.	Category (a)	Beginning of Year (b)	End of Year (c)
1	Interprise Networking Svcs		2
2	BGS-Finance & Operations		1
3	BGS-Operations		7
4	BGS-Sales Rocky Mountain	1	
5	Center for Customer Service	116	146
6	Central Office-Utah/Idaho/Montana	59	
7	CMC Residence Helena	83	78
8	CMC Residence Staff		1
9	CP Operations	102	
10	CPE/Coin	10	
11	Enterprise Arch & Corp Systems	1	
12	Executive	4	4
13	Field Inventory Management		2
14	Fleet Services	6	6
15	General Manager-UT	159	
16	Incidental Students	10	
17	Information Technologies Svcs	2	
18	Local Network Operations Staff	4	110
19	Mediagroup-Federal Realations	9	
20	Network Complex Services		93
21	Network Services ID, MT, IA, ND		119
22	Office Information Management	1	
23	Other	2	
24	PIA	2	
25	Public Policy		10
26	Publishing	1	1
27	Real Estate	11	10
28	Risk Management	1	1
29			
30			
31			
32			
33			
34			
35			
36			
37			
38			
39	Note: At the end of the year, there were 55 construction technicians included in the		
40	totals. There is not a job category for splicer.		
41	Totals (Sum L.1 to L.40)	584	591

Compensation of Top 10 Montana Based Employees

Year: 1999

Line No.	Name/Title (a)	Base Salary (b)	Bonuses (c)	Other Compensation (d)	Total Compensation (e)	Total Compensation Last Year (f)	% Increase Total Compensation (g)
1	This information is proprietary.						
2							
3							
4							
5							
6							
7							
8							
9							
10							
11	Totals (Sum L.1 to L.10)	0	0	0	0	0	N/A

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PROPRIETARY

Compensation of Top 5 Corporate Employees - SEC Information

Year: 1999

Line No.	Name/Title (a)	Base Salary (b)	Bonuses (c)	Other Compensation (d)	Total Compensation (e)	Total Compensation Last Year (f)	% Increase Total Compensation (g)
1	Solomon D. Trujillo Chairman, President and Chief Executive Officer	\$896,552	\$1,025,000	\$18,915,506	\$20,837,058	\$2,948,511	606.7%
2	Gregory M. Winn Executive Vice President-Operations & Technology	\$441,379	\$300,000	\$782,014	\$1,523,393	\$1,092,418	39.5%
3	Joseph R. Zell President-U S WEST INTERPRISE Networking Service	\$364,943	\$275,000	\$568,701	\$1,208,644	\$782,615	54.4%
4	Betsy J. Bernard Executive Vice President-Retail Markets	\$373,372	\$262,500	\$952,002	\$1,587,874	\$932,076	70.4%
5	John A Kelley, Jr. President of Wholesale-U S WEST Communications	\$360,632	\$275,000	\$578,828	\$1,214,460	\$844,209	43.9%
6	Totals (Sum L.1 to L.5)	\$2,436,878	\$2,137,500	\$21,797,051	\$26,371,429	\$6,599,829	

Montana Composite Statistics

Year: 1999

Line No.	Account No.	Description (a)	Amount (b)
1		Plant (Intrastate Only) (000 Omitted)	
2	2001	Plant in Service	533,216
3	2003-2004	Construction Work in Progress	5,473
4	2005	Plant Acquisition Adjustments	0
5	2002	Plant Held for Future Use	0
6	1220	Materials & Supplies	436
7		(Less):	
8	3100-3400	Depreciation & Amortization Reserves	275,605
9	4360.2	Contributions in Aid of Construction	(51)
10		NET BOOK COSTS	263,571
11		Revenues & Expenses (Intrastate Only) (000 Omitted)	
12	5000-5300	Operating Revenues	182,834
13	6560	Depreciation & Amortization Expenses	41,817
14		Federal & State Income Taxes	17,470
15		Other Taxes	16,696
16		Other Operating Expenses	69,844
17		TOTAL Operating Expenses	145,827
18		Net Operating Income	37,007
19		Other Income	(2,968)
20		Other Deductions	14,840
21		NET INCOME	19,199
22		Access Lines in Service (Intrastate Only)	
23		Residential Access Lines	267,039
24		Business Access Lines	92,259
25		PBX Access Lines	6,125
26		Other Access Lines (Public)	4,351
27		Total Number of Access Lines	369,774
28		Average Number of Calls Per Access Line	
29		Local Calls	2,683
30		Toll Calls (Intra- or Interstate)	539
31		Total Number of Calls Per Access Line (L.29 + L.30)	3,222
32		Other Statistics (Intrastate Only)	
33		Average Residential Monthly Bill	19.01
34		Gross Plant Investment per Access Line	1,458

Depreciation-Montana Intrastate Regulated

(Thousands of Dollars)

