

VERIZON NORTHWEST INC.
STATE OF WASHINGTON
WASHINGTON UTILITIES & TRANSPORTATION COMMISSION
JANUARY to DECEMBER 2007

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VERIZON NORTHWEST INC.
PUC BALANCE SHEET
JANUARY to DECEMBER 2007

Schedule C-1

Account Description	Account	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07
Current Assets													
Cash	1130	-	-	-	-	-	-	-	-	-	-	-	-
Special Cash Deposits	1140	15,900	15,900	-	-	-	-	-	-	-	-	-	-
Working Cash Advances	1150	13,825	13,825	13,650	13,675	13,675	13,675	13,675	13,675	13,675	13,675	13,675	13,675
Temporary Inv - Affiliated Co.	1161	-	-	-	-	-	-	-	-	-	-	-	-
Temporary Inv - Other	1162	38,223,795	38,223,795	38,223,795	38,223,795	38,223,795	38,223,795	38,223,795	38,223,795	38,223,795	38,223,795	38,223,795	37,306,364
Telecom Accts Receivable	1180	131,005,528	134,174,305	129,675,944	128,248,558	130,768,453	129,065,182	128,407,039	119,434,782	125,980,325	119,535,182	122,125,796	127,157,891
Affiliates Accts Receivable	1192	7,964,949	16,261,154	11,901,634	12,151,019	10,826,651	9,544,061	9,884,648	13,529,743	14,244,472	13,802,193	14,335,543	16,560,156
Oth Accts Receivable	1190	8,161,465	9,452,893	7,870,830	7,791,606	7,895,765	7,907,548	6,977,229	7,169,396	7,405,752	7,210,953	820,528	377,158
A/R Allowance	1181	12,260,456	12,758,439	12,556,063	12,590,363	13,031,648	12,934,053	12,897,093	12,768,918	11,225,170	11,020,993	11,122,062	10,162,511
Affiliates Notes Receivable	1202	3,085,101	-	-	-	-	-	-	-	-	-	-	-
Other Notes Receivable	1200	-	-	-	-	-	-	-	-	-	-	-	-
Affiliates Interest Receivable	1211	3,271	13,249	-	-	-	-	-	-	-	-	-	-
Other Interest Receivable	1212	-	-	-	75	75	123,786	75	75	75	75	75	75
Material And Supplies - Reg	1220	8,021,101	7,533,766	7,992,657	7,552,671	8,336,613	12,052,257	10,913,828	8,192,200	6,623,742	5,656,957	4,496,875	3,835,808
Material and Supplies - NRO	F220	1,041,588	877,065	896,665	1,058,354	1,132,674	1,430,979	1,455,839	1,503,100	1,276,922	1,261,992	1,384,299	1,134,337
Work in Progress - NRO	F245	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid Rent	1290	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid Tax	1300	4,188,395	3,376,395	2,564,395	1,752,395	940,395	-	-	-	-	-	5,331,994	4,487,494
Prepaid Insurance	1310	4,257,684	1,407,766	(618,657)	(4,613,253)	(7,821,063)	(11,051,812)	(14,940,998)	(18,565,149)	(22,130,922)	(26,529,012)	(29,893,594)	-
Prepaid Other	1330	-	-	-	-	-	-	-	-	-	-	-	-
Other Current Assets	135A	28,049,430	27,744,862	27,517,681	27,123,399	26,789,885	26,361,262	25,896,417	25,187,556	24,972,474	24,699,357	24,295,181	23,746,292
Total Current Assets		221,771,575	226,336,536	213,482,530	206,711,930	204,075,269	200,736,680	193,934,454	181,920,256	185,385,140	172,854,173	170,012,105	204,456,738
Non-Current Assets													
Investment In Affiliates	1401	-	-	-	-	-	-	-	-	-	-	-	-
Investment In Non-Affiliates	1402	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227
Nonregulated Investments	1406	-	-	-	-	-	-	-	-	-	-	-	-
Unamortized Debt Issuance	1407	4,313,775	4,201,731	4,089,537	3,977,342	3,865,071	3,752,723	3,640,298	3,527,796	3,415,216	3,302,558	3,189,821	3,077,006
Sinking Fund	1408	-	-	-	-	-	-	-	-	-	-	-	-
Other Noncurrent Assets	1410	270,073,202	270,503,575	272,529,830	273,492,164	274,454,498	275,416,832	276,379,166	277,341,500	278,303,834	279,266,168	280,228,502	281,190,836
Other Noncurrent Assets	141B	-	-	-	-	-	-	-	-	-	-	-	-
Deferred Maintenance & Retirements	1438	-	-	-	-	-	-	-	-	-	-	-	-
Deferred Charges	1439	50,592,825	49,543,099	48,737,752	47,605,089	47,924,855	46,334,110	46,143,443	44,883,961	44,153,950	43,606,347	37,388,442	42,251,899
Goodwill	2007	-	-	-	-	-	-	-	-	-	-	-	-
Total Noncurrent Assets		325,004,029	324,272,633	325,381,346	325,098,822	326,268,650	325,527,892	326,187,134	325,777,483	325,897,227	326,199,299	320,830,991	326,543,967
P P - Eq Less Reserve													
Plant In Service	2001	4,458,147,136	4,468,479,007	4,482,490,025	4,496,930,669	4,515,172,529	4,530,602,443	4,527,863,178	4,540,942,727	4,554,417,204	4,565,807,819	4,576,427,479	4,578,924,787
Plant Held For Future Use	2002	-	-	-	-	-	-	-	-	-	-	-	-
TPUC - Short Term	2003	15,582,465	18,203,418	20,252,355	20,407,196	20,026,798	22,022,195	25,343,899	23,114,267	20,686,202	20,164,900	17,820,479	23,107,420
TPUC - Long Term	2004	-	-	-	-	-	-	-	-	-	-	-	-
Plant Adjustments	2005	-	-	-	-	-	-	-	-	-	-	-	-
Nonoperating Plant	2006	504,763	504,763	504,763	504,763	504,763	368,067	368,067	368,067	368,067	368,067	368,067	368,067
Nonregulated Plant	N000	101,746,959	106,415,248	109,975,535	112,482,906	119,091,939	123,619,384	124,582,451	139,448,949	144,771,294	149,409,832	155,604,994	163,555,158
Total P P / Equipment		4,575,981,323	4,593,602,436	4,613,222,678	4,630,325,534	4,654,796,029	4,676,612,088	4,678,157,595	4,703,874,010	4,720,242,767	4,735,750,618	4,750,221,018	4,765,955,432
Depreciation - Tot Plt In Svc	X000	2,667,330,558	2,689,871,230	2,711,575,873	2,734,311,845	2,756,643,196	2,778,626,899	2,782,592,258	2,802,888,370	2,824,325,608	2,844,203,110	2,863,859,821	2,880,559,104
Depreciation - Plt Held Future Use	3200	-	-	-	-	-	-	-	-	-	-	-	-
Depreciation - Nonoperating	3300	1,656	1,656	1,656	1,656	1,656	1,656	1,656	1,656	1,656	1,656	1,656	1,656
Depreciation - Nonregulated	Y000	22,154,661	23,597,617	24,017,253	23,798,778	25,181,272	25,627,954	23,006,140	26,102,790	26,709,363	27,087,781	28,924,643	28,267,168
Total Reserve		2,689,486,874	2,713,470,502	2,735,594,782	2,758,112,278	2,781,826,123	2,804,256,508	2,805,600,054	2,828,992,815	2,851,036,627	2,871,292,546	2,892,786,120	2,908,827,928
Total P P / E Less Reserve		1,886,494,449	1,880,131,934	1,877,627,896	1,872,213,255	1,872,969,905	1,872,355,580	1,872,557,542	1,874,881,195	1,869,206,140	1,864,458,071	1,857,434,898	1,857,127,504
Total Assets		2,433,270,053	2,430,741,102	2,416,491,772	2,404,024,007	2,403,313,825	2,398,620,153	2,392,679,129	2,382,578,934	2,380,488,506	2,363,511,543	2,348,277,995	2,388,128,210

