

INVESTMENT TAX CREDIT AMORTIZATION EXOGENOUS

COSA	JURISDICTION	2008/2009 FORECAST TOTAL COMPANY (NOTE 6) (1)	2009/2010 FORECAST TOTAL COMPANY (NOTE 6) (2)	ITC FIT CHANGE TOTAL COMPANY (NOTE 1) (A = 2 - 1)	ITC FIT CHANGE PRICE CAP INTERSTATE (NOTE 2) (B)	ITC FIT WITH GROSS UP PRICE CAP INTERSTATE (NOTE 3) (C)	STATE TAX GROSS UP PRICE CAP INTERSTATE (NOTE 4) (D)	TOTAL EXOGENOUS CHANGE INTERSTATE (NOTE 5) (E=C+D)
BNTR	VERIZON EAST	6,605,914	5,936,704	(669,209)	(179,231)	275,740	25,882	301,622
VZTC (NOTE 7)	TOTAL VERIZON	6,605,914	5,936,704	(669,209)	(179,231)	275,740	25,882	301,622

NOTE 1: Col A=Total Company ITC change from 7/1/08 to 7/1/09 tariff period
NOTE 2: Col B=Price Cap Interstate percent developed using Separations data
NOTE 3: Col C= ((Col B)*(.35/(1-.35)))-Col B which is change in ITC plus FIT gross up
NOTE 4: Col D= (Col C)*(SIT/1-SIT)
NOTE 5: Col E= Col C+Col D
NOTE 6: Internal Company records from Verizon Tax Department
NOTE 7: Investment Tzx Credit for the West COSA's is finished