

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

ICB #: Compass Health - AT&T  
Rate Element: Special Construction  
State: Washington-G

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I. Cost and Salvage Value of Equipment

1. Circuit Equipment Material	\$0.00
2. Outside Plant Material	\$1,421.46
3. Central Office Equipment Material	\$0.00
4. Total Material Cost (1)+(2)+(3)	\$1,421.46
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)	\$1,421.46

LABOR HOURS LABOR RATE

II. Installation Cost

9. Circuit Equipment Engineering Labor	\$0.00	\$	-	\$	68.89
10. Outside Plant Engineering Labor	\$10,662.44	\$	149.00	\$	71.56
11. Central Office Equipment Engineering Labor	\$0.00	\$	-	\$	68.89
12. Total Engineering Labor (9)+(10)+(11)	\$10,662.44				
13. Circuit Equipment Installation Labor	\$0.00	\$	-	\$	44.79
14. Outside Plant Installation Labor	\$20,928.00	\$	436.00	\$	48.00
15. Central Office Equipment Installation Labor	\$0.00	\$	-	\$	44.79
16. Total Installation Labor (13)+(14)+(15)	\$20,928.00				
17. Total Installed Cost (4)+(12)+(16)	\$33,011.90				

III. Non-Reusable Cost

18. Engineering/Installation Labor Cost (12)+(16)	\$31,590.44
19. Cost of Removal Net of Salvage	\$0.00
20. Total Non-Reusable Cost (18)+(19)	\$31,590.44

IV. Net Investment

21. Total Net Investment (17)-(5)-(6)-(7)	\$33,011.90	% of Total Investment
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V. Total Annual Costs

22. Circuit Equipment Depreciation	\$0.00	0.00%
23. Outside Plant Depreciation	\$31,085.24	94.16%
24. Central Office Equipment Depreciation	\$0.00	0.00%
25. Return	\$1,926.66	5.84%
26. Federal and State Income Tax	\$507.31	1.54%
27. Plant Specific - Maintenance/Repair	\$133.67	0.40%
28. Direct Administration	\$840.23	2.55%
29. Non-Capitalized Expenses	\$0.00	0.00%
30. GRT on Incremental Cost	\$163.23	0.49%
31. Total Incremental Cost (22)..(30)	\$34,656.34	

Indirect Administration:

32. Plant Specific - Support	\$455.87	1.38%
33. Plant Non-Specific	\$706.47	2.14%
34. Corporate Operations	\$432.99	1.31%
35. Miscellaneous Loadings	\$381.07	1.15%
36. Other Taxes	\$0.19	0.00%
37. GRT on Indirect Admin.	\$9.35	0.03%
38. Total Fully Allocated Cost (31)+(32)..(37)	\$36,642.28	

% Unit Cost/  
Price

VI. Amounts to be Tariffed

39. Proposed Lump Sum Charge	\$42,885.00
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# RETURN AND INCOME TAX CALCULATIONS (11.25% RATE OF RETURN)

ICB #: Compass Health - AT&T  
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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	\$1,421.46	\$125.80
Outside Plant Engineering	\$10,662.44	\$943.61
Outside Plant Installation	\$20,928.00	\$1,852.09
Total Outside Plant	\$33,011.90	\$2,921.50
Less:		
Net Salvage Value	\$0.00	\$0.00
Monthly Outside Plant Capital Recovery x 12 Months		\$2,921.50 12
Annual Outside Plant Capital Recovery		\$35,057.97
Less:		
Annual Outside Plant Depreciation		\$33,011.90
Annual Outside Plant Return		\$2,046.07

# 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		\$2,046.07
Central Office Equipment Return		\$0.00
Total Return		\$2,046.07

## Federal and State Income Tax

Components	Investment	Factor	Monthly Present Value Cost
Total Circuit Equipment	\$0.00	\$0.00	\$0.00
Total Outside Plant	\$33,011.90	\$0.00	\$44.90
Total Central Office Equipment	\$0.00	\$0.00	\$0.00
Total Monthly Federal and State Income Tax X 12 Months			\$42.28 12
Total Annual Federal and State Income Tax			\$507.31