VERIZON NORTHWEST INC.
PUC BALANCE SHEET
JANUARY to DECEMBER 2007

Schedule C-1

Account Description	Account	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07
Current Liabilities													
Affiliated Co Accounts Payable	401B	20,844,659	29,686,435	30,775,720	34,853,482	30,201,591	33,806,796	36,755,783	32,783,375	30,819,516	32,169,641	31,492,374	38,019,934
Oth Accounts Payable	4012	23,440,094	27,674,431	27,661,030	31,484,799	30,232,166	17,025,849	11,932,047	16,770,863	17,660,071	14,968,958	8,983,543	13,225,939
Carrier Accounts Payable	4013	13,239,461	9,080,435	9,070,843	9,020,517	8,922,671	9,012,937	9,170,255	9,114,934	9,293,307	9,318,426	8,717,356	9,324,317
Affiliated Co - Notes Payable	4021	325,329,268	320,822,129	307,009,836	303,253,905	313,625,685	324,655,133	306,512,039	305,899,752	319,113,043	291,362,539	287,978,866	329,243,640
Oth Notes Payable	4022	-	-	-	-	-	-	-	-	-	-	-	-
Advanced Payments	4030	36,627,852	37,021,656	36,761,040	37,015,303	37,315,836	37,208,090	37,486,548	37,451,340	37,816,928	37,628,372	37,503,489	37,605,412
Customer Deposits	404A	40,907	40,907	40,907	40,907	40,907	40,907	40,907	40,907	40,827	40,827	40,827	40,827
Current Maturities - LT Debt	405A	-	-	-	-	-	-	-	-	-	200,000,000	200,000,000	200,000,000
Curr Maturities - Capital Leases	406A	-	-	-	-	-	-	-	-	-	-	-	-
Income Tax Accrued	407A	17,624,258	21,178,054	14,063,223	(3,619,569)	(332,008)	(18,656,428)	(14,272,951)	(10,918,373)	(30,508,536)	(25,347,837)	(22,471,846)	549,966
Other Tax Accrued	4080	15,144,012	16,667,763	16,976,933	13,117,341	13,943,788	14,948,564	13,299,171	15,775,917	13,266,999	15,004,326	13,392,084	10,822,572
Accrued Deferred Tax	4100	6,448,183	6,471,770	6,657,713	6,657,713	6,657,713	6,715,868	6,715,868	6,715,868	5,624,147	5,624,147	6,592,705	3,339,896
Accrued Interest - Affiliated	4121	1,480,244	1,333,605	1,396,934	1,325,790	1,420,646	1,405,121	1,421,104	1,459,460	1,285,075	1,272,033	1,178,559	1,189,084
Accrued Interest - Debt	4122	5,105,833	6,949,583	8,793,333	5,087,083	6,930,833	3,262,083	5,105,833	6,949,583	8,793,333	5,087,083	6,930,833	3,262,083
Accrued Interest - Oth	4123	1,929	2,058	2,187	2,329	2,462	2,591	2,733	2,867	2,990	3,127	3,260	3,392
Accrued Dividends	4124	-	-	-	-	-	-	-	-	-	-	-	-
Accrued Compensation - Other	4125	25,388,704	22,045,174	19,704,596	20,740,286	22,897,481	24,186,044	25,466,829	22,414,809	22,837,811	24,813,187	26,496,081	25,684,290
Accrued Liabilities - Other	4126	-	-	-	-	-	-	-	-	-	-	1,045,266	-
Other Current Liabilities	4130	31,966,974	31,624,384	31,219,571	30,607,956	29,964,278	34,472,946	34,266,003	33,516,665	33,425,643	31,946,678	31,539,973	38,193,942
Total Current Liabilities		522,682,379	530,598,383	510,133,866	489,587,842	501,824,050	488,086,502	473,902,169	477,977,967	469,471,153	643,891,507	639,423,373	710,505,295
Long Term Debt													
Funded Debt	4210	375,000,000	375,000,000	375,000,000	375,000,000	375,000,000	375,000,000	375,000,000	375,000,000	375,000,000	175,000,000	175,000,000	175,000,000
Premium On Long Term Debt	4220	-	-	-	-	-	-	-	-	-	-	-	-
Discount On Long Term Debt	4230	2,316,907	2,234,713	2,151,821	2,068,923	1,985,671	1,902,062	1,818,096	1,733,769	1,649,081	1,564,030	1,478,613	1,392,829
Reacquired Debt	4240	-	-	-	-	-	-	-	-	-	-	-	-
Obligations Under Capital Leases	4250	-	-	-	-	-	-	-	-	-	-	-	-
Advances From Affiliated Companies	4260	-	-	-	-	-	-	-	-	-	-	-	-
Other Long Term Debt	4270	-	-	-	-	-	-	-	-	-	-	-	-
Total Long Term Debt		372,683,093	372,765,287	372,848,179	372,931,077	373,014,329	373,097,938	373,181,904	373,266,231	373,350,919	173,435,970	173,521,387	173,607,171
Other Liabilities And Deferred Cr													
Other Long Term Liabilities	4310	147,765,605	148,672,641	149,201,006	150,006,545	150,671,609	152,196,138	153,372,776	152,726,141	153,053,646	153,459,140	151,740,988	171,930,396
Unamortized ITC	4320	-	-	-	-	-	-	-	-	-	-	-	-
Noncurrent Deferred Tax	4340	401,331,817	372,269,617	368,629,226	368,539,890	368,476,980	367,837,918	367,775,008	367,712,098	363,151,638	363,088,728	363,613,221	317,531,775
Noncurrent Nonop Deferred Tax	4350	-	-	-	-	-	-	-	-	-	-	-	-
Other Deferred Credit	4360	24,638,363	50,784,773	54,184,095	53,445,244	52,979,529	52,812,497	52,133,928	51,640,306	51,464,508	51,029,117	50,699,071	50,758,446
Total Other Liabilities And Deferred	OTH	573,735,786	571,727,031	572,014,326	571,991,679	572,128,118	572,846,553	573,281,712	572,078,545	567,669,792	567,576,985	566,053,280	540,220,616
Stockholder Equity													
Common Stock	4511	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000
Preferred Stock	4512	-	-	-	-	-	-	-	-	-	-	-	-
Total Capital Stock		448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000
Additional Paid In Capital	4520	106,619,435	106,619,435	106,625,302	106,625,302	106,625,302	106,674,316	106,674,316	106,674,316	106,764,563	106,764,563	106,764,563	107,137,417
Treasury Stock	4530	-	-	-	-	-	-	-	-	-	-	-	-
Treasury Stock	453B	-	-	-	-	-	-	-	-	-	-	-	-
Other Cap	4540	-	-	-	-	-	-	-	-	-	-	-	-
Minority Interest - Stock	4901	-	-	-	-	-	-	-	-	-	-	-	-
Minority Interest - Retained Earn	4902	-	-	-	-	-	-	-	-	-	-	-	-
Minority Interest - Other	4903	-	-	-	-	-	-	-	-	-	-	-	-
Minority Interest - NET	MINT	-	-	-	-	-	-	-	-	-	-	-	-
Retained Earnings - Res	4551	-	-	-	-	-	-	-	-	-	-	-	-
Retained Earnings - UNA	455X	409,549,361	401,030,967	406,870,098	414,888,107	401,722,026	409,914,844	417,639,030	404,581,876	415,232,080	423,842,518	414,515,392	408,657,711
Stockholder Equity		964,168,795	955,650,402	961,495,400	969,513,409	956,347,328	964,589,160	972,313,345	959,256,192	969,996,643	978,607,081	969,279,955	963,795,127
Total Liability & Equity		2,433,270,053	2,430,741,102	2,416,491,772	2,404,024,007	2,403,313,825	2,398,620,153	2,392,679,129	2,382,578,934	2,380,488,506	2,363,511,543	2,348,277,995	2,388,128,210

