

Verizon - West Telephone Companies

Calculation of USF Per Line Charge Including Uncollectibles

			<u>4th Qtr 2002 USF FACTOR</u>
1	QUARTERLY USF CONTRIBUTION	WP USF-2, Column (c) Line 7 (Note 1)	\$ 22,558,787
2	MONTHLY EUCL DEMAND (11/15/2002)	WP USF-4, Column (c) Line 3 (Note 2)	13,801,221
3	MONTHLY USF PER LINE	Ln 1 / Ln 2 / 3	\$ 0.54

Notes:

- 1 Excludes End User IX
- 2 Excludes Lifeline. ISDN PRI, and Centranet lines are in "equivalencies".

Verizon - West Telephone Companies

Calculation of USF Obligation Excluding Reseller Revenues

LN	Revenues	SOURCE	(a)	(b)	(c)
			(Note 1)	(Note 2)	
			WITH SPECIAL	SPECIAL	WITHOUT SPECIAL
			Schools/ Libraries/Rural High Cost/ Low Income Interstate and International Retail Revenues	Schools/ Libraries/Rural High Cost/ Low Income Interstate and International Retail Revenues	Schools/ Libraries/Rural High Cost/ Low Income Interstate and International Retail Revenues
			APR-JUN 02	APR-JUN 02	APR-JUN 02
1a	Micronesia Telecommunications Corp.	FCC Form 499-Q - Filed 8/1/02	\$ 436,047	\$ -	\$ 436,047
1b	Verizon Hawaii Inc.	FCC Form 499-Q - Filed 8/1/02	18,121,951	3,722,117	14,399,834
1c	Verizon Florida Inc.	FCC Form 499-Q - Filed 8/1/02	59,576,496	13,146,013	46,430,483
1d	Verizon California Inc.	FCC Form 499-Q - Filed 8/1/02	88,418,517	5,113,466	83,305,051
1e	Contel of the South, Inc. d/b/a Verizon South Systems	FCC Form 499-Q - Filed 8/1/02	1,885,741	538,164	1,347,577
1f	GTE Southwest Incorporated. d/b/a Verizon Southwest Inc.	FCC Form 499-Q - Filed 8/1/02	44,445,818	8,931,974	35,513,844
1g	Verizon South Inc.	FCC Form 499-Q - Filed 8/1/02	29,328,422	3,881,435	25,446,987
1h	Verizon West Coast Incorporated.	FCC Form 499-Q - Filed 8/1/02	103,463	6,832	96,631
1i	Verizon Northwest Inc.	FCC Form 499-Q - Filed 8/1/02	51,069,691	19,292,507	31,777,184
1j	Verizon North Inc.	FCC Form 499-Q - Filed 8/1/02	99,848,662	10,087,228	89,761,434
1	Total Revenues	Sum Ln 1a through 1j	\$ 393,234,808	\$ 64,719,736	\$ 328,515,072
2	Circularity Adjustment	WP-2a Ln 3		<u>\$ (2,395,491)</u>	<u>\$ (23,834,269)</u>
3	Total Revenues adjusted for Circularity	Ln 1 + Ln 2		\$ 62,324,245	\$ 304,680,803
4	IX End User Revenues	Form 499-Q , Lns 413 & 414, Col (d), Filed Aug 1, 2002			\$ 1,521,445
5	Revenues Minus IX	Ln 3 - Ln 4			\$ 303,159,358
6	4th Quarter 2002 Contribution Factor	FCC Public Notice, FCC DA 02-2221, 9/10/2002			0.072805
7	Quarterly Contribution Before Adjustments	Ln 5 * Ln 6			\$ 22,071,517
8	Quarterly Contribution Adjusted for Uncollectibles (4)	1 / (1 - 2.16 %) * Ln 7			\$ 22,558,787

NOTES:

- 1) Apr - June Interstate amounts are from Form 499-Q, Ln 420, Col (d), filed August 1, 2002
- 2) Apr - June Special amounts are from Form 499-Q, Lns 406 & 415, Col (d), filed August 1, 2002
- 3) The entire GTE Midwest Inc. d/b/a Verizon Midwest Inc. is removed due to sale of Missouri. In addition, Contel of the South, Inc d/b/a/ Verizon South Systems and Verizon South Inc. reflect the removal of revenues for the States of Kentucky and Alabama which have been sold.
- 4) Refer to the D&J - Appendix B for Verizon's Uncollectible methodology.

