

**Verizon-MCI Merger
 Allocation of National Synergies to Washington Intrastate Operations**

A B C D E F G H

Verizon	Source	2004 Revenues \$millions	Washington Percent 2A/1A	End User Access Revenues to 25/75			% of National A10/A9	% Revenue Distribution % Col E	Weighted % of National Col F * Col G
				Per VZ VZ Report to WUTC .75 and .25	Adjusted (C11+C12)*	Total Col A-Col C + Col D			
1 Domestic Telecom	Verizon 10K, 2004.	\$ 38,551							
2 Washington Total	VZ 2004 Report to WUTC, Sch. I-1	\$ 632	1.64%						
3 Washington Interstate	"	\$ 254							
4 Washington Intrastate	"	\$ 377							
5 Percent Intrastate	E4/A2								
MCI									
6 Residential, 2004	Source	Revenue in VZ Area PC DR 164,174	VZ Area Lines Beach p.21,23	Revenue per Line A/B	Total WA Lines Beach p.21,23	Total Revs (Millions) C*D			
7 Small Business, 2005									
8 Enterprise Revenues, May 05	Resp. to PC DR 166					\$ -			
9 Estimated 2005 Enterprise Revs	Ln 9 * 12					\$ 4,811			
10 Total Washington Revenues	Ln 6 + Ln 7 + Ln 9					\$ 9,076			
11 National Enterprise Revenues	MCI 10-K, p. 47					\$ 13,887			
12 U.S. Sales & Service	" , p.49								
13 Total U.S. Revenues	Ln. 11 + Ln 12								
14 Percent WA of National	Ln 10/Ln 13								
15 Total WA Revenues MCI & Verizon	4H +14H								