VERIZON NORTHWEST INC.
Total Company Income Statement
JANUARY to DECEMBER 2007

Schedule C-2

Item		Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07	YTD
Operating Revenues														
Local Network	506F	34,163,237	34,206,519	33,477,424	33,621,656	33,027,571	33,092,770	33,174,667	33,221,909	32,765,008	32,764,583	32,079,470	31,907,364	397,502,177
Interstate Access	0303	32,495,313	32,076,810	32,678,678	32,652,284	32,748,538	33,268,391	33,119,963	33,516,908	32,855,383	33,067,430	32,910,042	30,088,065	391,477,805
Intrastate Access	0304	5,023,554	4,706,148	4,849,781	4,854,628	4,804,639	4,490,905	4,086,326	4,013,235	4,083,658	4,171,892	4,117,593	3,956,723	53,159,083
Total Network Access	1061	37,518,866	36,782,958	37,528,459	37,506,913	37,553,178	37,759,296	37,206,289	37,530,144	36,939,041	37,239,321	37,027,635	34,044,788	444,636,888
Long Distance Network	1051	1,997,375	1,678,639	1,815,518	2,117,678	1,933,064	2,023,749	1,889,556	2,122,766	1,736,865	2,065,733	2,031,157	2,037,884	23,449,983
Miscellaneous	107F	4,858,226	4,773,727	4,674,834	4,947,266	4,715,467	5,680,734	4,489,478	5,048,477	4,776,384	4,782,045	2,811,529	4,552,337	56,110,505
Uncollectibles	1092	(719,803)	(888,218)	(1,979,105)	(539,419)	(652,089)	(416,029)	(426,650)	(489,538)	801,158	(412,638)	(570,433)	468,866	(5,823,898)
Total Regulated Revenues	109F	77,817,901	76,553,625	75,517,130	77,654,093	76,577,190	78,140,519	76,333,341	77,433,758	77,018,457	76,439,044	73,379,358	73,011,239	915,875,655
Operating Expense & Taxes														
Plant Specific	PLNT	12,905,028	10,621,467	8,689,256	8,860,187	9,565,082	9,837,936	10,162,494	10,448,635	9,697,614	9,089,969	9,188,356	12,725,570	121,791,595
General Plant	GENL	4,672,390	7,967,397	5,195,218	5,632,435	7,977,123	5,686,760	5,406,295	7,695,783	4,645,127	5,318,189	9,015,996	6,088,760	75,301,473
Customer	CUST	7,671,226	7,415,499	8,058,229	9,521,696	8,850,030	8,496,737	9,104,694	9,715,939	7,674,183	8,076,113	8,458,034	9,704,797	102,747,176
Corporate	CORP	8,156,903	8,760,252	8,896,734	8,858,390	8,657,881	13,338,347	9,501,052	6,986,371	7,085,099	7,674,961	5,972,232	22,600,040	116,488,263
Other Oper Inc & Expense	OTHR	(2,102)	(1,759)	2,194	(914)	(8,712)	(758,202)	(843)	(486)	629	2,416	(2,511,915)	(4,511,419)	(7,791,113)
Depreciation & Amort	DEPR	25,576,577	25,637,529	25,562,097	25,655,935	25,578,055	25,496,880	25,581,665	25,670,922	25,739,457	25,816,965	25,802,545	25,974,967	308,093,594
Operating Taxes Oth Than Income	OPTX	3,443,611	3,101,967	3,636,087	3,702,017	3,576,565	(397,317)	676,651	3,369,955	3,410,266	3,322,651	490,363	327,393	28,660,210
Oper Taxes Exp/Oth Tax	TLOP	62,423,633	63,502,353	60,039,815	62,229,746	64,196,024	61,701,142	60,432,008	63,887,119	58,252,375	59,301,265	56,415,610	72,910,107	745,291,198
Earning Before Income Taxes	EBIF	15,394,268	13,051,272	15,477,315	15,424,347	12,381,165	16,439,378	15,901,332	13,546,638	18,766,082	17,137,780	16,963,748	101,132	170,584,457
Operating Income Taxes	INTX	4,280,957	3,440,100	4,661,454	4,193,946	3,140,614	5,031,131	4,280,764	3,604,196	6,003,775	4,991,439	4,046,070	120,459	47,794,905
Net Operating Income	OPIF	11,113,311	9,611,172	10,815,861	11,230,401	9,240,551	11,408,246	11,620,569	9,942,443	12,762,307	12,146,340	12,917,678	(19,327)	122,789,552
Nonoper Expense & Other														
Nonoperating Income - Net	NINC	58,725	607,593	377,408	20,248	155,026	363,946	140,283	(15,473)	197,578	(4,709)	(49,738)	526,933	2,377,819
Nonregulated Income - Net	NREG	613,477	181,516	680,353	155,558	(124,722)	(141,097)	(618,309)	(555,459)	839,926	(318,685)	(118,110)	(3,269,631)	(2,675,182)
Income Avail For Fixed	FXIF	11,785,513	10,400,280	11,873,623	11,406,207	9,270,855	11,631,096	11,142,542	9,371,510	13,799,812	11,822,946	12,749,830	(2,762,025)	122,492,189
Interest Expense	FIXC	3,486,838	3,356,154	3,493,530	3,388,210	3,436,942	3,439,573	3,418,351	3,428,675	3,240,003	3,212,519	3,076,941	3,098,500	40,076,236
Income Before Extraord	INBF	8,298,675	7,044,126	8,380,093	8,017,997	5,833,913	8,191,523	7,724,191	5,942,835	10,559,809	8,610,427	9,672,888	(5,860,525)	82,415,953
Extraordinary Items	EXOR	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Income	NETF	8,298,675	7,044,126	8,380,093	8,017,997	5,833,913	8,191,523	7,724,191	5,942,835	10,559,809	8,610,427	9,672,888	(5,860,525)	82,415,953
Preferred Dividends	4058	-	-	-	-	-	-	-	-	-	-	-	-	-
Minority Interest	3011	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Income to Verizon	301P	8,298,675	7,044,126	8,380,093	8,017,997	5,833,913	8,191,523	7,724,191	5,942,835	10,559,809	8,610,427	9,672,888	(5,860,525)	82,415,953

VERIZON NORTHWEST INC.
Income Statement Supporting Schedule
JANUARY to DECEMBER 2007