Year: 1999

Line No.	Acct No. (a)	Description (b)	Composite Rate % (c)	Total Expense \$ (d)
1	2112	Motor Vehicles	0.0%	0
2	2114	Special Purpose Vehicles	4.2%	4
3	2115	Garage Work Equipment	9.8%	17
4	2116	Other Work Equipment	9.4%	203
5	2121	Buildings	3.7%	1,000
6	2122	Furniture	170.4%	19
7	2123.1	Office Support Equipment	18.0%	29
8	2123.2	Company Communications Equipment	121.0%	303
9	2124	General Purpose Computers	19.3%	872
10	2211	Analog Electronic Switching Equipment	0.0%	0
11	2212	Digital Electronic Switching Equipment	13.9%	14,962
12	2220	Operator System	0.0%	0
13	2231	Radio Systems	10.9%	1,105
14	2232	Circuit DDS	8.5%	83
15	2232	Circuit Digital	10.9%	8,166
16	2232	Circuit Analog	17.0%	1,925
17	2362	Other Terminal Equipment	10.7%	450
18	2411	Poles	11.0%	503
19	2421	Aerial Cable Metallic	11.5%	2,608
20	2421	Aerial Cable Nonmetallic	9.9%	2
21	2422	Underground Cable Metallic	7.3%	1,668
22	2422	Underground Cable Nonmetallic	6.4%	410
23	2423	Buried Cable Metallic	6.3%	11,474
24	2423	Buried Cable Nonmetallic	6.2%	1,722
25	2424	Submarine Cable Metallic	2.2%	0
26	2424	Submarine Cable Nonmetallic	0.0%	0
27	2426	Intrabuilding Network Cable Metallic	3.5%	173
28	2426	Intrabuilding Network Cable Nonmetallic	3.6%	4
29	2431	Aerial Wire	0.0%	0
30	2441	Conduit Systems	2.3%	337
31				
32				
33				
34				
35		COMPOSITE TOTAL		48,039
36				
37	Have these rates been approved by the Commission? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
38				
39	If yes: <u>Docket Number</u> <u>Order Number</u>			
40				

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Montana depreciation expense reflects costs that are based upon forward-looking asset lives consistent with asset lives of other telecommunications carriers. See the following sheet for depreciation data following depreciation rates last approved by the Commission.

Company Name: U S WEST Communications, Inc.

SCHEDULE 30a

The following table represents depreciation data based upon the last approved rates which was in Docket No. D96.8.131, Order No 5937c. The total expense in column (d) was not used in any of the financial statements in this annual report.

Depreciation-Montana Intrastate Regulated

(Thousands of Dollars)

Year: 1999

Line No.	Acct No. (a)	Description (b)	Composite Rate % (c)	Total Expense \$ (d)
1	2112	Motor Vehicles	4.9%	0
2	2114	Special Purpose Vehicles	5.8%	6
3	2115	Garage Work Equipment	10.5%	18
4	2116	Other Work Equipment	5.3%	114
5	2121	Buildings	3.4%	919
6	2122	Furniture	20.8%	2
7	2123.1	Office Support Equipment	10.6%	17
8	2123.2	Company Communications Equipment	8.3%	21
9	2124	General Purpose Computers	0.2%	9
10	2211	Analog Electronic Switching Equipment	0.0%	0
11	2212	Digital Electronic Switching Equipment	7.1%	7,661
12	2220	Operator System	0.0%	0
13	2231	Radio Systems	11.2%	1,135
14	2232	Circuit DDS	11.7%	114
15	2232	Circuit Digital	11.2%	8,391
16	2232	Circuit Analog	24.0%	2,717
17	2362	Other Terminal Equipment	13.1%	551
18	2411	Poles	10.1%	461
19	2421	Aerial Cable Metallic	6.8%	1,540
20	2421	Aerial Cable Nonmetallic	11.6%	7
21	2422	Underground Cable Metallic	6.3%	1,440
22	2422	Underground Cable Nonmetallic	6.6%	423
23	2423	Buried Cable Metallic	4.6%	8,378
24	2423	Buried Cable Nonmetallic	6.2%	1,722
25	2424	Submarine Cable Metallic	2.4%	1
26	2424	Submarine Cable Nonmetallic	0.0%	0
27	2426	Intrabuilding Network Cable Metallic	4.1%	203
28	2426	Intrabuilding Network Cable Nonmetallic	7.8%	8
29	2431	Aerial Wire	0.0%	0
30	2441	Conduit Systems	2.1%	307
31				
32				
33				
34				
35		COMPOSITE TOTAL		36,165
36				
37	Have these rates been approved by the Commission? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No			
38				
39	If yes: D96.8.131 <u>Docket Number</u> 5937c <u>Order Number</u>			
40				

Montana Regulatory Capital Structure & Costs

Year: 1999

Line No.	Description (a)	% Cap. Str. (b)	% Cost Rate (c)	Weighted Cost (d)
	<u>Commission Accepted - Most Recent</u>			
1	Docket Number <u>88.12.55</u>			
2	Order Number <u>5398a</u>			
3				
4	Common Equity	50.00%	12.00%	6.00%
5	Preferred Stock	0.00%	0.00%	0.00%
6	Long Term Debt	50.00%	8.88%	4.44%
7	Other	0.00%	0.00%	0.00%
8	Total	100.00%		10.44%
9				
10	<u>Actual at Year End</u>			
11				
12	Common Equity (Note 1)	53.81%	12.00%	6.46%
13	Preferred Stock	0.00%	0.00%	0.00%
14	Long Term Debt	39.67%	7.58%	3.01%
15	Other	6.52%	7.12%	0.46%
16	Total	100.00%		9.93%

Note 1: The authorized level is 12.00%, per revised 1993 Annual Report.