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Elimination of Surcharge Circularity

<u>Revenues</u>		<u>SOURCE</u>	Total Interstate Retail Revenue 4th Qtr. 2001	Total Interstate Special Access Revenue	Total Interstate Switched Access Revenue
			OCT-DEC 01	OCT-DEC 01	OCT-DEC 01
1a	Micronesia Tel. Corp	FCC Form 499-Q	\$ 380,676	\$ -	\$ 380,676
1b	Verizon Hawaii Inc.	FCC Form 499-Q	15,559,360	1,225,164	14,334,196
1c	Verizon Florida Inc.	FCC Form 499-Q	51,121,672	4,868,260	46,253,412
1d	Verizon California Inc.	FCC Form 499-Q	89,360,659	4,228,135	85,132,524
1e	Verizon South Systems	FCC Form 499-Q	1,368,434	83,517	1,284,917
1f	Verizon Southwest Inc.	FCC Form 499-Q	43,204,389	7,314,850	35,889,539
1g	Verizon South Inc.	FCC Form 499-Q	27,372,757	1,651,056	25,721,701
1h	Verizon West Coast Inc.	FCC Form 499-Q	106,918	6,832	100,086
1i	Verizon Northwest Inc.	FCC Form 499-Q	41,750,992	10,299,703	31,451,289
1j	Verizon North Inc.	FCC Form 499-Q	<u>90,048,294</u>	<u>3,225,318</u>	<u>86,822,976</u>
1	Total Revenues	Line 1a - Line 1j	<u>\$ 360,274,151</u>	\$ 32,902,835	\$ 327,371,316
2	2nd Quarter 2002 Contribution FCC Public Notice, FCC DA 02-562, 3/8/2002			<u>0.072805</u>	<u>0.072805</u>
3	Total West Revenue Base Adjustment - 4th Quarter	Line 1 X Line 2		<u>\$ (2,395,491)</u>	<u>\$ (23,834,269)</u>

Special Access

Switched Access

NOTES:

- 1) The entire GTE Midwest Inc. d/b/a Verizon Midwest Inc. is removed due to sale of Missouri. In addition, Contel of the South Inc., d/b/a/ Verizon South Systems and Verizon South Inc. reflect the removal of revenues for the states of Kentucky and Alabama which have been sold.

Verizon - West Telephone Companies

End User Common Line Quantities (EUCL's)

	TOTAL EUCLs <u>(MID 4TH QTR 2002)</u>	
Residence Lifeline	859,253	
Residence	10,595,732	
Business	2,876,994	
Centranet	1,258,905	
PRI Systems	9,277	
BRI Systems	<u>68,223</u>	
Total Verizon - West	15,668,385	
TOTAL EUCL DEMAND VERIZON WEST (MID 4TH QTR. 2002)		15,668,385
LESS PROJECTED LIFELINE (MID 4TH QTR. 2002)		<u>859,253</u>
TOTAL EUCL DEMAND EXCLUDING LIFELINE (MID 4TH QTR. 2002)		<u>14,809,132</u>

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Conversion of Centrex EUCL Lines Spread by PICC Percentage