Schedule C-3a

Account Description	Account	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07	YTD
Basic Area	5001	22,571,941	22,784,283	22,368,237	22,243,248	22,027,887	22,251,648	22,366,551	22,347,497	22,201,238	22,389,449	21,777,172	21,630,903	266,960,054
Optional Extended Area	5002	1,081,669	1,072,668	1,058,645	1,049,452	1,037,485	1,024,994	1,009,674	996,908	987,378	977,250	967,070	946,081	12,209,273
Other Mobile Services	5004	294	294	294	294	294	294	294	236	272	272	272	272	3,385
Total Basic Local Service		23,653,904	23,857,245	23,427,176	23,292,995	23,065,666	23,276,937	23,376,519	23,344,641	23,188,888	23,366,971	22,744,514	22,577,256	279,172,712
Public Telephone	5010	-	-	-	-	-	-	-	-	-	-	-	-	-
Local Private Lines	5040	417,684	412,564	418,445	414,984	406,654	409,362	408,777	405,188	398,810	403,281	395,128	650,897	5,141,773
Customer Premise	5050	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Local Exchange	5060	10,091,650	9,936,710	9,631,803	9,913,676	9,555,250	9,406,471	9,389,371	9,472,080	9,177,311	8,994,331	8,939,828	8,679,211	113,187,691
Total Local Network	506F	34,163,237	34,206,519	33,477,424	33,621,656	33,027,571	33,092,770	33,174,667	33,221,909	32,765,008	32,764,583	32,079,470	31,907,364	397,502,177
End User-Inter	5081	8,830,612	8,926,214	8,860,838	8,979,792	9,013,115	8,861,738	8,654,608	8,647,945	8,637,943	8,510,699	8,496,335	8,205,543	104,625,382
Switched Access-Inter	5082	5,992,152	5,674,057	5,549,451	5,772,784	5,741,210	6,258,397	6,239,523	6,231,603	6,030,762	6,238,658	6,181,075	4,100,359	70,010,032
Special Access-Inter	5083	17,672,548	17,476,539	18,268,389	17,899,709	17,994,213	18,148,255	18,225,832	18,637,360	18,186,678	18,318,072	18,232,632	17,782,163	216,842,391
Total Interstate Access	303	32,495,313	32,076,810	32,678,678	32,652,284	32,748,538	33,268,391	33,119,963	33,516,908	32,855,383	33,067,430	32,910,042	30,088,065	391,477,805
End User-Intra	5084	12,242	11,889	7,197	7,455	14,289	8,121	9,350	9,753	7,126	7,369	6,465	4,585	105,841
Switched Access-Intra	5085	2,631,174	2,316,302	2,444,074	2,476,945	2,420,737	2,143,925	1,758,295	1,701,230	1,810,526	1,827,931	1,903,997	1,728,058	25,163,193
Special Access-Intra	5086	2,380,137	2,377,957	2,398,510	2,370,228	2,369,614	2,338,859	2,318,681	2,302,253	2,266,007	2,336,592	2,207,132	2,224,080	27,890,049
Total Intrastate Access	304	5,023,554	4,706,148	4,849,781	4,854,628	4,804,639	4,490,905	4,086,326	4,013,235	4,083,658	4,171,892	4,117,593	3,956,723	53,159,083
Total Network Access	1061	37,518,866	36,782,958	37,528,459	37,506,913	37,553,178	37,759,296	37,206,289	37,530,144	36,939,041	37,239,321	37,027,635	34,044,788	444,636,888
Long Distance Message	5100	1,955,942	1,639,635	1,776,516	2,074,798	1,891,882	1,983,335	1,849,961	2,085,641	1,699,436	2,047,113	1,997,060	2,001,201	23,002,519
Long Distance Inward WATS	5111	1,561	2,185	2,126	2,155	1,915	1,790	1,959	1,781	1,726	780	1,789	1,860	21,626
Long Dist Outward Wats	5112	1,513	1,512	1,478	1,512	1,525	1,317	1,501	1,509	1,549	1,511	1,572	1,551	18,052
Total Long Dist WATS		3,073	3,697	3,604	3,667	3,441	3,108	3,460	3,290	3,275	2,291	3,361	3,411	39,678
Long Distance Private Ntwk	512	26,120	25,393	25,157	25,221	25,176	24,811	24,152	24,405	24,385	23,593	22,692	22,562	293,665
Other Long Distance	5160	12,240	9,914	10,240	13,992	12,564	12,496	11,983	9,430	9,769	(7,263)	8,045	10,710	114,121
Other Long Dist Settlement	5169	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Long Distance Network	1051	1,997,375	1,678,639	1,815,518	2,117,678	1,933,064	2,023,749	1,889,556	2,122,766	1,736,865	2,065,733	2,031,157	2,037,884	23,449,983
Directory	5230	293,540	308,904	279,078	278,662	286,781	271,641	277,177	277,304	291,098	289,500	275,512	297,089	3,426,286
Rent	5240	2,218,725	2,193,705	2,281,143	2,437,443	2,211,716	2,536,677	1,887,953	2,512,462	2,318,936	2,266,308	1,138,689	2,134,890	26,138,646
Corporate Operations	5250	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Operating	526	836,248	855,096	759,755	785,590	787,486	900,049	873,876	886,942	854,746	924,859	111,914	854,659	9,431,221
Carrier Billing & Coll	5270	1,509,714	1,416,022	1,354,858	1,445,571	1,429,483	1,972,366	1,450,472	1,371,769	1,311,604	1,301,378	1,285,414	1,265,700	17,114,352
Total Miscellaneous	1072	4,858,226	4,773,727	4,674,834	4,947,266	4,715,467	5,680,734	4,489,478	5,048,477	4,776,384	4,782,045	2,811,529	4,552,337	56,110,505
Telecommunications	5301	(719,803)	(888,218)	(1,979,105)	(539,419)	(652,089)	(416,029)	(426,650)	(489,538)	801,158	(412,638)	(570,433)	468,866	(5,823,898)
Other	5302	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Uncollectibles	1092	(719,803)	(888,218)	(1,979,105)	(539,419)	(652,089)	(416,029)	(426,650)	(489,538)	801,158	(412,638)	(570,433)	468,866	(5,823,898)
Total Regulated Revenue	109F	77,817,901	76,553,625	75,517,130	77,654,093	76,577,190	78,140,519	76,333,341	77,433,758	77,018,457	76,439,044	73,379,358	73,011,239	915,875,655
Analog Switching	6211	-	-	-	-	-	-	-	-	-	-	-	-	-
Digital Switching	6212	1,737,816	1,557,788	1,308,196	1,423,305	1,482,629	1,429,608	1,486,328	1,705,653	1,300,218	1,286,861	1,288,270	1,311,038	17,317,710
Electro-Mech Switching	6215	-	-	-	-	-	-	-	-	-	-	-	-	-
Operator Systems	6220	8,409	8,556	8,747	10,112	8,837	9,555	8,231	8,460	8,306	8,585	8,390	(6,053)	90,134
Radio Systems	6231	28,341	17,435	18,190	19,273	23,506	25,458	25,379	29,508	11,836	25,448	27,114	30,499	281,988
Circuit Equipment	6232	1,461,512	1,275,970	947,536	1,135,945	1,193,735	1,330,738	1,366,182	1,370,343	844,057	1,076,973	1,107,062	1,359,675	14,469,728
Total Coe Transfer To Nonreg	62XX99	(313)	(307)	(306)	(438)	(290)	(421)	(309)	(311)	(271)	(277)	(267)	(1,090)	(4,600)
Total COE	62	3,235,765	2,859,441	2,282,363	2,588,196	2,708,418	2,794,938	2,885,811	3,113,653	2,164,146	2,397,590	2,430,570	2,694,069	32,154,960
Public Telephone Terminal Equip	6351	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Terminal Equipment	6362	462,022	376,015	374,310	392,595	340,316	355,793	327,831	418,755	344,686	321,329	342,093	321,754	4,377,498
Total Auxillary	63	462,022	376,015	374,310	392,595	340,316	355,793	327,831	418,755	344,686	321,329	342,093	321,754	4,377,498
Poles And Towers	6411	(41,554)	199,401	171,310	120,587	163,825	523,691	494,883	127,257	943,948	377,158	67,552	2,520,525	5,668,581
Aerial Cable	6421	2,424,282	1,073,438	972,190	1,015,916	875,796	941,098	989,272	990,506	739,336	886,278	921,135	1,172,212	13,001,461
Underground Cable	6422	297,688	212,937	232,667	251,415	269,205	278,267	262,460	216,452	168,364	213,713	309,196	296,872	3,009,236
Buried Cable	6423	1,756,933	1,473,653	1,405,583	1,513,848	1,738,707	1,622,179	1,635,489	1,735,191	1,501,773	1,608,446	1,637,286	1,859,384	19,488,471
Submarine Cable	6424	(11)	325	(30)	5,311	(256)	776	897	937	(164)	498	618	766	9,667

