

VERIZON TELEPHONE COMPANIES
INVESTMENT AND COST DATA
SUMMARY

ICB #: TX0202099 MCI Worldcomm/First American Title
ate Element: DS3
State: Texas-G

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I. Cost and Salvage Value of Equipment

1. Circuit Equipment Material	\$0.00
2. Outside Plant Material	\$19,294.71
3. Central Office Equipment Material	\$0.00
4. Total Material Cost (1)+(2)+(3)	\$19,294.71
5. Circuit Equipment Net Salvage (Incl. Cost of Removal)	\$0.00
6. Outside Plant Net Salvage (Incl. Cost of Removal)	\$0.00
7. Central Office Equipment Net Salvage (Incl. Cost of Remov	\$0.00
8. Net Material Cost (4)-(5)-(6)-(7)	\$19,294.71

LABOR HOURS ABOR RATE

II. Installation Cost

9. Circuit Equipment Engineering Labor	\$0.00	\$0.00	\$70.64
10. Outside Plant Engineering Labor	\$3,278.88	\$58.64	\$55.92
11. Central Office Equipment Engineering Labor	\$0.00	\$0.00	70.64
12. Total Engineering Labor (9)+(10)+(11)	\$3,278.88		
13. Circuit Equipment Installation Labor	\$0.00	\$0.00	44.45
14. Outside Plant Installation Labor	\$8,584.00	\$203.41	42.20
15. Central Office Equipment Installation Labor	\$0.00	\$0.00	44.45
16. Total Installation Labor (13)+(14)+(15)	\$8,584.00		
17. Total Installed Cost (4)+(12)+(16)	\$31,157.59		

III. Non-Reusable Cost

18. Engineering/Installation Labor Cost (12)+(16)	\$11,862.88
19. Cost of Removal Net of Salvage	\$0.00
20. Total Non-Reusable Cost (18)+(19)	\$11,862.88

IV. Net Investment

21. Total Net Investment (17)-(5)-(6)-(7)	\$31,157.59	% of Total Investment
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V. Total Annual Costs

22. Circuit Equipment Depreciation	\$0.00	\$0.00
23. Outside Plant Depreciation	\$29,339.16	\$0.94
24. Central Office Equipment Depreciation	\$0.00	\$0.00
25. Return	\$1,818.43	\$0.06
26. Federal and State Income Tax	\$627.74	\$0.02
27. Plant Specific - Maintenance/Repair	\$46.56	\$0.00
28. Direct Administration	\$771.85	\$0.02
29. Non-Capitalized Expenses	\$0.00	\$0.00
30. GRT on Incremental Cost	\$0.00	\$0.00
31. Total Incremental Cost (22)..(30)	\$32,603.75	

Indirect Administration:

32. Plant Specific - Support	\$429.06	\$0.01
33. Plant Non-Specific	\$684.89	\$0.02
34. Corporate Operations	\$747.27	\$0.02
35. Miscellaneous Loadings	\$464.94	\$0.01
36. Other Taxes	\$55.74	\$0.00
37. GRT on Indirect Admin.	\$0.00	\$0.00
38. Total Fully Allocated Cost (31)+(32)..(37)	\$34,985.65	

% Unit Cost/
Price

VI. Amounts to be Tariffed

39. Proposed Non-Recurring Charge	\$34,741.00
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RETURN AND INCOME TAX CALCULATIONS (11.25% RATE OF RETURN)

ICB #: TX0202099 MCI Worldcomm/First American Title
Rate Element: DS3
State: Texas-G

Return

Components	Investment
Circuit Equipment Material	\$0.00
Circuit Equipment Engineering	\$0.00
Circuit Equipment Installation	\$0.00
Total Circuit Equipment	\$0.00
Less	
Net Salvage Value	\$0.00

Monthly Circuit Equipment Capital Recovery
x 12 Months

Annual Circuit Equipment Capital Recovery
Less:
Annual Circuit Equipment Depreciation

Annual Circuit Equipment Return

Components	Investment
Outside Plant Material	\$19,294.71
Outside Plant Engineering	\$3,278.88
Outside Plant Installation	\$8,584.00
Total Outside Plant	\$31,157.59
Less	
Net Salvage Value	\$0.00

Monthly Outside Plant Capital Recovery
x 12 Months

Annual Outside Plant Capital Recovery
Less:
Annual Outside Plant Depreciation

Annual Outside Plant Return

RETURN AND INCOME TAX CALCULATIONS (11.25% RATE OF RETURN)

ICB #: TX0202099 MCI Worldcomm/First American Title
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Return (contd.)

<u>Components</u>	<u>Investment</u>
Central Office Equip. Material	\$0.00
Central Office Equip. Engineering	\$0.00
Central Office Equip. Installation	\$0.00
Total Central Office Equip.	\$0.00
Less	
Net Salvage Value	\$0.00

Monthly Central Office Equip. Capital Recovery
x 12 Months

Annual Central Office Equip. Capital Recovery
Less:
Annual Central Office Equip. Depreciation

Annual Central Office Equip. Return

Circuit Equipment Return
Outside Plant Return
Central Office Equipment Return

Total Return

Federal and State Income Tax

<u>Components</u>	<u>Investment</u>	<u>Factor</u>
Total Circuit Equipment	\$0.00	\$0.00
Total Outside Plant	\$31,157.59	\$0.00
Total Central Office Equipment	\$0.00	\$0.00

Total Monthly Federal and State Income Tax
X 12 Months

Total Annual Federal and State Income Tax