

ATTACHMENT 1

ARMIS Line #	VERMONT	ARMIS Column	VT 2000	VT 2005	VT 2006	VT 2007	Ave. 05/06/07
1090	Total Operating Revenues	State +	172,980	143,324	143,503	138,102	141,643
1190	Total Operating Expenses	State -	125,534	127,188	136,405	130,846	131,480
1290	Other Operating Income/Loss	State +	(15)	38	19	22	26
1390	Total Non-operating Items	State -	6,138	(8,959)	(3,977)	(3,161)	(5,366)
1490	Total Other Taxes	State -	8,739	6,794	6,890	4,744	6,143
1590	Federal Income Taxes	State -	8,930	3,721	(497)	(657)	856
1915	Net Return	Interstate +	14,621	14,545	14,935	17,002	15,494
	"Net Return"	=	38,245	29,163	19,636	23,354	24,051
	% of ARMIS Return used in NY		36.2%	36.2%	36.2%	36.2%	36.2%
	36% of ARMIS "Net Return"		\$ 13,830	\$ 10,546	\$ 7,101	\$ 8,445	\$ 8,697
	39% of ARMIS "Net Return"		\$ 14,916	\$ 11,374	\$ 7,658	\$ 9,108	\$ 9,380

ARMIS Line #	NEW HAMPSHIRE	ARMIS Column	NH 2000	NH 2005	NH 2006	NH 2007	Ave. 05/06/07
1090	Total Operating Revenues	State +	328,109	264,987	252,264	236,273	251,175
1190	Total Operating Expenses	State -	232,964	274,926	285,633	280,957	280,505
1290	Other Operating Income/Loss	State +	(35)	111	50	21	61
1390	Total Non-operating Items	State -	(2,381)	656	(698)	1,203	387
1490	Total Other Taxes	State -	6,424	2,058	(307)	(4,336)	(862)
1590	Federal Income Taxes	State -	26,105	(9,681)	(15,172)	(20,105)	(14,986)
1915	Net Return	Interstate +	44,826	24,248	21,437	23,069	22,918
	"Net Return"	=	109,788	21,387	4,295	1,644	9,109
	% of ARMIS Return used in NY		36.2%	36.2%	36.2%	36.2%	36.2%
	36% of ARMIS "Net Return"		\$ 39,702	\$ 7,734	\$ 1,553	\$ 595	\$ 3,294
	39% of ARMIS "Net Return"		\$ 42,817	\$ 8,341	\$ 1,675	\$ 641	\$ 3,552

ARMIS Line #	MAINE	ARMIS Column	ME 2000	ME 2005	ME 2006	ME 2007	Ave. 05/06/07
1090	Total Operating Revenues	State +	348,037	295,905	289,508	286,877	290,763
1190	Total Operating Expenses	State -	257,703	278,760	273,452	264,628	272,280
1290	Other Operating Income/Loss	State +	(31)	120	61	25	69
1390	Total Non-operating Items	State -	11,575	(6,984)	(8,538)	(15,864)	(10,462)
1490	Total Other Taxes	State -	21,839	37,371	15,232	19,901	24,168
1590	Federal Income Taxes	State -	14,914	(9,991)	(661)	1,262	(3,130)
1915	Net Return	Interstate +	32,183	25,790	33,431	32,688	30,636
	"Net Return"	=	74,158	22,659	43,515	49,663	38,612
	% of ARMIS Return used in NY		36.2%	36.2%	36.2%	36.2%	36.2%
	36% of ARMIS "Net Return"		\$ 26,845	\$ 8,194	\$ 15,736	\$ 17,959	\$ 13,963
	39% of ARMIS "Net Return"		\$ 28,922	\$ 8,837	\$ 16,971	\$ 19,369	\$ 15,059

Total Company Net Return	222,191	73,209	67,446	74,661	71,772
36% of ARMIS "Net Return"	80,433	26,474	24,390	26,999	25,954
39% of ARMIS "Net Return"	86,654	28,552	26,304	29,118	27,991
Percent Change from Base Yr.	0%	-67%	-70%	-66%	-68%

TABLE 1 - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	SNFA and Intra-co Adjustments (d)	All Other Adjustments (e)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line				Traffic Sensitive				Special Access (s)	Total Access (t)	Billing & Collection (u)	IX (v)	
									Pay		BFP (k)	Total (m)	Switching (n)	Equal Access (o)	Transport (p)	Information (q)					Total (r)
									Inside Wire (i)	Wireless (j)											
Revenues																					
1010	Basic Local Services	232,297	N/A	0	0	232,297	232,297	0	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0	0	N/A	N/A		
1020	Network Access Services	166,737	N/A	0	2,743	163,995	28,435	135,560	N/A	N/A	56,226	17,320	N/A	14,510	28	31,856	47,478	135,560	N/A		
1030	Toll Network Services	82,448	N/A	0	0	82,448	82,454	-4	N/A	N/A	N/A	0	N/A	0	0	0	0	N/A	-4		
1040	Miscellaneous	22,495	N/A	0	0	22,495	13,175	9,320	N/A	N/A	1,574	170	N/A	253	2	425	911	2,810	6,410		
1045	Nonregulated	15,359	15,359	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A		
1050	Settlements	1,465	N/A	0	0	1,465	1,465	0	N/A	N/A	0	0	N/A	0	0	0	0	0	0		
1060	Uncollectibles	10,922	381	0	0	10,560	8,788	773	N/A	N/A	315	89	N/A	87	0	176	282	773	0		
1080	Total Operating Revenues	509,881	14,988	0	2,743	492,140	348,037	144,103	N/A	N/A	57,485	17,401	N/A	14,676	28	32,105	48,107	137,697	6,410		
Expenses																					
1120	Plant Specific	79,147	5,498	16	28	73,607	52,740	20,865	N/A	N/A	10,384	2,591	N/A	2,011	10	4,612	5,344	20,350	517		
1130	Plant Non-Specific	24,674	1,227	5	27	23,446	16,730	6,686	N/A	N/A	3,206	612	N/A	696	6	1,315	2,164	6,886	0		
1140	Customer Operations Marketing	21,756	2,775	0	0	18,981	14,165	4,816	N/A	N/A	2,309	440	N/A	499	5	944	1,562	4,816	0		
1150	Customer Operations Services	41,857	4,495	0	59	37,302	27,807	9,495	N/A	N/A	658	84	N/A	97	399	580	3,391	4,628	3,873		
1160	Corporate Operations	45,421	2,856	0	217	42,347	30,845	11,502	N/A	N/A	4,234	4,234	932	N/A	834	108	1,875	3,184	9,283		
1170	Access	39,825	0	0	0	39,825	36,709	3,116	N/A	N/A	0	0	N/A	0	0	0	0	0	0		
1180	Depreciation/Amortization	111,865	1,363	5	610	109,886	78,707	31,178	N/A	N/A	14,107	14,107	3,490	N/A	3,463	77	7,031	9,905	31,042		
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	-1	N/A	N/A	-1	0	N/A	0	0	0	0	-1	0		
1190	Total Operating Expenses	364,543	18,215	26	939	345,362	257,703	87,658	N/A	N/A	34,908	8,150	N/A	7,599	607	16,356	25,550	76,813	5,687		
Other Operating Items																					
1280	Other Operating Income/Losses	-12	-2	0	43	-53	-31	-22	N/A	N/A	-10	-2	N/A	-2	0	-4	-7	-22	0		
Non-operating Items																					
1320	Inc Effect/Jurisdictional Difference (Rev)	-12,525	N/A	N/A	0	-12,525	-12,525	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A		
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	N/A	N/A	0	0	N/A	0	0	0	0	0	0		
1340	AFUDC (Rev)	1,345	7	0	0	1,338	955	384	N/A	N/A	181	35	N/A	39	0	74	127	381	2		
1350	Special Charges (Exp)	512	0	0	508	6	4	2	N/A	N/A	1	1	N/A	0	0	0	1	2	0		
1360	All Other Non-operating Items (Rev)	-4,823	0	0	-4,823	0	0	0	N/A	N/A	0	0	N/A	0	0	0	0	0	0		
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	N/A	0	N/A	N/A	0	0	N/A	0	0	0	0	0	0		
1380	Total Non-operating Items (Exp)	16,515	-7	0	5,329	11,183	11,575	-382	N/A	N/A	-180	-35	N/A	-39	0	-74	-126	-380	-2		

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FOOTNOTE TABLE

Table	Row	Col	FW#	Footnote
1	1630	E	1	THE REALLOCATION OF \$183,000 OF POWER AND COMMON COSTS ARE INCLUDED IN THIS AMOUNT.
	1640	E	2	THE REALLOCATION OF \$11,232,000 OF POWER AND COMMON COSTS ARE INCLUDED IN THIS AMOUNT.
	1650	E	3	THE REALLOCATION OF \$22,345,000 OF POWER AND COMMON COSTS ARE INCLUDED IN THIS AMOUNT.
	1560	E	4	CHANGE METHOD OF CALCULATION TO COLUMN B-C-D-F
	1680	ALL	5	INVESTMENT AMOUNTS CHANGED FROM GSF ONLY PER \$8.310 TO INCLUDE GSF, COE, LOT & CWF PER \$8.308.
				ALSO AFFECTS PART 69 ALLOCATION OF ANY LINES DEPENDENT ON LEASEHOLD INVESTMENT.
	ALL	ALL	6	ELIMINATION OF UNNECESSARY CONFIDENTIAL RECORD.

ERRATA TABLE

[illegible]

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	SNFA and Intra-co Adjustments (d)	All Other Adjustments (e)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive			Special Access (s)	Billing & Collection (u)	IX (v)
										Switching		Total (t)			
										(n)	(p)				
Revenues															
1010	Basic Local Services	246,453	N/A	0	0	246,453	246,453	0	N/A	N/A	N/A	N/A	0	N/A	N/A
1020	Network Access Services	180,749	N/A	0	2,724	178,025	29,454	148,571	58,411	10,587	14,074	24,666	65,494	N/A	0
1030	Toll Network Services	68,031	N/A	0	0	68,031	68,035	-4	0	0	0	0	0	N/A	-4
1040	Miscellaneous	29,977	N/A	0	0	29,977	19,083	10,894	3,028	429	583	1,015	2,391	4,460	0
1045	Nonregulated	17,258	17,258	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1050	Settlements	1,489	N/A	0	0	1,489	1,489	0	0	0	0	0	0	0	0
1060	Uncollectibles	11,118	372	0	0	10,746	9,945	801	320	56	75	131	349	0	0
1090	Total Operating Revenues	532,839	16,886	0	2,724	513,228	354,568	158,660	61,119	10,960	14,582	25,550	67,535	4,460	-4
Expenses															
1120	Plant Specific	75,190	6,934	0	26	68,229	48,940	19,289	8,998	2,702	1,917	4,628	5,258	406	0
1130	Plant Non-Specific	19,995	1,137	0	42	18,816	13,359	5,457	2,484	478	547	1,030	1,943	0	0
1140	Customer Operations Marketing	17,593	1,883	0	0	15,710	11,484	4,226	1,918	369	423	796	1,512	0	0
1150	Customer Operations Services	39,450	4,092	0	59	35,298	28,590	6,709	317	41	48	604	1,358	3,371	1,058
1160	Corporate Operations	64,856	4,607	0	211	60,037	44,156	15,881	5,569	1,735	1,280	3,180	3,893	1,208	2,032
1170	Access	27,159	0	0	0	27,159	22,969	4,190	0	0	0	0	0	N/A	4,190
1180	Depreciation/Amortization	119,943	1,653	0	618	117,672	84,040	33,632	14,610	3,660	3,606	7,332	11,566	125	0
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	-5	-2	0	-1	-1	-2	0	0
1190	Total Operating Expenses	364,184	20,307	0	956	342,921	253,538	89,378	33,893	8,983	7,821	17,569	25,527	5,110	7,280
Other Operating Items															
1290	Other Operating Income/Losses	1,758	33	0	79	1,645	1,193	452	214	41	49	90	146	2	0
Non-operating Items															
1320	Inc Effect/Jurisdictional Difference (Rev)	-18,564	N/A	N/A	0	-18,564	-18,564	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	23	0	0	23	0	0	0	0	0	0	0	0	0	0
1340	AFUDC (Rev)	1,952	9	0	0	1,943	1,386	558	254	48	56	105	196	3	0
1350	Special Charges (Exp)	563	1	0	537	25	18	6	3	1	1	1	2	0	0
1360	All Other Non-operating Items (Rev)	-18,941	0	0	-18,941	0	0	0	0	0	0	0	0	0	0
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	36,092	-8	0	19,455	16,645	17,197	-552	-251	-48	-55	-104	-194	-3	0

Other Taxes															
1410 State and Local Income	5,070	-573	0	0	5,643	2,277	3,366	1,283	-255	300	-10	2,861	-57	-710	0
1420 Other State and Local	27,139	268	0	48	26,822	19,485	7,338	3,337	643	741	1,390	2,570	40	0	0
1490 Total Other Taxes	32,209	-305	0	48	32,466	21,762	10,704	4,620	388	1,041	1,380	5,432	-17	-710	0
Federal Income Taxes															
1510 Fixed Charges (Exp)	20,325	211	0	284	19,829	14,054	5,776	2,616	504	583	1,093	2,034	33	0	0
1520 IRS Income Adjustment (Rev)	270	N/A	0	0	270	166	104	48	9	11	20	36	1	0	0
1530 FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	N/A	2	1	0	0	0	1	0	0	0
1540 ITC Amortization (Rev)	1,631	16	0	0	1,615	1,154	462	219	42	50	93	148	3	0	0
1550 FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	0
1590 Federal Income Taxes (Exp)	40,944	-1,593	0	8,003	34,533	16,128	18,408	6,958	372	1,788	1,910	12,074	-234	-2,301	0
Plant-In-Service															
1620 Support Plant	124,999	4,426	0	3,951	116,622	86,180	30,442	12,716	2,434	2,805	5,264	9,772	2,690	0	0
1630 Operator Systems Equipment	1,100	58	0	-449	1,491	1,082	409	N/A	0	0	409	N/A	N/A	0	0
1640 COE-Switching	387,854	3,263	0	20,444	364,147	299,150	64,997	12,888	39,445	12,665	52,109	0	N/A	0	0
1650 COE-Transmission	416,982	0	0	8,295	408,687	258,950	149,737	50,402	0	18,080	18,080	81,255	N/A	0	0
1660 Cable and Wire Facilities	773,136	0	0	11,996	761,140	530,625	230,515	137,630	36	14,653	14,669	78,196	N/A	0	0
1670 IOT Equipment	29,048	7,812	0	1,701	19,535	14,651	4,884	4,868	N/A	N/A	N/A	26	N/A	N/A	0
1680 Amortizable Assets	31,932	1,151	0	3,119	27,662	19,934	7,728	3,494	670	769	1,446	2,714	73	0	0
1690 Total Plant In-Service	1,765,050	16,709	0	49,057	1,699,284	1,210,573	488,712	221,988	42,584	48,972	91,998	171,963	2,763	0	0
Other Investments															
1705 Other Jurisdictional Assets-Net	-56,008	N/A	N/A	-8,805	-47,203	-47,203	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0
1710 Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1720 Plant Under Construction	21,986	103	0	-10,099	31,982	22,791	9,192	4,168	794	909	1,712	3,260	52	0	0
1730 Plant Acquisition Adjustment	0	0	N/A	0	0	0	0	0	0	0	0	0	0	0	0
1740 Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1750 Other Deferred Charges	18,805	0	0	18,805	0	0	0	0	0	0	0	0	0	0	0
1760 Inventories	23,893	-34	0	4,108	19,819	13,823	5,996	2,730	525	605	1,136	2,097	34	0	0
1770 Cash Working Capital	N/A	N/A	N/A	N/A	N/A	N/A	3,177	1,461	280	324	606	1,092	17	0	0
1780 FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	-114	-52	-10	-11	-21	-40	-1	0	0
1790 Total Other Investments	8,678	69	0	4,010	4,599	-10,589	18,251	8,308	1,589	1,827	3,433	6,409	102	0	0
Reserves															
1820 Accumulated Depreciation	1,058,669	11,426	0	41,984	1,005,259	711,950	293,308	135,194	24,745	29,088	53,998	103,294	881	0	0
1830 Accumulated Amortization	13,867	565	0	-877	14,179	10,306	3,873	1,692	324	373	701	1,311	170	0	0
1840 Deferred Operating Income Taxes	54,826	519	0	-432	54,739	41,047	13,691	4,442	3,542	1,907	5,537	3,578	135	0	0
1850 Customer Deposits	-88	-3	0	-1	-84	-60	-24	-11	-2	-2	-5	-9	0	0	0
1870 Other Deferred Credits	-32,202	-1,845	0	-5,434	-24,923	-17,762	-7,161	-3,268	-626	-723	-1,355	-2,498	-40	0	0
1881 Other Long-Term Liabilities	77,203	4,229	0	1,541	71,433	52,811	18,623	8,476	1,623	1,868	3,508	6,536	103	0	0
1882 Deferred Tax Liabilities	16,225	N/A	N/A	16,225	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0
1883 Other Jurisdictional Liabilities & Deferred Credits	4,529	N/A	N/A	-2,562	7,091	7,091	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0
1885 FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	0
1890 Total Reserves	1,193,030	14,892	0	50,444	1,127,693	805,383	322,310	146,464	29,606	32,512	62,384	112,213	1,250	0	0

Return Data															
1910	Average Net Investment		N/A	N/A	N/A	576,190	394,601	184,653	83,831	14,568	18,287	33,047	66,159	1,616	0
1915	Net Return		N/A	N/A	N/A	N/A	N/A	41,174	16,113	1,306	4,036	4,884	24,842	N/A	N/A
1920	Rate of Return		N/A	N/A	N/A	N/A	N/A	22.3	0	0	0	0	0	N/A	N/A
Miscellaneous Data															
1950	Lifeline Adjustment		N/A	N/A	N/A	0	-580	580	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost		N/A	N/A	N/A	0	-9,976	9,976	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1970	Common Line Support-Long Term		N/A	N/A	N/A	N/A	N/A	-380	-380	N/A	N/A	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
I	1590	E	1	CHANGE METHOD OF CALCULATION TO COLUMN B-C-D-F
		B	2	ELIMINATE THE STATE TAX ACCOUNTS FORMERLY INCLUDED.
		C	3	ELIMINATE THE STATE TAX ACCOUNTS FORMERLY INCLUDED.
	1680	ALL	4	INVESTMENT AMOUNTS CHANGED FROM GSF ONLY PER 69.310 TO INCLUDE GSF, COE, IOT & CWF PER 69.309. ALSO AFFECTS PART 69 ALLOCATION OF ANY LINES DEPENDENT ON LEASEHOLD INVESTMENT.
	ALL	ALL	5	CORRECTION OF PART 69 FACTORS FOR IOT CAT 1, COE CAT 2, OPERATOR SERVICE EXPENSE AND CUST SVC CAT 1.
			6	ELIMINATION OF UNNECESSARY CONFIDENTIAL RECORD.

ERRATA TABLE

Table	Row	Col1	Col2	Col3	Col4	Col5	Col6	Col7	Col8	Col9	Col10	FN#
I	1590	E										1
I	1590	B										2
I	1590	C										3
I	1680	ALL										4
I	ALL	ALL										5
I	ALL	ALL										6

COMPANY: VERIZON NEW ENGLAND
STUDY AREA: MAINE
PERIOD: From: Jan 2002 To: Dec 2002
COSA: NEME

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive			Special Access (s)	Billing & Collection (u)	IX (v)
									Switching		Total (r)			
									(n)	(p)				
Revenues														
1010	Basic Local Services	252,116	N/A	0	252,116	252,116	0	N/A	N/A	N/A	N/A	0	N/A	N/A
1020	Network Access Services	155,893	N/A	2,569	153,324	15,069	138,255	58,602	8,310	13,537	21,849	57,804	N/A	0
1030	Toll Network Services	57,282	N/A	0	57,282	57,282	0	0	0	0	0	0	N/A	0
1040	Miscellaneous	28,513	N/A	0	28,513	17,437	11,076	3,363	424	578	1,004	2,501	4,126	81
1045	Nonregulated	16,868	16,868	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1050	Settlements	1,562	N/A	0	1,562	1,562	0	0	0	0	0	0	0	0
1060	Uncollectibles	21,520	886	0	20,634	13,920	6,714	2,799	407	627	1,034	2,877	1	3
1090	Total Operating Revenues	490,713	15,982	2,569	472,162	329,545	142,617	59,166	8,327	13,489	21,819	57,429	4,125	78
Expenses														
1120	Plant Specific	74,723	5,391	26	69,306	49,597	19,709	9,429	2,895	1,078	3,980	4,793	562	945
1130	Plant Non-Specific	17,003	822	65	16,116	11,493	4,623	2,195	418	361	782	1,510	0	136
1140	Customer Operations Marketing	15,910	833	0	15,076	10,880	4,196	1,991	379	328	709	1,373	0	124
1150	Customer Operations Services	38,652	3,918	59	34,674	25,888	8,786	243	243	10	8	3,107	4,127	1,292
1160	Corporate Operations	74,108	4,448	203	69,457	51,127	18,330	6,028	1,942	752	2,699	4,544	1,919	3,140
1170	Access	25,305	0	0	25,305	20,890	4,415	0	0	0	0	0	N/A	4,415
1180	Depreciation/Amortization	123,032	1,479	625	120,928	86,432	34,497	15,539	3,770	2,682	6,500	11,068	159	1,231
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-4	-2	0	0	0	-1	0	0
1190	Total Operating Expenses	368,733	16,892	978	350,863	256,306	94,552	35,422	9,413	5,209	14,687	26,393	6,767	11,283
Other Operating Items														
1290	Other Operating Income/Losses	-149	-5	74	-218	-156	-61	-29	-6	-5	-10	-20	0	-2
Non-operating Items														
1320	Inc Effect/Jurisdictional Difference (Rev)	12,323	N/A	0	12,323	12,323	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	-2,408	-24	-2,384	0	0	0	0	0	0	0	0	0	0
1340	AFUDC (Rev)	1,436	14	0	1,422	1,015	407	192	36	32	68	132	3	12
1350	Special Charges (Exp)	471	0	464	7	5	2	1	0	0	0	1	0	0
1360	All Other Non-operating Items (Rev)	2,726	0	2,726	0	0	0	0	0	0	0	0	0	0
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	-13,607	11	121	-13,739	-13,334	-405	-191	-36	-31	-68	-132	-3	-12

Other Taxes														
1410	State and Local Income	2,162	-472	0	2,634	1,884	750	750	214	34	247	-360	-8	120
1420	Other State and Local	25,458	234	48	25,176	17,650	7,526	3,546	676	583	1,264	2,446	50	220
1490	Total Other Taxes	27,620	-238	48	27,810	19,534	8,276	4,296	889	617	1,511	2,086	42	341
Federal Income Taxes														
1510	Fixed Charges (Exp)	18,506	180	246	18,080	12,846	5,233	2,467	470	406	879	1,700	35	153
1520	IRS Income Adjustment (Rev)	666	N/A	0	666	466	200	94	18	15	34	65	1	6
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	3	1	0	0	1	1	0	0
1540	ITC Amortization (Rev)	767	7	0	760	542	217	102	20	17	37	71	1	6
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1590	Federal Income Taxes (Exp)	26,231	-313	-4,055	30,599	18,533	12,068	5,931	-858	2,538	1,655	9,529	-952	-4,095
Plant-In-Service														
1620	Support Plant	131,112	5,569	3,667	121,875	88,222	33,653	14,426	2,747	2,373	5,141	9,925	3,263	896
1630	Operator Systems Equipment	1,051	55	-160	1,155	838	317	N/A	0	0	317	N/A	N/A	0
1640	COE-Switching	402,285	3,099	22,282	376,904	307,303	69,601	13,726	42,113	0	42,113	0	N/A	13,762
1650	COE-Transmission	443,463	0	744	442,718	284,477	158,242	55,747	0	21,586	21,586	80,908	N/A	0
1660	Cable and Wire Facilities	790,833	0	8,283	782,550	549,899	232,651	146,307	64	14,847	14,911	71,433	N/A	0
1670	IOT Equipment	31,984	7,868	1,213	22,904	17,178	5,726	5,696	N/A	N/A	N/A	30	N/A	N/A
1680	Amortizable Assets	32,429	1,576	2,734	28,119	20,106	8,013	3,779	720	622	1,347	2,600	52	235
1690	Total Plant In-Service	1,833,157	18,168	38,764	1,776,225	1,268,023	508,202	239,681	45,644	39,429	85,415	164,896	3,315	14,893
Other Investments														
1705	Other Jurisdictional Assets-Net	-37,758	N/A	15,748	-53,506	-53,506	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1710	Property Held for Future Use	0	0	1	-1	-1	0	0	0	0	0	0	0	0
1720	Plant Under Construction	21,060	111	-1,286	22,235	15,875	6,360	3,001	571	494	1,069	2,062	42	186
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0
1750	Other Deferred Charges	181,071	0	181,071	0	0	0	0	0	0	0	0	0	0
1760	Inventories	500	51	-22,742	23,191	16,296	6,895	3,253	619	535	1,159	2,235	45	202
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	6,051	2,852	543	469	1,016	1,966	39	177
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-106	-50	-9	-18	-34	-1	-3	-3
1790	Total Other Investments	164,873	163	172,792	-8,081	-21,336	19,200	9,056	1,724	1,490	3,227	6,229	125	563
Reserves														
1820	Accumulated Depreciation	1,149,656	11,330	46,494	1,091,832	776,891	314,941	150,743	28,041	24,165	52,297	101,687	1,065	9,149
1830	Accumulated Amortization	15,121	792	2,253	12,075	8,652	3,423	1,576	300	259	562	1,085	103	98
1840	Deferred Operating Income Taxes	63,218	-1,112	6,423	57,906	43,289	14,618	4,729	3,888	910	4,876	3,544	199	1,270
1850	Customer Deposits	-92	-3	-13	-76	-54	-22	-10	-2	-2	-4	-7	0	-1
1870	Other Deferred Credits	-35,212	-1,756	-1,029	-32,427	-23,149	-9,278	-4,376	-833	-720	-1,559	-3,010	-61	-272
1881	Other Long-Term Liabilities	77,081	4,503	-36	72,613	52,564	20,050	9,457	1,801	1,556	3,370	6,505	131	588
1882	Deferred Tax Liabilities	16,225	N/A	16,225	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	10,456	N/A	5,316	5,140	5,140	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1890	Total Reserves	1,296,452	13,754	75,635	1,207,064	863,331	343,732	162,118	33,195	26,168	59,542	109,803	1,437	10,832

Return Data														
1910	Average Net Investment		N/A	N/A	561,080	383,356	183,669	86,619	14,173	14,750	29,100	61,323	2,004	4,624
1915	Net Return		N/A	N/A	N/A	N/A	28,064	13,679	-1,086	5,152	4,024	19,532	N/A	N/A
1920	Rate of Return		N/A	N/A	N/A	N/A	15.28	0	0	0	0	0	N/A	N/A
Miscellaneous Data														
1950	Lifeline Adjustment		N/A	N/A	0	-569	569	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost		N/A	N/A	0	-5,751	5,751	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1970	Common Line Support-Long Term		N/A	N/A	N/A	N/A	-391	-391	N/A	N/A	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
1	ALL	ALL	1	BASIS OF PRESENTATION: THE FEDERAL COMMUNICATIONS COMMISSION (FCC) DOCKET NO. 86-111 REQUIRED THAT TIER 1 LOCAL EXCHANGE CARRIERS PREPARE A COST ALLOCATION MANUAL (CAM) FOR THE FCC'S REVIEW AND APPROVAL. THE VERIZON TELEPHONE COMPANIES CAM DESCRIBES THE COST ALLOCATION SYSTEM USED BY NEW ENGLAND TELEPHONE & TELEGRAPH COMPANY (THE COMPANY) TO APPORTION COSTS BETWEEN ITS REGULATED AND NON-REGULATED ACTIVITIES IN ACCORDANCE WITH THE FCC'S RULES AND REGULATIONS. THE VERIZON TELEPHONE COMPANIES CAM, AS AMENDED THROUGH DECEMBER 31, 2001 HAS BEEN FILED WITH THE FCC. THE COMPANY'S FCC REPORT 43-03, ARMS JOINT COST REPORT WAS PREPARED PURSUANT TO THE VERIZON TELEPHONE COMPANIES CAM. THE FCC'S JOINT COST ORDERS ISSUED IN CONJUNCTION WITH FCC DOCKET NO.86-111 AND THE FCC'S PUBLISHED RULES AND REGULATIONS THERETO (INCLUDING 47 CFR SECTIONS 32.23, 32.27, 64.901 AND 64.903) IN FORCE AS OF DECEMBER 10, 2001. THIS REPORT WAS PREPARED FOR THE PURPOSE OF COMPLYING WITH THOSE RULES AND REGULATIONS AND IS NOT INTENDED TO BE A COMPLETE PRESENTATION OF THE COMPANY'S CONSOLIDATED FINANCIAL STATEMENTS.
	1670	M	2	CORRECTED PART 69 ALLOCATION. FACTORS WERE REVERSED BETWEEN COLUMNS M AND S.
		S	3	CORRECTED PART 69 ALLOCATION. FACTORS WERE REVERSED BETWEEN COLUMNS M AND S.
	ALL	ALL	4	INVESTMENT AMOUNTS CHANGED FROM GSF AND ONLY PER 69.310 TO INCLUDE GSF, COE, IOT & CWF PER 69.309. ALSO AFFECTS PART 69 ALLOCATION OF ANY LINES DEPENDENT ON LEASEHOLD INVESTMENT.

