

SECRETARY'S RECORD, NEBRASKA PUBLIC SERVICE COMMISSION

BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the Application) Application No. C-3310
of Alltel Corporation of Little)
Rock, Arkansas, seeking) GRANTED
authority to adjust its)
depreciation rates effective) Entered: April 5, 2005
January 1, 2005.

BY THE COMMISSION:

By application filed November 24, 2004, Alltel Corporation (Alltel) of Little Rock, Arkansas seeks authority to adjust depreciation rates on classes of its equipment. Notice of the application was published in The Daily Record, Omaha, Nebraska, on December 1, 2004. No protests were filed; therefore this application is processed pursuant to the Commission's Rule of Modified Procedure.

O P I N I O N A N D F I N D I N G S

Alltel submits the present application in accordance with the Commission's order of April 14, 1987, in Application No. C-664. Pursuant to that order, Alltel is subject to a depreciation rate review on a triennial basis.

Alltel submitted revised depreciation rates in accordance with its triennial obligations. The revised rates will decrease annual depreciation costs by \$25,581,886 or 4.2 percent. A summary of the revised rates is attached to this order as Exhibit A.

Based on the evidence presented, the Commission finds the application is fair and reasonable and in the public interest. The application should be granted.

O R D E R

IT IS THEREFORE ORDERED by the Nebraska Public Service Commission that Application No. C-3310 be, and is hereby, granted and Alltel Corporation is hereby authorized to adjust its depreciation rates as reflected in Exhibit A, attached to and, hereby, made a part of this order.

Application No. C-3310

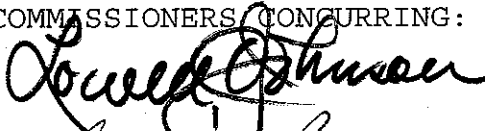
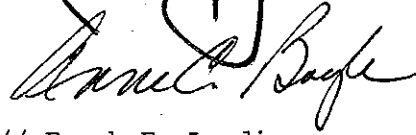
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IT IS FURTHER ORDERED that the revised depreciation rates be effective retroactively beginning January 1, 2005.

MADE AND ENTERED at Lincoln, Nebraska, this 5th day of April, 2005.

NEBRASKA PUBLIC SERVICE COMMISSION

COMMISSIONERS CONCURRING:

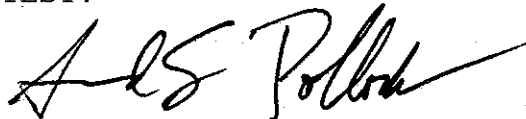
//s// Frank E. Landis

//s// Gerald L. Vap

Chairman



ATTEST:



Executive Director

Depreciation Rate Summary

EXHIBIT A

P32 Acct No	Class	2002 Reserve %	Prescribed		Proposed	
			Projected Life Years	Remain Life Years	Projected Life Years	Remain Life Years
2112a	Passenger Vehicles	81.1%	6.0	2.8	5.8	4.5
2112b	Vans & Light Trucks	41.9%	6.0	2.8	11.5	3.0
2116a	Tools Garage & Other Work Eq	27.4%	14.9	8.2	12.5	6.8
2121a	Buildings	53.3%	33.0	16.5	42.0	24.0
2123a	Furniture & Office Equipment	74.2%	5.3	1.9	18.0	9.7
2212a	Digital Electronic Switching Eq	69.8%	11.0	4.9	17.0	9.4
2212b	Packet Switching Equipment	5.9%	N/A	N/A	7.5	6.5
2232c	Digital Circuit Equipment	67.5%	8.0	4.0	13.0	7.5
2232d	Fiber Optic Circuit Equipment	46.7%	7.5	3.9	11.0	8.0
2411a	ADSL Circuit Equipment	15.1%	N/A	N/A	7.5	6.4
2421a	Poles	117.1%	17.5	8.7	25.5	13.2
2421b	Aerial Cable Metallic & Int Cable	90.3%	15.0	6.1	25.0	11.7
2422a	Aerial Cable Fiber Optic	48.9%	25.0	14.6	25.0	14.9
2422b	Underground Cable Metallic	95.4%	16.0	5.3	37.0	19.1
2423a	Underground Cable Fiber Optic	41.3%	25.0	15.7	25.0	16.0
2423b	Buried Cable Metallic	66.9%	15.0	7.3	28.0	15.2
2441a	Buried Cable Fiber Optic	47.0%	25.0	13.3	25.0	14.5
2682a	Conduit & Manholes	47.3%	50.0	29.0	50.0	29.5
2682a	Leasehold	83.9%	N/A	N/A	9.0	5.6

Depreciation Expense Summary

Exhibit A (pg 2)

