

VERIZON TELEPHONE COMPANIES FCC TARIFF NO. 21
INVESTMENT AND COST DATA
SUMMARY

ICB #: Verizon Wireless 1726

Rate Element: special construction

State: Hawaii-G

page 1 of 3

I. Cost and Salvage Value of Equipment

1. Circuit Equipment Material	\$0.00
2. Outside Plant Material	\$1,725.80
3. Central Office Equipment Material	\$0.00
4. Total Material Cost (1)+(2)+(3)	\$1,725.80
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)	\$1,725.80

II. Installation Cost

		LABOR	HOURS	LABOR RATE
9. Circuit Equipment Engineering Labor	\$0.00	-	\$	55.61
10. Outside Plant Engineering Labor	\$3,416.00	50.78	\$	67.27
11. Central Office Equipment Engineering Labor	\$0.00	-	\$	55.61
12. Total Engineering Labor (9)+(10)+(11)	\$3,416.00			
13. Circuit Equipment Installation Labor	\$0.00	-	\$	52.36
14. Outside Plant Installation Labor	\$15,469.00	278.22	\$	55.60
15. Central Office Equipment Installation Labor	\$0.00	-	\$	52.36
16. Total Installation Labor (13)+(14)+(15)	\$15,469.00			
17. Total Installed Cost (4)+(12)+(16)	\$20,610.80			

III. Non-Reusable Cost

18. Engineering/Installation Labor Cost (12)+(16)	\$18,885.00
19. Cost of Removal Net of Salvage	\$0.00
20. Total Non-Reusable Cost (18)+(19)	\$18,885.00

IV. Net Investment

21. Total Net Investment (17)-(5)-(6)-(7)	\$20,610.80	% of Total Investment
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V. Total Annual Costs

22. Circuit Equipment Depreciation	\$0.00	0.000%
23. Outside Plant Depreciation	\$19,407.90	94.164%
24. Central Office Equipment Depreciation	\$0.00	0.000%
25. Return	\$1,202.90	5.836%
26. Federal and State Income Tax	\$369.37	1.792%
27. Plant Specific - Maintenance/Repair	\$499.21	2.422%
28. Direct Administration	\$379.42	1.841%
29. Non-Capitalized Expenses	\$0.00	0.000%
30. GRT on Incremental Cost	\$1,490.88	7.233%
31. Total Incremental Cost (22)..(30)	\$23,349.68	

Indirect Administration:

32. Plant Specific - Support	\$355.32	1.724%
33. Plant Non-Specific	\$444.87	2.158%
34. Corporate Operations	\$253.23	1.229%
35. Miscellaneous Loadings	\$0.00	0.000%
36. Other Taxes	\$0.00	0.000%
37. GRT on Indirect Admin.	\$71.85	0.349%
38. Total Fully Allocated Cost (31)+(32)..(37)	\$24,474.95	

VI. Amounts to be Tariffed

39. Proposed Lump Sum Charge	\$25,410.00	% Unit Cost/ Price
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RETURN AND INCOME TAX CALCULATIONS (11.25% RATE OF RETURN)

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page 2 of 3

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	\$1,725.80	\$152.73
Outside Plant Engineering	\$3,416.00	\$302.31
Outside Plant Installation	\$15,469.00	\$1,368.98
Total Outside Plant	\$20,610.80	\$1,824.02
Less		
Net Salvage Value	\$0.00	\$0.00
Monthly Outside Plant Capital Recovery x 12 Months		\$1,824.02 12
Annual Outside Plant Capital Recovery		\$21,888.25
Less:		
Annual Outside Plant Depreciation		\$20,610.80
Annual Outside Plant Return		\$1,277.45

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

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page 3 of 3

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		\$1,277.45
Central Office Equipment Return		\$0.00
Total Return		\$1,277.45

Federal and State Income Tax

Components	Investment	Factor	Monthly Present Value Cost
Total Circuit Equipment	\$0.00	\$0.00	\$0.00
Total Outside Plant	\$20,610.80	\$0.00	\$32.69
Total Central Office Equipment	\$0.00	\$0.00	\$0.00
Total Monthly Federal and State Income Tax X 12 Months			\$30.78 12
Total Annual Federal and State Income Tax			\$369.37