

VERIZON TELEPHONE COMPANIES
INVESTMENT AND COST DATA
SUMMARY

ICB #: FL 0203130

Rate Element: Special Construction for Tariffed DS3 for Smith & Nephew
State: Florida-G

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I. Cost and Salvage Value of Equipment

1. Circuit Equipment Material	\$0.00
2. Outside Plant Material	\$12,540.14
3. Central Office Equipment Material	\$0.00
4. Total Material Cost (1)+(2)+(3)	\$12,540.14
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 Removal)	\$0.00
8. Net Material Cost (4)-(5)-(6)-(7)	\$12,540.14

LABOR HOURS LABOR RATE

II. Installation Cost

9. Circuit Equipment Engineering Labor	\$0.00	0	\$77.18
10. Outside Plant Engineering Labor	\$10,420.36	76	\$137.11
11. Central Office Equipment Engineering Labor	\$0.00	0	77.18
12. Total Engineering Labor (9)+(10)+(11)	\$10,420.36		
13. Circuit Equipment Installation Labor	\$0.00	0	37.04
14. Outside Plant Installation Labor	\$15,369.83	343	44.81
15. Central Office Equipment Installation Labor	\$0.00	0	37.04
16. Total Installation Labor (13)+(14)+(15)	\$15,369.83		
17. Total Installed Cost (4)+(12)+(16)	\$38,330.33		

III. Non-Reusable Cost

18. Engineering/Installation Labor Cost (12)+(16)	\$25,790.19
19. Cost of Removal Net of Salvage	\$0.00
20. Total Non-Reusable Cost (18)+(19)	\$25,790.19

IV. Net Investment

21. Total Net Investment (17)-(5)-(6)-(7)	\$38,330.33	% of Total Investment
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V. Total Annual Costs

22. Circuit Equipment Depreciation	\$0.00	0.00%
23. Outside Plant Depreciation	\$35,771.73	93.32%
24. Central Office Equipment Depreciation	\$0.00	0.00%
25. Return	\$2,558.60	6.68%
26. Federal and State Income Tax	\$899.30	2.35%
27. Plant Specific - Maintenance/Repair	\$246.57	0.64%
28. Direct Administration	\$1,074.76	2.80%
29. Non-Capitalized Expenses	\$0.00	0.00%
30. GRT on Incremental Cost	\$1,039.77	2.71%
31. Total Incremental Cost (22)..(30)	\$41,590.73	

Indirect Administration:

32. Plant Specific - Support	\$569.74	1.49%
33. Plant Non-Specific	\$883.03	2.30%
34. Corporate Operations	\$485.82	1.27%
35. Miscellaneous Loadings	\$562.22	1.47%
36. Other Taxes	\$27.97	0.07%
37. GRT on Indirect Admin.	\$64.84	0.17%
38. Total Fully Allocated Cost (31)+(32)..(37)	\$44,184.35	

% Unit Cost/
Price

VI. Amounts to be Tariffed

39. Proposed Non-Recurring Charge	\$42,286.00
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RETURN AND INCOME TAX CALCULATIONS (11.25% RATE OF RETURN)

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Return

Components	Investment	Monthly Present Value Cost
Circuit Equipment Material	\$0.00	\$0.00
Circuit Equipment Engineering	\$0.00	\$0.00
Circuit Equipment Installation	\$0.00	\$0.00
Total Circuit Equipment	\$0.00	\$0.00
Less		
Net Salvage Value	\$0.00	\$0.00
Monthly Circuit Equipment Capital Recovery x 12 Months		\$0.00 12
Annual Circuit Equipment Capital Recovery		\$0.00
Less:		
Annual Circuit Equipment Depreciation		\$0.00
Annual Circuit Equipment Return		\$0.00

Components	Investment	Monthly Present Value Cost
Outside Plant Material	\$12,540.14	\$1,119.76
Outside Plant Engineering	\$10,420.36	\$930.47
Outside Plant Installation	\$15,369.83	\$1,372.43
Total Outside Plant	\$38,330.33	\$3,422.66
Less		
Net Salvage Value	\$0.00	\$0.00
Monthly Outside Plant Capital Recovery x 12 Months		\$3,422.66 12
Annual Outside Plant Capital Recovery		\$41,071.94
Less:		
Annual Outside Plant Depreciation		\$38,330.33
Annual Outside Plant Return		\$2,741.61

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

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Return (contd.)

Components	Investment	Monthly Present Value Cost
Central Office Equip. Material	\$0.00	\$0.00
Central Office Equip. Engineering	\$0.00	\$0.00
Central Office Equip. Installation	\$0.00	\$0.00
Total Central Office Equip.	\$0.00	\$0.00
Less		
Net Salvage Value	\$0.00	\$0.00
Monthly Central Office Equip. Capital Recovery x 12 Months		\$0.00 12
Annual Central Office Equip. Capital Recovery		\$0.00
Less:		
Annual Central Office Equip. Depreciation		\$0.00
Annual Central Office Equip. Return		\$0.00
Circuit Equipment Return		\$0.00
Outside Plant Return		\$2,741.61
Central Office Equipment Return		\$0.00
Total Return		\$2,741.61

Federal and State Income Tax

Components	Investment	Factor	Monthly Present Value Cost
Total Circuit Equipment	\$0.00	\$0.00	\$0.00
Total Outside Plant	\$38,330.33	\$0.00	\$80.30
Total Central Office Equipment	\$0.00	\$0.00	\$0.00
Total Monthly Federal and State Income Tax X 12 Months			\$74.94 12
Total Annual Federal and State Income Tax			\$899.30