VERIZON NORTHWEST INC.
Income Statement Supporting Schedule
JANUARY to DECEMBER 2007

Schedule C-3a

Account Description	Account	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07	YTD
Deep Sea Cable	6425	-	-	-	-	-	-	-	-	-	-	-	-	-
Intra-Building Cable	6426	134,330	71,061	21,519	29,166	16,060	16,828	24,582	19,546	18,886	53,132	17,297	15,380	437,785
Aerial Wire	6431	1,410	1,536	2,352	2,287	798	987	286	4,321	5,526	2,548	740	2,057	24,849
Conduit Systems	6441	8,582	18,977	6,276	20,794	71,079	21,484	30,730	(21,768)	18,058	26,705	9,183	23,646	233,745
Total Osp - Transfers To Nonreg	64XX99	374	(1,622)	(2,314)	(1,386)	(1,657)	(9,188)	(9,167)	(2,114)	(12,921)	(1,033)	(1,311)	(60,078)	(102,417)
Total Cable And Wire	64	4,582,035	3,049,705	2,809,553	2,957,938	3,133,555	3,396,123	3,429,431	3,070,327	3,382,806	3,167,444	2,961,698	5,830,765	41,771,380
Total Plant Specific	6#	8,279,822	6,285,161	5,466,226	5,938,729	6,182,289	6,546,854	6,643,073	6,602,735	5,891,637	5,886,364	5,734,360	8,846,588	78,303,838
Motor Vehicle	6112	156,533	108,592	139,391	149,721	155,913	82,151	73,260	101,264	72,714	77,874	157,309	728,278	2,003,000
Aircraft	6113	21,336	17,452	11,737	13,308	14,957	14,456	2,776	12,868	11,644	15,026	15,643	12,905	164,107
Special Purpose Vehicle	6114	691	2,413	1,852	2,918	3,373	2,293	2,407	1,076	1,288	2,432	2,432	5,366	28,740
Garage Work Equipment	6115	5,193	4,546	4,119	20,259	1,822	2,184	4,308	3,107	4,427	3,615	3,077	2,046	58,703
Other Work Equipment	6116	39,875	32,961	31,670	35,466	27,383	27,708	20,883	20,849	22,866	30,964	60,340	30,292	381,259
Total Net Support Trans To Nonreg	611X99	(42,937)	(32,678)	(37,420)	(43,827)	(38,752)	(24,507)	(19,387)	(31,944)	(24,835)	(27,965)	(56,021)	(171,289)	(551,561)
Total Network Support	611	180,691	133,286	151,348	177,846	164,696	104,284	84,246	108,777	87,893	100,802	182,781	607,599	2,084,247
Land & Buildings	6121	2,108,543	1,839,090	1,810,708	1,850,104	1,758,230	1,724,031	1,732,707	1,947,022	1,716,488	2,041,162	2,004,083	1,495,682	22,027,850
Furniture & Artworks	6122	28,683	22,413	22,136	24,784	25,718	41,940	27,344	44,554	110,283	27,852	(13,224)	74,329	436,811
Office Equipment	6123	87,027	74,937	63,019	85,455	99,624	134,973	110,321	127,679	80,422	77,826	80,538	251,683	1,273,504
General Purpose Computer	6124	2,504,136	2,528,198	1,380,119	909,605	1,596,812	1,492,719	1,808,339	1,898,227	2,116,566	1,219,195	1,476,565	1,711,789	20,642,271
Total Gen Support Trans To Nonreg	612X99	(283,874)	(261,618)	(204,301)	(126,336)	(262,285)	(206,865)	(243,535)	(280,358)	(305,675)	(263,232)	(262,100)	(262,100)	(2,976,926)
Total General Support	612	4,444,515	4,203,021	3,071,682	2,743,612	3,218,098	3,186,799	3,435,176	3,737,124	3,718,084	3,102,804	3,271,215	3,271,383	41,403,510
Total Plant Specific Support	61	4,625,206	4,336,306	3,223,030	2,921,458	3,382,793	3,291,083	3,519,422	3,845,900	3,805,976	3,203,605	3,453,996	3,878,982	43,487,757
Juris Diff - Plant Specific	JURPLNT	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Plant Specific	PLNT	12,905,028	10,621,467	8,689,256	8,860,187	9,565,082	9,837,936	10,162,494	10,448,635	9,697,614	9,089,969	9,188,356	12,725,570	121,791,595
Property Held For Future Use	6511	-	-	-	-	-	-	-	-	-	-	-	-	-
Provisioning	6512	(188,789)	64,064	47,119	64,466	88,714	46,430	53,784	60,845	56,505	37,470	52,471	60,104	443,183
Total Oth PP&E Transfer To Nonreg	651X99	26,581	(6,759)	(4,880)	(7,941)	(10,582)	(4,998)	(6,743)	(10,037)	(9,698)	(7,257)	(12,268)	(12,782)	(67,363)
Total Other PP&E	651	(162,208)	57,305	42,239	56,525	78,132	41,432	47,041	50,809	46,807	30,213	40,203	47,322	375,820
Power	6531	194,807	401,952	294,348	368,025	373,691	388,698	424,560	461,130	402,565	449,595	387,892	364,319	4,511,583
Network Administrative	6532	559,934	674,559	576,198	618,839	767,429	661,598	495,570	571,116	528,454	554,812	617,745	735,879	7,362,133
Testing	6533	1,095,792	642,595	532,167	893,461	668,750	716,813	822,838	751,543	853,506	1,089,742	1,092,795	1,092,795	10,122,722
Plant Operations Administration	6534	1,181,033	1,832,985	1,776,580	1,729,300	1,875,154	1,970,171	1,884,982	1,975,287	1,814,530	1,954,557	2,196,199	2,433,991	22,624,767
Engineering	6535	512,292	427,858	420,993	477,101	390,213	417,791	443,305	438,541	382,202	388,081	405,937	420,523	5,124,838
Total Network Oper Trans To Nonreg	653X99	(396,983)	(437,714)	(400,194)	(506,630)	(497,749)	(444,301)	(449,392)	(529,545)	(552,800)	(756,723)	(730,992)	(730,992)	(6,249,631)
Total Network Operations	653	3,146,875	3,542,235	3,200,093	3,649,355	3,802,199	3,662,707	3,515,837	3,722,303	3,349,748	3,647,751	3,940,792	4,316,515	43,496,411
Access	6540	1,687,722	4,367,857	1,952,887	1,926,556	4,096,792	1,982,621	1,843,416	3,922,672	1,248,572	1,640,225	5,035,000	1,724,922	31,429,242
Juris Diff - General Plant	JURGENL	-	-	-	-	-	-	-	-	-	-	-	-	-
Total General Plant	65	4,672,390	7,967,397	5,195,218	5,632,435	7,977,123	5,686,760	5,406,295	7,695,783	4,645,127	5,318,189	9,015,996	6,088,760	75,301,473
Product Management	6611	1,165,176	1,133,124	1,294,332	1,302,289	1,261,785	1,316,970	1,300,734	1,405,649	1,276,016	1,194,297	1,225,721	1,765,037	15,641,130
Sales & Commissions	6612	1,536,366	1,027,192	1,210,295	1,252,966	1,258,244	1,232,215	1,321,452	1,317,266	1,194,281	1,166,766	1,188,699	677,503	14,383,245
Product Advertising	6613	68,622	225,039	1,010,947	1,762,852	1,175,669	770,119	1,284,608	1,258,854	1,450,249	1,554,933	2,721,376	1,416,989	14,016,989
Total Marketing Transfer To Nonreg	661X99	(26,740)	(46,509)	(144,320)	(152,575)	(47,886)	(73,661)	(189,527)	(234,883)	(20,293)	(277,931)	(275,512)	(507,810)	(1,997,647)
Total Marketing	661	2,743,423	2,338,847	3,371,254	4,165,531	3,647,811	3,245,644	3,717,268	3,746,416	3,184,194	3,533,380	3,693,841	4,656,106	42,043,716
Call Completion Services	6621	205,440	228,065	202,489	146,977	277,230	197,187	170,297	274,066	174,315	196,252	99,972	163,739	2,336,030
Number Services	6622	1,193,358	1,204,418	1,006,169	1,080,756	1,251,033	1,098,024	1,146,116	1,312,537	932,615	991,443	852,853	757,785	12,827,106
Customer Services	6623	4,288,824	4,410,632	4,139,574	4,862,341	4,428,703	4,683,439	4,816,047	5,227,804	4,146,582	4,375,595	4,523,414	4,850,796	54,753,751
Tot Cust Services Trans To Nonreg	662X99	(759,818)	(766,462)	(661,258)	(733,909)	(754,747)	(727,557)	(745,033)	(844,885)	(763,523)	(1,020,557)	(712,047)	(723,630)	(9,213,426)
Total Customer Services	662	4,927,804	5,076,653	4,686,974	5,356,165	5,202,219	5,251,093	5,387,426	5,969,522	4,489,989	4,542,733	4,764,192	5,048,690	60,703,460
Juris Diff - Customer Operations	JURCUST	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Customer Operations	CUST	7,671,226	7,415,499	8,058,229	9,521,696	8,850,030	8,496,737	9,104,694	9,715,939	7,674,183	8,076,113	8,458,034	9,704,797	102,747,176
Executive	6711	82,197	168,179	235,806	227,640	247,153	231,346	153,358	150,754	161,263	153,847	155,491	268,480	2,235,514
Planning	6712	41,360	23,229	34,305	51,830	50,694	32,499	35,461	38,008	27,550	50,434	32,381	60,024	477,775
Total Exec & Plan Trans To Nonreg	671X99	(15,835)	(29,106)	(44,787)	(46,167)	(47,762)	(42,165)	(27,836)	(29,027)	(30,792)	(34,060)	(35,471)	(56,051)	(439,060)