COMPANY: VERIZON NEW ENGLAND
STUDY AREA: MAINE
PERIOD: From: Jan 2003 To: Dec 2003
COSA: NEME

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Revenues													
		Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive			Special Access (s)	Billing & Collection (u)	IX (v)	
									Switching (n)	Transport (p)	Total (r)				
Revenues															
1010	Basic Local Services	237,039	N/A	0	237,039	237,039	0	N/A	N/A	N/A	N/A	0	N/A	N/A	0
1020	Network Access Services	148,057	N/A	2,514	145,542	13,910	131,633	54,114	7,385	10,187	17,573	59,946	N/A	N/A	0
1030	Toll Network Services	49,616	N/A	0	49,616	49,617	0	0	0	0	0	0	N/A	N/A	0
1040	Miscellaneous	39,337	N/A	0	39,337	27,556	11,781	3,993	567	596	1,167	2,791	3,659	171	N/A
1045	Nonregulated	13,416	13,416	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1060	Uncollectibles	10,439	287	0	10,152	9,252	900	373	54	59	113	413	0	1	1
1090	Total Operating Revenues	477,026	13,129	2,514	461,383	318,870	142,513	57,734	7,898	10,724	18,627	62,323	3,659	170	170
Expenses															
1120	Plant Specific	78,115	5,347	26	72,742	51,931	20,811	10,461	1,995	1,270	3,274	5,764	662	651	651
1130	Plant Non-Specific	28,915	1,371	96	27,448	19,488	7,960	3,724	708	612	1,325	2,680	0	231	231
1140	Customer Operations Marketing	18,399	869	0	17,529	12,651	4,879	2,282	434	375	812	1,643	0	141	141
1150	Customer Operations Services	39,446	4,170	59	35,217	26,294	8,924	246	10	8	18	3,156	4,192	1,312	1,312
1160	General & Administrative	99,393	5,004	214	94,175	67,937	26,238	9,657	694	1,355	2,059	7,755	2,599	4,169	4,169
1170	Access	26,087	0	0	26,087	20,510	5,577	0	0	0	0	0	N/A	5,577	5,577
1180	Depreciation/Amortization	127,480	1,448	632	125,399	89,370	36,029	16,059	3,684	2,794	6,531	12,083	154	1,203	1,203
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-7	-3	-1	-1	-1	-2	0	0	0
1190	Total Operating Expenses	417,835	18,210	1,027	398,598	288,180	110,411	42,426	7,524	6,413	14,018	33,078	7,605	13,283	13,283
Other Operating Items															
1290	Other Operating Income/Losses	-124	-7	0	-117	-83	-34	-16	-3	-3	-6	-11	0	-1	-1
Non-operating Items															
1320	Inc Effect/Jurisdictional Difference (Rev)	14,236	N/A	0	14,236	14,236	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1365	Non-operating Income and Expenses	-14,076	-5	-14,802	731	519	211	98	19	16	35	70	1	6	6
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	-161	5	14,802	-14,967	-14,755	-211	-98	-19	-16	-35	-70	-1	-6	-6

Other Taxes														
1410	State and Local Income	-3,125	1,162	0	-4,287	-3,415	-871	-342	108	-67	39	19	-166	-421
1420	Other State and Local	26,992	228	48	26,715	18,988	7,728	3,592	683	591	1,279	2,586	47	223
1490	Total Other Taxes	23,867	1,391	48	22,428	15,572	6,856	3,251	791	523	1,318	2,605	-119	-199
Federal Income Taxes														
1510	Fixed Charges (Exp)	17,361	155	193	17,014	12,062	4,952	2,304	438	379	820	1,655	30	143
1520	IRS Income Adjustment (Rev)	462	N/A	0	462	328	134	62	12	10	22	44	1	4
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	0	0	0	0	0	0	0	0
1540	ITC Amortization (Rev)	467	4	0	463	329	134	62	12	10	22	45	1	4
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1590	Federal Income Taxes (Exp)	5,777	-2,326	-4,963	13,066	5,991	7,078	3,402	-301	1,191	861	8,736	-1,350	-4,571
Plant-In-Service														
1620	Support Plant	135,215	4,323	2,729	128,163	92,500	35,663	15,219	2,894	2,503	5,420	10,926	3,154	944
1630	COE-Operator Systems Equipment	1,212	55	-97	1,253	910	344	N/A	0	0	344	N/A	N/A	0
1640	COE-Switching	404,986	3,516	15,546	385,924	314,658	71,267	14,054	43,121	0	43,121	0	N/A	14,091
1650	COE-Transmission	458,614	0	-3,306	461,919	292,422	169,497	57,303	0	22,179	22,179	90,015	N/A	0
1660	Cable and Wire Facilities	809,804	0	10,481	799,323	561,685	237,637	149,443	65	15,166	15,231	72,964	N/A	0
1670	IOT Equipment	30,203	6,035	-1,201	25,370	19,027	6,342	6,309	N/A	N/A	N/A	33	N/A	N/A
1680	Amortizable Assets	16,474	688	-1,323	17,110	12,187	4,922	2,312	440	380	824	1,657	-14	144
1690	Total Plant In-Service	1,856,507	14,616	22,829	1,819,062	1,293,389	525,673	244,641	46,520	40,227	87,118	175,595	3,140	15,179
Other Investments														
1705	Other Jurisdictional Assets-Net	-15,886	N/A	10,903	-26,789	-26,789	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0
1720	Plant Under Construction	7,018	-96	-4,855	11,969	8,512	3,456	1,610	306	265	574	1,152	21	100
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0
1750	Other Deferred Charges	144,612	0	144,612	0	0	0	0	0	0	0	0	0	0
1760	Inventories	608	55	-42	595	418	177	82	16	14	29	59	1	5
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	-38	-18	-3	-3	-6	-13	-1	-1
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-99	-46	-9	-8	-16	-33	-1	-3
1790	Total Other Investments	136,352	-41	150,618	-14,225	-17,858	3,496	1,628	310	268	580	1,165	21	101
Reserves														
1820	Accumulated Depreciation	1,229,242	11,258	42,999	1,174,986	834,371	340,615	160,905	29,033	26,025	55,191	114,026	1,020	9,472
1830	Accumulated Amortization	0	0	0	0	0	0	0	0	0	0	0	0	0
1840	Deferred Operating Income Taxes	52,625	-1,647	-6,706	60,978	45,533	15,446	4,815	3,862	1,023	4,957	4,213	198	1,262
1850	Customer Deposits	-105	-3	-3	-99	-70	-28	-13	-3	-2	-5	-10	0	-1
1865	Other Long-term Liabilities & Deferred Credits	41,444	2,190	-32,285	71,539	51,644	19,895	9,258	1,760	1,522	3,296	6,646	121	574
1882	Deferred Tax Liabilities	71	N/A	71	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	18,092	N/A	3,764	14,328	14,328	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1890	Total Reserves	1,341,370	11,798	7,839	1,321,733	945,806	375,927	174,965	34,653	28,568	63,441	124,875	1,339	11,308

Return Data														
1910	Average Net Investment	N/A	N/A	N/A	483,104	329,724	153,242	71,305	12,177	11,927	24,258	51,885	1,822	3,973
1915	Net Return	N/A	N/A	N/A	N/A	N/A	18,345	8,738	-100	2,610	2,460	17,963	N/A	N/A
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	11.97	0	0	0	0	0	N/A	N/A
Miscellaneous Data														
1950	Lifeline Adjustment	N/A	N/A	N/A	0	-543	543	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	0	-5,206	5,206	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1970	Common Line Support-Long Term	N/A	N/A	N/A	N/A	N/A	-494	-494	N/A	N/A	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
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		F	2	INVESTMENT AMOUNTS REFLECTED IN LINES 1620 THROUGH 1890 OF COLUMNS (F) THROUGH (V) REPRESENT THE AVERAGE OF MONTHLY BALANCES. ADJUSTMENTS TO YEAR-END BALANCES TO CONVERT TO AVERAGE BALANCES ARE MADE IN COLUMN (D).
		G	3	THE STATE AMOUNTS REFLECTED IN COLUMN (G) ARE NOT DEVELOPED PURSUANT TO STATE PUBLIC UTILITY COMMISSION RATE-MAKING RULES AND ACCORDINGLY SHOULD NOT BE USED FOR STATE RATE-MAKING PURPOSES.
1770		ALL	4	CASH WORKING CAPITAL AVERAGING CALCULATION CORRECTED TO INCLUDE ALL DATAPOINTS.
1790		ALL	5	SUBTOTAL CORRECTED TO REFLECT CASH WORKING CAPITAL CORRECTION
1910		ALL	6	SUBTOTAL CORRECTED TO REFLECT CASH WORKING CAPITAL CORRECTION
1920		H	7	SUBTOTAL CORRECTED TO REFLECT CASH WORKING CAPITAL CORRECTION

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive		Special Access (s)	Billing & Collection (u)	IX (v)	
									Switching (n)	Transport (p)				Total (r)
Revenues														
1010	Basic Local Services	227,714	N/A	0	227,714	227,714	0	N/A	N/A	N/A	0	N/A	N/A	
1020	Network Access Services	143,110	N/A	971	142,139	10,193	131,946	49,216	7,626	9,513	17,139	65,592	N/A	
1030	Toll Network Services	39,914	N/A	0	39,914	39,910	4	0	0	0	0	N/A	4	
1040	Miscellaneous	54,559	N/A	0	54,559	38,045	16,513	5,791	913	922	1,842	4,200	278	
1045	Nonregulated	13,396	13,396	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
1060	Uncollectibles	17,002	481	13	16,508	15,925	583	232	26	44	70	279	0	
1090	Total Operating Revenues	461,691	12,915	959	447,817	299,937	147,880	54,774	8,513	10,391	18,911	69,513	4,401	
Expenses														
1120	Plant Specific	79,798	6,450	307	73,040	52,023	21,018	10,399	2,542	1,223	3,770	5,512	506	
1130	Plant Non-Specific	27,725	2,229	66	25,430	18,018	7,412	3,488	641	579	1,225	2,490	0	
1140	Customer Operations Marketing	17,542	741	31	16,770	12,103	4,668	2,197	403	365	771	1,568	0	
1150	Customer Operations Services	39,176	5,006	60	34,110	25,467	8,643	239	9	8	17	3,057	4,060	
1160	General & Administrative	73,377	4,777	39	68,561	49,414	19,147	6,518	1,449	872	2,327	5,067	1,840	
1170	Access	26,579	0	0	26,579	20,988	5,591	0	0	0	0	N/A	5,591	
1180	Depreciation/Amortization	128,607	1,281	203	127,123	90,361	36,762	16,447	3,677	2,904	6,634	12,335	145	
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-6	-3	-1	0	-1	-2	0	
1190	Total Operating Expenses	392,803	20,483	705	371,615	268,375	103,234	39,286	8,721	5,951	14,744	30,026	6,551	
Other Operating Items														
1290	Other Operating Income/Losses	15	-2	0	18	12	5	2	0	0	1	2	0	
Non-operating Items														
1320	Inc Effect/Jurisdictional Difference (Rev)	14,558	N/A	0	14,558	14,558	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	0	0	0	0	0	
1365	Non-operating Income and Expenses	20,068	-6	19,771	303	215	89	41	8	7	15	30	1	
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	
1390	Total Non-operating Items (Exp)	-34,627	6	-19,771	-14,862	-14,773	-89	-41	-8	-7	-15	-30	-1	

Other Taxes															
1410	State and Local Income	-1,500	508	0	-2,008	-7,114	5,106	2,143	-748	1,439	668	7,594	-740	-4,559	
1420	Other State and Local	27,852	254	6	27,592	19,469	8,122	3,800	698	631	1,335	2,713	47	228	
1490	Total Other Taxes	26,352	762	6	25,584	12,356	13,228	5,943	-50	2,069	2,002	10,307	-693	-4,331	
Federal Income Taxes															
1510	Fixed Charges (Exp)	17,467	159	128	17,180	12,125	5,055	2,364	435	392	831	1,688	29	142	
1520	IRS Income Adjustment (Rev)	-1,689	N/A	0	-1,689	-1,218	-471	-223	-40	-37	-77	-156	-2	-13	
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	0	0	0	0	0	0	0	0	
1540	ITC Amortization (Rev)	379	3	0	376	267	109	51	9	8	18	37	1	3	
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	
1590	Federal Income Taxes (Exp)	7,609	-2,707	-5,627	15,944	6,961	8,986	2,400	-228	674	427	9,542	-521	-2,862	
Plant-In-Service															
1620	Support Plant	139,164	6,685	2,021	130,458	94,024	36,434	15,662	2,885	2,599	5,508	11,205	3,117	941	
1630	COE-Operator Systems Equipment	1,117	51	-196	1,262	916	346	N/A	0	0	346	N/A	N/A	0	
1640	COE-Switching	391,899	3,220	6,232	382,446	311,822	70,624	13,928	42,732	0	42,732	0	N/A	13,965	
1650	COE-Transmission	453,192	0	-11,960	465,152	292,326	172,826	58,689	0	22,959	22,959	91,177	N/A	0	
1660	Cable and Wire Facilities	830,963	0	9,463	821,500	577,269	244,231	153,589	67	15,586	15,653	74,988	N/A	0	
1670	IOT Equipment	31,104	6,434	227	24,443	18,332	6,111	6,079	N/A	N/A	N/A	32	N/A	N/A	
1680	Amortizable Assets	14,276	649	-235	13,862	9,852	4,009	1,873	346	311	659	1,342	22	113	
1690	Total Plant In-Service	1,861,714	17,040	5,552	1,839,123	1,304,542	534,581	249,820	46,030	41,455	87,858	178,745	3,139	15,019	
Other Investments															
1705	Other Jurisdictional Assets-Net	-6,104	N/A	1,307	-7,411	-7,411	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0	
1720	Plant Under Construction	7,473	-78	1,005	6,547	4,644	1,903	889	164	148	313	636	11	53	
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0	
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0	
1750	Other Deferred Charges	142,354	0	142,354	0	0	0	0	0	0	0	0	0	0	
1760	Inventories	957	65	59	834	586	248	116	21	19	41	83	1	7	
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	-2,126	-994	-183	-165	-350	-709	-13	-60	
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-93	-44	-8	-7	-15	-31	-1	-3	
1790	Total Other Investments	144,680	-13	144,724	-30	-2,181	-69	-32	-6	-6	-12	-21	-1	-2	
Reserves															
1820	Accumulated Depreciation	1,302,345	8,948	41,820	1,251,576	887,596	363,980	171,935	31,068	28,095	59,328	121,510	1,071	10,136	
1830	Accumulated Amortization	0	0	0	0	0	0	0	0	0	0	0	0	0	
1840	Deferred Operating Income Taxes	46,244	-1,819	-1,036	49,099	36,916	12,183	2,389	3,883	915	4,851	3,442	232	1,269	
1850	Customer Deposits	-107	-4	-10	-93	-66	-27	-13	-2	-2	-4	-9	0	-1	
1865	Other Long-term Liabilities & Deferred Credits	42,099	2,331	-32,082	71,850	51,780	20,070	9,379	1,728	1,556	3,298	6,711	118	564	
1882	Deferred Tax Liabilities	486	N/A	486	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	13,316	N/A	-5,973	19,289	19,289	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	
1890	Total Reserves	1,404,383	9,458	3,204	1,391,722	995,516	396,206	183,690	36,676	30,564	67,473	131,654	1,421	11,968	

Return Data														
1910	Average Net Investment	N/A	N/A	N/A	447,371	306,845	138,306	66,099	9,347	10,886	20,372	47,069	1,718	3,048
1915	Net Return	N/A	N/A	N/A	N/A	N/A	22,526	7,190	78	1,705	1,753	19,669	N/A	N/A
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	16.29	0	0	0	0	0	N/A	N/A
Miscellaneous Data														
1950	Lifeline Adjustment	N/A	N/A	N/A	0	-432	432	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	0	-2,191	2,191	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1970	Common Line Support-Long Term	N/A	N/A	N/A	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A	N/A

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									Switching		Total (t)			
									(n)	(p)				
Revenues														
1010	Basic Local Services	217,837	N/A	0	217,837	217,837	0	N/A	N/A	N/A	N/A	0	N/A	N/A
1020	Network Access Services	138,914	N/A	614	138,300	8,023	130,277	46,942	7,194	8,319	15,513	67,822	N/A	0
1030	Toll Network Services	36,386	N/A	0	36,386	36,357	29	0	0	0	0	0	N/A	29
1040	Miscellaneous	59,207	N/A	0	59,207	41,445	17,762	6,332	968	994	1,968	4,609	4,554	299
1045	Nonregulated	15,904	15,904	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1060	Uncollectibles	7,666	257	3	7,405	7,757	-352	-140	-18	-27	-45	-167	0	-1
1090	Total Operating Revenues	460,582	15,647	611	444,324	295,905	148,420	53,414	8,180	9,340	17,526	72,598	4,555	328
Expenses														
1120	Plant Specific	87,825	7,105	96	80,624	57,326	23,298	11,653	2,724	1,346	4,076	6,134	547	889
1130	Plant Non-Specific	33,867	2,916	16	30,934	21,866	9,068	4,293	752	703	1,459	3,070	0	245
1140	Customer Operations Marketing	18,461	608	8	17,845	12,878	4,967	2,352	412	385	800	1,681	0	134
1150	Customer Operations Services	45,925	4,484	59	41,382	30,896	10,486	289	11	10	20	3,709	4,925	1,542
1160	General & Administrative	62,298	3,818	10	58,470	42,089	16,331	5,539	1,170	737	1,911	4,372	1,611	2,948
1170	Access	31,065	0	0	31,065	23,910	7,155	0	0	0	0	0	N/A	7,155
1180	Depreciation/Amortization	128,625	1,962	101	126,561	89,794	36,767	16,593	3,558	2,878	6,472	12,412	128	1,161
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-6	-3	0	0	-1	-2	0	0
1190	Total Operating Expenses	408,065	20,892	291	386,881	278,760	108,116	40,717	8,626	6,059	14,738	31,377	7,211	14,074
Other Operating Items														
1290	Other Operating Income/Losses	176	6	0	170	120	50	23	4	4	8	17	0	1
Non-operating Items														
1320	Inc Effect/Jurisdictional Difference (Rev)	6,794	N/A	0	6,794	6,794	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	0	0	0	0	0	0
1365	Non-operating Income and Expenses	4,202	-6	3,939	269	190	79	37	6	6	13	27	0	2
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	-10,996	6	-3,939	-7,063	-6,984	-79	-37	-6	-6	-13	-27	0	-2

Other Taxes														
1410	State and Local Income	-3,003	-9,996	0	6,993	12,584	-5,591	-952	525	-560	-18	-10,225	911	4,692
1420	Other State and Local	34,883	274	2	34,607	24,787	9,820	4,621	810	757	1,572	3,304	58	264
1490	Total Other Taxes	31,880	-9,722	2	41,600	37,371	4,229	3,669	1,336	197	1,554	-6,921	970	4,956
Federal Income Taxes														
1510	Fixed Charges (Exp)	19,520	177	-140	19,483	13,717	5,766	2,713	475	445	923	1,940	34	155
1520	IRS Income Adjustment (Rev)	-1,583	N/A	0	-1,583	-1,133	-450	-212	-37	-35	-71	-152	-3	-12
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	0	0	0	0	0	0	0	0
1540	ITC Amortization (Rev)	285	2	0	283	201	83	39	7	6	13	28	0	2
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1590	Federal Income Taxes (Exp)	-600	-1,050	30	420	-9,991	10,413	2,118	-806	909	78	16,105	-1,282	-6,605
Plant-In-Service														
1620	Support Plant	141,393	5,382	2,699	133,312	95,990	37,322	16,183	2,842	2,653	5,512	11,561	3,139	927
1630	COE-Operator Systems Equipment	798	36	-158	919	667	252	N/A	0	0	252	N/A	N/A	0
1640	COE-Switching	376,074	956	7,618	367,500	299,635	67,864	13,384	41,062	0	41,062	0	N/A	13,419
1650	COE-Transmission	445,115	0	-8,688	453,803	283,549	170,254	57,320	0	22,433	22,433	90,501	N/A	0
1660	Cable and Wire Facilities	851,502	0	10,207	841,296	591,180	250,116	157,290	69	15,962	16,031	76,795	N/A	0
1670	IOT Equipment	32,045	6,115	865	25,066	18,799	6,266	6,233	N/A	N/A	N/A	33	N/A	N/A
1680	Amortizable Assets	12,079	709	-438	11,807	8,388	3,420	1,594	280	261	543	1,139	53	91
1690	Total Plant In-Service	1,859,006	13,199	12,104	1,833,702	1,298,208	535,494	252,003	44,252	41,309	85,833	180,028	3,192	14,437
Other Investments														
1705	Other Jurisdictional Assets-Net	5,037	N/A	6,344	-1,307	-1,307	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0
1720	Plant Under Construction	5,059	-68	-359	5,486	3,884	1,602	754	133	124	257	539	9	43
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0
1750	Other Deferred Charges	142,398	0	0	142,398	0	0	0	0	0	0	0	0	0
1760	Inventories	1,112	67	14	1,030	724	306	144	25	24	49	103	2	8
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	-1,410	-663	-117	-109	-226	-474	-8	-38
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-98	-41	-7	-7	-14	-29	-1	-2
1790	Total Other Investments	153,606	-1	148,397	5,210	3,301	411	193	34	32	66	138	3	11
Reserves														
1820	Accumulated Depreciation	1,370,203	7,502	43,484	1,319,216	934,566	384,650	182,182	32,433	29,478	61,978	128,745	1,164	10,581
1830	Accumulated Amortization	42	3	27	12	9	3	1	0	0	1	1	0	0
1840	Deferred Operating Income Taxes	20,508	-2,577	-13,396	36,480	27,149	9,332	1,542	2,904	774	3,717	2,933	191	949
1850	Customer Deposits	-110	-9	5	-106	-75	-31	-15	-3	-2	-5	-10	0	-1
1865	Other Long-term Liabilities & Deferred Credits	5,655	833	-66,816	71,638	51,579	20,059	9,441	1,658	1,547	3,215	6,744	118	541
1882	Deferred Tax Liabilities	486	N/A	486	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	17,662	N/A	2,502	15,160	15,160	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1890	Total Reserves	1,414,446	5,752	-33,707	1,442,402	1,028,389	414,013	193,152	36,992	31,798	68,905	138,412	1,473	12,071

Return Data															
1910	Average Net Investment		N/A	N/A	N/A	396,510	273,121	121,892	59,045	7,295	9,543	16,994	41,754	1,722	2,378
1915	Net Return		N/A	N/A	N/A	N/A	N/A	25,790	6,970	-965	2,185	1,176	32,080	N/A	N/A
1920	Rate of Return		N/A	N/A	N/A	N/A	N/A	21.16	0	0	0	0	0	N/A	N/A
Miscellaneous Data															
1950	Lifeline Adjustment		N/A	N/A	N/A	0	-335	335	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost		N/A	N/A	N/A	0	-1,821	1,821	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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STUDY AREA: MAINE
PERIOD: From: Jan 2006 To: Dec 2006
COSA: NEME