CENTREX		PICC's	PICC %	CENTREX EUCLs MID 4TH QTR 2002
COAZ	Centrex Groups (1 line)	0	0.00%	0
COAZ	Centrex Groups (2 lines)	214	0.00%	17
COAZ	Centrex Groups (3 lines)	681	0.00%	55
COAZ	Centrex Groups (4 lines)	404	0.00%	32
COAZ	Centrex Groups (5 lines)	300	0.00%	24
COAZ	Centrex Groups (6 lines)	312	0.00%	25
COAZ	Centrex Groups (7 lines)	126	0.00%	10
COAZ	Centrex Groups (8 lines)	96	0.00%	8
COAZ	Centrex Groups (>=9 lines)	1,775	0.01%	142
COCA	Centrex Groups (1 line)	0	0.00%	0
COCA	Centrex Groups (2 lines)	29,590	0.19%	2,371
COCA	Centrex Groups (3 lines)	34,107	0.22%	2,733
COCA	Centrex Groups (4 lines)	33,324	0.21%	2,670
COCA	Centrex Groups (5 lines)	25,820	0.16%	2,069
COCA	Centrex Groups (6 lines)	19,050	0.12%	1,527
COCA	Centrex Groups (7 lines)	16,744	0.11%	1,342
COCA	Centrex Groups (8 lines)	16,976	0.11%	1,360
COCA	Centrex Groups (>=9 lines)	183,545	1.17%	14,709
COIL	Centrex Groups (1 line)	0	0.00%	0
COIL	Centrex Groups (2 lines)	3,392	0.02%	272
COIL	Centrex Groups (3 lines)	4,014	0.03%	322
COIL	Centrex Groups (4 lines)	2,976	0.02%	238
COIL	Centrex Groups (5 lines)	2,125	0.01%	170
COIL	Centrex Groups (6 lines)	2,316	0.01%	186
COIL	Centrex Groups (7 lines)	1,799	0.01%	144
COIL	Centrex Groups (8 lines)	1,880	0.01%	151
COIL	Centrex Groups (>=9 lines)	45,687	0.29%	3,661
COIN	Centrex Groups (1 line)	0	0.00%	0
COIN	Centrex Groups (2 lines)	3,250	0.02%	260
COIN	Centrex Groups (3 lines)	2,907	0.02%	233
COIN	Centrex Groups (4 lines)	2,676	0.02%	214
COIN	Centrex Groups (5 lines)	2,360	0.02%	189
COIN	Centrex Groups (6 lines)	2,886	0.02%	231
COIN	Centrex Groups (7 lines)	1,414	0.01%	113
COIN	Centrex Groups (8 lines)	1,736	0.01%	139
COIN	Centrex Groups (>=9 lines)	9,700	0.06%	777
CONV	Centrex Groups (1 line)	0	0.00%	0
CONV	Centrex Groups (2 lines)	2,756	0.02%	221
CONV	Centrex Groups (3 lines)	3,048	0.02%	244
CONV	Centrex Groups (4 lines)	2,792	0.02%	224
CONV	Centrex Groups (5 lines)	2,265	0.01%	182
CONV	Centrex Groups (6 lines)	1,716	0.01%	138
CONV	Centrex Groups (7 lines)	1,120	0.01%	90
CONV	Centrex Groups (8 lines)	1,104	0.01%	88
CONV	Centrex Groups (>=9 lines)	14,517	0.09%	1,163
CONC	Centrex Groups (1 line)	0	0.00%	0
CONC	Centrex Groups (2 lines)	3,496	0.02%	280
CONC	Centrex Groups (3 lines)	4,692	0.03%	376

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Conversion of Centrex EUCL Lines Spread by PICC Percentage