SCHEDULE 32**Network Access - Charges and Revenues**

(Thousands of Dollars)

Year: 1999

Line No.	Description (a)	Access Charges Paid (b)	Access Revenues Received (c)
1	Montana - Total State	8,000	97,216
2			
3	Montana - Intrastate	5,950	23,494
4			
5	Montana - Intrastate Regulated	5,950	19,258
6			
7			
8			
9			
10			
11			
12			
13			

Affiliate Transactions - Products & Services Provided to Utility

Year: 1999

Line No.	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Charges to Utility (d)	% Total Affil. Revenues (e)	Charges to MT Utility (f)
1	U S WEST Interprise America	ACCRUAL	FDC	231,261		4,422
2	U S WEST Interprise America	COMMON SUPPORT	FDC	6,088,450		133,995
3	U S WEST Interprise America	CORPORATE COMMUNICATIONS	FDC	6,676		88
4	U S WEST Interprise America	INTERNET ACCESS	FDC	42,872		-
5	U S WEST Interprise America	PRODUCT/SALES	FDC	126		-
6		FDC		6,369,385		138,505
7	U S WEST Interprise America	EQUIPMENT/MATERIEL	PCP	992,133		21,659
8	U S WEST Interprise America	TRAINING	PCP	72,834		658
9		PCP		1,064,968		22,317
10		TOTAL		7,434,353	0.62%	160,822
11	U S WEST Advanced Technologies	ACCRUAL	FDC	1		-
12	U S WEST Advanced Technologies	COMPUTER EQUIPMENT	FDC	15,262		351
13	U S WEST Advanced Technologies	CONSULTING	FDC	45,241		1,006
14	U S WEST Advanced Technologies	PLANNING AND SUPPORT	FDC	26,232,096		614,848
15	U S WEST Advanced Technologies	POST EMPLOYMENT BENEFITS	FDC	203,186		4,427
16	U S WEST Advanced Technologies	SHARED SUPPORT	FDC	37,242		601
17	U S WEST Advanced Technologies	TRAINING	FDC	2,593		48
18		FDC		26,535,621		621,281
19		TOTAL		26,535,621	69.67%	621,281
20	U S WEST Business Resources	ACCRUAL	FDC	1,041,265		19,943
21	U S WEST Business Resources	FLIGHT-PROCUREMENT	FDC	3,357,491		49,900
22	U S WEST Business Resources	FURNITURE LEASE	FDC	1,185		-
23	U S WEST Business Resources	POST EMPLOYMENT BENEFITS	FDC	616,097		27,496
24	U S WEST Business Resources	PROCUREMENT	FDC	40,111,543		823,966
25		FDC		45,127,581		921,304
26	U S WEST Business Resources	LEASED SPACE	PCP	3,372,781		59,513
27	U S WEST Business Resources	OPERATING EXPENSE	PCP	1,594,004		26,388
28	U S WEST Business Resources	SHARED SPACE	PCP	2,331		2
29		PCP		4,969,116		85,903
30		TOTAL		50,096,697	58.40%	1,007,207

Affiliate Transactions - Products & Services Provided to Utility

Year: 1999

Line No.	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Charges to Utility (d)	% Total Affil. Revenues (e)	Charges to MT Utility (f)
1	U S WEST Comm Svcs	ACCRUAL	FDC	(1,483,985)		(28,373)
2	U S WEST Comm Svcs	ADVERTISING	FDC	366,681		4,865
3	U S WEST Comm Svcs	COMMON SUPPORT	FDC	34,303		624
4	U S WEST Comm Svcs	MARKETING LB REG	FDC	52,301,487		1,150,345
5	U S WEST Comm Svcs	POST EMPLOYMENT BENEFITS	FDC	299,422		6,546
6		FDC		51,517,908		1,134,008
7	U S WEST Comm Svcs	EQUIPMENT/MATERIEL	PCP	1,127,922		6,337
8	U S WEST Comm Svcs	SHARED SPACE	PCP	173,330		2,272
9		PCP		1,301,252		8,608
10		TOTAL		52,819,161	0.00%	1,142,616
11	U S WEST DEX	ACCRUAL	FDC	212,449		4,351
12	U S WEST DEX	ADVERTISING	FDC	34,103		2,304
13	U S WEST DEX	MISCELLANEOUS	FDC	50		-
14	U S WEST DEX	POST EMPLOYMENT BENEFITS	FDC	27,515		602
15	U S WEST DEX	SIMS	FDC	526,774		11,261
16		FDC		800,891		18,517
17	U S WEST DEX	ACCRUAL	PCP	76,429		1,661
18	U S WEST DEX	ADVERTISING	PCP	5,624,220		110,582
19	U S WEST DEX	PHONE SERV PAGES	PCP	106,755		2,340
20		PCP		5,807,405		114,582
21		TOTAL		6,608,296	0.50%	133,099
22	U S WEST Fed Svcs	ACCRUAL	FDC	(106,291)		(2,032)
23	U S WEST Fed Svcs	SHARED SUPPORT	FDC	627,638		13,892
24		FDC		521,346		11,860
25		TOTAL		521,346	0.00%	11,860
26	U S WEST, Inc.	AUTO LIABILITY INSURANCE	FDC	3,537,223		77,607
27	U S WEST, Inc.	GENERAL LIABILITY INSURANCE	FDC	2,926,060		64,198
28	U S WEST, Inc.	HEADQUARTERS	FDC	71,420,487		1,555,081
29	U S WEST, Inc.	LEGAL-DIRECT	FDC	28,551,853		620,184
30	U S WEST, Inc.	POST EMPLOYMENT BENEFITS	FDC	327,216		7,179

