

THE VERIZON TELEPHONE COMPANIES

TARIFF F.C.C. NO. 1

&

TARIFF F.C.C. NO. 20

DESCRIPTION AND JUSTIFICATION

Verizon Infospeed (DSL) Solutions

**Revision of Commitment Levels for
Five-Year Term and Volume Discount Plan (5N-TVDP)**

Rate Reductions for 1.5M/384K Service

Transmittal No. 429

April 12, 2004

1. Introduction

The Verizon Telephone Companies (Verizon) submit tariff pages to reduce the annual commitment levels required for Commitment Levels A and B of the Verizon Infospeed DSL Solutions Five-Year Term and Volume Discount Plan (5N-TVDP) contained in its Tariffs F.C.C. No. 1, Access Service, and F.C.C. No. 20, Communications Services. In addition, Verizon is proposing rate reductions for 1.5M/384K service under 5N-TVDP in its Tariffs F.C.C. No. 1 and F.C.C. No. 20. Verizon is also proposing rate reductions for 1.5M/384K service under Verizon Infospeed DSL Solutions and Verizon DSL Over Resold Lines in its Tariff F.C.C. No. 20.

2. Description

The 5N-TVDP offers Verizon Infospeed DSL subscribers three volume commitment levels with minimum service volumes for each year of the plan. The Commitment Level A plan currently requires subscribers to satisfy minimum service volumes ranging from 100 at the end of subscription year 1 to 1,000 at the end of subscription year 5. The Commitment Level B plan requires minimum service volumes of 2,500 to 25,000 during the same time period. The annual service volumes for each plan will be reduced for each subscription year with this tariff revision. Existing service volumes for Commitment Level C will remain unchanged.

Following are the present and proposed annual minimum service volumes for Commitment Levels A and B.

Commitment Level A	Subscription Year				
	1	2	3	4	5
Current	100	200	400	600	1,000
Proposed	50	100	150	200	250

Commitment Level B	Subscription Year				
	1	2	3	4	5
Current	2,500	10,000	15,000	20,000	25,000
Proposed	400	800	1,200	1,600	2,000

In addition, Verizon is proposing rate reductions for 1.5M/384K service under 5N-TVDP in its Tariffs F.C.C. No. 1 and F.C.C. No. 20. Verizon is also proposing rate reductions for 1.5M/384K service under Verizon Infospeed DSL Solutions and Verizon DSL Over Resold Lines in its Tariff F.C.C. No. 20. The new rates will be set at the same levels as those for 1.5M/128K service.

Following are the rate changes proposed for the 1.5M/384K service.

1.5M/384K Service Type	Present Rate	Proposed Rate
MTM (DSL and DRL)	\$ 48.95	\$ 43.95
1-Year Term Plan (DSL and DRL)	\$ 45.50	\$ 41.50
5N – CL A (DSL)	\$ 42.95	\$ 28.95
5N – CL B (DSL)	\$ 40.95	\$ 27.95
5N – CL C (DSL)	\$ 36.95	\$ 26.95

3. Reason for this Filing

In an effort to further enhance the attractiveness of the DSL product line, annual commitment levels associated with Commitment Levels A and B of the 5N-TVDP are being reduced from the current commitment levels.

These changes will improve the competitive position of Verizon's Infospeed DSL Solutions product and enable additional ISPs to take advantage of the lower rates available under the 5 year Term and Volume Discount Plan.

The rate reductions included in this filing will enhance the position of the Verizon's DSL and DRL services in the highly competitive broadband market.