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WORKPAPER 3

Filing Entity: VZTC - VERIZON TELEPHONE COMPANIES

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Verizon 2016 Annual Access Short Form Filing (VZTCAS051716.xls)

EXCESS DEFERRED TAXES AMORTIZATION EXOGENOUS

COSA	JURISDICTION	2015/2016 FORECAST TOTAL COMPANY (NOTE 8) (2)	2016/2017 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	981,045	975,854	(5,191)	(1,390)	(262,027)	29,478	18,011	4,554	52,043
RI	RHODE ISLAND	102,742	90,428	(12,314)	(3,400)	(26,665)	3,000	6,845	974	10,819
NY	NEW YORK	1,857,960	1,867,098	9,138	2,538	(517,292)	58,195	27,431	8,087	93,713
DC	DISTRICT OF COLUMBIA	100,300	98,154	(2,146)	(690)	(31,911)	3,590	2,995	730	7,315
MD	MARYLAND	363,700	343,985	(19,715)	(4,588)	(82,338)	9,263	12,046	1,916	23,225
VA	VIRGINIA	368,661	362,134	(6,527)	(1,678)	(93,928)	10,567	8,271	1,202	20,040
NJ	NEW JERSEY	810,382	791,033	(19,348)	(5,540)	(229,270)	25,793	22,412	4,768	52,973
PA	PENNSYLVANIA	932,761	932,872	111	27	(226,226)	25,450	13,663	4,341	43,454
DE	DELAWARE	50,429	48,968	(1,461)	(455)	(15,475)	1,741	1,637	322	3,700
GTPA	PENNSYLVANIA	0	0	0	0	0	0	0	0	0
GTVA	VIRGINIA	0	0	0	0	0	0	0	0	0
VZNC	Remaining Contel North Carolin:	0	0	0	0	0	0	0	0	0
COPT	PENNSYLVANIA	0	0	0	0	0	0	0	0	0
COVA	VIRGINIA	0	0	0	0	0	0	0	0	0
VZTC	TOTAL VERIZON	5,567,980	5,510,527	(57,453)	(15,175)	(1,485,131)	167,077	113,311	26,894	307,282

NOTE 1: Col A=Total Company EDT change from forecast to the 7/1/16to 7/1/17 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