Affiliate Transactions - Products & Services Provided to Utility

Year: 1999

Line No.	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Charges to Utility (d)	% Total Affil. Revenues (e)	Charges to MT Utility (f)
1	U S WEST Inc	WORKERS COMPENSATION	FDC	7,540,430		181,580
2		FDC		114,303,269		2,505,829
3	U S WEST Inc	LEASED SPACE	PCP	912,212		17,544
4	U S WEST Inc	SHARED SPACE	PCP	330,227		3,488
5		PCP		1,242,440		21,033
6		TOTAL		115,545,708	0.00%	2,526,862
7	U S WEST Information Technologies	INFORMATION MGMT SERVICES	FDC	320,756,862		7,007,427
8		FDC		320,756,862		7,007,427
9		TOTAL		320,756,862	92.40%	7,007,427
10	U S WEST Long Distance	ACCRUAL	FDC	61,468		1,175
11	U S WEST Long Distance	CORPORATE COMMUNICATIONS	FDC	26,397,045		573,369
12	U S WEST Long Distance	MISCELLANEOUS	FDC	1,180		-
13		FDC		26,459,693		574,544
14	U S WEST Long Distance	CORPORATE COMMUNICATIONS	PCP	378,852		8,162
15	U S WEST Long Distance	PRODUCT/PROJECT MGMT	PCP	1,521		34
16		PCP		380,373		8,196
17		TOTAL		26,840,066	40.62%	582,740
18	National Telecomm Alliance	NATIONAL SECUR EMER PREP	PCP	2,930,599		73,612
19		PCP		2,930,599		73,612
20		TOTAL		2,930,599	0.00%	73,612
21	U S WEST Wireless	ASPECT SWITCH	FDC	17,130		376
22	U S WEST Wireless	ISS USAGE	FDC	159,755		-
23		FDC		176,886		376
24	U S WEST Wireless	OCS USAGE	PCP	6,197,948		4
25		PCP		6,197,948		4
26		TOTAL		6,374,834	6.90%	380
27						
28		GRAND TOTAL		616,463,541		13,267,906

Affiliate Transactions - Products & Services Provided by Utility

Year: 1999

Line No.	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Payments from Utility (d)	% Total Affil. Expense (e)	Payments from MT Utility (f)
1	U S WEST Interprise America	FAIR COMPENSATION	FCP	1,748,401		37,993
2		FCP		1,748,401		37,993
3	U S WEST Interprise America	ADMINISTRATIVE	FDC	46,743		(100)
4	U S WEST Interprise America	BILLING & COLLECTIONS	FDC	493,708		4,973
5	U S WEST Interprise America	GENERAL SERVICES	FDC	6,900,296		134,384
6	U S WEST Interprise America	HUMAN RESOURCES	FDC	390,120		8,477
7	U S WEST Interprise America	INFORMATION TECH SERVICES	FDC	485,597		10,552
8	U S WEST Interprise America	MARKETING	FDC	7,853,232		171,357
9	U S WEST Interprise America	PUBLIC RELATIONS	FDC	305,249		6,633
10	U S WEST Interprise America	REAL PROPERTY SERVICES	FDC	11,773		-
11	U S WEST Interprise America	SECURITY	FDC	598		13
12	U S WEST Interprise America	SHARED SPACE	FDC	2,910,333		(23,088)
13	U S WEST Interprise America	TECH OPER SVCS-I&M OF CPE	FDC	4,601		-
14		FDC		19,402,249		313,201
15	U S WEST Interprise America	GENERAL SERVICES	FMV	29,431		640
16	U S WEST Interprise America	HUMAN RESOURCES	FMV	37,155		807
17	U S WEST Interprise America	INFORMATION TECH SERVICES	FMV	33,403		726
18	U S WEST Interprise America	MARKETING	FMV	304,462		6,643
19	U S WEST Interprise America	PUBLIC RELATIONS	FMV	804,133		17,474
20	U S WEST Interprise America	SHARED SPACE	FMV	93,311		-
21		FMV		1,301,895		26,290
22	U S WEST Interprise America	BILLING & COLLECTIONS	PCP	1,034,107		10,372
23	U S WEST Interprise America	MARKETING	PCP	84,908		1,853
24	U S WEST Interprise America	REAL PROPERTY SERVICES	PCP	75		-
25		PCP		1,119,090		12,225
26		TOTAL		23,571,635	N/A	389,709
27	U S WEST Advanced Technologies	ADMINISTRATIVE	FDC	16,020		-
28	U S WEST Advanced Technologies	FLEET SERVICES	FDC	3,001		-
29	U S WEST Advanced Technologies	GENERAL SERVICES	FDC	667,872		14,112

