

OHIO BELL TELEPHONE
CASE NOS: 93-576-TP-CSS, & 93-487-TP-ALT

SCHEDULE FRP-1A
REVISED

COST OF CAPITAL CALCULATION
AMERITECH CONSOLIDATED CAPITAL STRUCTURE

	CAPITALIZATION 12/31/93 (000)	PERCENT OF CAPITAL	COST	WEIGHTED COST
HIGH END:				
LONG TERM DEBT	\$3,811,423	32.70%	7.37%	2.41%
PREFERRED STOCK	\$0	0.00%	0.00%	0.00%
COMMON EQUITY	\$7,844,635	67.30%	12.25% (1)	8.24%
TOTAL	\$11,656,058	100.00%		

RATE OF RETURN: 10.65%

LOW END:

LONG TERM DEBT	\$3,811,423	32.70%	7.37%	2.41%
PREFERRED STOCK	\$0	0.00%	0.00%	0.00%
COMMON EQUITY	\$7,844,635	67.30%	10.92% (1)	7.35%
TOTAL	\$11,656,058	100.00%		

RATE OF RETURN: 9.76%

MIDPOINT:

LONG TERM DEBT	\$3,811,423	32.70%	7.37%	2.41%
PREFERRED STOCK	\$0	0.00%	0.00%	0.00%
COMMON EQUITY	\$7,844,635	67.30%	11.59% (1)	7.80%
TOTAL	\$11,656,058	100.00%		

RATE OF RETURN: 10.21%

SOURCE: EXHIBIT G (SFR Sch D-1) page 2 of 2 from Company filing

Except as noted:

(1) Testimony of F. Ross Pultz

NOTE: REVISION REFLECTS CAPITAL STRUCTURE 12/31/93

COST OF CAPITAL CALCULATION
OHIO BELL TELEPHONE CAPITAL STRUCTURE

	CAPITALIZATION 12/31/92 (000)	PERCENT OF CAPITAL	COST	WEIGHTED COST
HIGH END:				
LONG TERM DEBT	\$835,060	40.11%	6.86%	2.75%
PREFERRED STOCK	\$0	0.00%	N/A	0.00%
COMMON EQUITY	\$1,246,924	59.89%	12.36% (1)	7.40%
TOTAL	\$2,081,984	100.00%		

RATE OF RETURN 10.15%

LOW END:

LONG TERM DEBT	\$835,060	40.11%	6.86%	2.75%
PREFERRED STOCK	\$0	0.00%	N/A	0.00%
COMMON EQUITY	\$1,246,924	59.89%	11.02% (1)	6.60%
TOTAL	\$2,081,984	100.00%		

RATE OF RETURN 9.35%

MIDPOINT:

LONG TERM DEBT	\$835,060	40.11%	6.86%	2.75%
PREFERRED STOCK	\$0	0.00%	N/A	0.00%
COMMON EQUITY	\$1,246,924	59.89%	11.69% (1)	7.00%
TOTAL	\$2,081,984	100.00%		

RATE OF RETURN 9.75%

SOURCE: SECTION G (SFR Sch D-1) page 1 of 2 from Company filing

Except as noted:

(1) Testimony of F. Ross Pultz

NOTE: REVISION REFLECTS CAPITAL STRUCTURE 12/31/93