VERIZON NORTHWEST INC.
Income Statement Supporting Schedule
JANUARY TO DECEMBER 2007

Schedule C-3a

Account Description	Account	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07	YTD
Total Executive & Planning	671	107,723	162,301	225,324	233,303	250,085	221,681	160,983	159,735	158,021	170,221	152,401	272,452	2,274,230
Accounting & Finance	6721	751,090	524,132	499,537	585,639	448,850	584,410	587,129	521,014	531,707	507,071	795,034	549,876	6,885,489
External Relations	6722	625,634	484,121	545,279	570,084	452,346	495,720	526,877	605,769	658,052	525,520	333,084	225,585	6,048,069
Human Resources	6723	704,200	333,203	361,045	418,880	442,672	354,657	470,922	325,544	355,475	309,135	313,163	5,209	4,394,105
Info Management	6724	2,449,550	1,428,706	1,847,325	1,972,484	1,673,295	1,867,193	1,856,049	1,504,599	1,241,465	1,625,525	1,597,123	1,112,808	20,176,122
Legal	6725	197,010	238,822	300,857	358,814	394,040	205,253	283,902	294,995	276,039	351,183	275,959	431,734	3,608,609
Procurement	6726	107,179	87,991	299,697	97,857	117,498	90,329	126,214	76,882	104,080	64,656	83,012	(11,423)	1,243,972
Research & Development	6727	53,002	46,803	46,069	48,587	47,981	49,120	55,273	50,699	53,244	42,349	47,632	43,962	584,722
Other General & Admin	6728	3,898,300	6,306,472	5,783,666	5,481,409	5,696,934	10,905,621	6,373,056	4,182,025	4,415,951	4,988,377	3,009,606	24,548,154	85,589,570
Tot Gen & Amin Trans To Nonreg	672X99	(736,785)	(852,300)	(1,012,064)	(908,667)	(865,821)	(1,435,638)	(939,354)	(734,890)	(708,933)	(909,075)	(634,782)	(4,578,316)	(14,316,625)
Total General & Administrative	672	8,049,181	8,597,950	8,671,411	8,625,087	8,407,795	13,116,666	9,340,069	6,826,636	6,927,079	7,504,741	5,819,831	22,327,588	114,214,033
Prov For Uncollectible Notes	6790	-	-	-	-	-	-	-	-	-	-	-	-	-
Juris Diff - Corporate Operations	JURCORP	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Corporate Operations	CORP	8,156,903	8,760,252	8,896,734	8,858,390	8,657,881	13,338,347	9,501,052	6,986,371	7,085,099	7,674,961	5,972,232	22,600,040	116,488,263
Income From Custom Work	7110	-	-	-	-	-	-	-	-	-	-	-	-	-
Gain/Loss - Foreign Exch	7140	-	-	-	-	-	-	-	-	-	-	-	-	-
Gain/Loss - Disp Land	7150	-	-	-	-	-	(782,703)	-	-	-	-	(2,585,569)	(4,579,509)	(7,947,781)
Other Oper Gain/Loss	7160	(2,102)	(1,759)	2,194	(914)	(8,712)	(110)	(843)	(486)	629	2,416	3,339	(2,403)	(8,752)
Oth Oper Inc&Exp Trans Nonreg	71XX99	-	-	-	-	-	24,611	-	-	-	-	70,315	70,493	165,420
Total Oth Oper Inc & Exp	OTHR	(2,102)	(1,759)	2,194	(914)	(8,712)	(758,202)	(843)	(486)	629	2,416	(2,511,915)	(4,511,419)	(7,791,113)
Depreciation	6561	25,442,534	25,653,755	25,668,766	25,435,022	25,776,321	26,158,402	25,716,308	25,993,957	26,204,187	26,210,560	26,400,534	26,370,763	311,031,109
Depr - Property Held For Future	6562	-	-	-	-	-	-	-	-	-	-	-	-	-
Amort - Tangible	6563	45,131	45,131	45,143	46,807	45,975	45,949	45,774	45,774	52,839	35,077	42,040	42,040	537,680
Amort - Intangible	6564	430,586	429,280	417,241	420,818	424,625	185,398	186,868	251,954	220,685	212,484	179,748	197,868	3,557,553
Amort - Other	6565	-	-	-	-	-	-	-	-	-	-	-	-	-
Juris Diff - Depreciation	7911	(91,867)	(225,661)	(303,508)	21,768	(392,633)	(624,593)	(92,364)	(299,975)	(408,370)	(377,767)	(483,550)	(289,291)	(3,567,811)
Juris Diff - Depreciation FAS 71	7921	0	(0)	(0)	(0)	(0)	0	(0)	(0)	0	0	0	0	(0)
Deprec & Amort Trans To Nonreg	656X99	(249,807)	(264,976)	(265,544)	(268,482)	(276,232)	(268,277)	(274,919)	(320,788)	(329,883)	(263,388)	(336,227)	(346,413)	(3,464,936)
Total Depreciation & Amort	DEPR	25,576,577	25,637,529	25,562,097	25,655,935	25,578,055	25,496,880	25,581,665	25,670,922	25,739,457	25,816,965	25,802,545	25,974,967	308,093,594
Property Taxes	72401X	2,062,550	2,033,065	1,025,353	2,032,655	2,032,819	2,031,883	(458,336)	2,064,229	2,021,186	2,052,146	2,081,310	(1,104,158)	17,874,703
Gross Receipts	72402X	990,850	811,396	1,184,797	988,303	993,997	969,324	965,363	985,708	973,288	979,071	965,034	956,586	11,763,717
Superfund Taxes	724030	-	-	-	-	-	-	-	-	-	-	-	-	-
State/Local Franch Taxes	72408X	-	-	2	17	-	-	-	-	-	123	1	-	143
Other Operating Taxes	72409X	587,924	410,091	1,735,174	821,387	754,332	(3,786,076)	406,329	540,921	569,919	536,080	(3,143,609)	644,205	76,676
Operating Tax Trans To Nonreg	724X99	(197,713)	(152,585)	(309,239)	(140,346)	(204,584)	387,553	(236,704)	(220,902)	(154,127)	(244,769)	587,627	(169,241)	(1,055,029)
Total Oper Taxes	OPTX	3,443,611	3,101,967	3,636,087	3,702,017	3,576,565	(397,317)	676,651	3,369,955	3,410,266	3,322,651	490,363	327,393	28,660,210
Total Oper Exp/Oth Tax	TLOP	62,423,633	63,502,353	60,039,815	62,229,746	64,196,024	61,701,142	60,432,008	63,887,119	58,252,375	59,301,265	56,415,610	72,910,107	745,291,198
Earning Before Inc Tax	EBIF	15,394,268	13,051,272	15,477,315	15,424,347	12,381,165	16,439,378	15,901,332	13,546,638	18,766,082	17,137,780	16,963,748	101,132	170,584,457
Federal Income Taxes	7220	3,977,617	3,235,927	6,126,383	3,939,520	2,953,354	4,840,421	4,436,280	3,318,930	10,134,805	4,621,568	3,535,039	43,335,124	94,454,968
State/Local Income Tax	7230	361,664	263,174	487,776	349,614	253,702	374,266	(85,821)	355,040	843,169	439,947	155,319	2,327,721	6,125,571
Deferred Federal	7250X	(81,175)	(126,700)	(1,918,803)	(75,002)	(191,641)	(284,519)	(89,468)	(160,112)	(5,108,194)	(186,581)	1,077,139	(44,422,682)	(51,567,738)
Deferred State/Local	7251X	(6,740)	(10,460)	(178,890)	(6,322)	(15,786)	43	(7,439)	(13,211)	(436,978)	(15,373)	237,928	(3,709,190)	(4,162,418)
Oper Inc Tax Pr to ITC	TAX PRE ITC	4,251,366	3,361,942	4,516,466	4,207,809	2,999,629	4,930,212	4,253,552	3,500,647	5,432,802	4,859,561	5,005,425	(2,469,027)	44,850,383
Oper ITC Claimed	72101X	-	-	-	-	-	-	-	-	-	-	-	-	-
Oper ITC Credit	72102X	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Operating ITC	NET OP ITC	-	-	-	-	-	-	-	-	-	-	-	-	-
Juris Diff - Income Taxes	7919	33,814	83,059	111,712	(8,012)	144,517	229,893	33,997	110,413	150,309	139,044	177,984	503,605	1,710,335
Oper Inc Tax Trans To Nonreg	72XX99	(4,223)	(4,900)	33,276	(5,852)	(3,532)	(128,973)	(6,785)	(6,864)	420,664	(7,165)	(1,137,339)	2,085,880	1,234,186
Total Oper Income Tax	INTX	4,280,957	3,440,100	4,661,454	4,193,946	3,140,614	5,031,131	4,280,764	3,604,196	6,003,775	4,991,439	4,046,070	120,459	47,794,905
Net Operating Income	OPIF	11,113,311	9,611,172	10,815,861	11,230,401	9,240,551	11,408,246	11,620,569	9,942,443	12,762,307	12,146,340	12,917,678	(19,327)	122,789,552

VERIZON NORTHWEST INC.
Income Statement Supporting Schedule
JANUARY TO DECEMBER 2007