CENTREX		PICC's	PICC %	CENTREX EUCLs MID 4TH QTR 2002
CONC	Centrex Groups (4 lines)	3,972	0.03%	318
CONC	Centrex Groups (5 lines)	3,015	0.02%	242
CONC	Centrex Groups (6 lines)	2,262	0.01%	181
CONC	Centrex Groups (7 lines)	1,995	0.01%	160
CONC	Centrex Groups (8 lines)	2,264	0.01%	181
CONC	Centrex Groups (>=9 lines)	22,274	0.14%	1,785
COPA	Centrex Groups (1 line)	0	0.00%	0
COPA	Centrex Groups (2 lines)	4,558	0.03%	365
COPA	Centrex Groups (3 lines)	4,053	0.03%	325
COPA	Centrex Groups (4 lines)	3,660	0.02%	293
COPA	Centrex Groups (5 lines)	2,839	0.02%	228
COPA	Centrex Groups (6 lines)	2,472	0.02%	198
COPA	Centrex Groups (7 lines)	2,485	0.02%	199
COPA	Centrex Groups (8 lines)	1,808	0.01%	145
COPA	Centrex Groups (>=9 lines)	30,794	0.20%	2,468
COQS	Centrex Groups (1 line)	0	0.00%	0
COQS	Centrex Groups (2 lines)	1,110	0.01%	89
COQS	Centrex Groups (3 lines)	987	0.01%	79
COQS	Centrex Groups (4 lines)	892	0.01%	71
COQS	Centrex Groups (5 lines)	690	0.00%	55
COQS	Centrex Groups (6 lines)	600	0.00%	48
COQS	Centrex Groups (7 lines)	602	0.00%	48
COQS	Centrex Groups (8 lines)	440	0.00%	35
COQS	Centrex Groups (>=9 lines)	7,501	0.05%	601
COTX	Centrex Groups (1 line)	0	0.00%	0
COTX	Centrex Groups (2 lines)	436	0.00%	35
COTX	Centrex Groups (3 lines)	969	0.01%	78
COTX	Centrex Groups (4 lines)	764	0.00%	61
COTX	Centrex Groups (5 lines)	580	0.00%	46
COTX	Centrex Groups (6 lines)	1,014	0.01%	81
COTX	Centrex Groups (7 lines)	357	0.00%	29
COTX	Centrex Groups (8 lines)	176	0.00%	14
COTX	Centrex Groups (>=9 lines)	6,912	0.04%	554
COVA	Centrex Groups (1 line)	0	0.00%	0
COVA	Centrex Groups (2 lines)	9,943	0.06%	797
COVA	Centrex Groups (3 lines)	12,675	0.08%	1,016
COVA	Centrex Groups (4 lines)	17,444	0.11%	1,398
COVA	Centrex Groups (5 lines)	19,768	0.13%	1,584
COVA	Centrex Groups (6 lines)	21,990	0.14%	1,762
COVA	Centrex Groups (7 lines)	17,815	0.11%	1,428
COVA	Centrex Groups (8 lines)	16,424	0.10%	1,316
COVA	Centrex Groups (>=9 lines)	317,136	2.02%	25,414
COWA	Centrex Groups (1 line)	0	0.00%	0
COWA	Centrex Groups (2 lines)	1,424	0.01%	114
COWA	Centrex Groups (3 lines)	3,057	0.02%	245
COWA	Centrex Groups (4 lines)	2,840	0.02%	228
COWA	Centrex Groups (5 lines)	7,295	0.05%	585
COWA	Centrex Groups (6 lines)	5,610	0.04%	450
COWA	Centrex Groups (7 lines)	2,898	0.02%	232

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Conversion of Centrex EUCL Lines Spread by PICC Percentage

	CENTREX	PICC's	PICC %	CENTREX EUCLs MID 4TH QTR 2002
COWA	Centrex Groups (8 lines)	2,888	0.02%	231
COWA	Centrex Groups (>=9 lines)	25,707	0.16%	2,060
GTCA	Centrex (1 line)	0	0.00%	0
GTCA	Centrex (2 lines)	444,888	2.83%	35,652
GTCA	Centrex (3 lines)	614,547	3.91%	49,248
GTCA	Centrex (4 lines)	584,876	3.72%	46,870
GTCA	Centrex (5 lines)	492,520	3.14%	39,469
GTCA	Centrex (6 lines)	431,466	2.75%	34,576
GTCA	Centrex (7 lines)	321,321	2.05%	25,750
GTCA	Centrex (8 lines)	308,280	1.96%	24,705
GTCA	Centrex (>=9 lines)	3,502,594	22.30%	280,686
GNCA	Centrex (1 line)	0	0.00%	0
GNCA	Centrex (2 lines)	90	0.00%	7
GNCA	Centrex (3 lines)	66	0.00%	5
GNCA	Centrex (4 lines)	328	0.00%	26
GNCA	Centrex (5 lines)	195	0.00%	16
GNCA	Centrex (6 lines)	162	0.00%	13
GNCA	Centrex (7 lines)	224	0.00%	18
GNCA	Centrex (8 lines)	136	0.00%	11
GNCA	Centrex (>=9 lines)	5,124	0.03%	411
GTFL	Centrex (1 line)	0	0.00%	0
GTFL	Centrex (2 lines)	71,188	0.45%	5,705
GTFL	Centrex (3 lines)	93,696	0.60%	7,508
GTFL	Centrex (4 lines)	96,312	0.61%	7,718
GTFL	Centrex (5 lines)	74,715	0.48%	5,987
GTFL	Centrex (6 lines)	63,456	0.40%	5,085
GTFL	Centrex (7 lines)	52,654	0.34%	4,220
GTFL	Centrex (8 lines)	63,472	0.40%	5,086
GTFL	Centrex (>=9 lines)	913,776	5.82%	73,227
GTHI	Centrex (1 line)	0	0.00%	0
GTHI	Centrex (2 lines)	66,058	0.42%	5,294
GTHI	Centrex (3 lines)	16,200	0.10%	1,298
GTHI	Centrex (4 lines)	26,248	0.17%	2,103
GTHI	Centrex (5 lines)	18,405	0.12%	1,475
GTHI	Centrex (6 lines)	27,564	0.18%	2,209
GTHI	Centrex (7 lines)	19,201	0.12%	1,539
GTHI	Centrex (8 lines)	29,224	0.19%	2,342
GTHI	Centrex (>=9 lines)	598,697	3.81%	47,978
GTID	Centrex (1 line)	0	0.00%	0
GTID	Centrex (2 lines)	1,250	0.01%	100
GTID	Centrex (3 lines)	3,534	0.02%	283
GTID	Centrex (4 lines)	3,520	0.02%	282
GTID	Centrex (5 lines)	2,445	0.02%	196
GTID	Centrex (6 lines)	3,486	0.02%	279
GTID	Centrex (7 lines)	2,569	0.02%	206
GTID	Centrex (8 lines)	2,880	0.02%	231
GTID	Centrex (>=9 lines)	132,979	0.85%	10,656
GLIL	Centrex (1 line)	0	0.00%	0
GLIL	Centrex (2 lines)	818	0.01%	66

