

THE VERIZON TELEPHONE COMPANIES

TARIFF F.C.C. NO. 1

CONTRACT TARIFF OPTION 18

TARIFF F.C.C. NO. 11

CONTRACT TARIFF OPTION 20

TARIFF F.C.C. NO. 14

CONTRACT TARIFF OPTION 10

DESCRIPTION

TRANSMITTAL NO. 516

November 29, 2004

DESCRIPTION

The Verizon Telephone Companies (“Verizon”) are submitting tariff pages to introduce a new contract tariff option (“option”) in its Tariff F.C.C. Nos. 1, 11, and 14. The new option is being filed in those Access Service tariffs where Verizon has received Pricing Flexibility relief for Special Access Services in qualifying Metropolitan Statistical Areas (“MSAs”). As a result, the new option is introduced as Contract Tariff Option 18 in Tariff FCC No. 1, Contract Tariff Option 20 in Tariff FCC No. 11 and Contract Tariff Option 10 in Tariff FCC No. 14. This option has a service period of one (1) year and provides a customer with a one-time billing credit when the customer achieves certain amounts of total billed revenue for qualifying services during the 1 year service period.

In order to be eligible for these new options, a customer must meet the criteria specified in the attached tariff pages.

The minimum total billed revenue for qualifying services that a customer must achieve in order to be eligible for the billing credit is at least \$255,000,000 (\$255M), of which at least \$101,500,000.00 (\$101.5M) must be revenue for qualifying Facilities Management Services (FMS). FMS is offered under Tariff F.C.C. Nos. 1 and 11 only. The total billed revenue includes all qualifying billed revenue for Special Access, Switched DTT and Special Access SONET services within the operating territories of Tariff F.C.C. Nos. 1, 11, 14 and 16.

However, no billing credit is provided in Tariff F.C.C. No. 16 where Verizon does not yet have Pricing Flexibility.

This Contract Tariff Option is filed pursuant to Verizon receiving Pricing Flexibility relief for Special Access Services in qualifying Metropolitan Statistical Areas (MSAs)¹.

¹ Memorandum Opinion and Order, In the Matter of Verizon Petitions for Pricing Flexibility for Special Access and Dedicated Transport Services, CCB/CPD Nos. 00-24, 00-28 (DA 01-663) released March 14, 2001, CCB/CPD File

The attached tariff pages provide a complete description of the terms and conditions and billing credit of this Contract Tariff Option.