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									Switching (n)	Transport (p)	Total (r)		
Revenues													
1010	Basic Local Services	207,183	N/A	0	207,183	207,183	0	N/A	N/A	N/A	N/A	0	N/A
1020	Network Access Services	139,609	N/A	308	139,301	7,650	131,652	43,727	7,033	8,630	15,663	72,262	N/A
1030	Toll Network Services	37,272	N/A	0	37,272	37,249	23	0	0	0	0	0	N/A
1040	Miscellaneous	62,010	N/A	0	62,010	42,497	19,513	6,353	959	992	1,957	4,689	6,218
1045	Nonregulated	13,017	13,017	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1060	Uncollectibles	5,982	170	0	5,812	5,071	742	249	37	63	100	391	0
1090	Total Operating Revenues	453,109	12,847	308	439,953	289,508	150,446	49,830	7,955	9,559	17,520	76,560	6,218
Expenses													
1120	Plant Specific	83,771	6,734	26	77,011	54,679	22,333	10,933	2,958	1,239	4,202	5,701	531
1130	Plant Non-Specific	35,124	2,630	0	32,493	22,911	9,582	4,535	779	735	1,519	3,274	0
1140	Customer Operations Marketing	16,444	633	0	15,811	11,410	4,400	2,082	358	337	697	1,504	0
1150	Customer Operations Services	46,435	7,095	59	39,281	29,328	9,953	275	10	9	19	3,521	4,675
1160	General & Administrative	70,991	5,115	0	65,876	47,339	18,537	6,426	1,582	835	2,421	5,039	1,859
1170	Access	24,958	0	0	24,958	19,462	5,496	0	0	0	0	0	N/A
1180	Depreciation/Amortization	126,188	1,307	0	124,880	88,323	36,557	16,470	3,469	2,832	6,336	12,489	130
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-6	-3	0	0	-1	-2	0
1190	Total Operating Expenses	403,911	23,515	85	380,310	273,452	106,853	40,718	9,155	5,987	15,194	31,525	7,195
Other Operating Items													
1290	Other Operating Income/Losses	86	0	0	86	61	25	12	2	2	4	9	0
Non-operating Items													
1320	Inc Effect/Jurisdictional Difference (Rev)	8,319	N/A	0	8,319	8,319	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	0	0	0	0	0
1365	Non-operating Income and Expenses	3,566	-5	3,260	311	219	92	43	7	7	14	31	1
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	-11,884	5	-3,260	-8,629	-8,538	-92	-43	-7	-7	-14	-31	-1

Other Taxes															
1410	State and Local Income	-3,719	11,966	0	-15,685	-3,282	-12,404	-2,503	-788	-35	-804	-13,273	-269	4,445	
1420	Other State and Local	25,673	192	0	25,481	18,513	6,968	3,278	564	532	1,099	2,364	44	184	
1490	Total Other Taxes	21,954	12,158	0	9,796	15,232	-5,436	775	-224	496	295	-10,910	-226	4,629	
Federal Income Taxes															
1510	Fixed Charges (Exp)	20,164	232	-180	20,111	14,082	6,029	2,836	488	460	950	2,047	37	159	
1520	IRS Income Adjustment (Rev)	5,128	N/A	0	5,128	3,177	1,951	916	157	148	307	664	12	51	
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	0	0	0	0	0	0	0	0	
1540	ITC Amortization (Rev)	203	1	0	202	142	59	28	5	5	9	20	0	2	
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	
1590	Federal Income Taxes (Exp)	4,619	-15,517	5,085	15,051	-661	15,714	2,237	-458	966	483	19,090	-272	-5,824	
Plant-In-Service															
1620	Support Plant	144,091	5,924	1,750	136,417	98,092	38,326	16,595	2,853	2,692	5,562	11,960	3,278	931	
1630	COE-Operator Systems Equipment	646	29	-260	877	637	241	N/A	0	0	241	N/A	N/A	0	
1640	COE-Switching	375,893	1,040	10,562	364,290	297,019	67,272	13,267	40,703	0	40,703	0	N/A	13,302	
1650	COE-Transmission	431,360	0	-16,081	447,442	276,573	170,868	56,516	0	22,119	22,119	92,233	N/A	0	
1660	Cable and Wire Facilities	870,980	0	9,275	861,705	605,522	256,184	161,106	70	16,349	16,420	78,658	N/A	0	
1670	IOT Equipment	30,873	6,011	-309	25,170	18,878	6,293	6,259	N/A	N/A	N/A	33	N/A	N/A	
1680	Amortizable Assets	11,630	1,046	-1,332	11,916	8,496	3,420	1,550	267	251	520	1,117	147	87	
1690	Total Plant In-Service	1,865,473	14,051	3,605	1,847,818	1,305,215	542,602	255,292	43,893	41,411	85,564	184,002	3,425	14,319	
Other Investments															
1705	Other Jurisdictional Assets-Net	19,003	N/A	7,111	11,892	11,892	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0	
1720	Plant Under Construction	5,458	-64	392	5,130	3,624	1,506	709	122	115	238	511	10	40	
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0	
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0	
1750	Other Deferred Charges	149,982	0	149,982	0	0	0	0	0	0	0	0	0	0	
1760	Inventories	194	34	-787	947	665	281	133	23	22	44	95	2	7	
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	-2,394	-1,127	-194	-182	-377	-814	-13	-63	
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-82	-39	-7	-6	-13	-28	-1	-2	
1790	Total Other Investments	174,636	-30	156,698	17,968	16,180	-689	-324	-56	-52	-108	-235	-3	-18	
Reserves															
1820	Accumulated Depreciation	1,447,753	8,289	40,090	1,399,374	990,611	408,764	192,822	35,187	30,814	66,072	137,132	1,258	11,480	
1830	Accumulated Amortization	695	77	312	306	220	86	37	6	6	12	27	7	2	
1840	Deferred Operating Income Taxes	-4,629	-4,691	-11,703	11,765	9,019	2,745	-886	1,649	288	1,964	976	152	539	
1850	Customer Deposits	-76	-2	25	-99	-70	-29	-14	-2	-2	-5	-10	0	-1	
1865	Other Long-term Liabilities & Deferred Credits	43,607	4,283	-30,990	70,314	50,550	19,764	9,301	1,599	1,509	3,117	6,704	120	522	
1882	Deferred Tax Liabilities	486	N/A	486	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	23,309	N/A	2,881	20,428	20,428	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	
1890	Total Reserves	1,511,146	7,955	1,102	1,502,089	1,070,759	431,331	201,260	38,439	32,614	71,162	144,829	1,537	12,543	

Return Data														
1910	Average Net Investment		N/A	N/A	363,697	250,637	110,583	53,708	5,399	8,745	14,294	38,937	1,885	1,759
1915	Net Return		N/A	N/A	N/A	N/A	33,431	6,154	-508	2,119	1,567	36,893	N/A	N/A
1920	Rate of Return		N/A	N/A	N/A	N/A	30.23	0	0	0	0	0	N/A	N/A
Miscellaneous Data														
1950	Lifeline Adjustment		N/A	N/A	0	-308	308	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost		N/A	N/A	0	-1,723	1,723	N/A	N/A	N/A	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
I	ALL	H	1	THE INTERSTATE COLUMN DOES NOT MEET THE PRICE CAP ORDER ON RECONSIDERATION DEFINITION OF TOTAL INTERSTATE AND SHOULD NOT BE CONSTRUED TO REPRESENT EARNINGS LEVELS UNDER PRICE CAP REGULATION.
		G	2	THE STATE AMOUNTS REFLECTED IN COLUMN (G) ARE NOT DEVELOPED PURSUANT TO STATE PUBLIC UTILITY COMMISSION RATE-MAKING RULES AND ACCORDINGLY SHOULD NOT BE USED FOR STATE RATE-MAKING PURPOSES.

COMPANY: VERIZON NEW ENGLAND
STUDY AREA: MAINE
PERIOD: From: Jan 2007 To: Dec 2007
COSA: NEME

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive			Special Access (s)	Billing & Collection (u)	IX (v)
									Switching (n)	Transport (p)	Total (r)			
Revenues														
1010	Basic Local Services	204,417	N/A	0	204,417	204,417	0	N/A	N/A	N/A	N/A	0	N/A	N/A
1020	Network Access Services	141,810	N/A	310	141,500	9,546	131,954	39,886	5,545	7,412	13,474	78,594	N/A	0
1030	Toll Network Services	39,213	N/A	0	39,213	39,254	-41	0	0	0	0	0	N/A	-41
1040	Miscellaneous	57,167	N/A	0	57,167	37,771	19,396	6,135	902	945	1,859	4,775	6,350	278
1045	Nonregulated	14,975	14,975	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1060	Uncollectibles	5,767	178	0	5,589	4,111	1,478	479	70	83	156	841	0	3
1090	Total Operating Revenues	451,816	14,797	310	436,709	286,877	149,832	45,542	6,378	8,273	15,177	82,529	6,350	235
Expenses														
1120	Plant Specific	86,329	6,222	26	80,081	56,620	23,461	11,548	3,030	1,304	4,339	6,135	449	989
1130	Plant Non-Specific	33,501	2,463	0	31,039	21,787	9,252	4,353	740	696	1,441	3,216	0	241
1140	Customer Operations Marketing	16,513	1,246	0	15,267	11,018	4,249	1,999	340	320	662	1,477	0	111
1150	Customer Operations Services	43,048	7,353	59	35,636	26,606	9,030	249	9	8	17	3,195	4,241	1,327
1160	General & Administrative	60,897	4,222	0	56,676	40,579	16,097	5,847	1,299	756	2,060	4,527	1,475	2,188
1170	Access	24,960	0	0	24,960	21,028	3,933	0	0	0	0	0	N/A	3,933
1180	Depreciation/Amortization	124,377	783	0	123,594	86,991	36,603	16,375	3,432	2,772	6,245	12,746	118	1,120
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-5	-2	0	0	-1	-2	0	0
1190	Total Operating Expenses	389,626	22,288	85	367,253	264,628	102,619	40,369	8,849	5,856	14,763	31,294	6,283	9,910
Other Operating Items														
1290	Other Operating Income/Losses	36	0	0	36	25	11	5	1	1	2	4	0	0
Non-operating Items														
1320	Inc Effect/Jurisdictional Difference (Rev)	15,700	N/A	0	15,700	15,700	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	0	0	0	0	0	0
1365	Non-operating Income and Expenses	4,041	-6	3,814	233	164	69	32	6	5	11	24	0	2
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	-19,741	6	-3,814	-15,933	-15,864	-69	-32	-6	-5	-11	-24	0	-2

Other Taxes															
1410	State and Local Income	-3,824	1,681	0	-5,506	1,206	-6,712	-40	805	-314	492	-9,282	114	2,004	
1420	Other State and Local	26,114	183	0	25,931	18,695	7,236	3,385	575	541	1,120	2,500	42	188	
1490	Total Other Taxes	22,290	1,864	0	20,425	19,901	524	3,345	1,380	227	1,612	-6,781	156	2,192	
Federal Income Taxes															
1510	Fixed Charges (Exp)	19,142	202	-201	19,141	13,275	5,866	2,744	467	439	909	2,027	35	152	
1520	IRS Income Adjustment (Rev)	-1,466	N/A	0	-1,466	-1,001	-465	-218	-37	-35	-72	-160	-3	-12	
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	0	0	0	0	0	0	0	0	
1540	ITC Amortization (Rev)	178	1	0	176	124	52	24	4	4	8	18	0	1	
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	
1590	Federal Income Taxes (Exp)	7,013	-3,306	-5,042	15,361	1,262	14,101	-408	-1,526	599	-766	19,532	-45	-4,211	
Plant-In-Service															
1620	Support Plant	147,644	5,369	1,704	140,571	100,684	39,887	17,224	2,930	2,754	5,704	12,718	3,285	956	
1630	COE-Operator Systems Equipment	1,987	380	575	1,033	749	283	N/A	0	0	283	N/A	N/A	0	
1640	COE-Switching	376,630	792	11,277	364,561	297,239	67,322	13,276	40,734	0	40,734	0	N/A	13,312	
1650	COE-Transmission	433,064	0	-4,733	437,797	264,194	173,603	55,298	0	21,642	21,642	96,663	N/A	0	
1660	Cable and Wire Facilities	890,480	0	9,443	881,038	619,107	261,931	164,720	72	16,716	16,788	80,423	N/A	0	
1670	IoT Equipment	32,973	5,429	1,092	26,451	19,839	6,613	6,578	N/A	N/A	N/A	35	N/A	N/A	
1680	Amortizable Assets	10,314	830	-428	9,912	7,055	2,857	1,275	217	204	422	941	148	71	
1690	Total Plant In-Service	1,893,092	12,799	18,929	1,861,363	1,308,867	552,496	258,371	43,953	41,316	85,574	190,780	3,433	14,338	
Other Investments															
1705	Other Jurisdictional Assets-Net	44,826	N/A	12,837	31,989	31,989	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0	
1720	Plant Under Construction	4,929	-106	507	4,529	3,185	1,344	629	107	101	208	464	8	35	
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0	
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0	
1750	Other Deferred Charges	155,135	0	155,135	0	0	0	0	0	0	0	0	0	0	
1760	Inventories	1,066	43	31	992	697	295	138	23	22	46	102	2	8	
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	-4,170	-1,950	-332	-312	-646	-1,440	-26	-108	
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-78	-36	-6	-6	-12	-27	0	-2	
1790	Total Other Investments	205,956	-64	168,510	37,509	35,870	-2,608	-1,220	-207	-195	-404	-901	-16	-68	
Reserves															
1820	Accumulated Depreciation	1,542,295	7,913	48,591	1,485,791	1,048,649	437,142	203,806	38,501	32,164	70,822	148,610	1,341	12,562	
1830	Accumulated Amortization	1,402	125	336	941	674	267	115	20	18	38	85	22	6	
1840	Deferred Operating Income Taxes	-54,385	-5,483	-24,031	-24,871	-17,241	-7,630	-5,273	327	-492	-150	-2,402	87	108	
1850	Customer Deposits	13	0	96	-84	-59	-25	-12	-2	-2	-4	-9	0	-1	
1865	Other Long-term Liabilities & Deferred Credits	59,584	3,976	-29,958	85,566	61,085	24,481	11,452	1,948	1,831	3,792	8,455	146	635	
1882	Deferred Tax Liabilities	486	N/A	486	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	33,433	N/A	5,110	28,323	28,323	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	
1890	Total Reserves	1,582,827	6,532	630	1,575,665	1,121,431	454,235	210,089	40,793	33,520	74,499	154,740	1,596	13,311	

Return Data												
1910	Average Net Investment	N/A	N/A	N/A	323,207	223,306	95,653	47,063	2,952	7,602	10,671	35,139
1915	Net Return	N/A	N/A	N/A	N/A	N/A	32,668	2,273	-2,318	1,597	-419	38,512
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	34.15	0	0	0	0	0
Miscellaneous Data												
1950	Lifeline Adjustment	N/A	N/A	N/A	0	-272	272	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	0	-1,643	1,643	N/A	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
I	ALL	H	1	THE INTERSTATE COLUMN DOES NOT MEET THE PRICE CAP ORDER ON RECONSIDERATION DEFINITION OF TOTAL INTERSTATE AND SHOULD NOT BE CONSTRUED TO REPRESENT EARNINGS LEVELS UNDER PRICE CAP REGULATION.
		G	2	THE STATE AMOUNTS REFLECTED IN COLUMN (G) ARE NOT DEVELOPED PURSUANT TO STATE PUBLIC UTILITY COMMISSION RATE-MAKING RULES AND ACCORDINGLY SHOULD NOT BE USED FOR STATE RATE-MAKING PURPOSES.
	1045	B	3	VERIZON HAS NOT INTEGRATED ITS IN-REGION LONG DISTANCE OPERATIONS, PURSUANT TO COMMISSION ORDER FCC 07-159, INTO ITS ILEC ENTITIES. ACCORDINGLY, THERE IS NO IMPUTATION FOR LONG DISTANCE COSTS.
		C	4	VERIZON HAS NOT INTEGRATED ITS IN-REGION LONG DISTANCE OPERATIONS, PURSUANT TO COMMISSION ORDER FCC 07-159, INTO ITS ILEC ENTITIES. ACCORDINGLY, THERE IS NO IMPUTATION FOR LONG DISTANCE COSTS.
	1630	C	5	INCREASE DUE TO GROWTH IN WHOLESALÉ DIRECTORY ASSISTANCE CALLS.

TABLE 1 - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	SNFA and Intra-co Adjustments (d)	All Other Adjustments (e)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line			Traffic Sensitive				Special Access (s)	Total Access (t)	Billing & Collection (u)	IX (v)	
									Pay Inside Wire (i)	BFP (k)	Total (m)	Switching (n)	Equal Access (o)	Transport (p)	Information (q)					Total (r)
Revenues																				
1010	Basic Local Services	244,788	N/A	0	0	244,788	244,788	0	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0	0	N/A	N/A	
1020	Network Access Services	184,216	N/A	0	2,844	181,372	20,222	161,150	N/A	N/A	66,651	26,402	N/A	14,466	35	40,902	53,597	161,150	N/A	0
1030	Toll Network Services	52,533	N/A	0	0	52,533	52,536	-3	N/A	N/A	0	0	N/A	0	0	0	0	0	N/A	-3
1040	Miscellaneous	30,352	N/A	0	0	30,352	17,434	12,919	N/A	N/A	2,472	525	N/A	584	5	1,114	1,920	5,505	7,414	0
1045	Nonregulated	18,177	18,177	N/A	0	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1050	Settlements	700	N/A	0	0	700	700	0	N/A	N/A	0	0	N/A	0	0	0	0	0	0	0
1060	Uncollectibles	8,649	337	0	0	8,312	7,571	742	N/A	N/A	313	110	N/A	70	0	180	248	741	0	0
1090	Total Operating Revenues	522,118	17,841	0	2,844	501,434	328,109	173,325	N/A	N/A	68,810	26,817	N/A	14,979	39	41,836	55,269	165,914	7,413	-3
Expenses																				
1120	Plant Specific	80,470	6,241	106	24	74,099	50,465	23,634	N/A	N/A	11,300	2,342	N/A	2,264	7	4,613	7,080	22,993	641	0
1130	Plant Non-Specific	34,611	1,287	18	27	33,279	22,099	11,181	N/A	N/A	4,804	1,208	N/A	1,258	11	2,477	3,899	11,181	0	0
1140	Customer Operations Marketing	17,396	2,918	0	0	14,478	10,350	4,128	N/A	N/A	1,749	1,749	457	N/A	455	4	916	1,463	4,128	0
1150	Customer Operations Services	39,434	3,833	0	55	35,545	26,300	9,245	N/A	N/A	827	827	109	N/A	113	263	485	3,157	4,470	4,002
1160	Corporate Operations	41,976	2,692	0	217	39,066	27,110	11,956	N/A	N/A	4,360	4,360	974	N/A	953	68	1,993	3,598	9,951	1,045
1170	Access	19,185	0	0	0	19,185	15,773	3,412	N/A	N/A	0	0	N/A	0	0	0	0	0	N/A	3,412
1180	Depreciation/Amortization	124,085	1,310	11	610	122,154	80,867	41,288	N/A	N/A	16,436	16,436	5,210	N/A	4,897	126	10,233	14,494	41,163	125
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	-7	N/A	N/A	-3	-3	-1	N/A	-1	0	-1	-2	-7	0
1190	Total Operating Expenses	357,157	18,281	135	933	337,807	232,964	104,837	N/A	N/A	39,474	39,474	10,299	N/A	9,940	477	20,716	33,689	93,879	5,813
Other Operating Items																				
1290	Other Operating Income/Losses	-35	-3	0	91	-123	-35	-87	N/A	N/A	-37	-37	-9	N/A	-10	0	-19	-30	-87	0
Non-operating Items																				
1320	Intra-Jurisdictional Difference (Rev)	1,177	N/A	N/A	0	1,177	1,177	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	N/A	N/A	0	0	0	N/A	0	0	0	0	0	0
1340	AFUDC (Rev)	1,902	68	0	0	1,835	1,223	612	N/A	N/A	262	262	66	N/A	67	1	134	213	609	3
1350	Special Charges (Exp)	1,020	1	0	991	27	19	8	N/A	N/A	4	4	1	N/A	1	0	2	3	8	0
1360	All Other Non-operating Items (Rev)	-5,114	0	0	-5,114	0	0	0	N/A	N/A	0	0	0	N/A	0	0	0	0	0	0
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	N/A	0	N/A	N/A	0	0	0	N/A	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	3,054	-46	0	6,106	-2,985	-2,381	-604	N/A	N/A	-258	-258	-65	N/A	-67	-1	-132	-210	-600	-3

Other Taxes																								
1410	State and Local Income	7,667	-51	0	0	7,719	4,174	3,545	N/A	N/A	N/A	1,496	883	N/A	234	-25	1,093	1,104	3,692	129	-277			
1420	Other State and Local	3,013	19	23	1	2,970	2,250	N/A	N/A	N/A	N/A	305	77	N/A	83	1	161	250	717	4	-277			
1490	Total Other Taxes	10,680	-32	23	1	10,689	6,424	4,265	N/A	N/A	N/A	1,801	960	N/A	318	-24	1,254	1,354	4,409	133	-277			
Federal Income Taxes																								
1510	Fixed Charges (Exp)	22,529	212	0	266	22,051	14,946	7,105	N/A	N/A	N/A	3,040	3,040	764	N/A	790	7	1,561	2,464	7,065	40	0		
1520	IFRS Income Adjustment (Rev)	920	N/A	0	N/A	920	604	316	N/A	N/A	N/A	135	135	34	N/A	35	0	69	109	314	2	0		
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	N/A	14	N/A	N/A	N/A	6	6	1	N/A	2	0	3	5	14	0	0		
1540	ITC Amortization (Rev)	1,133	10	0	0	1,123	749	374	N/A	N/A	N/A	160	160	40	N/A	42	0	82	130	372	2	0		
1550	FCC ITC Adjustment (Rev)	N/A	N/A	0	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0	0	0	N/A	0	0	0	0	0	0	0		
1590	Federal Income Taxes (Exp)	47,790	-56	-55	1,889	46,011	26,105	19,913	N/A	N/A	N/A	8,540	5,170	N/A	1,367	-147	6,389	6,190	21,119	499	-1,705			
Plant-In-Service																								
1620	Support Plant	141,580	5,936	230	2,357	133,058	93,002	40,058	N/A	N/A	N/A	15,843	15,843	3,962	N/A	4,143	37	8,142	12,747	36,732	3,324	0		
1630	Operator Systems Equipment	2,017	105	0	-8	1,920	1,360	560	N/A	N/A	N/A	N/A	N/A	0	N/A	0	560	560	N/A	560	N/A	0		
1640	COE-Switching	396,490	4,448	0	23,973	358,069	263,827	94,242	N/A	N/A	N/A	18,702	18,702	60,236	N/A	15,302	0	75,541	0	94,242	N/A	0		
1650	COE-Transmission	415,157	0	0	9,790	405,367	231,786	173,581	N/A	N/A	N/A	45,193	45,193	0	N/A	27,111	0	21,111	101,277	173,581	N/A	0		
1660	Cable and Wire Facilities	899,516	0	0	16,380	883,136	597,161	285,974	N/A	N/A	N/A	172,653	172,653	0	N/A	20,657	N/A	20,657	92,664	285,974	N/A	0		
1670	LOT Equipment	29,204	5,801	0	553	18,391	13,793	4,598	N/A	N/A	N/A	4,579	4,578	N/A	N/A	N/A	19	4,598	N/A	N/A	N/A	0		
1680	Amortizable Assets	29,204	1,480	0	4,240	23,484	15,656	7,828	N/A	N/A	N/A	3,263	3,263	820	N/A	854	8	1,681	2,641	7,586	42	0		
1690	Total Plant In-Service	1,898,718	17,770	230	57,293	1,823,425	1,216,785	606,640	N/A	N/A	N/A	260,232	260,232	65,020	N/A	68,067	604	133,692	209,349	603,274	3,366	0		
Other Investments																								
1705	Other Jurisdictional Assets-Net	-10,062	N/A	N/A	-3,388	-6,674	-6,674	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A		
1710	Property Held for Future Use	0	0	0	0	0	0	0	N/A	N/A	N/A	0	0	0	N/A	0	0	0	0	0	0	0		
1720	Plant Under Construction	54,348	1,448	0	15,499	37,402	24,930	12,472	N/A	N/A	N/A	5,336	5,336	1,344	N/A	1,391	12	2,748	4,320	12,403	69	0		
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	N/A	N/A	N/A	0	0	0	N/A	0	0	0	0	0	0	0		
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	N/A	N/A	N/A	0	0	0	N/A	0	0	0	0	0	0	0		
1750	Other Deferred Charges	6,153	1	0	6,152	0	0	0	N/A	N/A	N/A	0	0	0	N/A	0	0	0	0	0	0	0		
1760	Inventories	14,202	281	0	3,878	10,033	6,770	3,262	N/A	N/A	N/A	1,393	1,393	351	N/A	364	3	719	1,132	3,244	18	0		
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	N/A	698	N/A	N/A	N/A	383	383	97	N/A	101	1	188	311	893	5	0		
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	-305	N/A	N/A	N/A	-131	-131	-33	N/A	-34	0	-47	-105	-304	-2	0		
1790	Total Other Investments	64,641	1,740	0	22,140	40,761	25,027	16,326	N/A	N/A	N/A	6,981	6,981	1,760	N/A	1,822	16	3,598	5,656	16,237	90	0		
Reserves																								
1820	Accumulated Depreciation	1,073,042	8,184	60	42,687	1,022,112	678,958	343,154	N/A	N/A	N/A	149,540	149,540	34,037	N/A	38,070	332	72,439	119,800	341,879	1,275	0		
1830	Accumulated Amortization	12,839	667	0	2,704	9,466	6,490	2,968	N/A	N/A	N/A	1,218	1,218	306	N/A	318	3	627	989	2,830	148	0		
1840	Deferred Operating Income Taxes	67,393	631	77	4,829	61,847	41,984	19,863	N/A	N/A	N/A	6,640	6,640	4,762	N/A	2,609	153	7,524	5,538	16,702	161	0		
1850	Customer Deposits	101	5	0	-51	146	99	47	N/A	N/A	N/A	21	21	5	N/A	5	0	16	47	0	0	0		
1870	Other Deferred Credits	-35,758	-1,687	0	265	-34,337	-22,913	-11,423	N/A	N/A	N/A	-4,900	-4,900	-1,224	N/A	-1,262	-11	-2,518	-3,942	-11,360	-63	0		
1881	Other Long-Term Liabilities	86,870	4,756	0	-31,857	113,972	79,745	34,227	N/A	N/A	N/A	14,684	14,684	3,665	N/A	3,859	34	7,558	11,794	34,037	190	0		
1882	Deferred Tax Liabilities	8,822	N/A	N/A	8,822	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A		
1883	Other Jurisdictional Liabilities & Deferred Credits	-28,070	N/A	N/A	221	-28,291	-28,291	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A		
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	388,847	N/A	N/A	N/A	167,302	167,302	41,551	N/A	43,578	511	85,641	134,193	387,136	1,710	0		
1890	Total Reserves	1,195,230	12,557	136	27,620	1,144,916	756,070	388,847	N/A	N/A	N/A	167,302	167,302	41,551	N/A	43,578	511	85,641	134,193	387,136	1,710	0		

Return Data																				
1910	Average Net Investment	N/A	N/A	N/A	N/A	719,269	485,742	234,120	N/A	N/A	99,911	25,229	N/A	26,310	110	51,649	80,814	232,374	1,746	0
1915	Net Return	N/A	N/A	N/A	N/A	N/A	N/A	44,826	N/A	N/A	N/A	10,444	N/A	3,411	-266	13,589	14,216	47,021	N/A	N/A
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	N/A	19.15	N/A	N/A	N/A	0	N/A	0	0	0	0	0	N/A	N/A
Miscellaneous Data																				
1950	Lifeline Adjustment	N/A	N/A	N/A	N/A	0	-16	16	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	N/A	0	7	-7	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1970	Common Line Support-Long Term	N/A	N/A	N/A	N/A	N/A	N/A	0	N/A	N/A	N/A	0	N/A	N/A	N/A	N/A	N/A	N/A	0	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
I	1630	E	1	THE REALLOCATION OF \$149,000 OF POWER AND COMMON COSTS ARE INCLUDED IN THIS AMOUNT.
	1640	E	2	THE REALLOCATION OF \$10,216,000 OF POWER AND COMMON COSTS ARE INCLUDED IN THIS AMOUNT.
	1650	E	3	THE REALLOCATION OF \$20,156,000 OF POWER AND COMMON COSTS ARE INCLUDED IN THIS AMOUNT.
	1590	E	4	CHANGE METHOD OF CALCULATION TO COLUMN B-C-D-F
	1680	ALL	5	INVESTMENT AMOUNTS CHANGED FROM GSF ONLY PER 69.310 TO INCLUDE GSF, COE, IOT & CWF PER 69.309.
	ALL	ALL	6	ALSO AFFECTS PART 69 ALLOCATION OF ANY LINES DEPENDENT ON LEASEHOLD INVESTMENT. ELIMINATION OF UNNECESSARY CONFIDENTIAL RECORD.