Verizon - West Telephone Companies

Conversion of Centrex EUCL Lines Spread by PICC Percentage

	CENTREX	PICC's	PICC %	CENTREX EUCLs MID 4TH QTR 2002
GLIL	Centrex (3 lines)	1,092	0.01%	88
GLIL	Centrex (4 lines)	588	0.00%	47
GLIL	Centrex (5 lines)	860	0.01%	69
GLIL	Centrex (6 lines)	474	0.00%	38
GLIL	Centrex (7 lines)	651	0.00%	52
GLIL	Centrex (8 lines)	512	0.00%	41
GLIL	Centrex (>=9 lines)	3,715	0.02%	298
GTIL	Centrex (1 line)	0	0.00%	0
GTIL	Centrex (2 lines)	13,786	0.09%	1,105
GTIL	Centrex (3 lines)	16,074	0.10%	1,288
GTIL	Centrex (4 lines)	14,408	0.09%	1,155
GTIL	Centrex (5 lines)	9,770	0.06%	783
GTIL	Centrex (6 lines)	11,862	0.08%	951
GTIL	Centrex (7 lines)	6,958	0.04%	558
GTIL	Centrex (8 lines)	8,752	0.06%	701
GTIL	Centrex (>=9 lines)	127,053	0.81%	10,182
GLIN	Centrex (1 line)	0	0.00%	0
GLIN	Centrex (2 lines)	0	0.00%	0
GLIN	Centrex (3 lines)	0	0.00%	0
GLIN	Centrex (4 lines)	0	0.00%	0
GLIN	Centrex (5 lines)	0	0.00%	0
GLIN	Centrex (6 lines)	0	0.00%	0
GLIN	Centrex (7 lines)	0	0.00%	0
GLIN	Centrex (8 lines)	0	0.00%	0
GLIN	Centrex (>=9 lines)	0	0.00%	0
GTIN	Centrex (1 line)	0	0.00%	0
GTIN	Centrex (2 lines)	6,874	0.04%	551
GTIN	Centrex (3 lines)	17,718	0.11%	1,420
GTIN	Centrex (4 lines)	22,160	0.14%	1,776
GTIN	Centrex (5 lines)	17,770	0.11%	1,424
GTIN	Centrex (6 lines)	23,592	0.15%	1,891
GTIN	Centrex (7 lines)	14,756	0.09%	1,182
GTIN	Centrex (8 lines)	17,648	0.11%	1,414
GTIN	Centrex (>=9 lines)	359,248	2.29%	28,789
GLMI	Centrex (1 line)	0	0.00%	0
GLMI	Centrex (2 lines)	50	0.00%	4
GLMI	Centrex (3 lines)	144	0.00%	12
GLMI	Centrex (4 lines)	96	0.00%	8
GLMI	Centrex (5 lines)	240	0.00%	19
GLMI	Centrex (6 lines)	138	0.00%	11
GLMI	Centrex (7 lines)	49	0.00%	4
GLMI	Centrex (8 lines)	288	0.00%	23
GLMI	Centrex (>=9 lines)	2,080	0.01%	167
GTMI	Centrex (1 line)	0	0.00%	0
GTMI	Centrex (2 lines)	36,598	0.23%	2,933
GTMI	Centrex (3 lines)	48,657	0.31%	3,899
GTMI	Centrex (4 lines)	45,088	0.29%	3,613
GTMI	Centrex (5 lines)	35,685	0.23%	2,860
GTMI	Centrex (6 lines)	25,548	0.16%	2,047

