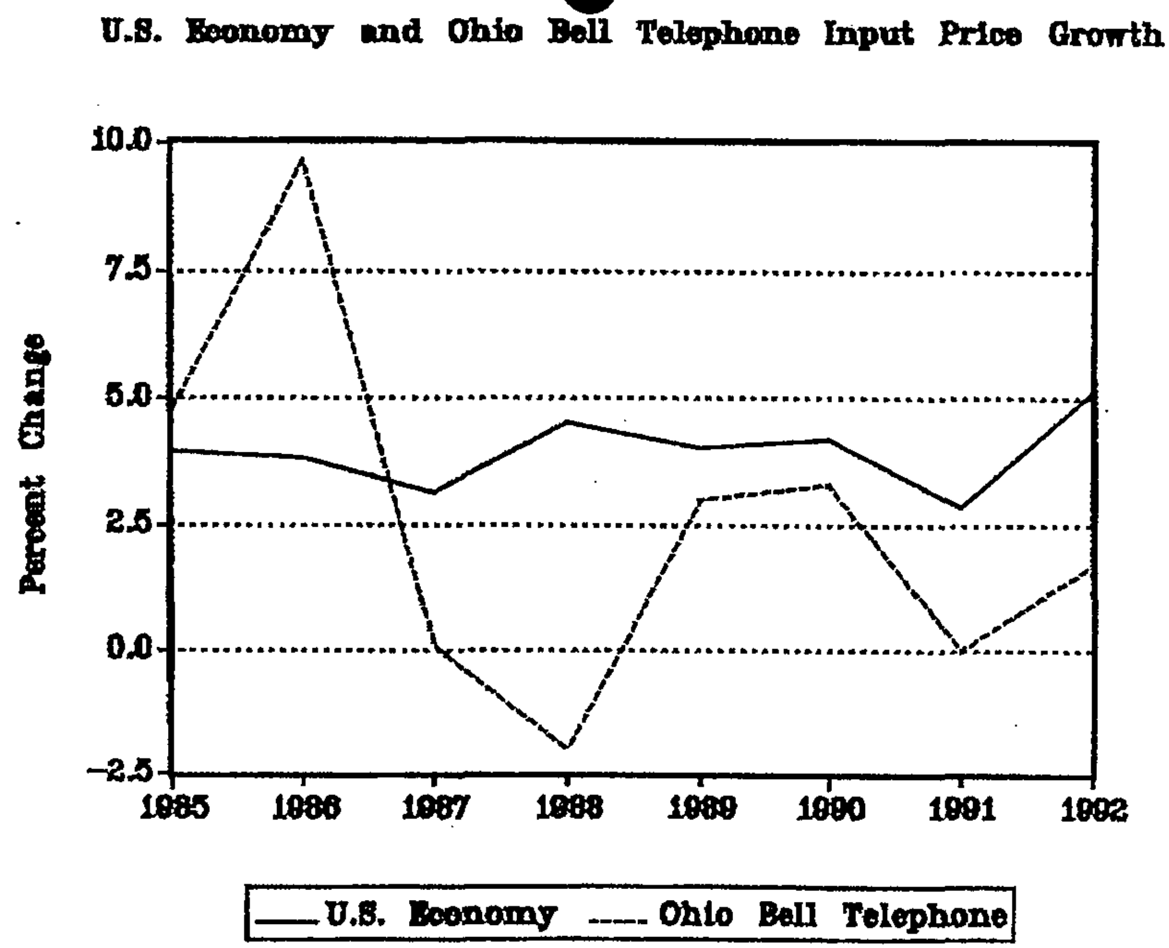
Time Warner
Ex. No. 17

PRODUCTIVITY OFFSET PROPOSALS

Witness	Productivity		Input Price		Consumer Dividend		"X" Factor
Staff Witness Shields	2.2	+	1.0	+	1.0	=	4.2
Time Warner Witness Roddy	3.0	+	1.0	+	1.0	=	5.0
Ameritech Witness Christensen	2.5	-	0.3	+	0.0	=	2.2

Time Warner 19



1984-1992 averages: 4.0% U.S. Economy
2.6% Ohio Bell Telephone

Data Sources: Ohio Bell Telphone data: OBT Response to Time Warner Set 2, # 68, Marked as Time Warner Exhibit 15. U.S. Economy data: Data is GDPPI plus BLS economywide TFP. GDPPI data is from U.S. Department of Commerce, Bureau of Economic Analysis, *Survey of Current Business*, Vol. 73, No. 9, September, 1993 at 53; economywide TFP is from Report No. USDL 94-327, "Multifactor Productivity Measures, 1991 and 1992," U.S. Department of Labor, *Bureau of Labor Statistics*, Washington, D.C., July 11, 1994 at 10.