

Data Run Date: 08/24/2006

FCC Report 43-03, the ARMIS Joint Cost Report

Table I. Regulated/Nonregulated Data

Verizon NE - Massachusetts

Row	Row Title	Y2005 Total (b)	Y2005 Direct: Regulated (c)	Y2005 Direct: Nonreg. (d)	Y2005 Indirect: Regulated (e)	Y2005 Indirect: Nonreg. (f)	Y2005 Generally Allocated: Regulated (g)	Y2005 Generally Allocated: Nonreg. (h)	Y2005 Total Regulated (i)	Y2005 Total Nonregulated (j)	Y2005 Adjustments (k)	Y2005 Subject to Separation (m)
5001	Basic area revenue	777,987	777,987						777,987		0	
5040	Private line revenue	70,660	70,660						70,660		0	
5060	Other basic area revenue	244,314	244,314						244,314		0	
520	Local network service revenue	1,092,962	1,092,962						1,092,962		0	1,092,962
5081	End user revenue	279,071	279,071						279,071		1,792	277,279
5082	Switched access revenue	105,755	105,755						105,755		29	105,726
5083	Special access revenue	439,139	439,139						439,139		0	439,139
522	Network access services revenues	823,964	823,964						823,964		1,821	822,143
5100	Long distance message revenue	207,761	207,761						207,761		0	207,761
5230	Directory revenue	30,839	30,839						30,839		0	
526	Miscellaneous revenue	216,817	216,817						216,817		0	
527	Total miscellaneous revenues	247,657	247,657						247,657		0	247,657
5280	Nonregulated operating revenue	133,292		133,292						133,292		
5300	Uncollectible revenue	10,309	0	0	9,666	644	0	0	9,666	644	19	9,647
530	Total Operating Revenues	2,495,326	2,372,344	133,292	-9,666	-644	0	0	2,362,678	132,648	1,803	2,360,876
6112	Motor vehicles expense	690	0	0	622	68	0	0	622	68	0	
6113	Aircraft expense	646	0	0	593	53	0	0	593	53	0	
6114	Tools and other work equipment expense	3,150	0	0	2,943	207	0	0	2,943	207	0	
6110	Network support expenses	4,486	0	0	4,158	328	0	0	4,158	328	0	4,158
6121	Land and building expense	89,379	20,412	0	66,855	2,113	0	0	87,267	2,113	0	
6122	Furniture and artwork expense	1,499	0	0	1,403	96	0	0	1,403	96	0	
6123	Office equipment expense	5,574	0	0	5,224	350	0	0	5,224	350	0	
6124	General purpose computers expense	48,208	6,690	288	29,831	1,657	9,262	481	45,783	2,425	0	
6120	General support expenses	144,660	27,102	288	103,313	4,215	9,262	481	139,677	4,983	391	139,286
6211	Non-digital switching expense	2,445	2,445	0	0	0	0	0	2,445	0	0	
6212	Digital electronic switching expense	72,661	72,543	117	0	0	0	0	72,543	117	0	
6210	Central office switching expense	75,105	74,988	117	0	0	0	0	74,988	117	90	74,898
6220	Operator systems expenses	205	197	8	0	0	0	0	197	8	0	197
6231	Radio systems expense	64	64	0	0	0	0	0	64	0	0	
6232	Circuit equipment expense	52,604	52,529	75	0	0	0	0	52,529	75	0	
6230	Central office transmission expenses	52,668	52,593	75	0	0	0	0	52,593	75	0	52,593
6311	Station apparatus expense	0	0	0	0	0	0	0	0	0	0	
6341	Large private branch exchange expense	0	0	0	0	0	0	0	0	0	0	
6351	Public telephone terminal equipment expense	5,435	0	5,435	0	0	0	0	0	5,435	0	
6362	Other terminal equipment expense	58,616	15,609	36,345	2,585	4,078	0	0	18,194	40,422	0	
6310	Information originating/terminating expenses	64,051	15,609	41,780	2,585	4,078	0	0	18,194	45,857	0	18,194
6411	Poles expense	2,207	0	0	2,196	11	0	0	2,196	11	0	
6421	Aerial cable expense	238,681	238,681	0	0	0	0	0	238,681	0	0	
6422	Underground cable expense	36,315	36,315	0	0	0	0	0	36,315	0	0	
6423	Buried cable expense	13,657	13,657	0	0	0	0	0	13,657	0	0	