Affiliate Transactions - Products & Services Provided by Utility

Year: 1999

Line No.	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Payments from Utility (d)	% Total Affil. Expense (e)	Payments from MT Utility (f)
1	U S WEST Advanced Technologies	HUMAN RESOURCES	FDC	165,784		3,602
2	U S WEST Advanced Technologies	INFORMATION TECH SERVICES	FDC	216,730		4,710
3	U S WEST Advanced Technologies	PUBLIC RELATIONS	FDC	1,167		25
4	U S WEST Advanced Technologies	SECURITY	FDC	664		14
5	U S WEST Advanced Technologies	SHARED SPACE	FDC	12,179		-
6		FDC		1,083,416		22,464
7	U S WEST Advanced Technologies	GENERAL SERVICES	FMV	16,199		352
8	U S WEST Advanced Technologies	HUMAN RESOURCES	FMV	32,133		698
9	U S WEST Advanced Technologies	INFORMATION TECH SERVICES	FMV	66,066		1,436
10	U S WEST Advanced Technologies	PUBLIC RELATIONS	FMV	50,440		1,096
11		FMV		164,839		3,582
12		TOTAL		1,248,255	N/A	26,046
13	U S WEST Broadband Services	BILLING & COLLECTIONS	FDC	109,287		2,385
14	U S WEST Broadband Services	GENERAL SERVICES	FDC	16,837,855		365,889
15	U S WEST Broadband Services	MARKETING	FDC	1,437,918		31,343
16	U S WEST Broadband Services	NETWORK SERVICES	FDC	25,169,477		86,999
17		FDC		43,554,537		486,616
18		TOTAL		43,554,537	N/A	486,616
19	U S WEST Business Resources	ADMINISTRATIVE	FDC	37,634		-
20	U S WEST Business Resources	FLEET SERVICES	FDC	176,904		(54)
21	U S WEST Business Resources	GENERAL SERVICES	FDC	940,928		19,972
22	U S WEST Business Resources	HUMAN RESOURCES	FDC	352,957		7,670
23	U S WEST Business Resources	INFORMATION TECH SERVICES	FDC	4,717,555		102,513
24	U S WEST Business Resources	MISCELLANEOUS	FDC	(97)		(2)
25	U S WEST Business Resources	PUBLIC RELATIONS	FDC	3,028		66
26	U S WEST Business Resources	REAL PROPERTY SERVICES	FDC	37,077		-
27	U S WEST Business Resources	SECURITY	FDC	8,154		177
28	U S WEST Business Resources	SHARED SPACE	FDC	16,265		360
29		FDC		6,290,405		130,702

Affiliate Transactions - Products & Services Provided by Utility

Year: 1999

Line No.	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Payments from Utility (d)	% Total Affil. Expense (e)	Payments from MT Utility (f)
1	U S WEST Business Resources	GENERAL SERVICES	FMV	43,138		418
2	U S WEST Business Resources	HUMAN RESOURCES	FMV	165,964		3,606
3	U S WEST Business Resources	INFORMATION TECH SERVICES	FMV	4,877,504		105,988
4	U S WEST Business Resources	PUBLIC RELATIONS	FMV	100,611		2,186
5		FMV		5,187,216		112,199
6	U S WEST Business Resources	REAL PROPERTY SERVICES	PCP	20,873		-
7		PCP		20,873		-
8		TOTAL		11,498,494	N/A	242,901
9	U S WEST Communications Services	ADMINISTRATIVE	FDC	121,031		(253)
10	U S WEST Communications Services	E911 SUPPORT	FDC	1,657,804		-
11	U S WEST Communications Services	FLEET SERVICES	FDC	10,037		-
12	U S WEST Communications Services	GENERAL SERVICES	FDC	2,310,707		48,375
13	U S WEST Communications Services	HUMAN RESOURCES	FDC	558,461		12,135
14	U S WEST Communications Services	INFORMATION TECH SERVICES	FDC	711,199		15,454
15	U S WEST Communications Services	MISCELLANEOUS	FDC	4,923		107
16	U S WEST Communications Services	NETWORK SERVICES	FDC	1,575,709		-
17	U S WEST Communications Services	PUBLIC RELATIONS	FDC	(12,188)		(265)
18	U S WEST Communications Services	REAL PROPERTY SERVICES	FDC	(1)		-
19	U S WEST Communications Services	SECURITY	FDC	387		8
20	U S WEST Communications Services	SHARED SPACE	FDC	2,272,643		1,539
21		FDC		9,210,715		77,100
22	U S WEST Communications Services	E911 SUPPORT	FMV	5,003		87
23	U S WEST Communications Services	GENERAL SERVICES	FMV	259,235		4,694
24	U S WEST Communications Services	HUMAN RESOURCES	FMV	133,402		2,899
25	U S WEST Communications Services	INFORMATION TECH SERVICES	FMV	263,502		5,726
26	U S WEST Communications Services	NETWORK SERVICES	FMV	3,699,197		(10,607)
27	U S WEST Communications Services	PUBLIC RELATIONS	FMV	164,490		3,574
28	U S WEST Communications Services	SHARED SPACE	FMV	2,238,139		46,011
29		FMV		6,762,967		52,384

