

**§ 367.4191**

in sinking or other special fund accounts.

(b) This account may include the *pro rata* amount necessary to extinguish (during the interval between the date of acquisition and the date of maturity) the difference between the cost to the service company and the face value of interest-bearing securities. The amounts credited or charged must be concurrently included in the accounts in which the securities are carried.

(c) Where significant in amount, expenses, excluding operating taxes and income taxes, applicable to security investments and to interest and dividend revenues on the account must be charged in this account.

(d) Related taxes must be recorded in account 408.2, Taxes other than income taxes, other income and deductions (§367.4082), or account 409.2, Income taxes, other income and deductions (§367.4092).

(e) Interest accrued, the payment of which is not reasonably assured, dividends receivable that have not been declared or guaranteed, and interest or dividends upon reacquired securities issued or assumed by the service company must not be credited to this account.

**§ 367.4191 Account 419.1, Allowance for other funds used during construction.**

This account must include concurrent credits for allowance for other funds used during construction.

**§ 367.4210 Account 421, Miscellaneous income or loss.**

This account must include all revenue and expense items except taxes properly includible in the income account and not provided for elsewhere. Related taxes must be recorded in account 408.2, Taxes other than income taxes, other income and deductions (§367.4082), or account 409.2, Income taxes, other income and deductions (§367.4092).

**§ 367.4211 Account 421.1, Gain on disposition of property.**

This account must be credited with the gain on the sale, conveyance, exchange, or transfer of service or other property to another. Income taxes on

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gains recorded in this account must be recorded in account 409.2, Income taxes, other income and deductions (§367.4092).

**§ 367.4212 Account 421.2, Loss on disposition of property.**

This account must be charged with the loss on the sale, conveyance, exchange or transfer of service or other property to another. The reduction in income taxes relating to losses recorded in this account must be recorded in account 409.2, Income taxes, other income and deductions (§367.4092).

**§ 367.4250 Account 425, Miscellaneous amortization.**

(a) This account must include amortization charges not includible in other accounts which are properly deductible in determining the income of the service company before interest charges. Charges included in this account, if significant in amount, must be in accordance with an orderly and systematic amortization program.

(b) This account must include the following items:

(1) Amortization of intangibles included in service company property.

(2) Other miscellaneous amortization charges authorized to be included in this account by the Commission.

**§ 367.4261 Account 426.1, Donations.**

This account must include all payments or donations for charitable, social or community welfare purposes.

**§ 367.4262 Account 426.2, Life insurance.**

This account must include all payments for life insurance of officers and employees where the service company is beneficiary (net premiums less increase in cash surrender value of policies).

**§ 367.4263 Account 426.3, Penalties.**

This account must include payments by the service company for penalties or fines for violation of any regulatory statutes by the service company or its officials.