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
 (Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	SNFA and Intra-co Adjustments (d)	All Other Adjustments (e)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive			Special Access (s)	Billing & Collection (u)	IX (v)
										Switching		Total (r)			
										(n)	(p)				
Revenues															
1010	Basic Local Services	240,233	N/A	0	0	240,233	240,233	0	N/A	N/A	N/A	N/A	0	N/A	N/A
1020	Network Access Services	184,456	N/A	0	2,547	181,909	20,110	161,799	65,092	15,483	13,852	29,342	67,365	N/A	0
1030	Toll Network Services	44,057	N/A	0	0	44,057	44,059	-2	0	0	0	0	0	N/A	-2
1040	Miscellaneous	33,269	N/A	0	0	33,269	19,590	13,679	3,810	853	865	1,723	3,406	4,740	0
1045	Nonregulated	18,165	18,165	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1050	Settlements	735	N/A	0	0	735	735	0	0	0	0	0	0	0	0
1060	Uncollectibles	13,295	488	0	0	12,807	11,930	877	355	82	77	159	363	0	0
1090	Total Operating Revenues	507,619	17,677	0	2,547	487,395	312,797	174,598	68,548	16,254	14,640	30,906	70,407	4,739	-2
Expenses															
1120	Plant Specific	72,865	4,154	0	24	68,686	46,566	22,120	9,996	2,445	2,085	4,535	7,089	500	0
1130	Plant Non-Specific	32,603	497	0	42	32,063	21,147	10,916	4,588	1,146	1,126	2,280	4,047	0	0
1140	Customer Operations Marketing	17,162	2,008	0	0	15,154	10,508	4,646	1,953	486	473	962	1,731	0	0
1150	Customer Operations Services	39,366	4,318	0	55	34,993	28,017	6,975	522	53	57	457	1,505	3,645	846
1160	Corporate Operations	62,762	2,164	0	211	60,388	42,424	17,964	6,231	1,204	1,334	2,664	5,442	1,605	2,021
1170	Access	32,793	0	0	0	32,793	28,238	4,556	0	0	0	0	0	N/A	4,556
1180	Depreciation/Amortization	134,187	1,470	0	618	132,100	87,110	44,990	17,749	5,495	4,941	10,543	16,578	120	0
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	-14	-6	-1	-1	-3	-5	0	0
1190	Total Operating Expenses	391,738	14,611	0	950	376,177	264,010	112,153	41,034	10,828	10,015	21,439	36,387	5,869	7,423
Other Operating Items															
1290	Other Operating Income/Losses	3,473	33	0	102	3,338	2,319	1,019	429	108	116	224	360	6	0
Non-operating Items															
1320	Inc Effect/Jurisdictional Difference (Rev)	-2,952	N/A	N/A	0	-2,952	-2,952	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	25	0	0	25	0	0	0	0	0	0	0	0	0	0
1340	AFUDC (Rev)	3,019	37	0	0	2,983	1,978	1,005	421	105	105	211	368	5	0
1350	Special Charges (Exp)	699	1	0	681	17	12	5	2	1	1	1	2	0	0
1360	All Other Non-operating Items (Rev)	-20,785	0	0	-20,785	0	0	0	0	0	0	0	0	0	0
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	21,391	-36	0	21,440	-13	987	-1,000	-419	-105	-105	-210	-366	-5	0

Other Taxes														
1410 State and Local Income	5,283	69	0	0	5,213	271	4,942	2,274	546	344	825	2,962	-265	-853
1420 Other State and Local	4,017	30	0	1	3,987	2,956	1,031	432	108	107	216	379	5	0
1490 Total Other Taxes	9,300	99	0	1	9,200	3,227	5,973	2,705	654	452	1,040	3,340	-260	-853
Federal Income Taxes														
1510 Fixed Charges (Exp)	21,721	223	0	230	21,268	14,322	6,946	2,905	725	721	1,451	2,557	34	0
1520 IRS Income Adjustment (Rev)	503	N/A	0	0	503	329	174	73	18	19	37	63	1	0
1530 FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	N/A	5	2	1	1	1	2	0	0
1540 ITC Amortization (Rev)	1,985	21	0	0	1,964	1,304	660	278	70	75	146	233	4	0
1550 FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1590 Federal Income Taxes (Exp)	30,382	880	0	1,855	27,647	10,211	17,443	7,711	1,428	1,217	2,462	9,887	-316	-2,300
Plant-In-Service														
1620 Support Plant	143,350	5,442	0	444	137,463	96,634	40,830	15,856	3,959	3,920	7,907	13,857	3,210	0
1630 Operator Systems Equipment	1,104	85	0	-522	1,541	1,091	450	N/A	0	0	450	N/A	N/A	0
1640 COE-Switching	416,814	5,461	0	30,996	380,357	280,452	99,905	19,664	63,832	16,409	80,241	0	N/A	0
1650 COE-Transmission	482,525	0	0	13,873	468,653	273,437	195,216	56,588	0	25,140	25,140	113,488	N/A	0
1660 Cable and Wire Facilities	931,958	0	0	17,489	914,470	608,121	306,349	174,616	0	21,535	21,535	110,199	N/A	0
1670 IOT Equipment	28,702	9,151	0	211	19,340	14,505	4,835	4,815	N/A	N/A	20	N/A	N/A	0
1680 Amortizable Assets	40,963	1,705	0	8,982	30,276	20,332	9,944	4,171	1,042	1,036	2,086	3,638	50	0
1690 Total Plant In-Service	2,045,418	21,844	0	71,474	1,952,100	1,294,571	657,528	275,710	68,832	68,040	137,357	241,201	3,260	0
Other Investments														
1705 Other Jurisdictional Assets-Net	-17,299	N/A	N/A	-2,207	-15,093	-15,093	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1710 Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1720 Plant Under Construction	19,796	265	0	-27,705	47,235	31,320	15,915	6,672	1,665	1,633	3,310	5,856	78	0
1730 Plant Acquisition Adjustment	0	0	N/A	0	0	0	0	0	0	0	0	0	0	0
1740 Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1750 Other Deferred Charges	10,697	0	0	10,697	0	0	0	0	0	0	0	0	0	0
1760 Inventories	29,803	116	0	5,753	23,933	15,944	7,990	3,348	837	836	1,678	2,923	40	0
1770 Cash Working Capital	N/A	N/A	N/A	N/A	N/A	N/A	1,430	603	151	159	311	510	7	0
1780 FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	-289	-121	-30	-30	-60	-106	-1	0
1790 Total Other Investments	42,996	381	0	-13,461	56,076	32,171	25,046	10,502	2,622	2,598	5,239	9,183	123	0
Reserves														
1820 Accumulated Depreciation	1,166,084	13,330	0	47,252	1,105,502	730,669	374,832	160,449	37,236	38,185	75,782	137,471	1,130	0
1830 Accumulated Amortization	19,157	901	0	3,179	15,077	10,240	4,837	1,972	493	492	989	1,718	158	0
1840 Deferred Operating Income Taxes	67,059	716	0	-701	67,044	45,468	21,576	7,209	5,089	2,658	7,906	6,318	143	0
1850 Customer Deposits	62	2	0	-18	78	52	26	11	3	3	5	10	0	0
1870 Other Deferred Credits	-35,891	-1,090	0	-431	-34,370	-22,794	-11,576	-4,855	-1,212	-1,198	-2,418	-4,246	-57	0
1881 Other Long-Term Liabilities	86,870	4,837	0	-715	82,748	58,152	24,596	10,319	2,576	2,558	5,152	9,002	123	0
1882 Deferred Tax Liabilities	8,700	N/A	N/A	8,700	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883 Other Jurisdictional Liabilities & Deferred Credits	-32,356	N/A	N/A	-1,352	-31,004	-31,004	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885 FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1890 Total Reserves	1,279,685	18,697	0	55,914	1,205,074	790,762	414,292	175,106	44,184	42,698	87,416	150,274	1,497	0

Return Data													
1910	Average Net Investment	N/A	N/A	N/A	N/A	803,101	535,960	268,282	111,106	27,270	27,940	55,180	100,110
1915	Net Return	N/A	N/A	N/A	N/A	N/A	N/A	41,048	17,945	3,557	3,177	6,400	21,519
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	N/A	15.3	0	0	0	0	0
Miscellaneous Data													
1950	Lifeline Adjustment	N/A	N/A	N/A	N/A	0	-59	59	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	N/A	0	-7	7	N/A	N/A	N/A	N/A	N/A
1970	Common Line Support-Long Term	N/A	N/A	N/A	N/A	N/A	N/A	-412	-412	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
I	1590	E	1	CHANGE METHOD OF CALCULATION TO COLUMN B-C-D-F
		B	2	ELIMINATE THE STATE TAX ACCOUNTS FORMERLY INCLUDED.
		C	3	ELIMINATE THE STATE TAX ACCOUNTS FORMERLY INCLUDED.
		ALL	4	INVESTMENT AMOUNTS CHANGED FROM GSF ONLY PER 69.310 TO INCLUDE GSF, COE, IOT & CWF PER 69.309.
ALL	1680			ALSO AFFECTS PART 69 ALLOCATION OF ANY LINES DEPENDENT ON LEASEHOLD INVESTMENT.
				CORRECTION OF PART 69 FACTORS FOR IOT CAT 1, COE CAT 2, OPERATOR SERVICE EXPENSE AND CUST SVC CAT 1.
				ELIMINATION OF UNNECESSARY CONFIDENTIAL RECORD.

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive			Special Access (s)	Billing & Collection (u)	IX (v)
									Switching (n)	Transport (p)	Total (r)			
Revenues														
1010	Basic Local Services	218,008	N/A	0	218,008	218,008	0	N/A	N/A	N/A	N/A	0	N/A	N/A
1020	Network Access Services	186,520	N/A	2,170	184,350	24,885	159,465	63,304	11,340	12,879	24,223	71,938	N/A	0
1030	Toll Network Services	37,752	N/A	0	37,752	37,752	0	0	0	0	0	0	N/A	0
1040	Miscellaneous	30,639	N/A	0	30,639	18,095	12,544	3,676	747	727	1,477	3,320	3,934	136
1045	Nonregulated	14,901	14,901	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1050	Settlements	716	N/A	0	716	716	0	0	0	0	0	0	0	0
1060	Uncollectibles	24,855	956	0	23,899	16,134	7,765	3,086	566	669	1,236	3,433	2	8
1090	Total Operating Revenues	463,680	13,945	2,170	447,565	283,322	164,244	63,894	11,521	12,937	24,464	71,826	3,932	128
Expenses														
1120	Plant Specific	71,846	5,831	24	65,991	44,864	21,127	9,833	2,297	1,482	3,783	6,183	743	585
1130	Plant Non-Specific	23,499	1,140	65	22,294	14,763	7,531	3,180	809	665	1,478	2,667	0	206
1140	Customer Operations Marketing	13,112	814	0	12,298	8,383	3,915	1,653	420	346	768	1,387	0	107
1150	Customer Operations Services	39,416	3,687	55	35,674	26,372	9,302	271	12	10	21	3,185	4,778	1,046
1160	Corporate Operations	73,292	4,715	203	68,374	48,479	19,894	6,333	1,471	1,064	2,538	5,749	2,418	2,856
1170	Access	43,462	0	0	43,462	38,719	4,744	0	0	0	0	0	N/A	4,744
1180	Depreciation/Amortization	139,476	2,053	625	136,799	90,181	46,618	18,285	5,700	4,229	9,996	16,717	169	1,452
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-13	-5	-1	-1	-2	-5	0	0
1190	Total Operating Expenses	404,104	18,241	972	384,891	271,761	113,118	39,550	10,708	7,794	18,581	35,883	8,108	10,996
Other Operating Items														
1290	Other Operating Income/Losses	10	0	132	-122	-82	-41	-17	-4	-4	-8	-14	0	-1
Non-operating Items														
1320	Inc Effect/Jurisdictional Difference (Rev)	-228	N/A	0	-228	-228	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	-2,585	-27	-2,558	0	0	0	0	0	0	0	0	0	0
1340	AFUDC (Rev)	975	15	0	960	638	322	135	34	28	63	113	2	9
1350	Special Charges (Exp)	716	0	709	7	5	2	1	0	0	0	1	0	0
1360	All Other Non-operating Items (Rev)	3,266	0	3,266	0	0	0	0	0	0	0	0	0	0
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	-712	12	1	-725	-405	-320	-134	-34	-28	-62	-113	-2	-9

Other Taxes													
1410 State and Local Income	2,358	-395	0	2,753	-409	3,162	1,546	-34	306	267	2,416	-290	-776
1420 Other State and Local	3,152	19	1	3,132	1,817	1,314	551	140	115	256	462	9	36
1490 Total Other Taxes	5,509	-376	1	5,884	1,408	4,477	2,097	106	421	523	2,879	-281	-741
Federal Income Taxes													
1510 Fixed Charges (Exp)	19,871	204	326	19,341	13,094	6,247	2,620	666	548	1,217	2,197	42	170
1520 IRS Income Adjustment (Rev)	733	N/A	0	733	486	247	104	26	22	48	87	2	7
1530 FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	5	2	1	0	1	2	0	0
1540 ITC Amortization (Rev)	930	9	0	921	612	309	130	33	27	60	109	2	8
1550 FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1590 Federal Income Taxes (Exp)	11,747	-1,691	784	12,654	-1,358	14,018	6,818	1	1,450	1,426	10,760	-1,379	-3,607
Plant-In-Service													
1620 Support Plant	148,980	4,891	4,358	139,731	96,841	42,889	16,196	4,121	3,384	7,525	13,579	4,540	1,050
1630 Operator Systems Equipment	1,104	85	-87	1,107	784	323	N/A	0	0	323	N/A	N/A	0
1640 COE-Switching	421,950	5,601	14,327	402,022	296,012	106,010	21,027	67,732	0	67,732	0	N/A	17,251
1650 COE-Transmission	498,053	0	-373	498,426	285,273	213,154	55,665	0	33,497	33,497	123,991	N/A	0
1660 Cable and Wire Facilities	957,695	0	12,449	945,246	639,148	306,097	184,795	0	22,121	22,121	99,181	N/A	0
1670 IOT Equipment	25,621	9,185	-2,459	18,894	14,171	4,724	4,704	N/A	N/A	N/A	19	N/A	N/A
1680 Amortizable Assets	38,001	1,711	1,212	35,078	23,471	11,607	4,869	1,239	1,017	2,262	4,082	78	316
1690 Total Plant In-Service	2,091,403	21,474	29,427	2,040,503	1,355,699	684,804	287,256	73,092	60,020	133,460	240,853	4,619	18,616
Other Investments													
1705 Other Jurisdictional Assets-Net	-18,104	N/A	-424	-17,680	-17,680	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1710 Property Held for Future Use	0	0	-4	4	2	1	1	0	0	0	0	0	0
1720 Plant Under Construction	13,321	211	-1,914	15,024	9,982	5,042	2,115	538	442	983	1,773	34	137
1730 Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0
1740 Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0
1750 Other Deferred Charges	178,371	0	178,371	0	0	0	0	0	0	0	0	0	0
1760 Inventories	1,649	80	-27,121	28,689	19,399	9,290	3,898	992	814	1,811	3,267	62	253
1770 Cash Working Capital	N/A	N/A	N/A	N/A	N/A	3,588	1,505	383	315	699	1,262	24	97
1780 FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-269	-113	-29	-24	-52	-95	-2	-7
1790 Total Other Investments	175,238	292	148,909	26,037	11,704	17,652	7,405	1,884	1,547	3,440	6,209	119	480
Reserves													
1820 Accumulated Depreciation	1,258,949	15,923	46,996	1,196,030	792,824	403,206	173,302	41,149	35,077	76,483	141,438	1,503	10,480
1830 Accumulated Amortization	17,962	832	1,228	15,902	10,728	5,174	2,098	534	438	974	1,759	208	136
1840 Deferred Operating Income Taxes	79,041	-1,098	8,013	72,126	48,695	23,431	7,498	5,605	1,750	7,505	6,765	235	1,428
1850 Customer Deposits	56	2	-26	80	53	27	11	3	2	5	9	0	1
1870 Other Deferred Credits	-35,923	-1,710	64	-34,277	-22,774	-11,504	-4,825	-1,228	-1,008	-2,242	-4,046	-78	-313
1881 Other Long-Term Liabilities	86,870	5,269	1,230	80,372	55,702	24,670	10,349	2,633	2,162	4,808	8,677	166	671
1882 Deferred Tax Liabilities	8,700	N/A	8,700	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883 Other Jurisdictional Liabilities & Deferred Credits	-32,932	N/A	-272	-32,659	-32,659	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885 FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1890 Total Reserves	1,382,724	19,218	65,933	1,297,573	852,569	445,005	188,432	48,696	38,422	87,534	154,602	2,034	12,403

Return Data												
1910	Average Net Investment	N/A	N/A	N/A	768,967	514,834	257,451	106,229	26,280	23,145	49,366	92,459
1915	Net Return	N/A	N/A	N/A	N/A	N/A	32,911	15,546	736	3,296	3,988	22,402
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	12.78	0	0	0	0	0
Miscellaneous Data												
1950	Lifeline Adjustment	N/A	N/A	N/A	0	-8	8	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	0	0	0	N/A	N/A	N/A	N/A	N/A
1970	Common Line Support-Long Term	N/A	N/A	N/A	N/A	N/A	-420	-420	N/A	N/A	N/A	N/A

Net Return 42,330 -2,229 545 44,014 11,429 32,590

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
1	ALL	ALL	1	BASIS OF PRESENTATION: THE FEDERAL COMMUNICATIONS COMMISSION (FCC) DOCKET NO. 86-111 REQUIRED THAT TIER 1 LOCAL EXCHANGE CARRIERS PREPARE A COST ALLOCATION MANUAL (CAM) FOR THE FCC'S REVIEW AND APPROVAL. THE VERIZON TELEPHONE COMPANIES CAM DESCRIBES THE COST ALLOCATION SYSTEM USED BY NEW ENGLAND TELEPHONE & TELEGRAPH COMPANY (THE COMPANY) TO APPORTION COSTS BETWEEN ITS REGULATED AND NON-REGULATED ACTIVITIES IN ACCORDANCE WITH THE FCC'S RULES AND REGULATIONS. THE VERIZON TELEPHONE COMPANIES CAM, AS AMENDED THROUGH DECEMBER 31, 2001 HAS BEEN FILED WITH THE FCC. THE COMPANY'S FCC REPORT 43-03, ARMS JOINT COST REPORT WAS PREPARED PURSUANT TO THE VERIZON TELEPHONE COMPANIES CAM. THE FCC'S JOINT COST ORDERS ISSUED IN CONJUNCTION WITH FCC DOCKET NO.86-111 AND THE FCC'S PUBLISHED RULES AND REGULATIONS THERETO (INCLUDING 47 CFR SECTIONS 32.23, 32.27, 64.901 AND 64.903) IN FORCE AS OF DECEMBER 10, 2001. THIS REPORT WAS PREPARED FOR THE PURPOSE OF COMPLYING WITH THOSE RULES AND REGULATIONS AND IS NOT INTENDED TO BE A COMPLETE PRESENTATION OF THE COMPANY'S CONSOLIDATED FINANCIAL STATEMENTS.
1670	M	2		CORRECTED PART 69 ALLOCATION. FACTORS WERE REVERSED BETWEEN COLUMNS M AND S.
	S	3		CORRECTED PART 69 ALLOCATION. FACTORS WERE REVERSED BETWEEN COLUMNS M AND S.
ALL	ALL	4		INVESTMENT AMOUNTS CHANGED FROM GSF AND ONLY PER 69.310 TO INCLUDE GSF, COE, IOT & CWF PER 69.309. ALSO AFFECTS PART 69 ALLOCATION OF ANY LINES DEPENDENT ON LEASEHOLD INVESTMENT.

COMPANY: VERIZON NEW ENGLAND
STUDY AREA: NEW HAMPSHIRE
PERIOD: From: Jan 2003 To: Dec 2003
COSA: NENH

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive			Special Access (s)	Billing & Collection (u)	IX (v)
									Switching (n)	Transport (p)	Total (r)			
Revenues														
1010	Basic Local Services	204,388	N/A	0	204,388	204,388	0	N/A	N/A	N/A	N/A	0	N/A	N/A
1020	Network Access Services	171,678	N/A	2,240	169,439	21,523	147,916	61,482	10,309	9,724	20,033	66,400	N/A	0
1030	Toll Network Services	32,491	N/A	0	32,491	32,492	0	0	0	0	0	0	N/A	0
1040	Miscellaneous	39,033	N/A	0	39,033	23,147	15,887	4,250	925	833	1,764	3,658	5,995	220
1045	Nonregulated	13,452	13,452	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1060	Uncollectibles	10,138	296	0	9,843	8,917	925	382	66	53	119	422	0	1
1090	Total Operating Revenues	450,906	13,156	2,240	435,509	272,632	162,877	65,350	11,168	10,504	21,678	69,636	5,995	218
Expenses														
1120	Plant Specific	75,157	5,805	24	69,328	47,092	22,236	10,957	1,581	1,641	3,229	7,043	604	403
1130	Plant Non-Specific	30,538	1,392	96	29,051	19,119	9,931	4,126	1,030	870	1,908	3,636	0	262
1140	Customer Operations Marketing	14,709	817	0	13,892	9,470	4,422	1,837	459	388	850	1,618	0	117
1150	Customer Operations Services	38,415	3,784	55	34,576	25,560	9,015	263	11	9	20	3,087	4,631	1,014
1160	General & Administrative	103,164	5,617	214	97,333	67,735	29,599	10,171	192	1,802	2,005	9,660	3,405	4,358
1170	Access	18,527	0	0	18,527	12,418	6,109	0	0	0	0	0	N/A	6,109
1180	Depreciation/Amortization	144,372	1,635	632	142,105	93,145	48,960	18,911	5,592	4,440	10,128	18,338	158	1,424
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-17	-7	-2	-1	-3	-6	0	0
1190	Total Operating Expenses	424,882	19,049	1,021	404,812	274,539	130,255	46,258	8,864	9,149	18,136	43,377	8,798	13,687
Other Operating Items														
1290	Other Operating Income/Losses	-108	-7	0	-101	-67	-34	-14	-4	-3	-7	-13	0	-1
Non-operating items														
1320	Inc Effect/Jurisdictional Difference (Rev)	-513	N/A	0	-513	-513	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	0	0	0	0	0	0
1365	Non-operating Income and Expenses	-15,225	4	-15,694	465	307	158	66	16	14	30	57	1	4
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	15,738	-4	15,694	48	206	-158	-66	-16	-14	-30	-57	-1	-4

Other Taxes															
1410	State and Local Income	-2,573	4,578	0	-7,151	-6,416	-735	166	433	-83	341	451	-554	-1,139	
1420	Other State and Local	3,091	20	1	3,070	2,023	1,047	432	108	91	200	382	6	27	
1490	Total Other Taxes	518	4,598	1	-4,081	-4,393	312	598	541	8	541	833	-547	-1,112	
Federal Income Taxes															
1510	Fixed Charges (Exp)	19,390	189	170	19,031	12,566	6,466	2,672	668	564	1,237	2,349	38	170	
1520	IRS Income Adjustment (Rev)	1,684	N/A	0	1,684	1,122	562	232	58	49	108	204	3	15	
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	0	0	0	0	0	0	0	0	
1540	ITC Amortization (Rev)	553	5	0	548	362	186	77	19	16	36	68	1	5	
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	
1590	Federal Income Taxes (Exp)	1,804	-4,199	502	5,500	-3,593	9,099	5,560	389	279	628	8,096	-802	-4,383	
Plant-In-Service															
1620	Support Plant	153,958	4,276	3,159	146,523	101,017	45,507	17,221	4,310	3,632	7,970	15,109	4,109	1,098	
1630	COE-Operator Systems Equipment	1,565	85	-45	1,525	1,080	445	N/A	0	0	445	N/A	N/A	0	
1640	COE-Switching	423,137	5,681	12,057	405,399	298,499	106,900	21,204	68,301	0	68,301	0	N/A	17,396	
1650	COE-Transmission	527,959	0	1,062	526,897	296,627	230,270	57,884	0	34,843	34,843	137,543	N/A	0	
1660	Cable and Wire Facilities	986,025	0	15,433	970,592	656,287	314,305	189,750	0	22,714	22,714	101,840	N/A	0	
1670	IoT Equipment	23,328	7,274	-223	16,276	12,207	4,069	4,052	N/A	N/A	N/A	17	N/A	N/A	
1680	Amortizable Assets	20,683	782	-1,280	21,180	14,044	7,136	2,981	747	629	1,380	2,608	-23	190	
1690	Total Plant In-Service	2,136,655	18,098	30,164	2,088,393	1,379,761	708,632	293,092	73,357	61,818	135,653	257,117	4,086	18,684	
Other Investments															
1705	Other Jurisdictional Assets-Net	-18,980	N/A	-439	-18,541	-18,541	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0	
1720	Plant Under Construction	7,113	39	-1,343	8,418	5,563	2,855	1,182	296	249	547	1,034	17	75	
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0	
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0	
1750	Other Deferred Charges	152,861	0	152,861	0	0	0	0	0	0	0	0	0	0	
1760	Inventories	1,263	77	-441	1,628	1,100	527	218	55	46	101	191	3	14	
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	-1,183	-489	-123	-103	-227	-430	-6	-31	
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-255	-105	-26	-22	-49	-92	-1	-7	
1790	Total Other Investments	142,257	115	150,638	-8,495	-11,877	1,944	805	202	170	372	702	13	51	
Reserves															
1820	Accumulated Depreciation	1,351,606	14,739	47,961	1,288,906	850,823	438,083	185,189	43,267	38,104	81,682	158,939	1,253	11,020	
1830	Accumulated Amortization	0	0	0	0	0	0	0	0	0	0	0	0	0	
1840	Deferred Operating Income Taxes	69,938	-1,709	-6,303	77,950	52,416	25,534	7,831	5,931	1,965	8,043	7,937	212	1,511	
1850	Customer Deposits	17	0	-9	25	17	9	4	1	1	2	3	0	0	
1865	Other Long-term Liabilities & Deferred Credits	50,459	2,799	-31,902	79,563	54,879	24,685	10,207	2,554	2,153	4,724	8,960	143	651	
1882	Deferred Tax Liabilities	328	N/A	328	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	-33,295	N/A	-228	-33,067	-33,067	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	0
1890	Total Reserves	1,439,053	15,829	9,846	1,413,378	925,067	488,310	203,231	51,753	42,222	94,451	175,839	1,609	13,181	