Schedule C-3a

Account Description	Account	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07	YTD
Dividend Income - Affiliate	731010	-	-	-	-	-	-	-	-	-	-	-	-	-
Dividend Income - Other	731020	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest Income - Affiliate	732010	31,235	114,190	461,868	40,121	9,625	525,438	48,036	49,215	407,656	48,153	44,298	208,120	1,987,956
Interest Income - Other	732020	-	-	-	-	-	-	-	-	-	-	-	-	-
Sinking & Other Funds	7330	-	-	-	-	-	-	-	-	-	-	-	-	-
Allow For Funds Used Cn	7340	53,597	40,994	53,248	60,182	78,010	90,511	88,465	106,285	111,921	103,808	89,856	85,101	961,978
Juris Diff - IDC	JURIDC	-	-	-	-	-	-	-	-	-	-	-	-	-
Juris Diff - Other Nonop	JURONOP	-	-	-	-	-	-	-	-	-	-	-	-	-
Gains/Loss-Disp Prop-NOP	7350	-	135	(13,524)	(4,969)	(407)	(2,926)	(323)	(6,541)	(921)	(2,992)	(3,865)	(416)	(36,749)
Other Nonop Income	ZZZ7360	130,093	883,653	201,858	73,291	245,010	72,585	180,942	(77,009)	(104,683)	(80,083)	(118,227)	679,092	2,086,522
Less: Special Charges	7370	108,248	74,471	104,840	133,990	82,280	103,978	89,504	89,737	93,147	69,335	82,485	128,460	1,160,475
Total Nonoper Inc & Exp	TOT NONOP I&E	106,678	964,502	598,609	34,636	249,957	581,630	227,615	(17,787)	320,827	(448)	(70,424)	843,438	3,839,232
Federal Income Taxes	7420	43,673	328,304	158,114	12,857	87,176	132,037	80,583	(2,544)	6,609	3,523	(19,529)	160,594	991,398
State/Local Income Taxes	7430	4,128	28,453	13,227	1,378	7,604	11,147	6,963	78	791	586	(1,308)	9,896	82,942
Deferred Federal	74501X	-	-	46,079	-	-	68,672	-	-	106,866	-	-	131,663	353,280
Deferred State/Local	74502X	-	-	3,807	-	-	5,675	-	-	8,830	-	-	14,459	32,771
Nonoper Inc Tax Pr ITC	NOP TAX PRE ITC	47,801	356,757	221,227	14,236	94,779	217,532	87,546	(2,466)	123,097	4,109	(20,838)	316,612	1,460,391
Nonop ITC Claimed	741010	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Nonoperating ITC	NET NONOP ITC	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonoper Taxes - Other	7440	152	152	(26)	152	152	152	(213)	152	152	152	152	(107)	1,022
Total Nonop Inc Taxes	74YY	47,953	356,909	221,201	14,388	94,931	217,684	87,333	(2,314)	123,249	4,261	(20,686)	316,505	1,461,413
Total Nonop Inc - Net	NINC	58,725	607,593	377,408	20,248	155,026	363,946	140,283	(15,473)	197,578	(4,709)	(49,738)	526,933	2,377,819
Nonregulated Revenues	AREV	6,728,332	6,108,643	7,570,955	6,445,538	6,513,541	6,011,267	5,657,585	6,220,320	6,634,979	6,697,245	5,684,034	5,540,405	75,812,843
Nonregulated Expenses	BXXX	5,757,270	5,749,507	6,416,346	6,124,983	6,657,457	6,230,119	6,333,262	7,096,856	5,358,521	7,182,557	5,764,579	11,259,869	79,931,326
Other Income And Expenses	OIAE	22,831	3,217	1,206	4,426	8,451	33,147	9,626	11,015	13,113	11,309	83,512	86,037	287,891
Nonregulated Income Taxes	BTAX	380,416	180,837	475,462	169,423	(10,743)	(44,609)	(47,742)	(310,062)	449,644	(155,318)	121,078	(2,363,796)	(1,155,410)
Nonreg Inc -Oth Nonreg Net Income	7990	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Nonreg Inc - Net	NREG	613,477	181,516	680,353	155,558	(124,722)	(141,097)	(618,309)	(555,459)	839,926	(318,685)	(118,110)	(3,269,631)	(2,675,182)
Income Avail For Fixed	FXIF	11,785,513	10,400,280	11,873,623	11,406,207	9,270,855	11,631,096	11,142,542	9,371,510	13,799,812	11,822,946	12,749,830	(2,762,025)	122,492,189
Interest On Bonds	751010	3,430,971	3,301,655	3,440,933	3,335,265	3,412,838	3,367,835	3,372,240	3,391,355	3,203,474	3,176,621	3,039,609	3,066,216	39,539,012
Discount/Premium Amort	75103X	118,842	119,535	120,230	120,236	120,588	120,943	121,299	121,657	122,017	122,379	122,742	123,108	1,453,577