P32 Acct No	Class	2002 Plant Bal (\$)	Prescribed RL Rate (%)	RL Rate (\$)	Proposed RL Rate (%)	Rate (\$)	Accrual Changes (\$)
2112a	Passenger Vehicles	635,986	15.6%	99,214	1.1%	6,860	\$(92,354)
2112b	Vans & Light Trucks	4,533,712	15.6%	707,259	14.8%	668,841	\$(38,418)
2116a	Tools Garage & Other Work Eq	5,545,320	6.8%	377,082	9.0%	497,405	120,323
2121a	Buildings	31,502,746	3.0%	945,082	1.9%	613,754	\$(331,329)
2123a	Furniture & Office Equipment	3,878,530	12.1%	469,302	2.7%	103,057	\$(366,245)
2212a	Digital Electronic Switching Eq	178,247,716	8.4%	14,972,808	3.0%	5,362,962	\$(9,609,846)
2212b	Packet Switching Equipment	2,414,875	7.9%	190,775	14.4%	347,344	156,569
2232b	Digital Circuit Equipment	76,344,794	10.9%	8,321,583	4.1%	3,095,702	\$(5,225,880)
2232c	Fiber Optic Circuit Equipment	12,813,009	10.9%	1,396,618	6.4%	819,016	\$(577,602)
2232d	ADSL Circuit Equipment	3,165,847	11.0%	348,243	13.3%	419,740	71,497
2411a	Poles	14,573,745	6.9%	1,005,588	4.8%	694,214	\$(311,375)
2421a	Aerial Cable Metallic & Int Cable	43,349,900	6.6%	2,861,093	2.7%	1,172,074	\$(1,689,019)
2421b	Aerial Cable Fiber Optic	2,108,802	6.0%	126,528	4.9%	103,433	\$(23,095)
2422a	Underground Cable Metallic	28,317,410	6.6%	1,868,949	1.0%	291,200	\$(1,577,749)
2422b	Underground Cable Fiber Optic	4,706,153	5.6%	263,545	4.6%	216,580	\$(46,964)
2423a	Buried Cable Metallic	154,619,933	6.2%	9,586,436	2.6%	3,965,958	\$(5,620,478)
2423b	Buried Cable Fiber Optic	23,680,521	5.3%	1,255,068	4.1%	964,769	\$(290,298)
2441a	Conduit & Manholes	16,405,658	2.6%	426,547	2.3%	376,191	\$(50,356)
2682a	Leasehold	1,147,494	9.8%	112,454	2.9%	33,189	\$(79,266)
Totals		\$ 607,992,151		\$ 45,334,175		\$ 19,752,289	\$(25,581,886)
Composite %				7.5%		3.2%	-4.2%

Parameter Report

Exhibit A (pg 3)

P32 Acct No	Class	Prescribed		Iowa Curve Shape	Proposed		Iowa Curve Shape
		2002 Projected Life	Future Net Salvage		Projected Life	Future Net Salvage	
2112a	Passenger Vehicles	6.0	14%	L2	0.8	14%	L0
2112b	Vans & Light Trucks	6.0	14%	L2	11.5	14%	R5
2116a	Tools Garage & Other Work Eq	14.9	12%	L1	12.5	12%	S2
2121a	Buildings	33.0	0%	R3	42.0	0%	R4
2123a	Furniture & Office Equipment	5.3	0%	R1	18.0	0%	S0
2212a	Digital Electronic Switching Eq	11.0	2%	R1.5	17.0	2%	R3
2212b	Packet Switching Equipment	N/A	N/A	N/A	7.5	1%	S5
2232b	Digital Circuit Equipment	8.0	2%	L0	13.0	2%	S6
2232c	Fiber Optic Circuit Equipment	7.5	2%	L0	11.0	2%	S1
2232d	ADSL Circuit Equipment	N/A	N/A	N/A	7.5	0%	R2
2411a	Poles	17.5	-80%	L0	25.5	-80%	S6
2421a	Aerial Cable Metallic & Int Cable	15.0	-22%	S1	25.0	-22%	S6
2421b	Aerial Cable Fiber Optic	25.0	-22%	R1	25.0	-22%	L3
2422a	Underground Cable Metallic	16.0	-15%	S2	37.0	-15%	S5
2422b	Underground Cable Fiber Optic	25.0	-15%	R2	25.0	-15%	S3
2423a	Buried Cable Metallic	15.0	-6%	L0	28.0	-6%	S6
2423b	Buried Cable Fiber Optic	25.0	-6%	L1	25.0	-6%	L4
2441a	Conduit & Manholes	50.0	-15%	R2	50.0	-15%	S4
2682a	Leasehold	N/A	N/A	N/A	9.0	0%	S5