Return Data														
1910	Average Net Investment	N/A	N/A	N/A	666,519	442,816	222,265	90,667	21,806	19,765	41,575	81,981	2,489	5,554
1915	Net Return	N/A	N/A	N/A	N/A	N/A	23,334	12,985	1,387	1,079	2,397	17,374	N/A	N/A
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	10.5	0	0	0	0	0	N/A	N/A
Miscellaneous Data														
1950	Lifeline Adjustment	N/A	N/A	N/A	0	-2	2	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	0	0	0	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1970	Common Line Support-Long Term	N/A	N/A	N/A	N/A	N/A	-548	-548	N/A	N/A	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
I	ALL	H	1	THE INTERSTATE COLUMN DOES NOT MEET THE PRICE CAP ORDER ON RECONSIDERATION DEFINITION OF TOTAL INTERSTATE AND SHOULD NOT BE RECONSIDERATION DEFINITION OF TOTAL INTERSTATE AND SHOULD NOT BE CONSTRUED TO REPRESENT EARNINGS LEVELS UNDER PRICE CAP REGULATION.
		F	2	INVESTMENT AMOUNTS REFLECTED IN LINES 1620 THROUGH 1890 OF COLUMNS (F) THROUGH (V) REPRESENT THE AVERAGE OF MONTHLY BALANCES. ADJUSTMENTS TO YEAR-END BALANCES TO CONVERT TO AVERAGE BALANCES ARE MADE IN COLUMN (D).
		G	3	THE STATE AMOUNTS REFLECTED IN COLUMN (G) ARE NOT DEVELOPED PURSUANT TO STATE PUBLIC UTILITY COMMISSION RATE-MAKING RULES AND ACCORDINGLY SHOULD NOT BE USED FOR STATE RATE-MAKING PURPOSES.
1770		ALL	4	CASH WORKING CAPITAL AVERAGING CALCULATION CORRECTED TO INCLUDE ALL DATAPOINTS.
1790		ALL	5	SUBTOTAL CORRECTED TO REFLECT CASH WORKING CAPITAL CORRECTION
1910		ALL	6	SUBTOTAL CORRECTED TO REFLECT CASH WORKING CAPITAL CORRECTION
1920		H	7	SUBTOTAL CORRECTED TO REFLECT CASH WORKING CAPITAL CORRECTION

COMPANY: VERIZON NEW ENGLAND
STUDY AREA: NEW HAMPSHIRE
PERIOD: From: Jan 2004 To: Dec 2004
COSA: NENH

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive		Special Access (s)	Billing & Collection (u)	IX (v)	
									Switching (n)	Transport (p)				Total (r)
Revenues														
1010	Basic Local Services	194,153	N/A	0	194,153	194,153	0	N/A	N/A	N/A	0	N/A	N/A	
1020	Network Access Services	163,119	N/A	602	162,517	19,124	143,393	55,718	9,585	9,064	18,649	69,026	N/A	
1030	Toll Network Services	31,926	N/A	0	31,926	31,916	11	0	0	0	0	N/A	11	
1040	Miscellaneous	46,837	N/A	0	46,837	29,025	17,812	5,455	1,179	1,092	2,277	4,815	282	
1045	Nonregulated	13,814	13,814	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
1060	Uncollectibles	10,986	354	14	10,618	10,301	318	136	19	24	43	137	1	
1090	Total Operating Revenues	438,863	13,460	588	424,815	263,917	160,898	61,036	10,745	10,132	20,883	73,704	291	
Expenses														
1120	Plant Specific	85,689	7,087	338	78,264	52,611	25,653	11,712	3,589	1,678	5,272	7,191	563	
1130	Plant Non-Specific	27,118	1,681	74	25,364	16,655	8,708	3,643	870	768	1,642	3,202	0	
1140	Customer Operations Marketing	15,203	645	34	14,523	9,900	4,623	1,936	461	408	871	1,699	0	
1150	Customer Operations Services	42,482	4,141	56	38,285	28,302	9,983	291	11	10	22	3,419	5,128	
1160	General & Administrative	77,026	5,129	44	71,854	49,418	22,436	7,048	1,923	1,146	3,074	6,228	2,300	
1170	Access	5,631	0	0	5,631	-563	6,193	0	0	0	0	N/A	6,193	
1180	Depreciation/Amortization	145,996	1,248	226	144,522	94,409	50,113	19,437	5,548	4,578	10,204	18,902	156	
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-16	-7	-2	-1	-3	-6	0	
1190	Total Operating Expenses	399,145	19,931	771	378,443	250,734	127,693	44,060	12,400	8,587	21,082	40,635	8,147	
Other Operating Items														
1290	Other Operating Income/Losses	47	0	0	47	31	16	7	2	1	3	6	0	
Non-operating Items														
1320	Inc Effect/Jurisdictional Difference (Rev)	-326	N/A	0	-326	-326	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	0	0	0	0	0	
1365	Non-operating Income and Expenses	22,191	2	21,816	373	245	128	53	13	11	24	47	1	
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	
1390	Total Non-operating Items (Exp)	-21,865	-2	-21,816	-47	81	-128	-53	-13	-11	-24	-47	-1	

Other Taxes														
1410	State and Local Income	-70	29	0	-99	383	-481	-78	176	136	315	-699	233	-253
1420	Other State and Local	4,206	41	7	4,158	2,634	1,524	634	151	134	285	557	9	38
1490	Total Other Taxes	4,136	70	7	4,060	3,017	1,043	557	327	270	600	-142	243	-215
Federal Income Taxes														
1510	Fixed Charges (Exp)	19,348	173	134	19,042	12,550	6,493	2,700	644	569	1,217	2,372	39	164
1520	IRS Income Adjustment (Rev)	-1,433	N/A	0	-1,433	-945	-488	-206	-46	-43	-89	-177	-3	-12
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	0	0	0	0	0	0	0	0
1540	ITC Amortization (Rev)	497	4	0	493	325	168	70	17	15	32	61	1	4
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1590	Federal Income Taxes (Exp)	4,560	-2,090	-533	7,183	-1,507	8,696	4,681	-947	222	-759	10,689	-1,208	-4,706
Plant-In-Service														
1620	Support Plant	157,470	5,185	2,312	149,973	103,194	46,779	17,734	4,246	3,737	8,007	15,602	4,356	1,081
1630	COE-Operator Systems Equipment	1,324	72	-25	1,278	905	373	N/A	0	0	373	N/A	N/A	0
1640	COE-Switching	393,279	1,313	-5,258	397,224	292,479	104,745	20,776	66,923	0	66,923	0	N/A	17,045
1650	COE-Transmission	519,058	0	-14,627	533,685	297,579	236,105	59,436	0	35,535	35,535	141,135	N/A	0
1660	Cable and Wire Facilities	1,009,097	0	10,886	998,211	674,962	323,249	195,150	0	23,361	23,361	104,738	N/A	0
1670	IOT Equipment	23,960	7,604	-77	16,432	12,324	4,108	4,091	N/A	N/A	N/A	17	N/A	N/A
1680	Amortizable Assets	15,363	647	-2,284	17,000	11,254	5,746	2,412	579	508	1,091	2,124	-29	147
1690	Total Plant In-Service	2,119,550	14,821	-9,074	2,113,804	1,392,698	721,105	299,599	71,748	63,141	135,289	263,616	4,327	18,274
Other Investments														
1705	Other Jurisdictional Assets-Net	-20,012	N/A	-558	-19,453	-19,453	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0
1720	Plant Under Construction	20,631	154	12,238	8,239	5,429	2,811	1,168	279	246	527	1,028	17	71
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0
1750	Other Deferred Charges	152,861	0	152,861	0	0	0	0	0	0	0	0	0	0
1760	Inventories	3,066	88	1,114	1,864	1,261	604	251	60	53	113	221	4	15
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	-1,858	-773	-184	-163	-348	-678	-11	-47
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-239	-99	-24	-21	-45	-88	-1	-6
1790	Total Other Investments	156,546	241	165,654	-9,349	-12,764	1,318	547	131	115	247	482	8	33
Reserves														
1820	Accumulated Depreciation	1,407,825	6,891	27,763	1,373,171	904,148	469,022	198,276	45,608	40,905	86,711	171,115	1,304	11,616
1830	Accumulated Amortization	0	0	0	0	0	0	0	0	0	0	0	0	0
1840	Deferred Operating Income Taxes	67,098	-2,164	1,264	67,998	45,237	22,761	5,458	6,023	1,887	7,920	7,494	355	1,534
1850	Customer Deposits	-59	-2	-58	1	1	0	0	0	0	0	0	0	0
1865	Other Long-term Liabilities & Deferred Credits	51,806	3,202	-31,423	80,027	55,048	24,979	10,378	2,485	2,187	4,686	9,131	152	633
1882	Deferred Tax Liabilities	1,346	N/A	1,346	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	-34,000	N/A	-396	-33,605	-33,605	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1890	Total Reserves	1,494,016	7,927	-1,503	1,487,592	970,829	516,763	214,111	54,116	44,979	99,316	187,741	1,812	13,783

Return Data													
1910	Average Net Investment	N/A	N/A	N/A	616,862	409,105	205,660	86,035	17,763	18,277	36,219	76,358	2,524
1915	Net Return	N/A	N/A	N/A	N/A	N/A	23,610	11,799	-1,020	1,066	-13	22,575	N/A
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	11.48	0	0	0	0	0	N/A
Miscellaneous Data													
1950	Lifeline Adjustment	N/A	N/A	N/A	0	-1	1	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	0	0	0	N/A	N/A	N/A	N/A	N/A	N/A
1970	Common Line Support-Long Term	N/A	N/A	N/A	N/A	N/A	0	0	N/A	N/A	N/A	N/A	N/A

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	ALL		3	INVESTMENT AMOUNTS REFLECTED IN LINES 1620 THROUGH 1890 OF COLUMNS (F) THROUGH (V) REPRESENT THE AVERAGE OF MONTHLY BALANCES. ADJUSTMENTS TO CONVERT YEAR-END BALANCES TO AVERAGE BALANCES ARE MADE IN COLUMN (D).

COMPANY: VERIZON NEW ENGLAND

STUDY AREA: NEW HAMPSHIRE

PERIOD: From: Jan 2005 To: Dec 2005

COSA: NENH

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive			Special Access (s)	Billing & Collection (u)	IX (v)
									Switching (n)	Transport (p)	Total (r)			
Revenues														
1010	Basic Local Services	185,193	N/A	0	185,193	185,193	0	N/A	N/A	N/A	N/A	0	N/A	N/A
1020	Network Access Services	167,395	N/A	286	167,109	19,212	147,897	54,144	9,390	7,575	16,965	76,788	N/A	0
1030	Toll Network Services	33,104	N/A	0	33,104	33,041	62	0	0	0	0	0	N/A	62
1040	Miscellaneous	51,531	N/A	0	51,531	31,389	20,142	6,033	1,271	1,205	2,483	5,436	5,884	306
1045	Nonregulated	18,879	18,879	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1060	Uncollectibles	3,511	173	4	3,335	3,849	-514	-197	-28	-25	-52	-263	0	-1
1090	Total Operating Revenues	452,591	18,706	283	433,603	264,987	168,616	60,374	10,689	8,804	19,501	82,487	5,884	369
Expenses														
1120	Plant Specific	106,424	7,485	103	98,837	66,031	32,805	14,657	5,174	2,080	7,268	8,982	582	1,318
1130	Plant Non-Specific	37,113	2,637	18	34,458	22,567	11,891	4,989	1,137	1,048	2,191	4,421	0	290
1140	Customer Operations Marketing	15,617	556	9	15,053	10,261	4,792	2,010	459	422	884	1,781	0	117
1150	Customer Operations Services	42,641	3,449	55	39,137	28,932	10,205	298	11	10	22	3,496	5,242	1,148
1160	General & Administrative	62,578	3,402	11	59,165	40,307	18,857	6,135	1,914	1,002	2,922	5,235	1,606	2,958
1170	Access	19,711	0	0	19,711	12,043	7,668	0	0	0	0	0	N/A	7,668
1180	Depreciation/Amortization	147,947	2,286	113	145,548	94,784	50,764	19,735	5,397	4,640	10,119	19,402	133	1,375
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-15	-6	-1	-1	-3	-6	0	0
1190	Total Operating Expenses	432,032	19,815	309	411,909	274,926	136,967	47,818	14,091	9,201	23,402	43,311	7,563	14,873
Other Operating Items														
1290	Other Operating Income/Losses	170	1	0	170	111	58	24	6	5	11	22	0	1
Non-operating Items														
1320	Inc Effect/Jurisdictional Difference (Rev)	-1,967	N/A	0	-1,967	-1,967	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	0	0	0	0	0	0
1365	Non-operating Income and Expenses	6,332	15	4,320	1,996	1,310	686	286	65	60	126	254	3	17
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	-4,365	-15	-4,320	-29	656	-686	-286	-65	-60	-126	-254	-3	-17

Other Taxes															
1410	State and Local Income	-1,834	-1,171	0	-663	332	-995	-237	94	27	124	-1,418	52	483	
1420	Other State and Local	2,062	4	2	2,056	1,726	330	138	31	29	60	123	2	8	
1490	Total Other Taxes	228	-1,166	2	1,393	2,058	-665	-99	125	56	184	-1,295	54	491	
Federal Income Taxes															
1510	Fixed Charges (Exp)	20,632	142	-22	20,513	13,487	7,026	2,933	670	616	1,289	2,597	36	171	
1520	IRS Income Adjustment (Rev)	-1,304	N/A	0	-1,304	-850	-454	-190	-42	-40	-82	-170	-2	-11	
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	0	0	0	0	0	0	0	0	
1540	ITC Amortization (Rev)	419	3	0	416	273	143	60	14	13	26	53	1	3	
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	
1590	Federal Income Taxes (Exp)	-1,173	-484	188	-877	-9,681	8,809	3,386	-1,472	-378	-1,889	13,240	-619	-5,308	
Plant-In-Service															
1620	Support Plant	162,643	4,763	4,927	152,953	104,392	48,561	18,787	4,293	3,945	8,263	16,623	3,794	1,093	
1630	COE-Operator Systems Equipment	1,339	72	-50	1,317	933	384	N/A	0	0	384	N/A	N/A	0	
1640	COE-Switching	396,901	1,318	10,150	385,432	283,796	101,635	20,159	64,936	0	64,936	0	N/A	16,539	
1650	COE-Transmission	539,692	0	4,199	535,493	296,227	239,266	59,700	0	35,682	35,682	143,884	N/A	0	
1660	Cable and Wire Facilities	1,046,369	0	21,902	1,024,467	692,716	331,751	200,283	0	23,975	23,975	107,493	N/A	0	
1670	IOT Equipment	22,506	6,368	139	15,999	11,999	4,000	3,983	N/A	N/A	16	N/A	N/A	N/A	
1680	Amortizable Assets	9,032	446	-2,476	11,063	7,292	3,770	1,586	363	333	698	1,402	-8	92	
1690	Total Plant In-Service	2,178,482	12,968	38,790	2,126,724	1,397,356	729,368	304,498	69,593	63,935	133,939	269,419	3,787	17,725	
Other Investments															
1705	Other Jurisdictional Assets-Net	-22,520	N/A	-2,164	-20,356	-20,356	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1720	Plant Under Construction	51,757	422	16,389	34,946	22,955	11,991	5,005	1,142	1,051	2,200	4,433	61	291	
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1750	Other Deferred Charges	159,686	0	159,686	0	0	0	0	0	0	0	0	0	0	0
1760	Inventories	4,088	90	-333	4,331	2,929	1,403	586	134	123	258	518	7	34	
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	-2,976	-1,242	-284	-261	-546	-1,100	-16	-72	
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-225	-94	-21	-20	-41	-83	-1	-5	
1790	Total Other Investments	193,011	512	173,578	18,922	5,529	10,192	4,254	971	894	1,870	3,769	52	247	
Reserves															
1820	Accumulated Depreciation	1,526,739	7,074	59,349	1,460,317	959,116	501,201	211,623	47,874	43,715	91,859	184,445	1,080	12,194	
1830	Accumulated Amortization	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1840	Deferred Operating Income Taxes	42,905	-2,222	-12,720	57,847	37,975	19,872	4,490	5,020	1,748	6,789	7,025	289	1,279	
1850	Customer Deposits	-62	-7	6	-60	-39	-21	-9	-2	-2	-4	-8	0	-1	
1865	Other Long-term Liabilities & Deferred Credits	14,107	1,089	-68,428	81,446	55,568	25,878	10,803	2,469	2,268	4,752	9,558	135	629	
1882	Deferred Tax Liabilities	1,346	N/A	1,346	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	-34,542	N/A	-533	-34,009	-34,009	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	0
1890	Total Reserves	1,550,494	5,934	-20,981	1,565,541	1,018,611	546,930	226,908	55,361	47,730	103,397	201,021	1,504	14,101	

Return Data														
1910	Average Net Investment	N/A	N/A	N/A	580,105	384,274	192,630	81,845	15,202	17,098	32,413	72,167	2,334	3,872
1915	Net Return	N/A	N/A	N/A	N/A	N/A	24,248	9,580	-1,983	-10	-2,061	27,506	N/A	N/A
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	12.59	0	0	0	0	0	N/A	N/A
Miscellaneous Data														
1950	Lifeline Adjustment	N/A	N/A	N/A	0	-2	2	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	0	0	0	N/A	N/A	N/A	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
I	ALL	H	1	THE INTERSTATE COLUMN DOES NOT MEET THE PRICE CAP ORDER ON RECONSIDERATION DEFINITION OF TOTAL INTERSTATE AND SHOULD NOT BE CONSTRUED TO REPRESENT EARNINGS LEVELS UNDER PRICE CAP REGULATION.
		G	2	THE STATE AMOUNTS REFLECTED IN COLUMN (G) ARE NOT DEVELOPED PURSUANT TO STATE PUBLIC UTILITY COMMISSION RATE-MAKING RULES AND ACCORDINGLY SHOULD NOT BE USED FOR STATE RATE-MAKING PURPOSES.
1170		B	3	INCREASE DUE MAINLY TO SETTLEMENTS WITH CLEC CARRIERS IN 2005.
		G	4	INCREASE DUE MAINLY TO SETTLEMENTS WITH CLEC CARRIERS IN 2005.
1720		ALL	5	INCREASE DUE TO THE DEPLOYMENT OF BROADBAND FIBER FACILITY SERVICES.

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive			Special Access (s)	Billing & Collection (u)	IX (v)
									Switching		Total (r)			
									(n)	(p)				
Revenues														
1010	Basic Local Services	176,195	N/A	0	176,195	176,195	0	N/A	N/A	N/A	N/A	0	N/A	N/A
1020	Network Access Services	172,907	N/A	1	172,905	19,780	153,125	50,969	8,431	8,732	17,164	84,992	N/A	0
1030	Toll Network Services	30,152	N/A	0	30,152	30,132	20	0	0	0	0	0	N/A	20
1040	Miscellaneous	51,288	N/A	0	51,288	30,914	20,374	6,053	1,226	1,204	2,437	5,574	6,015	294
1045	Nonregulated	19,249	19,249	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1060	Uncollectibles	6,065	278	0	5,787	4,758	1,030	332	54	64	119	577	0	2
1090	Total Operating Revenues	443,725	18,971	1	424,753	252,264	172,489	56,690	9,604	9,872	19,482	89,990	6,015	312
Expenses														
1120	Plant Specific	107,615	9,872	24	97,719	65,385	32,334	14,662	4,499	2,119	6,621	9,222	683	1,146
1130	Plant Non-Specific	38,044	2,780	0	35,264	23,056	12,209	5,150	1,133	1,067	2,207	4,563	0	289
1140	Customer Operations Marketing	16,676	693	0	15,983	10,895	5,088	2,146	472	445	919	1,902	0	120
1150	Customer Operations Services	45,915	5,790	55	40,070	29,622	10,448	305	11	11	22	3,579	5,367	1,175
1160	General & Administrative	79,690	5,305	0	74,385	50,722	23,663	8,063	2,127	1,333	3,464	6,999	2,125	3,012
1170	Access	14,410	0	0	14,410	8,171	6,239	0	0	0	0	0	N/A	6,239
1180	Depreciation/Amortization	152,489	2,018	0	150,471	97,782	52,689	20,567	5,438	4,774	10,287	20,267	183	1,385
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-14	-6	-1	-1	-3	-5	0	0
1190	Total Operating Expenses	454,839	26,457	79	428,302	285,633	142,655	50,887	13,679	9,747	23,518	46,527	8,359	13,365
Other Operating Items														
1290	Other Operating Income/Losses	76	0	0	76	50	26	11	2	2	5	10	0	1
Non-operating Items														
1320	Inc Effect/Jurisdictional Difference (Rev)	-661	N/A	0	-661	-661	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	0	0	0	0	0	0
1365	Non-operating Income and Expenses	6,577	73	4,431	2,072	1,359	713	299	66	62	128	265	4	17
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	-5,916	-73	-4,431	-1,412	-698	-713	-299	-66	-62	-128	-265	-4	-17

Other Taxes															
1410	State and Local Income	-3,663	-786	0	-2,877	-2,794	-83	638	-1,351	-93	-1,457	2,296	-27	-1,532	
1420	Other State and Local	3,307	25	0	3,282	2,487	794	333	73	69	143	295	4	19	
1490	Total Other Taxes	-356	-761	0	405	-307	712	971	-1,278	-24	-1,314	2,591	-23	-1,514	
Federal Income Taxes															
1510	Fixed Charges (Exp)	21,978	286	-75	21,768	14,286	7,481	3,139	691	650	1,346	2,780	41	176	
1520	IRS Income Adjustment (Rev)	5,821	N/A	0	5,821	3,828	1,993	836	184	173	358	741	11	47	
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	0	0	0	0	0	0	0	0	
1540	ITC Amortization (Rev)	312	4	0	308	202	106	44	10	9	19	39	1	2	
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	
1590	Federal Income Taxes (Exp)	-9,067	-1,883	-431	-6,752	-15,172	8,425	949	-1,142	-102	-1,270	13,648	-822	-4,080	
Plant-In-Service															
1620	Support Plant	169,237	8,221	1,370	159,647	108,789	50,858	19,774	4,360	4,100	8,487	17,511	3,975	1,111	
1630	COE-Operator Systems Equipment	1,433	76	20	1,337	947	390	N/A	0	0	390	N/A	N/A	N/A	
1640	COE-Switching	397,619	1,263	7,601	388,754	286,243	102,511	20,333	65,496	0	65,496	0	N/A	16,682	
1650	COE-Transmission	545,149	2,609	1,272	541,268	296,239	245,028	60,344	0	36,067	36,067	148,618	N/A	0	
1660	Cable and Wire Facilities	1,131,669	15,778	25,065	1,090,826	737,586	333,240	213,256	0	25,528	25,528	114,456	N/A	0	
1670	IoT Equipment	16,089	5,584	-2,084	12,589	9,442	3,147	3,134	N/A	N/A	N/A	13	N/A	N/A	
1680	Amortizable Assets	11,128	897	691	9,539	6,268	3,271	1,379	304	286	591	1,221	3	77	
1690	Total Plant In-Service	2,272,324	34,429	33,935	2,203,960	1,445,514	758,446	318,220	70,160	65,981	136,559	281,818	3,978	17,870	
Other Investments															
1705	Other Jurisdictional Assets-Net	-22,504	N/A	74	-22,578	-22,578	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0	
1720	Plant Under Construction	26,175	2,361	-9,327	33,141	21,740	11,401	4,783	1,057	993	2,056	4,234	59	269	
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0	
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0	
1750	Other Deferred Charges	161,777	0	161,777	0	0	0	0	0	0	0	0	0	0	
1760	Inventories	2,686	128	-1,352	3,910	2,644	1,266	531	117	110	228	470	7	30	
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	-4,062	-1,705	-376	-354	-732	-1,508	-21	-96	
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-211	-89	-20	-18	-38	-78	-1	-5	
1790	Total Other Investments	168,133	2,488	151,172	14,473	1,806	8,395	3,521	778	731	1,514	3,118	44	198	
Reserves															
1820	Accumulated Depreciation	1,618,515	10,398	52,361	1,555,756	1,020,439	535,317	224,601	52,372	46,184	98,906	197,325	1,147	13,339	
1830	Accumulated Amortization	0	0	0	0	0	0	0	0	0	0	0	0	0	
1840	Deferred Operating Income Taxes	15,972	-3,910	-12,042	31,925	20,657	11,268	1,596	3,291	1,047	4,346	4,229	258	838	
1850	Customer Deposits	-59	-3	-1	-56	-36	-19	-8	-2	-2	-3	-7	0	0	
1865	Other Long-term Liabilities & Deferred Credits	51,142	4,788	-32,343	78,698	53,624	25,074	10,520	2,320	2,181	4,515	9,316	131	591	
1882	Deferred Tax Liabilities	1,346	N/A	1,346	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	-33,866	N/A	373	-34,239	-34,239	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	0
1890	Total Reserves	1,653,050	11,272	9,694	1,632,084	1,060,444	571,640	236,709	57,981	49,410	107,764	210,863	1,536	14,768	

Return Data														
1910	Average Net Investment		N/A	N/A	586,349	386,876	195,200	85,032	12,958	17,301	30,309	74,073	2,486	3,300
1915	Net Return		N/A	N/A	N/A	N/A	21,437	4,193	-1,586	315	-1,318	27,498	N/A	N/A
1920	Rate of Return		N/A	N/A	N/A	N/A	10.98	0	0	0	0	0	N/A	N/A
Miscellaneous Data														
1950	Lifeline Adjustment		N/A	N/A	0	-1	1	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost		N/A	N/A	0	0	0	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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	1650	C	3	INCREASE DUE TO THE DEPLOYMENT OF BROADBAND FIBER FACILITY SERVICES.
	1660	C	4	INCREASE DUE TO THE DEPLOYMENT OF BROADBAND FIBER FACILITY SERVICES.