Affiliate Transactions - Products & Services Provided by Utility

Year: 1999

Line No.	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Payments from Utility (d)	% Total Affil. Expense (e)	Payments from MT Utility (f)
1	U S WEST Communications Services	TECH OPER SVCS-I&M OF CPE	PCP	5,280		2
2		PCP		5,280		2
3		TOTAL		15,978,962	N/A	129,487
4	U S WEST DEX	ADMINISTRATIVE	FDC	57,533		(66)
5	U S WEST DEX	BILLING & COLLECTIONS	FDC	4,196,872		90,091
6	U S WEST DEX	GENERAL SERVICES	FDC	758,898		16,409
7	U S WEST DEX	HUMAN RESOURCES	FDC	933,924		20,294
8	U S WEST DEX	INFORMATION TECH SERVICES	FDC	305,982		6,649
9	U S WEST DEX	MARKETING	FDC	7,655		167
10	U S WEST DEX	PUBLIC PAY STATIONS	FDC	(684)		-
11	U S WEST DEX	PUBLIC RELATIONS	FDC	96,189		2,090
12	U S WEST DEX	SECURITY	FDC	21,969		477
13		FDC		6,378,337		136,112
14	U S WEST DEX	BILLING & COLLECTIONS	FMV	1,504,440		48,844
15	U S WEST DEX	GENERAL SERVICES	FMV	278,639		6,055
16	U S WEST DEX	HUMAN RESOURCES	FMV	(12,431)		(270)
17	U S WEST DEX	INFORMATION TECH SERVICES	FMV	239,171		5,197
18	U S WEST DEX	PUBLIC RELATIONS	FMV	133,614		2,903
19	U S WEST DEX	PUBLISHER PRODUCTS	FMV	2,720,065		73,991
20	U S WEST DEX	SHARED SPACE	FMV	15,260		-
21		FMV		4,878,758		136,721
22	U S WEST DEX	BILLING & COLLECTIONS	PCP	205,515		12,681
23	U S WEST DEX	PUBLISHER PRODUCTS	PCP	3,195,647		73,448
24		PCP		3,401,163		86,128
25		TOTAL		14,658,257	N/A	358,961
26	U S WEST Federal Services	ADMINISTRATIVE	FDC	(22,126)		-
27	U S WEST Federal Services	FLEET SERVICES	FDC	96,574		757
28	U S WEST Federal Services	GENERAL SERVICES	FDC	390,931		8,167
29	U S WEST Federal Services	HUMAN RESOURCES	FDC	37,506		815

Affiliate Transactions - Products & Services Provided by Utility

Year: 1999

Line No.	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Payments from Utility (d)	% Total Affil. Expense (e)	Payments from MT Utility (f)
1	U S WEST Federal Services	INFORMATION TECH SERVICES	FDC	150,739		3,276
2	U S WEST Federal Services	PUBLIC RELATIONS	FDC	801		17
3	U S WEST Federal Services	RISK MANAGEMENT	FDC	(83)		(2)
4	U S WEST Federal Services	SECURITY	FDC	330		7
5	U S WEST Federal Services	SHARED SPACE	FDC	10,381		(79)
6		FDC		665,052		12,959
7	U S WEST Federal Services	GENERAL SERVICES	FMV	4,301		93
8	U S WEST Federal Services	HUMAN RESOURCES	FMV	3,150		68
9	U S WEST Federal Services	INFORMATION TECH SERVICES	FMV	26,480		575
10	U S WEST Federal Services	PUBLIC RELATIONS	FMV	349		8
11	U S WEST Federal Services	SHARED SPACE	FMV	3,902		-
12		FMV		38,182		745
13		TOTAL		703,234	N/A	13,704
14	U S WEST, Inc.	PUBLIC RELATIONS	FCP	10,335		225
15		FCP		10,335		225
16	U S WEST, Inc.	ADMINISTRATIVE	FDC	77,782		(52)
17	U S WEST, Inc.	FLEET SERVICES	FDC	46,777		885
18	U S WEST, Inc.	GENERAL SERVICES	FDC	5,765,484		112,001
19	U S WEST, Inc.	HUMAN RESOURCES	FDC	346,147		7,522
20	U S WEST, Inc.	INFORMATION TECH SERVICES	FDC	873,062		18,972
21	U S WEST, Inc.	PUBLIC RELATIONS	FDC	652,436		14,177
22	U S WEST, Inc.	SECURITY	FDC	7,456		162
23	U S WEST, Inc.	SHARED SPACE	FDC	5,958,002		-
24	U S WEST, Inc.	TELECOMMUNICATIONS	FDC	11		-
25		FDC		13,727,157		153,666
26	U S WEST, Inc.	GENERAL SERVICES	FMV	36,364		790
27	U S WEST, Inc.	HUMAN RESOURCES	FMV	41,970		912
28	U S WEST, Inc.	INFORMATION TECH SERVICES	FMV	310,506		6,747
29	U S WEST, Inc.	PUBLIC RELATIONS	FMV	1,225,672		26,634