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6424	Submarine and deep sea cable expense	2	2	0	0	0	0	0	2	0	0	
6426	Intrabuilding network cable expense	2,769	2,769	0	0	0	0	0	2,769	0	0	
6431	Aerial wire expense	0	0	0	0	0	0	0	0	0	0	
6441	Conduit systems expense	11,092	0	0	11,078	14	0	0	11,078	14	0	
6410	Cable and wire facilities expenses	304,723	291,424	0	13,274	25	0	0	304,698	25	0	304,698
6511	PHFTU expense	0	0	0	0	0	0	0	0	0	0	
6512	Provisioning expense	5,365	0	0	5,198	167	0	0	5,198	167	0	
6510	Other property, plant and equipment expenses	5,365	0	0	5,198	167	0	0	5,198	167	0	5,198
6531	Power expense	33,541	0	0	33,243	298	0	0	33,243	298	0	
6532	Network administration expense	35,528	34,160	692	662	14	0	0	34,822	706	0	
6533	Testing expense	40,201	39,157	1,044	0	0	0	0	39,157	1,044	0	
6534	Plant operations administration expense	99,987	0	24	92,237	7,727	0	0	92,237	7,751	0	
6535	Engineering expense	23,420	3,853	2,067	17,319	181	0	0	21,172	2,247	0	
6530	Network operations expenses	232,677	77,170	3,826	143,461	8,220	0	0	220,631	12,046	98	220,534
6540	Access expense	114,263	114,263	0	0	0	0	0	114,263	0	0	114,263
6561	Depreciation-TPIS expense	758,200	15,188	4,288	735,538	3,185	0	0	750,726	7,474	0	
6562	Depreciation-PHFTU expense	0	0	0	0	0	0	0	0	0	0	
6563	Amortization-tangible expense	9,244	0	0	8,870	374	0	0	8,870	374	0	
6564	Amortization-intangible expense	50,904	0	0	48,693	2,211	0	0	48,693	2,211	0	
6565	Amortization-other expense	0	0	0	0	0	0	0	0	0	0	
6560	Depreciation/Amortization expenses	818,348	15,188	4,288	793,101	5,771	0	0	808,289	10,059	600	807,690
6611	Product management and sales expense	90,259	81,545	2,642	201	16	5,478	377	87,224	3,035	0	
6613	Product advertising expense	10,794	5,681	332	0	0	4,501	281	10,182	613	0	
6610	Marketing expense	101,054	87,226	2,974	201	16	9,979	658	97,406	3,648	46	97,360
6621	Call completion expense	9,113	8,641	472	0	0	0	0	8,641	472	0	
6622	Number services expense	46,601	37,783	8,818	0	0	0	0	37,783	8,818	0	
6623.1	% Customer service - Wholesale	7										
6623.2	% Customer service - Retail	93										
6623	Customer services expense	204,372	176,703	15,113	11,912	644	0	0	188,615	15,757	0	
6620	Services expenses	260,085	223,126	24,403	11,912	644	0	0	235,038	25,047	148	234,890
6720	General & administrative	351,980	8,588	3,617	181,079	12,364	139,213	7,118	328,880	23,099	58	328,823
6790	Provision for uncollectible note receivable	0	0	0	0	0	0	0	0	0	0	0
720	Total Operating Expenses	2,529,671	987,475	81,375	1,258,284	35,827	158,453	8,257	2,404,212	125,459	1,430	2,402,782
7100	Other operating income and expense	3,122	1,566	0	2,472	26	-902	-39	3,135	-13	0	3,135
7210	Operating investment tax credit-net	1,353	0	0	1,336	17	0	0	1,336	17	0	
7220	Operating federal income taxes	46,077	0	0	42,230	3,847	0	0	42,230	3,847	0	
7230	Operating state and local income taxes	12,440	0	0	10,601	1,839	0	0	10,601	1,839	0	
7240	Operating other taxes	41,851	1,796	0	39,570	485	0	0	41,366	485	0	
7250	Provision for deferred operating income taxes - net	-137,148	0	0	-133,699	-3,449	0	0	-133,699	-3,449	0	
7200	Operating taxes	-38,134	1,796	0	-42,635	2,705	0	0	-40,839	2,705	-10,447	-30,392

