Telephone service provided by a DoD Component, when used for personal or unofficial purposes, is known as Class B telephone service. This includes telephone services provided by government-owned or government-leased facilities, or procured under contract, or implied agreement, with a commercial communications company. These services are made available primarily in overseas locations, but there is a limited use also in the United States.

Users are required to pay for the use of Class B telephone service. Class B telephone rates are categorized by the type of service as Class B-1 and Class B-2. The FY 2002 monthly rates for Class B-1 and Class B-2 telephone service, which are effective October 1, 2001, are as follows:

- Class B-1: $24.03
- Class B-2: $42.52

Class B-1: Installed in government-owned or government-leased quarters assigned, or used for family or personal use in private or rental housing occupied by DoD personnel.

Class B-2: Installed at a military location for the use of activities such as public schools; American Red Cross; Exchange Services and their concessionaires; credit unions; noncommissioned officers’ and officers’ messes; youth activities (such as Boy Scouts and Girl Scouts); nurseries; thrift shops; and commercial contractors and other profit or nonprofit organizations, operating on behalf of the Department of Defense whether within, or in the immediate vicinity of, a DoD installation.