

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

ICB #: WI0401322
Rate Element: SERVICE A
State: Wisconsin-G

page 1 of 3

I. Cost and Salvage Value of Equipment			
1. Circuit Equipment Material	\$0.00		
2. Outside Plant Material	\$2,923.55		
3. Central Office Equipment Material	\$0.00		
4. Total Material Cost (1)+(2)+(3)	\$2,923.55		
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)	\$2,923.55		
		<u>LABOR HOURS</u>	<u>LABOR RATE</u>
II. Installation Cost			
9. Circuit Equipment Engineering Labor	\$0.00	0.00	\$80.87
10. Outside Plant Engineering Labor	\$1,638.72	24.00	\$68.28
11. Central Office Equipment Engineering Labor	\$0.00	0.00	\$80.87
12. Total Engineering Labor (9)+(10)+(11)	\$1,638.72		
13. Circuit Equipment Installation Labor	\$0.00	0.00	\$49.31
14. Outside Plant Installation Labor	\$17,006.98	338.65	\$50.22
15. Central Office Equipment Installation Labor	\$0.00	0.00	\$49.31
16. Total Installation Labor (13)+(14)+(15)	\$17,006.98		
17. Total Installed Cost (4)+(12)+(16)	\$21,569.25		
III. Non-Reusable Cost			
18. Engineering/Installation Labor Cost (12)+(16)	\$18,645.70		
19. Cost of Removal Net of Salvage	\$0.00		
20. Total Non-Reusable Cost (18)+(19)	\$18,645.70		
IV. Net Investment			
21. Total Net Investment (17)-(5)-(6)-(7)	\$21,569.25	% of Total Investment	
V. Total Annual Costs			
22. Circuit Equipment Depreciation	\$0.00	0.00%	
23. Outside Plant Depreciation	\$20,310.42	94.16%	
24. Central Office Equipment Depreciation	\$0.00	0.00%	
25. Return	\$1,258.83	5.84%	
26. Federal and State Income Tax	\$592.50	2.75%	
27. Plant Specific - Maintenance/Repair	\$18.34	0.09%	
28. Direct Administration	\$272.50	1.26%	
29. Non-Capitalized Expenses	\$1,000.00	4.64%	
30. GRT on Incremental Cost	\$0.00	0.00%	
31. Total Incremental Cost (22)..(30)	\$23,452.59		
Indirect Administration:			
32. Plant Specific - Support	\$280.63	1.30%	
33. Plant Non-Specific	\$416.53	1.93%	
34. Corporate Operations	\$169.37	0.79%	
35. Miscellaneous Loadings	\$204.61	0.95%	
36. Other Taxes	\$94.95	0.44%	
37. GRT on Indirect Admin.	\$0.00	0.00%	
38. Total Fully Allocated Cost (31)+(32)..(37)	\$24,618.67		
		<u>% Unit Cost/ Price</u>	
VI. Amounts to be Tariffed			
39. Proposed Non-Recurring Charge	\$24,629.00		

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

ICB #: WI0401322
Rate Element: SERVICE A
State: Wisconsin-G

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	\$2,923.55	\$258.73
Outside Plant Engineering	\$1,638.72	\$145.02
Outside Plant Installation	\$17,006.98	\$1,505.09
Total Outside Plant	\$21,569.25	\$1,908.84
Less		
Net Salvage Value	\$0.00	\$0.00
Monthly Outside Plant Capital Recovery x 12 Months		\$1,908.84 12
Annual Outside Plant Capital Recovery		\$22,906.11
Less:		
Annual Outside Plant Depreciation		\$21,569.25
Annual Outside Plant Return		\$1,336.86

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

ICB #: WI0401322
Rate Element: SERVICE A
State: Wisconsin-G

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		\$1,336.86
Central Office Equipment Return		\$0.00
Total Return		<u>\$1,336.86</u>

Federal and State Income Tax

Components	Investment	Factor	Monthly Present Value Cost
Total Circuit Equipment	\$0.00	0.0000	\$0.00
Total Outside Plant	\$21,569.25	0.0024	\$52.43
Total Central Office Equipment	\$0.00	0.0000	\$0.00
Total Monthly Federal and State Income Tax X 12 Months			\$49.37 12
Total Annual Federal and State Income Tax			<u>\$592.50</u>