Affiliate Transactions - Products & Services Provided by Utility

Year: 1999

Line No.	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Payments from Utility (d)	% Total Affil. Expense (e)	Payments from MT Utility (f)
1	U S WEST, Inc.	SHARED SPACE	FMV	512,081		-
2		FMV		2,126,592		35,083
3		TOTAL		15,864,084	N/A	188,974
4	U S WEST Information Technologies	INFORMATION TECH SERVICES	FCP	2,110,589		45,863
5		FCP		2,110,589		45,863
6	U S WEST Information Technologies	ADMINISTRATIVE	FDC	46,309		1,006
7	U S WEST Information Technologies	GENERAL SERVICES	FDC	588,795		12,795
8	U S WEST Information Technologies	HUMAN RESOURCES	FDC	1,195,290		25,974
9	U S WEST Information Technologies	INFORMATION TECH SERVICES	FDC	5,671,309		123,238
10	U S WEST Information Technologies	PUBLIC RELATIONS	FDC	130,772		2,842
11	U S WEST Information Technologies	SECURITY	FDC	3,197		69
12	U S WEST Information Technologies	SHARED SPACE	FDC	652,134		14,171
13		FDC		8,287,805		180,094
14	U S WEST Information Technologies	GENERAL SERVICES	FMV	81,732		1,776
15	U S WEST Information Technologies	HUMAN RESOURCES	FMV	118,890		2,583
16	U S WEST Information Technologies	INFORMATION TECH SERVICES	FMV	2,617,679		56,882
17	U S WEST Information Technologies	PUBLIC RELATIONS	FMV	38,820		844
18		FMV		2,857,121		62,085
19		TOTAL		13,255,515	N/A	288,042
20	U S WEST Long Distance	ADMINISTRATIVE	FDC	20,749		-
21	U S WEST Long Distance	GENERAL SERVICES	FDC	2,028,572		44,357
22	U S WEST Long Distance	HUMAN RESOURCES	FDC	51,535		1,120
23	U S WEST Long Distance	INFORMATION TECH SERVICES	FDC	(170,404)		(3,728)
24	U S WEST Long Distance	LEASE	FDC	577,362		-
25	U S WEST Long Distance	NETWORK SERVICES	FDC	4,011		87
26	U S WEST Long Distance	PUBLIC RELATIONS	FDC	55		1
27	U S WEST Long Distance	SECURITY	FDC	1,401		30
28		FDC		2,513,281		41,868
29	U S WEST Long Distance	HUMAN RESOURCES	FMV	6,143		134

Affiliate Transactions - Products & Services Provided by Utility

Year: 1999

Line No.	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Payments from Utility (d)	% Total Affil. Expense (e)	Payments from MT Utility (f)
1	U S WEST Long Distance	LEASE	FMV	577,362		-
2	U S WEST Long Distance	PUBLIC RELATIONS	FMV	8,916		194
3		FMV		592,421		327
4	U S WEST Long Distance	BILLING & COLLECTIONS	PCP	419,769		5,683
5		PCP		419,769		5,683
6		TOTAL		3,525,471	N/A	47,878
7	Malheur Home Telephone	CENTRALIZED SERVICES	FDC	4		-
8	Malheur Home Telephone	GENERAL SERVICES	FDC	955,850		20,750
9	Malheur Home Telephone	HUMAN RESOURCES	FDC	507		11
10	Malheur Home Telephone	NETWORK SERVICES	FDC	6,890		167
11	Malheur Home Telephone	REAL PROPERTY SERVICES	FDC	8,262		-
12		FDC		971,513		20,928
13	Malheur Home Telephone	GENERAL SERVICES	MAL	498,128		10,779
14	Malheur Home Telephone	NETWORK SERVICES	MAL	3,424		83
15		MAL		501,552		10,862
16	Malheur Home Telephone	GENERAL SERVICES	PCP	203		-
17		PCP		203		-
18		TOTAL		1,473,268	N/A	31,790
19	U S WEST Wireless	ACCRUAL	FDC	193,540		-
20	U S WEST Wireless	ADMINISTRATIVE	FDC	115,519		(4)
21	U S WEST Wireless	BILLING & COLLECTIONS	FDC	1,630		-
22	U S WEST Wireless	FLEET SERVICES	FDC	361,559		-
23	U S WEST Wireless	GENERAL SERVICES	FDC	3,180,385		40,260
24	U S WEST Wireless	HUMAN RESOURCES	FDC	1,266,124		24,803
25	U S WEST Wireless	INFORMATION TECH SERVICES	FDC	6,534,960		142,005
26	U S WEST Wireless	MARKETING	FDC	5,184,503		113,126
27	U S WEST Wireless	NETWORK SERVICES	FDC	1,538,387		-
28	U S WEST Wireless	PUBLIC RELATIONS	FDC	12,081		174
29	U S WEST Wireless	REAL PROPERTY SERVICES	FDC	6,935,986		-

