

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

ICB #: CA0306127  
Rate Element: Special Construction  
State: California-G

page 1 of 3

I. Cost and Salvage Value of Equipment

1. Circuit Equipment Material	\$0.00
2. Outside Plant Material	\$8,296.05
3. Central Office Equipment Material	\$0.00
4. Total Material Cost (1)+(2)+(3)	\$8,296.05
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)	\$8,296.05

LABOR HOURS   LABOR RATE

II. Installation Cost

9. Circuit Equipment Engineering Labor	\$0.00		
10. Outside Plant Engineering Labor	\$1,381.86	\$18.00	\$76.77
11. Central Office Equipment Engineering Labor	\$0.00		
12. Total Engineering Labor (9)+(10)+(11)	\$1,381.86		
13. Circuit Equipment Installation Labor	\$0.00		
14. Outside Plant Installation Labor	\$57,323.50	\$1,113.29	\$51.49
15. Central Office Equipment Installation Labor	\$0.00		
16. Total Installation Labor (13)+(14)+(15)	\$57,323.50		
17. Total Installed Cost (4)+(12)+(16)	\$67,001.41		

III. Non-Reusable Cost

18. Engineering/Installation Labor Cost (12)+(16)	\$58,705.36
19. Cost of Removal Net of Salvage	\$0.00
20. Total Non-Reusable Cost (18)+(19)	\$58,705.36

IV. Net Investment

21. Total Net Investment (17)-(5)-(6)-(7)	\$67,001.41	% of Total Investment
---	-------------	--------------------------

V. Total Annual Costs

22. Circuit Equipment Depreciation	\$0.00	0.00%
23. Outside Plant Depreciation	\$63,091.05	94.16%
24. Central Office Equipment Depreciation	\$0.00	0.00%
25. Return	\$3,910.37	5.84%
26. Federal and State Income Tax	\$1,724.66	2.57%
27. Plant Specific - Maintenance/Repair	\$1,035.91	1.55%
28. Direct Administration	\$1,610.61	2.40%
29. Non-Capitalized Expenses	\$0.00	0.00%
30. GRT on Incremental Cost	\$0.00	0.00%
31. Total Incremental Cost (22)..(30)	\$71,372.59	

Indirect Administration:

32. Plant Specific - Support	\$1,043.75	1.56%
33. Plant Non-Specific	\$1,613.67	2.41%
34. Corporate Operations	\$682.45	1.02%
35. Miscellaneous Loadings	\$834.61	1.25%
36. Other Taxes	\$0.18	0.00%
37. GRT on Indirect Admin.	\$0.00	0.00%
38. Total Fully Allocated Cost (31)+(32)..(37)	\$75,547.24	

% Unit Cost/  
Price

VI. Amounts to be Tariffed

39. Proposed Lump Sum Charge	\$78,135.00
------------------------------	-------------

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

ICB #: CA0306127  
 Rate Element: Special Construction  
 State: California-G

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	\$8,296.05	\$734.19
Outside Plant Engineering	\$1,381.86	\$122.29
Outside Plant Installation	\$57,323.50	\$5,073.03
Total Outside Plant	\$67,001.41	\$5,929.51
Less		
Net Salvage Value	\$0.00	\$0.00
Monthly Outside Plant Capital Recovery x 12 Months		\$5,929.51 12
Annual Outside Plant Capital Recovery		\$71,154.15
Less:		
Annual Outside Plant Depreciation		\$67,001.41
Annual Outside Plant Return		\$4,152.73

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

ICB #: CA0306127  
 Rate Element: Special Construction  
 State: California-G

Return (contd.)

Components	Investment	Factor	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
<b>Total Central Office Equip.</b>	<b>\$0.00</b>		<b>\$0.00</b>
Less			
Net Salvage Value	\$0.00		\$0.00
Monthly Central Office Equip. Capital Recovery x 12 Months			\$0.00 <u>12</u>
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			\$4,152.73
Central Office Equipment Return			<u>\$0.00</u>
Total Return			<u><u>\$4,152.73</u></u>

Federal and State Income Tax

Components	Investment	Factor	Monthly Present Value Cost
Total Circuit Equipment	\$0.00	\$0.00	\$0.00
Total Outside Plant	\$67,001.41	\$0.00	\$152.63
Total Central Office Equipment	\$0.00	\$0.00	<u>\$0.00</u>
Total Monthly Federal and State Income Tax X 12 Months			\$143.72 <u>12</u>
Total Annual Federal and State Income Tax			<u><u>\$1,724.66</u></u>