

VERIZON TELEPHONE COMPANIES FCC TARIFF NO. 14
INVESTMENT AND COST DATA
SUMMARY

ICB #: IL0301267

Rate Element: First Cellular

State: Illinois-G

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I. Cost and Salvage Value of Equipment

1. Circuit Equipment Material	\$0.00
2. Outside Plant Material	\$2,231.62
3. Central Office Equipment Material	\$0.00
4. Total Material Cost (1)+(2)+(3)	\$2,231.62
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)	\$2,231.62

II. Installation Cost

		LABOR HOURS	LABOR RATE
9. Circuit Equipment Engineering Labor	\$0.00	\$0.00	\$61.41
10. Outside Plant Engineering Labor	\$783.30	\$15.00	\$52.22
11. Central Office Equipment Engineering Labor	\$0.00	\$0.00	61.41
12. Total Engineering Labor (9)+(10)+(11)	\$783.30		
13. Circuit Equipment Installation Labor	\$0.00	\$0.00	44.23
14. Outside Plant Installation Labor	\$8,962.80	\$194.21	46.15
15. Central Office Equipment Installation Labor	\$0.00	\$0.00	44.23
16. Total Installation Labor (13)+(14)+(15)	\$8,962.80		
17. Total Installed Cost (4)+(12)+(16)	\$11,977.72		

III. Non-Reusable Cost

18. Engineering/Installation Labor Cost (12)+(16)	\$9,746.10
19. Cost of Removal Net of Salvage	\$0.00
20. Total Non-Reusable Cost (18)+(19)	\$9,746.10

IV. Net Investment

21. Total Net Investment (17)-(5)-(6)-(7)	\$11,977.72	% of Total Investment
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V. Total Annual Costs

22. Circuit Equipment Depreciation	\$0.00	\$0.00
23. Outside Plant Depreciation	\$11,278.67	\$0.94
24. Central Office Equipment Depreciation	\$0.00	\$0.00
25. Return	\$699.05	\$0.06
26. Federal and State Income Tax	\$230.76	\$0.02
27. Plant Specific - Maintenance/Repair	\$21.20	\$0.00
28. Direct Administration	\$332.92	\$0.03
29. Non-Capitalized Expenses	\$0.00	\$0.00
30. GRT on Incremental Cost	\$0.00	\$0.00
31. Total Incremental Cost (22)-(30)	\$12,562.60	

Indirect Administration:

32. Plant Specific - Support	\$171.38	\$0.01
33. Plant Non-Specific	\$0.00	\$0.00
34. Corporate Operations	\$0.00	\$0.00
35. Miscellaneous Loadings	\$0.00	\$0.00
36. Other Taxes	\$0.00	\$0.00
37. GRT on Indirect Admin.	\$0.00	\$0.00
38. Total Fully Allocated Cost (31)+(32)-(37)	\$12,733.98	

VI. Amounts to be Tariffed

39. Proposed One Time Charge	\$13,233.00	% Unit Cost/ Price
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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	\$2,231.62	\$197.49
Outside Plant Engineering	\$783.30	\$69.32
Outside Plant Installation	\$8,962.80	\$793.19
Total Outside Plant	\$11,977.72	\$1,060.01
Less		
Net Salvage Value	\$0.00	\$0.00
Monthly Outside Plant Capital Recovery x 12 Months		\$1,060.01 12
Annual Outside Plant Capital Recovery		\$12,720.09
Less:		
Annual Outside Plant Depreciation		\$11,977.72
Annual Outside Plant Return		\$742.38

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		\$742.38
Central Office Equipment Return		\$0.00
Total Return		\$742.38

Federal and State Income Tax

Components	Investment	Factor	Monthly Present Value Cost
Total Circuit Equipment	\$0.00	\$0.00	\$0.00
Total Outside Plant	\$11,977.72	\$0.00	\$20.42
Total Central Office Equipment	\$0.00	\$0.00	\$0.00
Total Monthly Federal and State Income Tax X 12 Months			\$19.23 12
Total Annual Federal and State Income Tax			\$230.76