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(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive			Special Access (s)	Billing & Collection (u)	IX (v)
									Switching (n)	Transport (p)	Total (r)			
Revenues														
1010	Basic Local Services	164,011	N/A	0	164,011	164,011	0	N/A	N/A	N/A	N/A	0	N/A	N/A
1020	Network Access Services	171,623	N/A	-18	171,641	16,473	155,167	45,727	6,709	8,463	15,963	93,477	N/A	0
1030	Toll Network Services	30,296	N/A	0	30,296	30,474	-178	0	0	0	0	0	N/A	-178
1040	Miscellaneous	50,050	N/A	0	50,050	29,561	20,489	5,966	1,178	1,188	2,377	5,654	6,210	282
1045	Nonregulated	20,378	20,378	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1060	Uncollectibles	5,604	256	0	5,349	4,247	1,102	335	52	65	124	641	0	1
1090	Total Operating Revenues	430,754	20,122	-18	410,650	236,273	174,377	51,359	7,835	9,586	18,215	98,490	6,210	103
Expenses														
1120	Plant Specific	111,552	9,931	24	101,596	67,713	33,884	15,463	4,740	2,217	6,955	9,706	552	1,207
1130	Plant Non-Specific	38,529	2,880	0	35,648	23,265	12,383	5,216	1,137	1,079	2,222	4,656	0	290
1140	Customer Operations Marketing	17,854	1,449	0	16,405	11,183	5,222	2,200	480	455	937	1,963	0	122
1150	Customer Operations Services	41,368	5,190	55	36,122	26,704	9,419	275	10	9	19	3,227	4,838	1,059
1160	General & Administrative	68,496	5,097	0	63,399	43,051	20,349	7,244	1,931	1,184	3,117	6,131	1,655	2,202
1170	Access	13,479	0	0	13,479	9,151	4,328	0	0	0	0	0	N/A	4,328
1180	Depreciation/Amortization	156,371	2,356	0	154,015	99,891	54,124	21,155	5,563	4,879	10,443	20,939	170	1,417
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-12	-5	-1	-1	-2	-5	0	0
1190	Total Operating Expenses	447,648	26,904	79	420,665	280,957	139,695	51,548	13,858	9,822	23,692	46,617	7,215	10,624
Other Operating Items														
1290	Other Operating Income/Losses	32	0	0	32	21	11	5	1	1	2	4	0	0
Non-operating Items														
1320	Inc Effect/Jurisdictional Difference (Rev)	-1,510	N/A	0	-1,510	-1,510	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	0	0	0	0	0	0
1365	Non-operating Income and Expenses	5,101	83	4,549	469	307	162	68	15	14	29	61	1	4
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	-3,591	-83	-4,549	1,040	1,203	-162	-68	-15	-14	-29	-61	-1	-4

Other Taxes														
1410	State and Local Income	-3,779	-704	0	-3,075	-6,279	3,204	-366	-693	-72	-652	5,436	-110	-1,103
1420	Other State and Local	2,566	24	0	2,541	1,944	598	251	55	52	107	224	3	14
1490	Total Other Taxes	-1,213	-679	0	-534	-4,336	3,802	-115	-639	-20	-545	5,659	-107	-1,090
Federal Income Taxes														
1510	Fixed Charges (Exp)	21,957	334	-33	21,656	14,150	7,506	3,146	685	651	1,340	2,809	37	175
1520	IRS Income Adjustment (Rev)	-1,754	N/A	0	-1,754	-1,277	-478	-200	-44	-41	-85	-179	-3	-11
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	0	0	0	0	0	0	0	0
1540	ITC Amortization (Rev)	263	4	0	260	170	90	38	8	8	16	34	0	2
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1590	Federal Income Taxes (Exp)	-13,517	-2,265	873	-12,125	-20,105	7,985	-1,209	-2,142	-321	-2,230	15,118	-328	-3,367
Plant-In-Service														
1620	Support Plant	170,818	6,040	1,587	163,190	111,011	52,179	20,306	4,423	4,202	8,647	18,130	3,969	1,127
1630	COE-Operator Systems Equipment	1,226	179	-128	1,175	832	343	N/A	0	0	343	N/A	N/A	0
1640	COE-Switching	413,197	2,256	13,142	397,798	292,902	104,896	20,806	67,020	0	67,020	0	N/A	17,070
1650	COE-Transmission	552,593	2,614	-5,657	555,636	301,397	254,239	61,946	0	37,024	37,024	155,270	N/A	0
1660	Cable and Wire Facilities	1,169,839	15,766	15,479	1,138,595	769,886	368,709	222,595	0	26,646	26,646	119,468	N/A	0
1670	IoT Equipment	12,589	5,211	-2,069	9,447	7,086	2,362	2,352	N/A	N/A	N/A	10	N/A	N/A
1680	Amortizable Assets	6,628	637	-2,145	8,136	5,333	2,803	1,182	257	245	503	1,056	-3	65
1690	Total Plant In-Service	2,326,891	32,703	20,209	2,273,978	1,488,447	785,531	329,186	71,700	68,116	140,183	293,933	3,966	18,262
Other Investments														
1705	Other Jurisdictional Assets-Net	-23,283	N/A	-338	-22,945	-22,945	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0
1720	Plant Under Construction	5,508	499	-2,438	7,447	4,875	2,573	1,077	234	223	458	964	14	59
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0
1750	Other Deferred Charges	167,112	0	167,112	0	0	0	0	0	0	0	0	0	0
1760	Inventories	2,287	139	-443	2,591	1,752	839	352	77	73	150	314	4	20
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	-5,416	-2,270	-495	-470	-967	-2,026	-26	-126
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-198	-83	-18	-17	-35	-74	-1	-5
1790	Total Other Investments	151,624	638	163,893	-12,906	-16,318	-2,203	-924	-203	-191	-395	-823	-9	-52
Reserves														
1820	Accumulated Depreciation	1,735,468	8,839	59,259	1,667,371	1,092,334	575,036	239,879	57,313	49,229	106,872	212,434	1,254	14,598
1830	Accumulated Amortization	0	0	0	0	0	0	0	0	0	0	0	0	0
1840	Deferred Operating Income Taxes	-37,536	-5,801	-25,639	-6,096	-4,328	-1,768	-3,249	1,461	-75	1,379	-474	204	372
1850	Customer Deposits	299	13	231	56	37	19	8	2	2	3	7	0	0
1865	Other Long-term Liabilities & Deferred Credits	69,002	4,944	-29,084	93,142	62,970	30,172	12,645	2,756	2,616	5,386	11,288	151	702
1882	Deferred Tax Liabilities	1,346	N/A	1,346	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	-33,135	N/A	455	-33,590	-33,590	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1890	Total Reserves	1,735,444	7,994	6,567	1,720,882	1,117,423	603,460	249,283	61,532	51,772	113,641	223,255	1,609	15,672

Return Data												
1910	Average Net Investment	N/A	N/A	N/A	540,189	354,706	179,869	78,979	9,966	16,153	26,148	2,538
1915	Net Return	N/A	N/A	N/A	N/A	N/A	23,069	1,208	-3,227	119	-2,670	N/A
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	12.83	0	0	0	0	N/A
Miscellaneous Data												
1950	Lifeline Adjustment	N/A	N/A	N/A	0	-1	1	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	0	0	0	N/A	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
I	ALL	H	1	THE INTERSTATE COLUMN DOES NOT MEET THE PRICE CAP ORDER ON RECONSIDERATION DEFINITION OF TOTAL INTERSTATE AND SHOULD NOT BE CONSTRUED TO REPRESENT EARNINGS LEVELS UNDER PRICE CAP REGULATION.
		G	2	THE STATE AMOUNTS REFLECTED IN COLUMN (G) ARE NOT DEVELOPED PURSUANT TO STATE PUBLIC UTILITY COMMISSION RATE-MAKING RULES AND ACCORDINGLY SHOULD NOT BE USED FOR STATE RATE-MAKING PURPOSES.
	1045	B	3	VERIZON HAS NOT INTEGRATED ITS IN-REGION LONG DISTANCE OPERATIONS, PURSUANT TO COMMISSION ORDER FCC 07-159, INTO ITS ILEC ENTITIES. ACCORDINGLY, THERE IS NO IMPUTATION FOR LONG DISTANCE COSTS.
		C	4	VERIZON HAS NOT INTEGRATED ITS IN-REGION LONG DISTANCE OPERATIONS, PURSUANT TO COMMISSION ORDER FCC 07-159, INTO ITS ILEC ENTITIES. ACCORDINGLY, THERE IS NO IMPUTATION FOR LONG DISTANCE COSTS.

TABLE 1 - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (e)	Total (b)	Nonreg (c)	SNFA and Intra-co Adjustments (d)	All Other Adjustments (e)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line			Traffic Sensitive				Special Access (s)	Total Access (t)	Billing & Collection (u)	IX (v)		
									Pay (i)	Inside Wire (j)	BFP (k)	Total (m)	Switching (n)	Equal Access (o)	Transport (p)					Information	
																				(q)	Total (r)
Revenues																					
1010	Basic Local Services	141,490	N/A	0	0	141,490	141,490	0	N/A	N/A	N/A	N/A	N/A	N/A	N/A	0	0	N/A	N/A		
1020	Network Access Services	82,681	N/A	0	1,184	81,498	12,869	68,628	N/A	N/A	27,876	10,504	N/A	9,373	18	19,896	20,856	68,628	N/A	0	
1030	Toll Network Services	17,404	N/A	0	0	17,404	17,405	-1	N/A	N/A	0	0	N/A	0	0	0	0	N/A	-1	0	
1040	Miscellaneous	8,156	N/A	0	0	8,156	3,859	4,298	N/A	N/A	532	45	N/A	114	1	161	215	908	3,390	0	
1045	Nonregulated	9,350	9,350	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
1050	Settlements	630	N/A	0	0	630	630	0	N/A	N/A	N/A	0	N/A	0	0	0	0	0	0	0	
1060	Uncollectibles	3,680	138	0	0	3,522	3,273	248	N/A	N/A	-45	60	N/A	67	0	128	166	248	0	0	
1090	Total Operating Revenues	256,031	9,191	0	1,184	245,656	172,980	72,676	N/A	N/A	28,454	10,489	N/A	9,420	20	19,929	20,905	69,288	3,390	-1	
Expenses																					
1120	Plant Specific	41,044	3,039	58	7	37,940	26,683	11,257	N/A	N/A	5,749	1,040	N/A	1,648	11	2,699	2,555	11,004	253	0	
1130	Plant Non-Specific	13,599	872	3	13	12,710	8,833	3,877	N/A	N/A	1,847	383	N/A	631	13	1,026	1,004	3,877	0	0	
1140	Customer Operations Marketing	9,733	1,193	0	0	8,540	6,152	2,388	N/A	N/A	1,138	235	N/A	385	8	628	623	2,388	0	0	
1150	Customer Operations Services	16,343	1,577	0	16	14,750	10,921	3,829	N/A	N/A	292	292	N/A	58	413	506	1,470	2,269	1,485	76	
1160	Corporate Operations	21,653	1,431	0	109	20,113	14,309	5,804	N/A	N/A	2,284	428	N/A	688	114	1,229	1,432	4,945	439	420	
1170	Access	17,365	0	0	0	17,365	15,813	1,551	N/A	N/A	0	0	N/A	0	0	0	0	N/A	1,551	0	
1180	Depreciation/Amortization	62,788	791	0	305	61,692	42,822	18,870	N/A	N/A	8,651	1,986	N/A	3,132	129	5,248	4,907	18,805	65	0	
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	6	N/A	N/A	3	3	1	N/A	0	2	2	6	0	0	
1190	Total Operating Expenses	182,524	8,902	61	450	173,110	125,534	47,583	N/A	N/A	19,965	4,106	N/A	6,543	688	11,337	11,993	43,294	2,242	2,047	
Other Operating Items																					
1290	Other Operating Income/Losses	-28	-1	0	1	-27	-15	-12	N/A	N/A	-6	-1	N/A	-2	0	-3	-3	-12	0	0	
Non-operating Items																					
1320	Inc Effect/Jurisdictional Difference (Rev)	-6,641	N/A	N/A	0	-6,641	-6,641	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	N/A	N/A	0	0	N/A	0	0	0	0	0	0	0	
1340	AFUDC (Rev)	729	4	0	0	725	505	220	N/A	N/A	104	22	N/A	35	1	58	58	219	1	0	
1350	Special Charges (Exp)	250	0	0	246	3	2	1	N/A	N/A	0	0	N/A	0	0	0	0	1	0	0	
1360	All Other Non-operating Items (Rev)	-2,331	0	0	0	-2,331	0	0	N/A	N/A	0	0	N/A	0	0	0	0	0	0	0	
1370	FCC Non-operating Adjustm (Exp)	N/A	N/A	N/A	N/A	N/A	N/A	0	N/A	N/A	0	0	N/A	0	0	0	0	0	0	0	
1390	Total Non-operating Items (Exp)	8,462	-3	0	2,577	5,919	6,138	-220	N/A	N/A	-104	-22	N/A	-35	-1	-57	-57	-219	-1	0	

Other Taxes																			
1410 State and Local Income	4,126	5	0	0	4,120	2,205	1,916	N/A	N/A	507	709	N/A	235	-51	893	535	1,935	119	-138
1420 Other State and Local	9,115	90	0	18	9,007	6,535	2,472	N/A	N/A	1,178	243	N/A	402	8	653	631	2,461	11	0
1490 Total Other Taxes	13,240	95	0	18	13,127	8,739	4,388	N/A	N/A	1,685	952	N/A	637	-43	1,546	1,166	4,396	130	-138
Federal Income Taxes																			
1510 Fixed Charges (Exp)	9,594	105	0	125	9,364	6,611	2,753	N/A	N/A	1,305	270	N/A	445	9	724	712	2,741	12	0
1520 IRS Income Adjustment (Rev)	920	N/A	0	0	920	643	278	N/A	N/A	132	132	N/A	45	1	73	72	276	1	0
1530 FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	N/A	9	N/A	N/A	4	4	N/A	1	0	2	2	9	0	0
1540 ITC Amortization (Rev)	545	6	0	0	539	375	164	N/A	N/A	78	78	N/A	26	1	43	42	163	1	0
1550 FCC ITC Adjustment (Rev)	N/A	N/A	0	N/A	N/A	N/A	0	N/A	N/A	0	0	N/A	0	0	0	0	0	0	0
1590 Federal Income Taxes (Exp)	19,038	139	-22	3,699	15,221	8,930	6,292	N/A	N/A	1,929	1,807	N/A	630	-222	2,215	2,464	6,609	352	-668
Plant-In-Service																			
1620 Support Plant	65,254	2,219	204	2,995	59,837	42,780	17,056	N/A	N/A	7,545	7,545	N/A	2,566	51	4,174	4,086	15,805	1,251	0
1630 Operator Systems Equipment	2,764	88	0	-158	2,833	2,007	827	N/A	N/A	N/A	N/A	N/A	0	0	827	N/A	827	N/A	0
1640 COE-Switching	192,167	2,533	0	13,387	176,246	129,550	46,697	N/A	N/A	7,542	7,542	N/A	14,046	0	39,155	0	46,697	N/A	0
1650 COE-Transmission	191,745	0	0	-833	192,579	124,483	68,095	N/A	N/A	25,602	25,602	N/A	12,309	N/A	12,309	30,184	68,095	N/A	0
1660 Cable and Wire Facilities	468,119	0	0	8,059	460,061	321,945	138,116	N/A	N/A	87,325	87,325	N/A	15,090	N/A	15,090	35,700	138,116	N/A	0
1670 IOT Equipment	9,585	3,974	0	169	5,442	4,082	1,361	N/A	N/A	1,347	1,347	N/A	N/A	N/A	N/A	14	1,361	N/A	N/A
1680 Amortizable Assets	15,178	918	0	2,255	12,005	8,438	3,567	N/A	N/A	1,692	1,692	N/A	577	11	939	920	3,551	16	0
1690 Total Plant In-Service	944,813	9,733	204	25,874	909,003	633,284	275,718	N/A	N/A	131,053	131,053	N/A	44,588	889	72,493	70,905	274,451	1,267	0
Other Investments																			
1705 Other Jurisdictional Assets-Net	-53,055	N/A	N/A	-7,072	-45,982	-45,982	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1710 Property Held for Future Use	0	0	0	0	0	0	0	N/A	N/A	0	0	N/A	0	0	0	0	0	0	0
1720 Plant Under Construction	24,916	99	0	8,061	16,755	11,661	5,093	N/A	N/A	2,410	2,410	N/A	822	16	1,339	1,321	5,070	23	0
1730 Plant Acquisition Adjustment	0	0	0	0	0	0	0	N/A	N/A	0	0	N/A	0	0	0	0	0	0	0
1740 Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	N/A	N/A	0	0	N/A	0	0	0	0	0	0	0
1750 Other Deferred Charges	4,347	0	0	4,347	0	0	0	N/A	N/A	0	0	N/A	0	0	0	0	0	0	0
1760 Inventories	6,105	132	0	1,513	4,460	3,119	1,341	N/A	N/A	635	635	N/A	217	4	353	347	1,335	6	0
1770 Cash Working Capital	N/A	N/A	N/A	N/A	N/A	N/A	750	N/A	N/A	360	360	N/A	119	2	194	192	746	4	0
1780 FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	-41	N/A	N/A	-20	-20	N/A	-7	0	-11	-11	-41	0	0
1790 Total Other Investments	-17,687	232	0	6,848	-24,768	-31,202	7,143	N/A	N/A	3,386	3,386	N/A	1,152	23	1,875	1,849	7,110	33	0
Reserves																			
1820 Accumulated Depreciation	581,686	4,668	435	23,244	553,338	384,633	168,706	N/A	N/A	81,373	81,373	N/A	26,910	585	43,105	43,711	166,189	517	0
1830 Accumulated Amortization	5,040	316	0	1,262	3,461	2,443	1,018	N/A	N/A	465	465	N/A	159	3	258	254	977	41	0
1840 Deferred Operating Income Taxes	15,444	159	14	2,398	12,873	9,094	3,779	N/A	N/A	1,005	1,005	N/A	907	49	2,135	611	3,751	28	0
1850 Customer Deposits	164	10	0	-11	165	116	50	N/A	N/A	24	24	N/A	8	0	13	13	49	0	0
1870 Other Deferred Credits	-15,704	-764	0	109	-15,049	-10,485	-4,564	N/A	N/A	-2,170	-2,170	N/A	-738	-15	-1,200	-1,173	-4,543	-21	0
1881 Other Long-Term Liabilities	37,401	2,079	0	-16,259	51,582	36,926	14,656	N/A	N/A	6,985	6,985	N/A	2,372	47	3,854	3,749	14,588	68	0
1882 Deferred Tax Liabilities	4,767	N/A	N/A	4,767	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883 Other Jurisdictional Liabilities & Deferred Credits	-13,056	N/A	N/A	-1,658	-11,398	-11,398	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885 FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	0	N/A	N/A	0	0	N/A	0	0	0	0	0	0	0
1890 Total Reserves	515,742	6,468	449	13,851	594,974	411,330	183,644	N/A	N/A	87,681	87,681	N/A	29,818	670	48,166	47,164	183,011	633	0

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	SNFA and Intra-co Adjustments (d)	All Other Adjustments (e)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive			Special Access (s)	Billing & Collection (u)	IX (v)
										Switching (n)	Transport (p)	Total (r)			
Revenues															
1010	Basic Local Services	146,376	N/A	0	0	146,376	146,376	0	N/A	N/A	N/A	N/A	0	N/A	N/A
1020	Network Access Services	88,071	N/A	0	1,085	86,985	12,013	74,973	29,515	6,564	9,791	16,359	29,099	N/A	0
1030	Toll Network Services	12,573	N/A	0	0	12,573	12,574	-1	0	0	0	0	0	N/A	-1
1040	Miscellaneous	11,099	N/A	0	0	11,099	6,391	4,708	1,044	159	305	468	697	2,499	0
1045	Nonregulated	10,057	10,057	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1050	Settlements	641	N/A	0	0	641	641	0	0	0	0	0	0	0	0
1060	Uncollectibles	5,587	213	0	0	5,374	4,970	404	161	35	53	88	155	0	0
1090	Total Operating Revenues	263,228	9,844	0	1,085	252,300	173,024	79,276	30,398	6,689	10,043	16,739	29,641	2,499	-1
Expenses															
1120	Plant Specific	36,690	2,490	0	7	34,192	24,040	10,152	4,848	1,043	1,525	2,575	2,533	196	0
1130	Plant Non-Specific	9,381	265	0	21	9,095	6,252	2,843	1,296	274	453	735	812	0	0
1140	Customer Operations Marketing	7,319	830	0	0	6,489	4,622	1,866	848	179	292	476	542	0	0
1150	Customer Operations Services	16,421	1,708	0	16	14,698	11,927	2,771	171	17	29	464	710	1,330	96
1160	Corporate Operations	31,358	1,542	0	105	29,710	21,479	8,231	2,994	616	952	1,748	1,953	649	887
1170	Access	24,410	0	0	0	24,410	22,350	2,060	0	0	0	0	0	N/A	2,060
1180	Depreciation/Amortization	67,444	891	0	309	66,244	45,617	20,628	9,107	2,093	3,330	5,541	5,910	69	0
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	2	1	0	0	0	1	0	0
1190	Total Operating Expenses	193,023	7,726	0	458	184,838	136,287	48,554	19,266	4,222	6,582	11,540	12,461	2,244	3,043
Other Operating Items															
1290	Other Operating Income/Losses	2,576	19	0	1	2,557	1,816	741	351	71	120	193	193	3	0
Non-operating Items															
1320	Inc Effect/Jurisdictional Difference (Rev)	-31,003	N/A	N/A	0	-31,003	-31,003	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	11	0	0	11	0	0	0	0	0	0	0	0	0	0
1340	AFUDC (Rev)	1,503	7	0	0	1,496	1,034	462	211	44	73	118	131	2	0
1350	Special Charges (Exp)	148	0	0	139	8	6	2	1	0	0	1	1	0	0
1360	All Other Non-operating Items (Rev)	-9,345	0	0	-9,345	0	0	0	0	0	0	0	0	0	0
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	38,981	-7	0	9,473	29,515	29,975	-460	-210	-44	-73	-118	-130	-2	0

Other Taxes															
1410	State and Local Income	3,004	-414	0	0	3,418	1,267	2,151	755	170	227	331	1,326	14	-275
1420	Other State and Local	10,459	105	0	18	10,336	7,499	2,837	1,291	272	447	727	807	12	0
1490	Total Other Taxes	13,463	-309	0	18	13,754	8,766	4,988	2,047	442	674	1,057	2,134	26	-275
Federal Income Taxes															
1510	Fixed Charges (Exp)	9,845	113	0	108	9,624	6,846	2,778	1,263	265	437	709	793	12	0
1520	IRS Income Adjustment (Rev)	276	N/A	0	0	276	190	87	40	8	14	23	23	0	0
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	N/A	5	2	0	1	1	1	0	0
1540	ITC Amortization (Rev)	914	10	0	0	904	628	276	130	27	45	72	72	1	0
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1590	Federal Income Taxes (Exp)	17,183	900	0	11,097	5,186	-3,024	8,211	2,819	633	850	1,246	5,038	77	-969
Plant-In-Service															
1620	Support Plant	66,551	2,973	0	-479	64,067	46,649	17,418	7,408	1,557	2,562	4,164	4,604	1,242	0
1630	Operator Systems Equipment	2,313	109	0	-399	2,603	1,844	760	N/A	0	0	760	N/A	N/A	0
1640	COE-Switching	201,675	2,652	0	14,909	184,113	134,801	49,313	7,977	26,527	14,808	41,355	0	N/A	0
1650	COE-Transmission	215,186	0	0	3,441	211,745	135,693	76,052	27,491	0	12,581	12,581	35,980	N/A	0
1660	Cable and Wire Facilities	490,030	0	0	10,949	479,081	330,964	148,117	88,948	0	16,173	16,173	42,996	N/A	0
1670	IOT Equipment	12,938	5,479	0	1,273	6,186	4,640	1,547	1,531	N/A	N/A	N/A	16	N/A	N/A
1680	Amortizable Assets	20,692	1,116	0	4,415	15,161	10,642	4,519	2,062	433	712	1,158	1,280	19	0
1690	Total Plant In-Service	1,009,395	12,328	0	34,109	962,958	665,232	297,725	135,417	28,518	46,836	76,170	84,877	1,262	0
Other Investments															
1705	Other Jurisdictional Assets-Net	-102,426	N/A	N/A	-16,821	-85,606	-85,606	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1720	Plant Under Construction	13,229	83	0	-10,627	23,773	16,415	7,356	3,334	705	1,154	1,879	2,114	31	0
1730	Plant Acquisition Adjustment	0	0	N/A	0	0	0	0	0	0	0	0	0	0	0
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1750	Other Deferred Charges	5,961	0	0	5,961	0	0	0	0	0	0	0	0	0	0
1760	Inventories	12,914	102	0	2,667	10,144	7,020	3,124	1,428	299	494	801	881	13	0
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	N/A	1,140	519	109	181	293	323	5	0
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	-39	-18	-4	-6	-10	-11	0	0
1790	Total Other Investments	-70,323	185	0	-18,819	-51,688	-62,171	11,583	5,264	1,109	1,822	2,963	3,307	49	0
Reserves															
1820	Accumulated Depreciation	627,905	7,236	0	22,264	598,405	412,375	186,030	85,910	17,085	28,874	46,596	52,994	530	0
1830	Accumulated Amortization	7,923	463	0	1,486	5,974	4,207	1,767	790	166	273	443	488	46	0
1840	Deferred Operating Income Taxes	13,851	169	0	-995	14,676	10,328	4,348	1,067	1,380	1,042	2,475	778	28	0
1850	Customer Deposits	117	4	0	-8	121	83	37	17	4	6	10	11	0	0
1870	Other Deferred Credits	-15,535	-561	0	146	-15,121	-10,445	-4,675	-2,126	-448	-735	-1,196	-1,334	-20	0
1881	Other Long-Term Liabilities	37,401	2,010	0	-38	35,430	25,801	9,629	4,393	923	1,518	2,468	2,728	40	0
1882	Deferred Tax Liabilities	4,515	N/A	N/A	4,515	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	-31,424	N/A	N/A	-6,292	-25,132	-25,132	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1890	Total Reserves	644,753	9,322	0	21,079	614,353	417,216	197,136	90,051	19,109	30,978	50,796	55,665	625	0

Return Data													
1910	Average Net Investment	N/A	N/A	N/A	N/A	295,917	185,846	112,172	50,631	10,518	17,679	28,337	32,519
1915	Net Return	N/A	N/A	N/A	N/A	N/A	N/A	18,723	6,827	1,508	2,129	3,206	10,332
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	N/A	16.69	0	0	0	0	0
Miscellaneous Data													
1950	Lifeline Adjustment	N/A	N/A	N/A	N/A	0	-45	45	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	N/A	0	-11,733	11,733	N/A	N/A	N/A	N/A	N/A
1970	Common Line Support-Long Term	N/A	N/A	N/A	N/A	N/A	N/A	-186	-186	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
I	1590	E	1	CHANGE METHOD OF CALCULATION TO COLUMN B-C-D-F
		B	2	ELIMINATE THE STATE TAX ACCOUNTS FORMERLY INCLUDED.
		C	3	ELIMINATE THE STATE TAX ACCOUNTS FORMERLY INCLUDED.
	1680	ALL	4	INVESTMENT AMOUNTS CHANGED FROM GSF ONLY PER 69.310 TO INCLUDE GSF, COE, IOT & CWF PER 69.309. ALSO AFFECTS PART 69 ALLOCATION OF ANY LINES DEPENDENT ON LEASEHOLD INVESTMENT.
	ALL	ALL	5	CORRECTION OF PART 69 FACTORS FOR IOT CAT 1, COE CAT 2, OPERATOR SERVICE EXPENSE AND CUST SVC CAT 1.
			6	ELIMINATION OF UNNECESSARY CONFIDENTIAL RECORD.