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Conversion of Centrex EUCL Lines Spread by PICC Percentage

	CENTREX	PICC's	PICC %	CENTREX EUCLs MID 4TH QTR 2002
GTMI	Centrex (7 lines)	19,817	0.13%	1,588
GTMI	Centrex (8 lines)	17,672	0.11%	1,416
GTMI	Centrex (>=9 lines)	133,470	0.85%	10,696
GTNC	Centrex (1 line)	0	0.00%	0
GTNC	Centrex (2 lines)	3,708	0.02%	297
GTNC	Centrex (3 lines)	5,670	0.04%	454
GTNC	Centrex (4 lines)	5,024	0.03%	403
GTNC	Centrex (5 lines)	4,580	0.03%	367
GTNC	Centrex (6 lines)	5,178	0.03%	415
GTNC	Centrex (7 lines)	3,766	0.02%	302
GTNC	Centrex (8 lines)	4,176	0.03%	335
GTNC	Centrex (>=9 lines)	252,490	1.61%	20,234
GTOH	Centrex (1 line)	0	0.00%	0
GTOH	Centrex (2 lines)	14,760	0.09%	1,183
GTOH	Centrex (3 lines)	34,674	0.22%	2,779
GTOH	Centrex (4 lines)	52,212	0.33%	4,184
GTOH	Centrex (5 lines)	33,560	0.21%	2,689
GTOH	Centrex (6 lines)	38,196	0.24%	3,061
GTOH	Centrex (7 lines)	25,760	0.16%	2,064
GTOH	Centrex (8 lines)	24,600	0.16%	1,971
GTOH	Centrex (>=9 lines)	363,359	2.31%	29,118
GTOR	Centrex (1 line)	0	0.00%	0
GTOR	Centrex (2 lines)	1,334	0.01%	107
GTOR	Centrex (3 lines)	10,956	0.07%	878
GTOR	Centrex (4 lines)	13,012	0.08%	1,043
GTOR	Centrex (5 lines)	13,350	0.08%	1,070
GTOR	Centrex (6 lines)	14,058	0.09%	1,127
GTOR	Centrex (7 lines)	8,372	0.05%	671
GTOR	Centrex (8 lines)	8,984	0.06%	720
GTOR	Centrex (>=9 lines)	112,969	0.72%	9,053
GTPA	Centrex (1 line)	0	0.00%	0
GTPA	Centrex (2 lines)	30,780	0.20%	2,467
GTPA	Centrex (3 lines)	40,953	0.26%	3,282
GTPA	Centrex (4 lines)	38,704	0.25%	3,102
GTPA	Centrex (5 lines)	33,230	0.21%	2,663
GTPA	Centrex (6 lines)	27,102	0.17%	2,172
GTPA	Centrex (7 lines)	19,173	0.12%	1,536
GTPA	Centrex (8 lines)	17,272	0.11%	1,384
GTPA	Centrex (>=9 lines)	195,439	1.24%	15,662
COSC	Centrex (1 line)	0	0.00%	0
COSC	Centrex (2 lines)	430	0.00%	34
COSC	Centrex (3 lines)	678	0.00%	54
COSC	Centrex (4 lines)	848	0.01%	68
COSC	Centrex (5 lines)	575	0.00%	46
COSC	Centrex (6 lines)	492	0.00%	39
COSC	Centrex (7 lines)	413	0.00%	33
COSC	Centrex (8 lines)	400	0.00%	32
COSC	Centrex (>=9 lines)	3,107	0.02%	249
GTSC	Centrex (1 line)	0	0.00%	0