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7300	Nonoperating income and expense	33,188	24,969	0	8,029	308	-112	-6	32,886	302	24,970	7,916
7500	Interest & related items	120,446	0	0	118,925	1,521	0	0	118,925	1,521	5,150	113,775
7600	Extraordinary items	0	0	0	0	0	0	0	0	0	0	0
7910	Income effect of jurisdictional ratemaking difference - net	15,009	15,009						15,009		0	15,009
7990	Nonregulated net income	0		0		0		0		0		
750	Total Expenses	2,560,664	947,727	81,375	1,324,073	39,718	159,468	8,303	2,431,268	129,396		
2111	Land	24,936	0	0	24,354	583	0	0	24,354	583	0	
2112	Motor vehicles	95,186	0	0	86,286	8,901	0	0	86,286	8,901	0	
2113	Aircraft	0	0	0	0	0	0	0	0	0	0	
2114	Tools and other work equipment	60,287	0	0	59,462	825	0	0	59,462	825	0	
2121	Buildings	757,183	187,266	0	553,059	16,858	0	0	740,325	16,858	0	
2122	Furniture	7,724	0	0	7,221	503	0	0	7,221	503	0	
2123	Office equipment	10,672	0	0	9,977	695	0	0	9,977	695	0	
2124	General purpose computers	115,149	-1,834	1,277	81,920	6,446	25,809	1,531	105,894	9,254	0	
2110	Land and support assets	1,071,137	185,432	1,277	822,277	34,811	25,809	1,531	1,033,518	37,619	-3,132	1,036,650
2211	Non-digital switching	0	0	0	0	0	0	0	0	0	0	0
2212	Digital electronic switching	2,032,498	1,993,106	39,392	0	0	0	0	1,993,106	39,392	-19,241	2,012,347
2210	Central office switching	2,032,498	1,993,106	39,392	0	0	0	0	1,993,106	39,392	-19,241	2,012,347
2220	Operator systems	13,458	12,766	692	0	0	0	0	12,766	692	-1,739	14,505
2231	Radio systems	4,474	4,474	0	0	0	0	0	4,474	0	129	4,345
2232	Circuit equipment	2,951,932	2,946,404	5,528	0	0	0	0	2,946,404	5,528	15,534	2,930,870
2230	Central Office Transmission	2,956,406	2,950,878	5,528	0	0	0	0	2,950,878	5,528	15,663	2,935,215
2311	Station apparatus	0	0	0	0	0	0	0	0	0	0	0
2321	Customer premises wiring	0	0	0	0	0	0	0	0	0	0	0
2341	Large private branch exchanges	0	0	0	0	0	0	0	0	0	0	0
2351	Public telephone terminal equipment	26,679	0	26,679	0	0	0	0	0	26,679	0	0
2362	Other terminal equipment	213,578	199,449	14,129	0	0	0	0	199,449	14,129	0	0
2310	Information origination/termination	240,257	199,449	40,808	0	0	0	0	199,449	40,808	5,970	193,478
2411	Poles	375,157	0	0	372,226	2,931	0	0	372,226	2,931	0	0
2421	Aerial cable	2,229,557	2,212,135	17,422	0	0	0	0	2,212,135	17,422	0	0
2422	Underground cable	1,100,702	1,098,708	1,994	0	0	0	0	1,098,708	1,994	0	0
2423	Buried cable	210,376	210,307	69	0	0	0	0	210,307	69	0	0
2424	Submarine and deep sea cable	3,692	3,692	0	0	0	0	0	3,692	0	0	0
2426	Intrabuilding network cable	38,097	38,096	2	0	0	0	0	38,096	2	0	0
2431	Aerial wire	0	0	0	0	0	0	0	0	0	0	0
2441	Conduit systems	766,256	0	0	764,868	1,388	0	0	764,868	1,388	0	0
2410	Cable and wire facilities	4,723,838	3,562,938	19,487	1,137,093	4,320	0	0	4,700,032	23,807	102,023	4,598,009
2681	Capital leases	0	0	0	0	0	0	0	0	0	0	0
2682	Leasehold improvements	8,999	0	0	8,522	477	0	0	8,522	477	0	0
2680	Amortizable tangible assets	8,999	0	0	8,522	477	0	0	8,522	477	-2,386	10,909
2690	Intangibles	64,691	0	3,027	60,969	696	0	0	60,969	3,723	-18,157	79,126

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2001	TPIS	11,111,285	8,904,569	110,210	2,028,861	40,304	25,809	1,531	10,959,239	152,045	79,001	10,880,238
2002	PHFTU	146	182	0	-36	-1	0	0	147	-1	0	146
2003	TPUC	156,688	16,478	17,342	120,799	2,069	0	0	137,277	19,411	2,080	135,197
2005	Plant acquisition adjustments	0	0	0	0	0	0	0	0	0	0	0
1220	Inventories	18,662	0	519	18,018	126	0	0	18,018	645	-1,025	19,043
1410	Other noncurrent assets	396,172	294,156	0	95,071	6,945	0	0	389,227	6,945	278,321	110,905
1438	Deferred maintenance, retirements and other deferred charges	-316,039	-316,039	0	0	0	0	0	-316,039	0	-316,039	0
1500	Other jurisdictional assets-net	-282,415	-282,415	0	0	0	0	0	-282,415	0	12,081	-294,496
230	IS cash working capital											24,499
370	Total Investment	11,084,499	8,616,931	128,071	2,262,713	49,444	25,809	1,531	10,905,453	179,046	54,419	10,875,533
3100	Accumulated depreciation	7,556,041	3,786,525	55,029	3,693,266	21,221	0	0	7,479,791	76,250	251,970	7,227,821
3200	Accumulated depreciation - PHFTU	2	0	0	2	0	0	0	2	0	0	2
3410	Accumulated amortization - capitalized leases	0	0	0	0	0	0	0	0	0	0	0
4100	Net current deferred operating income taxes	1,450	0	0	1,351	99	0	0	1,351	99	-1,061	2,413
4340	Net noncurrent deferred operating income taxes	265,065	0	0	283,740	-18,675	0	0	283,740	-18,675	-44,305	328,045
4040	Customers deposits	171	0	0	149	21	0	0	149	21	3	146
4300	Other long-term liabilities and deferred credits	1,835,301	446,592	0	973,353	71,108	324,967	19,282	1,744,912	90,390	708,164	1,036,748
4370	Other jurisdictional liabilities and deferred credits - net	-110,532	-110,532	0	0	0	0	0	-110,532	0	4,736	-115,268
495	Total Reserve	9,547,498	4,122,585	55,029	4,951,862	73,774	324,967	19,282	9,399,413	148,085	919,506	8,479,907