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive		Special Access (s)	Billing & Collection (u)	IX (v)
									Switching (n)	Transport (p)	Total (r)		
Revenues													
1010	Basic Local Services	136,414	N/A	0	136,414	136,414	0	N/A	N/A	N/A	N/A	0	N/A
1020	Network Access Services	82,456	N/A	1,038	81,418	8,993	72,424	30,752	5,349	9,256	14,605	27,067	N/A
1030	Toll Network Services	12,330	N/A	0	12,330	12,330	0	0	0	0	0	0	0
1040	Miscellaneous	9,689	N/A	0	9,689	5,694	3,994	1,015	129	233	364	624	1,950
1045	Nonregulated	8,287	8,287	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1050	Settlements	625	N/A	0	625	625	0	0	0	0	0	0	0
1060	Uncollectibles	10,725	423	0	10,302	6,939	3,362	1,326	236	408	644	1,391	0
1090	Total Operating Revenues	239,075	7,864	1,038	230,173	157,117	73,056	30,440	5,242	9,081	14,326	26,300	1,950
Expenses													
1120	Plant Specific	36,034	2,702	7	33,325	23,393	9,932	4,987	958	932	1,897	2,248	265
1130	Plant Non-Specific	9,817	451	32	9,334	6,472	2,862	1,354	276	311	593	760	0
1140	Customer Operations Marketing	6,136	374	0	5,762	3,957	1,805	855	174	196	374	479	0
1150	Customer Operations Services	15,799	1,512	16	14,270	10,560	3,710	111	5	6	11	1,430	1,687
1160	Corporate Operations	36,110	2,200	102	33,808	24,425	9,383	3,340	562	664	1,234	2,311	950
1170	Access	17,497	0	0	17,497	15,353	2,144	0	0	0	0	0	0
1180	Depreciation/Amortization	70,532	752	312	69,467	48,076	21,391	9,786	2,149	2,346	4,580	5,736	90
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	3	1	0	0	1	1	0
1190	Total Operating Expenses	191,924	7,992	469	183,463	132,236	51,229	20,433	4,125	4,455	8,690	12,965	2,992
Other Operating Items													
1290	Other Operating Income/Losses	-47	0	1	-48	-33	-15	-7	-1	-2	-3	-4	0
Non-operating Items													
1320	Inc Effect/Jurisdictional Difference (Rev)	-8,181	N/A	0	-8,181	-8,181	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	-1,169	-11	-1,158	0	0	0	0	0	0	0	0	0
1340	AFUDC (Rev)	628	17	0	611	425	187	88	18	20	39	49	1
1350	Special Charges (Exp)	253	0	250	3	2	1	0	0	0	0	0	0
1360	All Other Non-operating Items (Rev)	1,478	0	1,478	0	0	0	0	0	0	0	0	0
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	7,496	-6	-70	7,573	7,759	-186	-88	-18	-20	-38	-49	-1

Other Taxes														
1410	State and Local Income	1,410	-102	0	1,512	395	1,117	594	32	317	339	896	-137	-575
1420	Other State and Local	9,442	77	18	9,347	6,287	3,060	1,441	294	331	631	808	16	164
1490	Total Other Taxes	10,853	-25	18	10,859	6,681	4,178	2,034	326	648	970	1,704	-120	-411
Federal Income Taxes														
1510	Fixed Charges (Exp)	9,140	84	99	8,958	6,463	2,495	1,175	240	270	515	658	13	134
1520	IRS Income Adjustment (Rev)	741	N/A	0	741	522	218	103	21	24	45	58	1	12
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	5	2	0	1	1	1	0	0
1540	ITC Amortization (Rev)	431	4	0	427	297	131	61	13	14	27	34	1	7
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1590	Federal Income Taxes (Exp)	9,365	-211	2,999	6,578	1,267	5,312	2,383	194	1,299	1,454	3,842	-327	-2,040
Plant-In-Service														
1620	Support Plant	70,632	2,393	3,289	64,950	45,982	18,968	8,236	1,681	1,892	3,608	4,605	1,580	938
1630	Operator Systems Equipment	1,703	80	-349	1,971	1,396	575	N/A	0	0	575	N/A	N/A	0
1640	COE-Switching	204,713	377	11,383	192,953	141,790	51,163	8,270	27,529	0	27,529	0	N/A	15,364
1650	COE-Transmission	229,462	0	-997	230,460	148,373	82,086	30,535	0	14,692	14,692	36,859	N/A	0
1660	Cable and Wire Facilities	502,186	0	5,737	496,449	347,405	149,044	94,232	0	16,287	16,287	38,524	N/A	0
1670	LOT Equipment	11,219	5,519	-1,722	7,422	5,567	1,856	1,837	N/A	N/A	N/A	19	N/A	N/A
1680	Amortizable Assets	20,675	1,027	1,091	18,557	12,950	5,608	2,642	539	607	1,158	1,477	29	301
1690	Total Plant In-Service	1,040,589	9,395	18,432	1,012,762	703,463	309,299	145,752	29,749	33,479	63,850	81,485	1,609	16,603
Other Investments														
1705	Other Jurisdictional Assets-Net	-115,809	N/A	-6,753	-109,056	-109,056	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1710	Property Held for Future Use	0	0	-4	4	3	1	1	0	0	0	0	0	0
1720	Plant Under Construction	9,932	529	74	9,330	6,480	2,850	1,343	274	308	588	752	15	153
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0
1750	Other Deferred Charges	90,965	0	90,965	0	0	0	0	0	0	0	0	0	0
1760	Inventories	1,019	46	-11,445	12,418	8,690	3,728	1,758	359	404	770	981	19	200
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	2,250	1,062	217	244	465	590	12	121
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-36	-17	-3	-4	-7	-10	0	-2
1790	Total Other Investments	-13,893	575	72,836	-87,304	-93,883	8,794	4,146	846	952	1,816	2,313	46	472
Reserves														
1820	Accumulated Depreciation	672,225	5,101	24,625	642,499	445,865	196,634	94,636	17,936	21,237	39,705	51,582	701	10,010
1830	Accumulated Amortization	9,410	483	1,518	7,409	5,178	2,232	1,026	209	236	449	574	66	117
1840	Deferred Operating Income Taxes	18,450	-744	3,625	15,570	10,952	4,618	1,100	1,495	311	1,854	786	44	834
1850	Customer Deposits	110	4	-6	112	78	34	16	3	4	7	9	0	2
1870	Other Deferred Credits	-15,697	-704	-52	-14,940	-10,377	-4,563	-2,150	-439	-494	-942	-1,202	-24	-245
1881	Other Long-Term Liabilities	37,401	2,242	55	35,104	24,853	10,251	4,831	986	1,110	2,116	2,700	53	550
1882	Deferred Tax Liabilities	4,315	N/A	4,315	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	-36,626	N/A	-2,608	-34,019	-34,019	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1890	Total Reserves	689,590	6,383	31,471	651,735	442,528	209,207	99,459	20,190	22,403	43,190	54,450	840	11,268

Return Data														
1910	Average Net Investment	N/A	N/A	N/A	273,723	167,052	108,886	50,440	10,405	12,027	22,476	29,348	815	5,807
1915	Net Return	N/A	N/A	N/A	N/A	N/A	12,509	5,670	614	2,698	3,247	7,833	N/A	N/A
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	11.49	0	0	0	0	0	N/A	N/A
Miscellaneous Data														
1950	Lifeline Adjustment	N/A	N/A	N/A	0	-29	29	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	0	-9,213	9,213	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1970	Common Line Support-Long Term	N/A	N/A	N/A	N/A	N/A	-190	-190	N/A	N/A	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
1	ALL	ALL	1	BASIS OF PRESENTATION: THE FEDERAL COMMUNICATIONS COMMISSION (FCC) DOCKET NO. 86-111 REQUIRED THAT TIER 1 LOCAL EXCHANGE CARRIERS PREPARE A COST ALLOCATION MANUAL (CAM) FOR THE FCC'S REVIEW AND APPROVAL. THE VERIZON TELEPHONE COMPANIES CAM DESCRIBES THE COST ALLOCATION SYSTEM USED BY NEW ENGLAND TELEPHONE & TELEGRAPH COMPANY (THE COMPANY) TO APPORTION COSTS BETWEEN ITS REGULATED AND NON-REGULATED ACTIVITIES IN ACCORDANCE WITH THE FCC'S RULES AND REGULATIONS. THE VERIZON TELEPHONE COMPANIES CAM, AS AMENDED THROUGH DECEMBER 31, 2001 HAS BEEN FILED WITH THE FCC. THE COMPANY'S FCC REPORT 43-03, ARMIS JOINT COST REPORT WAS PREPARED PURSUANT TO THE VERIZON TELEPHONE COMPANIES CAM, THE FCC'S JOINT COST ORDERS ISSUED IN CONJUNCTION WITH FCC DOCKET NO.86-111 AND THE FCC'S PUBLISHED RULES AND REGULATIONS THERETO (INCLUDING 47 CFR SECTIONS 32.23, 32.27, 64.901 AND 64.903) IN FORCE AS OF DECEMBER 10, 2001. THIS REPORT WAS PREPARED FOR THE PURPOSE OF COMPLYING WITH THOSE RULES AND REGULATIONS AND IS NOT INTENDED TO BE A COMPLETE PRESENTATION OF THE COMPANY'S CONSOLIDATED FINANCIAL STATEMENTS.
1670	M	M	2	CORRECTED PART 69 ALLOCATION. FACTORS WERE REVERSED BETWEEN COLUMNS M AND S.
	S	S	3	CORRECTED PART 69 ALLOCATION. FACTORS WERE REVERSED BETWEEN COLUMNS M AND S.
ALL	ALL	ALL	4	INVESTMENT AMOUNTS CHANGED FROM GSF AND ONLY PER 69.310 TO INCLUDE GSF, COE, IOT & CWF PER 69.309. ALSO AFFECTS PART 69 ALLOCATION OF ANY LINES DEPENDENT ON LEASEHOLD INVESTMENT.

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive			Special Access (s)	Billing & Collection (u)	IX (v)
									Switching (n)	Transport (p)	Total (t)			
Revenues														
1010	Basic Local Services	128,941	N/A	0	128,941	128,941	0	N/A	N/A	N/A	N/A	0	N/A	N/A
1020	Network Access Services	76,790	N/A	1,040	75,750	6,151	69,599	30,351	4,937	7,119	12,055	27,193	N/A	0
1030	Toll Network Services	11,253	N/A	0	11,253	11,253	0	0	0	0	0	0	N/A	0
1040	Miscellaneous	12,993	N/A	0	12,993	7,324	5,669	1,087	176	238	418	613	3,452	98
1045	Nonregulated	7,446	7,446	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1060	Uncollectibles	5,183	164	0	5,019	4,579	440	182	30	38	68	189	0	1
1090	Total Operating Revenues	232,241	7,282	1,040	223,919	149,090	74,828	31,256	5,083	7,319	12,405	27,617	3,452	97
Expenses														
1120	Plant Specific	41,328	2,863	7	38,459	26,978	11,481	5,943	863	1,119	1,991	2,765	301	482
1130	Plant Non-Specific	15,173	671	48	14,454	9,987	4,467	2,088	424	484	917	1,226	0	236
1140	Customer Operations Marketing	6,969	386	0	6,584	4,521	2,063	964	196	223	423	566	0	109
1150	Customer Operations Services	16,579	1,604	16	14,959	11,070	3,889	116	5	6	11	1,500	1,768	494
1160	General & Administrative	51,583	2,747	107	48,729	34,496	14,233	5,362	507	1,097	1,619	3,707	1,324	2,221
1170	Access	497	0	0	497	-2,293	2,790	0	0	0	0	0	N/A	2,790
1180	Depreciation/Amortization	72,842	604	316	71,922	49,627	22,295	10,099	2,156	2,442	4,674	6,228	90	1,203
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	1	0	0	0	0	0	0	0
1190	Total Operating Expenses	204,971	8,875	494	195,603	134,386	61,218	24,573	4,150	5,371	9,635	15,991	3,483	7,536
Other Operating Items														
1290	Other Operating Income/Losses	-61	-3	0	-58	-40	-18	-8	-2	-2	-4	-5	0	-1
Non-operating Items														
1320	Inc Effect/Jurisdictional Difference (Rev)	9,680	N/A	0	9,680	9,680	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	0	0	0	0	0	0
1365	Non-operating Income and Expenses	-6,947	38	-7,407	422	292	130	61	12	14	27	36	1	7
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exn)	-2,733	-38	7,407	-10,102	-9,972	-130	-61	-12	-14	-27	-36	-1	-7

Other Taxes															
1410	State and Local Income	-1,821	349	0	-2,169	-1,888	-282	-245	70	120	183	101	722	13	-226
1420	Other State and Local	9,424	69	18	3,337	6,459	2,878	1,339	272	310	588	786	14	152	14
1490	Total Other Taxes	7,603	417	18	7,168	4,571	2,597	1,094	342	430	771	887	-81	-75	-75
Federal Income Taxes															
1510	Fixed Charges (Exp)	8,724	71	89	8,565	5,917	2,648	1,232	250	285	541	722	13	140	140
1520	IRS Income Adjustment (Rev)	107	N/A	0	107	74	34	16	3	4	7	9	0	2	2
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	0	0	0	0	0	0	0	0	0
1540	ITC Amortization (Rev)	250	2	0	248	171	76	35	7	8	16	21	0	4	4
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	0
1590	Federal Income Taxes (Exp)	3,670	-753	-3,286	7,710	4,807	2,904	1,514	117	429	505	3,499	13	-2,627	-2,627
Plant-In-Service															
1620	Support Plant	74,729	1,815	2,453	70,461	49,753	20,707	8,944	1,816	2,071	3,927	5,240	1,583	1,013	1,013
1630	COE-Operator Systems Equipment	2,127	94	-78	2,112	1,496	616	N/A	0	0	616	N/A	N/A	N/A	0
1640	COE-Switching	208,194	371	10,843	196,980	144,749	52,231	8,442	28,103	0	28,103	0	N/A	15,685	15,685
1650	COE-Transmission	240,640	0	-2,842	243,481	154,785	88,697	31,855	0	15,327	15,327	41,514	N/A	N/A	0
1660	Cable and Wire Facilities	517,188	0	7,479	509,710	356,685	153,025	96,749	0	16,723	16,723	39,553	N/A	N/A	0
1670	IOT Equipment	9,841	4,481	-218	5,579	4,184	1,395	1,381	N/A	N/A	N/A	14	N/A	N/A	N/A
1680	Amortizable Assets	9,520	399	-1,319	10,440	7,258	3,182	1,492	303	345	655	873	-7	169	169
1690	Total Plant In-Service	1,062,239	7,160	16,317	1,038,762	718,910	319,852	148,864	30,222	34,466	65,351	87,194	1,576	16,867	16,867
Other Investments															
1705	Other Jurisdictional Assets-Net	-101,039	N/A	2,365	-103,404	-103,404	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1720	Plant Under Construction	8,307	953	151	7,203	4,985	2,218	1,032	210	239	453	605	11	117	117
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1750	Other Deferred Charges	72,752	0	72,752	0	0	0	0	0	0	0	0	0	0	0
1760	Inventories	750	44	-101	807	564	242	113	23	26	49	66	1	13	13
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	-496	-232	-47	-54	-102	-134	-2	-26	-26
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-34	-16	-3	-4	-7	-9	0	-2	-2
1790	Total Other Investments	-19,231	997	75,167	-95,395	-97,855	1,930	897	182	208	394	527	10	102	102
Reserves															
1820	Accumulated Depreciation	723,370	3,734	27,256	692,381	479,393	212,988	101,450	18,916	22,975	42,466	57,831	683	10,557	10,557
1830	Accumulated Amortization	0	0	0	0	0	0	0	0	0	0	0	0	0	0
1840	Deferred Operating Income Taxes	13,066	-1,042	-3,395	17,502	12,285	5,217	1,173	1,655	367	2,068	1,012	40	924	924
1850	Customer Deposits	95	3	-7	100	69	31	14	3	3	6	8	0	2	2
1865	Other Long-term Liabilities & Deferred Credits	21,295	1,364	-15,667	35,598	25,129	10,469	4,872	989	1,128	2,139	2,854	52	552	552
1882	Deferred Tax Liabilities	128	N/A	128	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	-31,536	N/A	766	-32,302	-32,302	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	0
1890	Total Reserves	726,417	4,058	9,081	713,279	484,574	228,705	107,509	21,563	24,474	46,680	61,705	776	12,035	12,035

Return Data														
1910	Average Net Investment	N/A	N/A	N/A	230,089	136,482	93,077	42,252	8,841	10,200	19,066	26,016	809	4,934
1915	Net Return	N/A	N/A	N/A	N/A	N/A	8,222	4,128	485	1,101	1,517	7,270	N/A	N/A
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	8.83	0	0	0	0	0	N/A	N/A
Miscellaneous Data														
1950	Lifeline Adjustment	N/A	N/A	N/A	0	-23	23	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	0	-9,111	9,111	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1970	Common Line Support-Long Term	N/A	N/A	N/A	N/A	N/A	-248	-248	N/A	N/A	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
I	ALL	H	1	THE INTERSTATE COLUMN DOES NOT MEET THE PRICE CAP ORDER ON RECONSIDERATION DEFINITION OF TOTAL INTERSTATE AND SHOULD NOT BE RECONSIDERATION DEFINITION OF TOTAL INTERSTATE AND SHOULD NOT BE CONSTRUED TO REPRESENT EARNINGS LEVELS UNDER PRICE CAP REGULATION.
		F	2	INVESTMENT AMOUNTS REFLECTED IN LINES 1620 THROUGH 1890 OF COLUMNS (F) THROUGH (V) REPRESENT THE AVERAGE OF MONTHLY BALANCES, ADJUSTMENTS TO YEAR-END BALANCES TO CONVERT TO AVERAGE BALANCES ARE MADE IN COLUMN (D).
		G	3	THE STATE AMOUNTS REFLECTED IN COLUMN (G) ARE NOT DEVELOPED PURSUANT TO STATE PUBLIC UTILITY COMMISSION RATE-MAKING RULES AND ACCORDINGLY SHOULD NOT BE USED FOR STATE RATE-MAKING PURPOSES.
1770		ALL	4	CASH WORKING CAPITAL AVERAGING CALCULATION CORRECTED TO INCLUDE ALL DATAPOINTS.
1790		ALL	5	SUBTOTAL CORRECTED TO REFLECT CASH WORKING CAPITAL CORRECTION
1910		ALL	6	SUBTOTAL CORRECTED TO REFLECT CASH WORKING CAPITAL CORRECTION
1920		H	7	SUBTOTAL CORRECTED TO REFLECT CASH WORKING CAPITAL CORRECTION

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive			Special Access (s)	Billing & Collection (u)	IX (v)
									Switching (n)	Transport (p)	Total (r)			
Revenues														
1010	Basic Local Services	119,084	N/A	0	119,084	119,084	0	N/A	N/A	N/A	N/A	0	N/A	N/A
1020	Network Access Services	77,357	N/A	299	77,058	7,178	69,880	29,710	4,483	5,692	10,175	29,995	N/A	0
1030	Toll Network Services	13,529	N/A	0	13,529	13,528	1	0	0	0	0	0	N/A	1
1040	Miscellaneous	11,212	N/A	0	11,212	3,480	7,732	2,168	324	469	800	1,252	3,344	167
1045	Nonregulated	7,938	7,938	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1060	Uncollectibles	4,300	154	7	4,139	3,973	166	72	11	13	24	70	0	0
1090	Total Operating Revenues	224,821	7,785	292	216,744	139,296	77,448	31,806	4,797	6,148	10,951	31,178	3,344	169
Expenses														
1120	Plant Specific	43,480	3,471	163	39,846	27,933	11,913	6,278	856	1,163	2,026	2,850	282	478
1130	Plant Non-Specific	13,399	945	36	12,417	8,568	3,849	1,809	356	421	785	1,056	0	199
1140	Customer Operations Marketing	7,130	304	17	6,808	4,675	2,133	1,002	197	233	435	585	0	110
1150	Customer Operations Services	16,462	1,417	16	15,029	11,122	3,907	116	5	6	11	1,507	1,776	497
1160	General & Administrative	35,135	2,124	22	32,990	23,267	9,723	3,620	588	715	1,311	2,312	751	1,729
1170	Access	-8,692	0	0	-8,692	-11,473	2,781	0	0	0	0	0	N/A	2,781
1180	Depreciation/Amortization	74,081	685	112	73,284	50,481	22,803	10,403	2,167	2,535	4,705	6,394	91	1,209
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-1	-1	0	0	0	0	0	0
1190	Total Operating Expenses	180,995	8,947	366	171,683	114,574	57,107	23,227	4,169	5,073	9,273	14,704	2,900	7,003
Other Operating Items														
1290	Other Operating Income/Losses	4	0	0	4	3	1	1	0	0	0	0	0	0
Non-operating Items														
1320	Inc Effect/Jurisdictional Difference (Rev)	-6,656	N/A	0	-6,656	-6,656	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	0	0	0	0	0	0
1365	Non-operating Income and Expenses	10,387	47	9,801	539	373	167	78	15	18	34	45	1	9
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	-3,731	-47	-9,801	6,117	6,284	-167	-78	-15	-18	-34	-45	-1	-9

Other Taxes															
1410	State and Local Income	51	48	0	3	-141	144	167	-89	-2	-93	340	101	-370	
1420	Other State and Local	10,506	94	3	10,409	7,145	3,264	1,526	302	355	664	890	16	168	
1490	Total Other Taxes	10,557	141	3	10,412	7,004	3,408	1,692	212	353	570	1,230	117	-202	
Federal Income Taxes															
1510	Fixed Charges (Exp)	8,691	76	115	8,500	5,865	2,635	1,232	243	287	535	719	13	136	
1520	IRS Income Adjustment (Rev)	-585	N/A	0	-585	-404	-181	-85	-16	-20	-36	-49	-1	-9	
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	0	0	0	0	0	0	0	0	
1540	ITC Amortization (Rev)	224	2	0	222	154	69	32	6	7	14	19	0	4	
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	
1590	Federal Income Taxes (Exp)	8,093	-500	2,008	6,585	1,655	4,931	1,945	54	144	186	5,064	109	-2,372	
Plant-In-Service															
1620	Support Plant	75,604	2,512	-177	73,268	51,734	21,535	9,341	1,850	2,174	4,067	5,456	1,638	1,033	
1630	COE-Operator Systems Equipment	1,154	51	-1,103	2,206	1,562	644	N/A	0	0	644	N/A	N/A	0	
1640	COE-Switching	195,784	168	-2,429	198,045	145,531	52,513	8,488	28,255	0	28,255	0	N/A	15,770	
1650	COE-Transmission	237,908	0	-12,422	250,331	158,444	91,886	33,252	0	16,006	16,006	42,627	N/A	0	
1660	Cable and Wire Facilities	531,979	0	7,568	524,411	366,972	157,439	99,540	0	17,205	17,205	40,694	N/A	0	
1670	IoT Equipment	11,366	5,562	187	5,617	4,213	1,404	1,390	N/A	N/A	N/A	14	N/A	N/A	
1680	Amortizable Assets	7,158	390	-1,209	7,977	5,539	2,438	1,151	228	268	501	672	-14	127	
1690	Total Plant In-Service	1,060,953	8,684	-9,585	1,061,854	733,996	327,859	153,162	30,334	35,653	66,678	89,464	1,624	16,930	
Other Investments															
1705	Other Jurisdictional Assets-Net	-111,398	N/A	-5,171	-106,227	-106,227	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0	
1720	Plant Under Construction	12,644	661	2,744	9,239	6,386	2,853	1,333	264	310	580	778	14	147	
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0	
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0	
1750	Other Deferred Charges	71,956	0	71,956	0	0	0	0	0	0	0	0	0	0	
1760	Inventories	743	45	4	694	486	208	97	19	23	42	57	1	11	
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	-671	-314	-62	-73	-136	-182	-4	-35	
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-32	-15	-3	-3	-6	-9	0	-2	
1790	Total Other Investments	-26,055	706	69,533	-96,294	-99,355	2,358	1,101	218	256	479	644	12	122	
Reserves															
1820	Accumulated Depreciation	748,041	3,760	2,423	741,858	513,105	228,753	109,067	20,229	24,829	45,652	62,029	714	11,291	
1830	Accumulated Amortization	0	0	0	0	0	0	0	0	0	0	0	0	0	
1840	Deferred Operating Income Taxes	9,763	-1,328	-247	11,339	7,910	3,429	-539	2,095	144	2,213	520	65	1,169	
1850	Customer Deposits	91	3	-2	89	62	28	13	3	3	6	8	0	1	
1865	Other Long-term Liabilities & Deferred Credits	26,628	1,893	-13,447	38,182	26,905	11,277	5,268	1,043	1,226	2,293	3,077	57	582	
1882	Deferred Tax Liabilities	-543	N/A	-543	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	-35,238	N/A	-1,834	-33,404	-33,404	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0	
1890	Total Reserves	748,741	4,328	-13,651	758,064	514,578	243,486	113,810	23,370	26,203	50,163	65,634	836	13,044	

Return Data												
1910	Average Net Investment	N/A	N/A	N/A	207,496	120,063	86,730	40,454	7,182	9,707	16,994	24,475
1915	Net Return	N/A	N/A	N/A	N/A	N/A	12,170	5,021	377	596	956	10,226
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	14.03	0	0	0	0	0
Miscellaneous Data												
1950	Lifeline Adjustment	N/A	N/A	N/A	0	-17	17	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	0	-8,521	8,521	N/A	N/A	N/A	N/A	N/A
1970	Common Line Support-Long Term	N/A	N/A	N/A	N/A	N/A	0	0	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
I	ALL	H	1	THE INTERSTATE COLUMN DOES NOT MEET THE PRICE CAP ORDER ON RECONSIDERATION DEFINITION OF TOTAL INTERSTATE AND SHOULD NOT BE CONSTRUED TO REPRESENT EARNINGS LEVELS UNDER PRICE CAP REGULATION.
		G	2	THE STATE AMOUNTS REFLECTED IN COLUMN (G) ARE NOT DEVELOPED PURSUANT TO STATE PUBLIC UTILITY COMMISSION RATE-MAKING RULES AND ACCORDINGLY SHOULD NOT BE USED FOR STATE RATE-MAKING PURPOSES.
		ALL	3	INVESTMENT AMOUNTS REFLECTED IN LINES 1620 THROUGH 1890 OF COLUMNS (F) THROUGH (V) REPRESENT THE AVERAGE OF MONTHLY BALANCES. ADJUSTMENTS TO CONVERT YEAR-END BALANCES TO AVERAGE BALANCES ARE MADE IN COLUMN (D).
	1170	B	4	INCREASE DUE MAINLY TO SETTLEMENTS WITH CLEC CARRIERS WHICH RESULTED IN REDUCED ACCESS EXPENSE IN 2003.