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Conversion of Centrex EUCL Lines Spread by PICC Percentage

	CENTREX	PICC's	PICC %	CENTREX EUCLs MID 4TH QTR 2002
GTSC	Centrex (2 lines)	3,020	0.02%	242
GTSC	Centrex (3 lines)	4,173	0.03%	334
GTSC	Centrex (4 lines)	5,072	0.03%	406
GTSC	Centrex (5 lines)	3,395	0.02%	272
GTSC	Centrex (6 lines)	3,900	0.02%	313
GTSC	Centrex (7 lines)	3,129	0.02%	251
GTSC	Centrex (8 lines)	3,152	0.02%	253
GTSC	Centrex (>=9 lines)	50,264	0.32%	4,028
GTTX	Centrex (1 line)	0	0.00%	0
GTTX	Centrex (2 lines)	100,400	0.64%	8,046
GTTX	Centrex (3 lines)	135,369	0.86%	10,848
GTTX	Centrex (4 lines)	101,104	0.64%	8,102
GTTX	Centrex (5 lines)	86,375	0.55%	6,922
GTTX	Centrex (6 lines)	66,306	0.42%	5,314
GTTX	Centrex (7 lines)	45,199	0.29%	3,622
GTTX	Centrex (8 lines)	39,712	0.25%	3,182
GTTX	Centrex (>=9 lines)	1,474,913	9.39%	118,195
GTVA	Centrex (1 line)	0	0.00%	0
GTVA	Centrex (2 lines)	119	0.00%	10
GTVA	Centrex (3 lines)	402	0.00%	32
GTVA	Centrex (4 lines)	416	0.00%	33
GTVA	Centrex (5 lines)	446	0.00%	36
GTVA	Centrex (6 lines)	444	0.00%	36
GTVA	Centrex (7 lines)	413	0.00%	33
GTVA	Centrex (8 lines)	0	0.00%	0
GTVA	Centrex (>=9 lines)	4,146	0.03%	332
GTWA	Centrex (1 line)	0	0.00%	0
GTWA	Centrex (2 lines)	9,150	0.06%	733
GTWA	Centrex (3 lines)	32,400	0.21%	2,596
GTWA	Centrex (4 lines)	32,420	0.21%	2,598
GTWA	Centrex (5 lines)	79,635	0.51%	6,382
GTWA	Centrex (6 lines)	52,506	0.33%	4,208
GTWA	Centrex (7 lines)	40,082	0.26%	3,212
GTWA	Centrex (8 lines)	40,328	0.26%	3,232
GTWA	Centrex (>=9 lines)	413,778	2.63%	33,159
GTWI	Centrex (1 line)	0	0.00%	0
GTWI	Centrex (2 lines)	12,150	0.08%	974
GTWI	Centrex (3 lines)	15,807	0.10%	1,267
GTWI	Centrex (4 lines)	15,844	0.10%	1,270
GTWI	Centrex (5 lines)	14,365	0.09%	1,151
GTWI	Centrex (6 lines)	12,582	0.08%	1,008
GTWI	Centrex (7 lines)	8,309	0.05%	666
GTWI	Centrex (8 lines)	7,664	0.05%	614
GTWI	Centrex (>=9 lines)	58,694	0.37%	4,704
GTMC	Centrex (1 line)	0	0.00%	0
GTMC	Centrex (2 lines)	2,090	0.01%	167
GTMC	Centrex (3 lines)	513	0.00%	41
GTMC	Centrex (4 lines)	832	0.01%	67
GTMC	Centrex (5 lines)	580	0.00%	46

