

EXCESS DEFERRED TAXES AMORTIZATION EXOGENOUS

COSA	JURISDICTION	2014/2015 FORECAST TOTAL COMPANY (NOTE 8) (1)	2015/2016 FORECAST TOTAL COMPANY (NOTE 8) (2)	EDT FIT CHANGE TOTAL COMPANY (NOTE 1) (A = 2 - 1)	EDT FIT CHANGE PRICE CAP INTERSTATE (NOTE 2) (B)	RATE BASE PRICE CAP INTERSTATE (NOTE 3) (C)	NET RETURN PRICE CAP INTERSTATE (NOTE 4) (D)	EDT FIT WITH GROSS UP PRICE CAP INTERSTATE (NOTE 5) (E)	STATE TAX GROSS UP PRICE CAP INTERSTATE (NOTE 6) (F)	TOTAL EXOGENOUS CHANGE INTERSTATE (NOTE 7) (G=D+E+F)
MA	MASSACHUSETTS	997,590	981,045	(16,546)	(4,431)	(264,937)	29,805	22,866	5,051	57,722
RI	RHODE ISLAND	108,814	102,742	(6,073)	(1,676)	(29,203)	3,285	4,348	755	8,388
NY	NEW YORK	1,852,074	1,857,960	5,885	1,635	(515,206)	57,961	28,695	8,185	94,841
DC	DISTRICT OF COLUMBIA	107,053	100,300	(6,753)	(2,172)	(33,342)	3,751	5,361	1,010	10,122
MD	MARYLAND	376,540	363,700	(12,840)	(2,988)	(86,125)	9,689	9,814	1,754	21,257
VA	VIRGINIA	369,469	368,661	(808)	(208)	(94,870)	10,673	6,066	1,068	17,807
NJ	NEW JERSEY	817,790	810,382	(7,409)	(2,121)	(233,100)	26,224	17,384	4,313	47,921
PA	PENNSYLVANIA	932,663	932,761	99	24	(226,200)	25,448	13,666	4,341	43,455
DE	DELAWARE	53,871	50,429	(3,442)	(1,072)	(16,238)	1,827	2,632	425	4,884
BNTR	Verizon East	5,615,865	5,567,980	(47,885)	(13,009)	(1,499,223)	168,663	110,832	26,901	306,396
GTCA	CALIFORNIA	256,391	256,391	0	0	(49,321)	5,549	2,988	828	9,365
GTFL	FLORIDA	246,965	246,965	0	0	(66,916)	7,528	4,054	674	12,256
GTPA	PENNSYLVANIA	0	0	0	0	0	0	0	0	0
GTTX	TEXAS	0	0	0	0	0	0	0	0	0
GTVA	VIRGINIA	0	0	0	0	0	0	0	0	0
COCA	Remaining Contel California	0	0	0	0	0	0	0	0	0
VZTC	Remaining Contel North Caroli	0	0	0	0	0	0	0	0	0
COPT	PENNSYLVANIA	0	0	0	0	0	0	0	0	0
COTX	TEXAS	0	0	0	0	0	0	0	0	0
COVA	VIRGINIA	0	0	0	0	0	0	0	0	0
VZTC	TOTAL VERIZON	6,119,221	6,071,336	(47,885)	(13,009)	(1,615,461)	181,740	117,874	28,403	328,017

NOTE 1: Col A=Total Company EDT change from 7/1/14 to 7/1/15 tariff period
NOTE 2: Col B=Price Cap Interstate percent developed using Separations data
NOTE 3: Col C=Cumulative change in Interstate Price Cap rate base.
NOTE 4: Col D=Col C times negative 11.25%
NOTE 5: Col E= ((Col D-Col B)*(.35/(1-.35))-Col B) which is change in EDT plus FIT gross up
NOTE 6: Col F= (Col D+Col E)*(SIT/1-SIT)
NOTE 7: Col G= Col D+Col E+Col F
NOTE 8: Internal Company records from Verizon Tax Department