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive			Special Access (s)	Billing & Collection (u)	IX (v)
									Switching (n)	Transport (p)	Total (r)			
Revenues														
1010	Basic Local Services	112,079	N/A	0	112,079	112,079	0	N/A	N/A	N/A	N/A	0	N/A	N/A
1020	Network Access Services	77,037	N/A	166	76,870	6,381	70,490	28,251	4,243	5,106	9,349	32,890	N/A	0
1030	Toll Network Services	15,172	N/A	0	15,172	15,162	10	0	0	0	0	0	N/A	10
1040	Miscellaneous	19,648	N/A	0	19,648	11,701	7,947	2,242	335	489	827	1,367	3,339	172
1045	Nonregulated	9,984	9,984	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1060	Uncollectibles	1,814	89	2	1,723	1,999	-275	-113	-16	-23	-39	-122	0	-1
1090	Total Operating Revenues	232,106	9,895	165	222,047	143,324	78,722	30,606	4,595	5,617	10,215	34,380	3,339	183
Expenses														
1120	Plant Specific	41,908	3,274	46	38,588	27,090	11,499	6,327	560	1,157	1,719	2,856	283	312
1130	Plant Non-Specific	15,985	1,426	9	14,550	10,010	4,540	2,157	388	499	890	1,277	0	216
1140	Customer Operations Marketing	7,758	279	4	7,474	5,133	2,342	1,112	201	257	459	658	0	112
1150	Customer Operations Services	17,915	1,517	16	16,382	12,123	4,259	127	5	6	11	1,643	1,936	541
1160	General & Administrative	27,140	1,805	5	25,329	17,883	7,446	2,722	336	540	879	1,825	637	1,382
1170	Access	9,733	0	0	9,733	6,039	3,694	0	0	0	0	0	N/A	3,694
1180	Depreciation/Amortization	71,868	792	56	71,020	48,909	22,111	10,285	2,020	2,416	4,407	6,205	86	1,127
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-1	-1	0	0	0	0	0	0
1190	Total Operating Expenses	192,307	9,093	137	183,077	127,188	55,888	22,729	3,510	4,874	8,366	14,464	2,943	7,386
Other Operating Items														
1290	Other Operating Income/Losses	55	0	0	55	38	17	8	1	2	3	5	0	1
Non-operating Items														
1320	Inc Effect/Jurisdictional Difference (Rev)	8,695	N/A	0	8,695	8,695	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	0	0	0	0	0	0
1365	Non-operating Income and Expenses	2,442	14	2,045	383	264	119	56	10	13	23	33	1	6
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	-11,137	-14	-2,045	-9,078	-8,959	-119	-56	-10	-13	-23	-33	-1	-6

Other Taxes														
1410	State and Local Income	-1,268	9	0	-1,277	-511	-766	-249	-37	-6	-39	-656	-46	223
1420	Other State and Local	10,639	92	1	10,546	7,305	3,241	1,531	277	354	634	905	17	155
1490	Total Other Taxes	9,371	101	1	9,269	6,794	2,475	1,282	241	348	595	249	-29	378
Federal Income Taxes														
1510	Fixed Charges (Exp)	9,941	89	-17	9,869	6,788	3,081	1,456	263	336	601	861	16	147
1520	IRS Income Adjustment (Rev)	-769	N/A	0	-769	-529	-239	-113	-20	-26	-46	-67	-1	-11
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	0	0	0	0	0	0	0	0
1540	ITC Amortization (Rev)	200	2	0	199	137	62	29	5	7	12	17	0	3
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1590	Federal Income Taxes (Exp)	6,602	207	-3,275	9,670	3,721	5,950	1,752	195	10	209	6,554	143	-2,709
Plant-In-Service														
1620	Support Plant	76,924	2,247	1,982	72,695	51,350	21,345	9,335	1,689	2,157	3,862	5,517	1,687	943
1630	COE-Operator Systems Equipment	457	20	-401	838	593	244	N/A	0	0	244	N/A	N/A	0
1640	COE-Switching	191,543	805	5,398	185,340	136,196	49,145	7,943	26,443	0	26,443	0	N/A	14,759
1650	COE-Transmission	246,378	0	-1,073	247,451	154,796	92,655	32,897	0	15,836	15,836	43,922	N/A	0
1660	Cable and Wire Facilities	557,932	0	11,525	546,407	382,365	164,042	103,715	0	17,927	17,927	42,401	N/A	0
1670	IOT Equipment	12,507	5,931	325	6,251	4,688	1,563	1,547	N/A	N/A	N/A	16	N/A	N/A
1680	Amortizable Assets	4,187	256	-1,345	5,276	3,657	1,619	784	142	181	325	463	-31	79
1690	Total Plant In-Service	1,089,928	9,259	16,410	1,064,258	733,645	330,613	156,222	28,274	36,100	64,636	92,318	1,656	15,781
Other Investments														
1705	Other Jurisdictional Assets-Net	-97,642	N/A	17,695	-115,337	-115,337	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0
1720	Plant Under Construction	2,440	8	-3,745	6,177	4,260	1,917	904	166	209	377	533	10	93
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0
1750	Other Deferred Charges	72,241	0	72,241	0	0	0	0	0	0	0	0	0	0
1760	Inventories	610	39	-102	673	471	202	96	17	22	39	56	1	10
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	-1,411	-667	-120	-154	-276	-394	-7	-67
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-30	-14	-3	-3	-6	-8	0	-1
1790	Total Other Investments	-22,350	47	86,090	-108,487	-110,606	678	319	60	74	135	187	4	34
Reserves														
1820	Accumulated Depreciation	796,831	3,706	25,821	767,304	529,396	237,907	114,564	19,659	25,881	45,840	65,808	724	10,972
1830	Accumulated Amortization	0	0	0	0	0	0	0	0	0	0	0	0	0
1840	Deferred Operating Income Taxes	-3,860	-1,415	-6,980	4,536	3,083	1,453	-1,085	1,492	-3	1,470	182	53	833
1850	Customer Deposits	89	9	-6	86	59	27	13	2	3	5	7	0	1
1865	Other Long-term Liabilities & Deferred Credits	2,858	588	-33,414	35,685	25,188	10,497	4,959	899	1,146	2,053	2,930	54	502
1882	Deferred Tax Liabilities	-543	N/A	-543	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	-30,177	N/A	6,350	-36,527	-36,527	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1890	Total Reserves	765,198	2,887	-8,772	771,083	521,199	249,884	118,450	22,053	27,027	49,368	68,926	831	12,308

Return Data														
1910	Average Net Investment	N/A	N/A	N/A	184,688	101,840	81,407	38,090	6,282	9,147	15,402	23,579	829	3,506
1915	Net Return	N/A	N/A	N/A	N/A	N/A	14,545	4,907	661	400	1,071	13,150	N/A	N/A
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	17.87	0	0	0	0	0	N/A	N/A
Miscellaneous Data														
1950	Lifeline Adjustment	N/A	N/A	N/A	0	-16	16	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	0	-8,266	8,266	N/A	N/A	N/A	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
I	ALL	H	1	THE INTERSTATE COLUMN DOES NOT MEET THE PRICE CAP ORDER ON RECONSIDERATION DEFINITION OF TOTAL INTERSTATE AND SHOULD NOT BE CONSTRUED TO REPRESENT EARNINGS LEVELS UNDER PRICE CAP REGULATION.
		G	2	THE STATE AMOUNTS REFLECTED IN COLUMN (G) ARE NOT DEVELOPED PURSUANT TO STATE PUBLIC UTILITY COMMISSION RATE-MAKING RULES AND ACCORDINGLY SHOULD NOT BE USED FOR STATE RATE-MAKING PURPOSES.
1040		G	3	INCREASE DUE TO SERVICE PERFORMANCE ACCRUAL IN 2004 THAT DID NOT RECUR IN 2005.
1170		B	4	INCREASE DUE MAINLY TO SETTLEMENTS WITH CLEC CARRIERS IN 2005.
		G	5	INCREASE DUE MAINLY TO SETTLEMENTS WITH CLEC CARRIERS IN 2005.
1640		C	6	INCREASE DUE INVESTMENT FOR VOICE MESSAGING SERVICE.

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive		Special Access (s)	Billing & Collection (u)	IX (v)	
									Switching (n)	Transport (p)				Total (r)
Revenues														
1010	Basic Local Services	108,831	N/A	0	108,831	108,831	0	N/A	N/A	N/A	0	N/A	N/A	
1020	Network Access Services	77,202	N/A	13	77,189	5,311	71,878	27,843	2,497	5,733	8,229	35,806	N/A	
1030	Toll Network Services	15,730	N/A	0	15,730	15,712	19	0	0	0	0	N/A	19	
1040	Miscellaneous	25,647	N/A	0	25,647	15,581	10,066	3,021	353	637	992	2,311	3,574	
1045	Nonregulated	9,127	9,127	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
1060	Uncollectibles	2,433	97	0	2,336	1,932	404	149	19	46	65	189	0	
1090	Total Operating Revenues	234,105	9,031	13	225,061	143,503	81,559	30,715	2,831	6,323	9,157	37,928	185	
Expenses														
1120	Plant Specific	43,408	3,141	7	40,261	28,013	12,248	6,211	1,246	1,101	2,351	2,748	243	
1130	Plant Non-Specific	16,095	1,093	0	15,001	10,280	4,721	2,237	384	520	907	1,363	0	
1140	Customer Operations Marketing	7,429	215	0	7,214	4,954	2,260	1,071	184	249	434	653	0	
1150	Customer Operations Services	18,064	2,450	16	15,598	11,543	4,055	121	4	6	11	1,565	1,843	
1160	General & Administrative	33,866	2,099	0	31,768	22,297	9,470	3,539	627	697	1,327	2,334	746	
1170	Access	11,095	0	0	11,095	8,232	2,863	0	0	0	0	N/A	2,863	
1180	Depreciation/Amortization	75,589	919	0	74,670	51,085	23,585	10,841	1,983	2,623	4,607	6,935	95	
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-1	-1	0	0	0	0	0	
1190	Total Operating Expenses	205,546	9,916	23	195,607	136,405	59,201	24,019	4,429	5,196	9,636	15,597	2,927	
Other Operating Items														
1290	Other Operating Income/Losses	28	0	0	28	19	9	4	1	1	2	3	0	
Non-operating Items														
1320	Inc Effect/Jurisdictional Difference (Rev)	3,919	N/A	0	3,919	3,919	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	0	0	0	0	0	
1365	Non-operating Income and Expenses	1,734	0	1,651	83	57	26	12	2	3	5	8	0	
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	
1390	Total Non-operating Items (Exp)	-5,654	0	-1,651	-4,003	-3,977	-26	-12	-2	-3	-5	-8	0	

Other Taxes														
1410	State and Local Income	-2,545	367	0	-2,912	-595	-2,316	-269	-561	-137	-697	-1,867	-73	589
1420	Other State and Local	10,700	91	0	10,609	7,485	3,124	1,473	253	342	597	896	15	141
1490	Total Other Taxes	8,155	458	0	7,698	6,890	807	1,205	-308	206	-99	-971	-57	730
Federal Income Taxes														
1510	Fixed Charges (Exp)	10,449	97	-42	10,395	7,110	3,285	1,549	266	360	628	942	16	149
1520	IRS Income Adjustment (Rev)	2,672	N/A	0	2,672	1,819	852	402	69	93	163	245	4	39
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	0	0	0	0	0	0	0	0
1540	ITC Amortization (Rev)	171	1	0	170	117	53	25	4	6	10	15	0	2
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1590	Federal Income Taxes (Exp)	4,538	-680	-934	6,152	-497	6,650	1,501	-523	225	-304	7,900	242	-2,689
Plant-In-Service														
1620	Support Plant	79,002	2,215	1,502	75,286	52,991	22,295	9,757	1,678	2,267	3,958	5,924	1,719	937
1630	COE-Operator Systems Equipment	453	20	-273	706	500	206	N/A	0	0	206	N/A	N/A	0
1640	COE-Switching	188,586	1,069	4,909	182,608	134,188	48,420	7,826	26,053	0	26,053	0	N/A	14,541
1650	COE-Transmission	259,175	0	-616	259,791	160,597	99,194	34,538	0	16,625	16,625	48,031	N/A	0
1660	Cable and Wire Facilities	573,127	0	7,533	565,594	395,791	169,802	107,357	0	18,556	18,556	43,889	N/A	0
1670	IOT Equipment	13,242	5,808	498	6,936	5,202	1,734	1,717	N/A	N/A	N/A	17	N/A	N/A
1680	Amortizable Assets	3,409	262	-589	3,736	2,590	1,145	558	96	130	227	339	-32	54
1690	Total Plant In-Service	1,116,994	9,374	12,965	1,094,656	751,859	342,797	161,753	27,827	37,577	65,625	98,201	1,687	15,531
Other Investments														
1705	Other Jurisdictional Assets-Net	-90,989	N/A	4,364	-95,353	-95,353	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0
1720	Plant Under Construction	2,754	6	1,090	1,658	1,139	519	245	42	57	99	149	3	24
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0
1750	Other Deferred Charges	75,448	0	75,448	0	0	0	0	0	0	0	0	0	0
1760	Inventories	312	32	-305	585	409	176	83	14	19	34	50	1	8
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	-2,055	-970	-167	-225	-394	-588	-10	-93
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-28	-13	-2	-3	-5	-8	0	-1
1790	Total Other Investments	-12,476	38	80,596	-93,110	-93,805	-1,388	-655	-113	-152	-266	-397	-7	-63
Reserves														
1820	Accumulated Depreciation	855,748	4,096	28,507	823,145	566,371	256,774	123,181	20,911	27,947	48,892	72,262	768	11,671
1830	Accumulated Amortization	402	37	151	214	151	64	28	5	6	11	17	5	3
1840	Deferred Operating Income Taxes	-16,585	-1,949	-6,001	-8,634	-6,019	-2,615	-2,360	597	-376	212	-823	23	333
1850	Customer Deposits	86	4	-3	86	59	27	13	2	3	5	8	0	1
1865	Other Long-term Liabilities & Deferred Credits	21,736	1,639	-13,670	33,768	23,772	9,996	4,716	811	1,096	1,913	2,863	50	453
1882	Deferred Tax Liabilities	-543	N/A	-543	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	-27,444	N/A	1,736	-29,180	-29,180	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1890	Total Reserves	833,402	3,826	10,178	819,398	555,153	264,245	125,577	22,326	28,577	51,033	74,328	845	12,461

Return Data														
1910	Average Net Investment	N/A	N/A	N/A	182,149	102,901	77,164	35,520	5,388	8,849	14,326	23,476	835	3,007
1915	Net Return	N/A	N/A	N/A	N/A	N/A	14,935	4,006	-763	701	-69	15,412	N/A	N/A
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	19.35	0	0	0	0	0	N/A	N/A
Miscellaneous Data														
1950	Lifeline Adjustment	N/A	N/A	N/A	0	-13	13	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	0	-8,029	8,029	N/A	N/A	N/A	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
I	ALL	H	1	THE INTERSTATE COLUMN DOES NOT MEET THE PRICE CAP ORDER ON RECONSIDERATION DEFINITION OF TOTAL INTERSTATE AND SHOULD NOT BE CONSTRUED TO REPRESENT EARNINGS LEVELS UNDER PRICE CAP REGULATION.
		G	2	THE STATE AMOUNTS REFLECTED IN COLUMN (G) ARE NOT DEVELOPED PURSUANT TO STATE PUBLIC UTILITY COMMISSION RATE-MAKING RULES AND ACCORDINGLY SHOULD NOT BE USED FOR STATE RATE-MAKING PURPOSES.
		F	3	DECREASE DUE TO AERIAL CABLE BEING PLACED INTO SERVICE.
	1720			

TABLE I - COST AND REVENUE - CLASS A ACCOUNT LEVEL REPORTING
(Dollars in thousands)

ROW	CLASSIFICATION (a)	Total (b)	Nonreg (c)	Adjustments (d)	Subject To Separations (f)	State (g)	Interstate (h)	Common Line (m)	Traffic Sensitive			Special Access (s)	Billing & Collection (u)	IX (v)
									Switching (n)	Transport (p)	Total (r)			
Revenues														
1010	Basic Local Services	105,750	N/A	0	105,750	105,750	0	N/A	N/A	N/A	N/A	0	N/A	N/A
1020	Network Access Services	77,702	N/A	-22	77,723	4,500	73,223	26,108	3,884	4,259	8,488	38,627	N/A	0
1030	Toll Network Services	16,961	N/A	0	16,961	16,977	-16	0	0	0	0	0	N/A	-16
1040	Miscellaneous	22,740	N/A	0	22,740	12,713	10,026	2,921	403	605	1,025	2,338	3,575	168
1045	Nonregulated	9,655	9,655	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1060	Uncollectibles	2,402	98	0	2,303	1,838	465	169	26	30	57	239	0	1
1090	Total Operating Revenues	230,406	9,557	-22	220,871	138,102	82,768	28,860	4,261	4,834	9,456	40,727	3,575	151
Expenses														
1120	Plant Specific	45,623	3,102	7	42,513	29,521	12,992	6,704	1,203	1,183	2,391	3,007	219	671
1130	Plant Non-Specific	15,677	1,393	0	14,284	9,726	4,558	2,133	359	496	864	1,360	0	200
1140	Customer Operations Marketing	8,421	699	0	7,722	5,303	2,419	1,133	191	263	459	722	0	106
1150	Customer Operations Services	17,111	2,376	16	14,719	10,892	3,826	114	4	6	10	1,477	1,740	486
1160	General & Administrative	30,163	1,906	0	28,257	19,772	8,486	3,320	553	647	1,206	2,173	641	1,145
1170	Access	7,125	0	0	7,125	5,105	2,019	0	0	0	0	0	N/A	2,019
1180	Depreciation/Amortization	76,408	2,032	0	74,376	50,527	23,849	10,835	1,948	2,622	4,572	7,271	84	1,087
1185	FCC Expense Adjustment	N/A	N/A	N/A	N/A	N/A	-1	-1	0	0	0	0	0	0
1190	Total Operating Expenses	200,527	11,508	23	188,996	130,846	58,149	24,239	4,256	5,216	9,502	16,009	2,683	5,715
Other Operating Items														
1290	Other Operating Income/Losses	32	0	0	32	22	10	5	1	1	2	3	0	0
Non-operating Items														
1320	Inc Effect/Jurisdictional Difference (Rev)	3,093	N/A	0	3,093	3,093	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1330	Extraordinary Items (Rev)	0	0	0	0	0	0	0	0	0	0	0	0	0
1365	Non-operating Income and Expenses	2,101	0	2,002	100	68	32	15	2	3	6	9	0	1
1370	FCC Non-operating Adjustment (Exp)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1390	Total Non-operating Items (Exp)	-5,195	0	-2,002	-3,193	-3,161	-32	-15	-2	-3	-6	-9	0	-1

Other Taxes														
1410	State and Local Income	-2,459	441	0	-2,900	-876	-2,023	-402	-61	-79	-155	-1,713	-58	304
1420	Other State and Local	8,164	63	0	8,102	5,621	2,481	1,156	195	269	468	736	12	109
1490	Total Other Taxes	5,705	503	0	5,202	4,744	457	754	133	190	313	-977	-46	413
Federal Income Taxes														
1510	Fixed Charges (Exp)	10,040	85	-57	10,013	6,763	3,249	1,514	255	352	613	964	16	142
1520	IRS Income Adjustment (Rev)	-795	N/A	0	-795	-541	-254	-119	-20	-28	-48	-75	-1	-11
1530	FCC Taxable Income Adjustment (Rev)	N/A	N/A	0	N/A	N/A	0	0	0	0	0	0	0	0
1540	ITC Amortization (Rev)	138	1	0	137	94	44	20	3	5	8	13	0	2
1550	FCC ITC Adjustment (Rev)	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1590	Federal Income Taxes (Exp)	4,745	-893	-906	6,544	-657	7,202	768	-143	-336	-362	8,621	322	-2,147
Plant-In-Service														
1620	Support Plant	80,525	2,265	363	77,896	54,511	23,385	10,153	1,707	2,362	4,108	6,456	1,716	953
1630	COE-Operator Systems Equipment	2,951	381	550	2,020	1,431	589	N/A	0	0	589	N/A	N/A	0
1640	COE-Switching	191,809	50	9,186	182,573	134,162	48,411	7,825	26,048	0	26,048	0	N/A	14,538
1650	COE-Transmission	257,554	0	-7,935	265,490	159,774	105,716	35,295	0	16,990	16,990	53,431	N/A	0
1660	Cable and Wire Facilities	588,892	0	7,829	581,063	406,617	174,447	110,293	0	19,064	19,064	45,090	N/A	0
1670	IoT Equipment	8,284	4,820	-2,831	6,296	4,722	1,574	1,558	N/A	N/A	N/A	16	N/A	N/A
1680	Amortizable Assets	2,377	175	-441	2,642	1,831	812	395	66	92	160	251	-30	37
1690	Total Plant In-Service	1,132,392	7,691	6,721	1,117,980	763,047	354,934	165,519	27,821	38,507	66,958	105,243	1,685	15,528
Other Investments														
1705	Other Jurisdictional Assets-Net	-85,353	N/A	4,237	-89,590	-89,590	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1710	Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0	0
1720	Plant Under Construction	2,333	9	378	1,946	1,328	618	288	48	67	117	183	3	27
1730	Plant Acquisition Adjustment	0	0	0	0	0	0	0	0	0	0	0	0	0
1740	Investment in Nonaffiliated Companies	0	0	0	0	0	0	0	0	0	0	0	0	0
1750	Other Deferred Charges	77,596	0	77,596	0	0	0	0	0	0	0	0	0	0
1760	Inventories	875	26	-85	935	654	281	131	22	30	53	83	1	12
1770	Cash Working Capital	N/A	N/A	N/A	N/A	N/A	-2,342	-1,092	-183	-254	-441	-694	-12	-102
1780	FCC Investment Adjustment	N/A	N/A	N/A	N/A	N/A	-27	-12	-2	-3	-5	-8	0	-1
1790	Total Other Investments	-4,548	34	82,126	-86,709	-87,607	-1,470	-685	-115	-159	-277	-436	-8	-64
Reserves														
1820	Accumulated Depreciation	905,792	3,981	22,925	878,886	601,835	277,051	131,287	22,517	29,518	52,578	79,802	817	12,567
1830	Accumulated Amortization	507	38	51	419	293	126	55	9	13	22	35	9	5
1840	Deferred Operating Income Taxes	-42,929	-2,960	-11,948	-28,022	-19,210	-8,812	-4,624	-352	-992	-1,364	-2,604	-23	-196
1850	Customer Deposits	45	2	-32	76	52	24	11	2	3	5	7	0	1
1865	Other Long-term Liabilities & Deferred Credits	27,585	2,007	-16,833	42,411	29,544	12,867	6,000	1,009	1,396	2,428	3,815	62	563
1882	Deferred Tax Liabilities	-543	N/A	-543	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1883	Other Jurisdictional Liabilities & Deferred Credits	-24,901	N/A	1,806	-26,707	-26,707	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1885	FCC Reserve Adjustment	N/A	N/A	N/A	N/A	N/A	0	0	0	0	0	0	0	0
1890	Total Reserves	865,556	3,068	-4,575	867,063	585,806	281,256	132,728	23,185	29,937	53,669	81,054	865	12,940

Return Data														
1910	Average Net Investment	N/A	N/A	N/A	164,209	89,633	72,207	32,106	4,521	8,411	13,013	23,753	813	2,524
1915	Net Return	N/A	N/A	N/A	N/A	N/A	17,002	3,118	18	-231	11	17,086	N/A	N/A
1920	Rate of Return	N/A	N/A	N/A	N/A	N/A	23.55	0	0	0	0	0	N/A	N/A
Miscellaneous Data														
1950	Lifeline Adjustment	N/A	N/A	N/A	0	-16	16	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1960	Universal Service Fund - High Loop Cost	N/A	N/A	N/A	0	-7,769	7,769	N/A	N/A	N/A	N/A	N/A	N/A	N/A

FOOTNOTE TABLE

Table	Row	Col	FN#	Footnote
I	ALL	H	1	THE INTERSTATE COLUMN DOES NOT MEET THE PRICE CAP ORDER ON RECONSIDERATION DEFINITION OF TOTAL INTERSTATE AND SHOULD NOT BE CONSTRUED TO REPRESENT EARNINGS LEVELS UNDER PRICE CAP REGULATION.
		G	2	THE STATE AMOUNTS REFLECTED IN COLUMN (G) ARE NOT DEVELOPED PURSUANT TO STATE PUBLIC UTILITY COMMISSION RATE-MAKING RULES AND ACCORDINGLY SHOULD NOT BE USED FOR STATE RATE-MAKING PURPOSES.
1045		B	3	VERIZON HAS NOT INTEGRATED ITS IN-REGION LONG DISTANCE OPERATIONS, PURSUANT TO COMMISSION ORDER FCC 07-159, INTO ITS ILEC ENTITIES. ACCORDINGLY, THERE IS NO IMPUTATION FOR LONG DISTANCE COSTS.
		C	4	VERIZON HAS NOT INTEGRATED ITS IN-REGION LONG DISTANCE OPERATIONS, PURSUANT TO COMMISSION ORDER FCC 07-159, INTO ITS ILEC ENTITIES. ACCORDINGLY, THERE IS NO IMPUTATION FOR LONG DISTANCE COSTS.
1140		C	5	INCREASE DUE TO FIOS ADVERTISING PENDING FINAL DISTRIBUTION.
1630		C	6	INCREASE DUE TO GROWTH IN WHOLESALE DIRECTORY ASSISTANCE CALLS.
1640		C	7	DECREASE DUE TO THE RETIREMENT OF VMS EQUIPMENT.