Verizon - West Telephone Companies

Conversion of Centrex EUCL Lines Spread by PICC Percentage

	CENTREX	<u>PICC's</u>	<u>PICC %</u>	<u>CENTREX EUCLs</u> <u>MID 4TH QTR 2002</u>
GTMC	Centrex (6 lines)	870	0.01%	70
GTMC	Centrex (7 lines)	609	0.00%	49
GTMC	Centrex (8 lines)	928	0.01%	74
GTMC	Centrex (>=9 lines)	<u>18,946</u>	<u>0.12%</u>	<u>1,518</u>
		15,709,483	100.00%	1,258,905
	Centrex (>=9 lines)			752,676
	Centrex (8 lines)			51,435
	Centrex (7 lines)			51,351
	Centrex (6 lines)			69,690
	Centrex (5 lines)			79,316
	Centrex (4 lines)			90,621
	Centrex (3 lines)			93,320
	Centrex (2 lines)			70,498
	Centrex (1 line)			<u>0</u>
				1,258,907

Verizon - West Telephone Companies

Adjusted EUCL Demand for ISDN PRI and Centrex Equivalents

	(a)	(b)	(c)
<u>RATE ELEMENT DESCRIPTION</u>	<u>UNADJUSTED EUCL DEMAND MID 4TH QTR 2002 FCST</u>	<u>FACTOR</u>	<u>TOTAL EUCL DEMAND PRI@5, CENTREX EQUIVALENCY</u>
Residence Lifeline	859,253	1	859,253
Residence	10,595,732	1	10,595,732
Business	2,876,994	1	2,876,994
Centrex (>= 9 lines)	752,676	0.111111	83,631
Centrex (8 lines)	51,435	0.125000	6,429
Centrex (7 lines)	51,351	0.142857	7,336
Centrex (6 lines)	69,690	0.166667	11,615
Centrex (5 lines)	79,316	0.200000	15,863
Centrex (4 lines)	90,621	0.250000	22,655
Centrex (3 lines)	93,320	0.333333	31,107
Centrex (2 lines)	70,498	0.500000	35,249
Centrex (1 line)	0	1	0
PRI Systems	9,277	5	46,387
BRI Systems	<u>68,223</u>	1	<u>68,223</u>
1 Total Monthly Demand	15,668,387		14,660,474
2 Less Lifeline	<u>859,253</u>		<u>859,253</u>
3 Monthly Demand Excluding Lifeline	<u>14,809,134</u>		<u>13,801,221</u>

Verizon - West Telephone Companies

Rate Development for USF Switched Access Lines

	(a)	(b)	(c)
	UNADJUSTED EUCL DEMAND <u>MID 4TH QTR 2002 FCST</u>	PROPOSED MONTHLY EFFECTIVE RATE <u>PER LINE</u>	YEARLY PROPOSED <u>REVENUE</u>
Residence Lifeline	859,253	N/A	\$ -
Residence	10,595,732	\$ 0.54	68,660,345
Business	2,876,994	\$ 0.54	18,642,922
Centrex (>= 9 lines)	752,676	\$ 0.06 *	541,927
Centrex (8 lines)	51,435	\$ 0.07 *	43,205
Centrex (7 lines)	51,351	\$ 0.08 *	49,297
Centrex (6 lines)	69,690	\$ 0.09 *	75,265
Centrex (5 lines)	79,316	\$ 0.11 *	104,697
Centrex (4 lines)	90,621	\$ 0.14 *	152,243
Centrex (3 lines)	93,320	\$ 0.18 *	201,571
Centrex (2 lines)	70,498	\$ 0.27 *	228,414
Centrex (1 line)	0	\$ 0.54 *	-
PRI Systems	9,277	\$ 2.70	300,585
BRI Systems	<u>68,223</u>	\$ 0.54	<u>442,087</u>
 Total Switched	 <u>15,668,387</u>		 <u>\$ 89,442,558</u>

* Note: Centrex customers with 1 - 9 lines are charged a total of \$0.55.
Each additional Centrex line over 9 lines is charged an additional \$.06 for each additional line.

Verizon - West Telephone Companies
Rate Development for Federal End User
Special Access USF Charge

1	Verizon Special Access End User Revenues (Circularity Revenues Removed)	From WP USF-2 (Column B Line 1)	\$	62,324,245
2	Verizon Interstate Special Access End User (a)	4th Quarter 2002 Contribution Factor		0.072805
3	4th Quarter Contribution (Special)	Ln 1 * Ln 2	\$	4,537,517

Note:

a) Does not include uncollectibles.