Affiliate Transactions - Products & Services Provided by Utility

Year: 1999

Line No.	Affiliate Name (a)	Products & Services (b)	Method to Determine Price (c)	Payments from Utility (d)	% Total Affil. Expense (e)	Payments from MT Utility (f)
1	U S WEST Wireless	SECURITY	FDC	35,365		17
2	U S WEST Wireless	SHARED SPACE	FDC	9,490,610		(62,229)
3		FDC		34,850,651		258,153
4	U S WEST Wireless	GENERAL SERVICES	FMV	69,810		1,517
5	U S WEST Wireless	HUMAN RESOURCES	FMV	50,954		654
6	U S WEST Wireless	INFORMATION TECH SERVICES	FMV	7,287,536		158,358
7	U S WEST Wireless	MARKETING	FMV	482,561		10,529
8	U S WEST Wireless	PUBLIC RELATIONS	FMV	159,494		3,286
9	U S WEST Wireless	SHARED SPACE	FMV	1,518,714		-
10		FMV		9,569,068		174,345
11	U S WEST Wireless	BILLING & COLLECTIONS	PCP	29,561,327		-
12	U S WEST Wireless	NETWORK SERVICES	PCP	3,659,994		-
13	U S WEST Wireless	REAL PROPERTY SERVICES	PCP	4,391,161		-
14		PCP		37,612,482		-
15		TOTAL		82,032,201	N/A	432,497
16						
17		GRAND TOTAL		227,363,914		2,636,605
18						
19						
20						
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Montana Intrastate Regulated Earned Rate of Return

(Thousands of Dollars)

Year: 1999

Line No.	Description Rate Base (a)	This Year (b)	Last Year (c)	Percent Change (d)
1				
2	2001 Plant in Service	523,104	518,399	0.91%
3	2002 Prop. Held for Future Telecommunications Use	0	0	
4	3100-3200 (Less) Accumulated Depreciation	251,951	225,636	11.66%
5	NET Plant in Service	271,153	292,763	-7.38%
6				
7	<u>Additions</u>			
8	1220 Materials & Supplies	422	543	-22.35%
9	1280 Prepayments	0	0	
10	Other Additions	0	0	
11	TOTAL Additions	422	543	-22.35%
12				
13	<u>Deductions</u>			
14	4100 Current Deferred Operating Income Taxes	(1,195)	(1,314)	9.07%
15	4320 Unamortized Operating Investment Tax Credits	3,667	4,205	-12.79%
16	4340 Noncurrent Deferred Operating Income Taxes	46,009	51,103	-9.97%
17	Customer Advances for Construction	0	0	
18	Other Deductions	0	0	
19	TOTAL Deductions	48,482	53,994	-10.21%
20	TOTAL Rate Base	223,093	239,312	-6.78%
21				
22	Net Earnings	27,842	27,651	0.69%
23				
24	Rate of Return on Average Rate Base	12.480%	11.554%	8.01%
25				
26	Rate of Return on Average Equity	16.742%	14.462%	15.77%
27				
28	Major Normalizing Adjustments & Commission			
29	<u>Ratemaking adjustments to Utility Operations</u>			
30	Earnings from Docket 93.7.25 - () reduces earnings			
31				
32	Advertising	95	95	0.00%
33	Contributions/Legal Advocacy	8	8	0.00%
34	Miscellaneous Dues	18	18	0.00%
35	Uncollectibles Accrual To Write Off	(131)	(131)	0.00%
36	Interest on Customer Deposits	(37)	(37)	0.00%
37	Total Net Income Adjustments	(47)	(47)	0.00%
38	Rate Base Adjustments			
39	Customer Deposits	453	453	0.00%
40	Land Development Agreements	283	283	0.00%
41	Total Rate Base Adjustments	736	736	0.00%
42				
43	Adjusted Rate of Return on Average Rate Base	12.500%	11.570%	8.04%
44				
45	Adjusted Rate of Return on Average Equity	16.780%	14.489%	15.81%

Company Name: U S WEST Communications, Inc.

SCHEDULE 36

Other Taxes Paid

Year: 1999

Line No.	Description (a)	Last Year (b)	This Year (c)
1	Montana Telephone Company License Tax	3,065,233	3,082,398
2	Montana Public Service Commission Tax	422,747	454,727
3	Montana Consumer Counsel Tax	135,226	172,900
4	911 Emergency Telephone Fee	2,084,560	2,141,269
5	Montana Telecommunications Access Service (TDD)	415,090	426,445
6	Montana Corporate License Tax	2,767,609	N/A
7	Personal Property Tax	18,069,690	18,684,736
8	Real Property Tax	1,045,673	999,172
9			
10			
11			
12	Total	28,005,828	25,961,647

N/A - 1999 detail will not be available until 9/15/00 filing.

Company Name: U S WEST Communications, Inc.

SCHEDULE 37

Universal Service Funds Received

Year: 1999

Line No.	Description (a)	Last Year (b)	This Year (c)
13	Funds received from Montana Sources	165,443	139,913
14	Funds received from Federal Sources	1,287,540	1,633,020
15			
16			
17			
18			
19			
20			
21			
22			
23			
24	Total	1,452,983	1,772,933

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