Interest On Affiliate Adv	751040	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Long Term Debt	75109X	(78,493)	(78,766)	(83,994)	(82,897)	(89,081)	(90,698)	(91,077)	(101,807)	(100,767)	(101,643)	(101,576)	(106,969)	(1,107,766)
Capital Leases	7520	-	-	-	-	-	-	-	-	-	-	-	-	-
Amortized Debt Issuance	7530	15,185	15,317	15,454	15,449	15,503	15,565	15,638	15,666	15,724	15,786	15,841	15,893	187,021
Other Interest Deduction	7540	332	(1,588)	906	158	(22,908)	25,928	251	1,805	(446)	(624)	324	253	4,392
Total Interest Exp	FIXC	3,486,838	3,356,154	3,493,530	3,388,210	3,436,942	3,439,573	3,418,351	3,428,675	3,240,003	3,212,519	3,076,941	3,098,500	40,076,236
Income Before Extraord	INBF	8,298,675	7,044,126	8,380,093	8,017,997	5,833,913	8,191,523	7,724,191	5,942,835	10,559,809	8,610,427	9,672,888	(5,860,525)	82,415,953
Extraord Inc Credits	7610	-	-	-	-	-	-	-	-	-	-	-	-	-
Extraord Inc Charges	7620	-	-	-	-	-	-	-	-	-	-	-	-	-
Extraord Income Taxes	7630	-	-	-	-	-	-	-	-	-	-	-	-	-
Extraord Deferred Taxes	ZZZDTAX	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Extraordinary Items	EXOR	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Income	NETF	8,298,675	7,044,126	8,380,093	8,017,997	5,833,913	8,191,523	7,724,191	5,942,835	10,559,809	8,610,427	9,672,888	(5,860,525)	82,415,953
Preferred Dividends	4058	-	-	-	-	-	-	-	-	-	-	-	-	-
Minority Interest	3011	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Income to Verizon	301P	8,298,675	7,044,126	8,380,093	8,017,997	5,833,913	8,191,523	7,724,191	5,942,835	10,559,809	8,610,427	9,672,888	(5,860,525)	82,415,953

VERIZON NORTHWEST INC.
STATE OF WASHINGTON
ANALYSIS OF FEDERAL INCOME TAXES
JANUARY to DECEMBER 2007

Schedule C-3b

Account Description	Account	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07
Oper ITC Credit	72102X	0	0	0	0	0	0	0	0	0	0	0	0
Oper Inc Tax Trans To Nonreg	721099	0	0	0	0	0	0	0	0	0	0	0	0
Total Oper ITC		0	0	0	0	0	0	0	0	0	0	0	0
Deferred Federal - Property	725015,W3	(48,235)	(124,914)	(904,357)	3,480	(127,315)	(616,621)	(41,147)	(111,424)	(2,116,087)	(116,437)	(15,121,758)	(36,731,492)
Deferred Federal - Non-Property	725012,13,16,30,W1,W5	0	0	(353,928)	0	0	315,693	0	0	(595,981)	0	(5,967,795)	(2,327,089)
Deferred Federal - to Nonregulated	725099	637	1,916	60,608	(140)	2,403	(27,681)	795	2,276	128,636	2,546	1,215,846	1,203,448
Total Deferred Federal		(47,598)	(122,998)	(1,197,677)	3,340	(124,912)	(328,609)	(40,352)	(109,148)	(2,583,432)	(113,891)	(19,873,707)	(37,855,133)
Federal Income Taxes	7220	1,971,535	2,002,224	3,211,235	1,647,287	1,757,217	2,343,480	2,205,056	1,878,216	5,652,759	2,264,733	21,008,731	36,979,428
Juris Diff-Income Taxes	7919	16,531	93,210	(131,497)	(55,775)	90,463	92,606	4,295	74,572	63,148	79,585	72,821	63,319
Total Federal Income Taxes		1,940,467	1,972,436	1,882,061	1,594,852	1,722,767	2,107,477	2,168,999	1,843,640	3,132,476	2,230,427	1,207,844	(812,386)

CUMULATIVE YEAR TO DATE		YTD Jan-07	YTD Feb-07	YTD Mar-07	YTD Apr-07	YTD May-07	YTD Jun-07	YTD Jul-07	YTD Aug-07	YTD Sep-07	YTD Oct-07	YTD Nov-07	YTD Dec-07
Oper ITC Credit	72102X	0	0	0	0	0	0	0	0	0	0	0	0
Oper Inc Tax Trans To Nonreg	72XX99	0	0	0	0	0	0	0	0	0	0	0	0
Total Oper ITC		0	0	0	0	0	0	0	0	0	0	0	0
Deferred Federal - Property	725015,W3	(48,235)	(173,149)	(1,077,506)	(1,074,026)	(1,201,341)	(1,817,962)	(1,859,109)	(1,970,533)	(4,086,620)	(4,203,057)	(19,324,815)	(56,056,307)
Deferred Federal - Non-Property	725012,13,16,30,W1,W5	0	0	(353,928)	(353,928)	(353,928)	(38,235)	(38,235)	(38,235)	(634,216)	(634,216)	(6,602,011)	(8,929,100)
Deferred Federal - to Nonregulated	725099	637	2,553	63,160	63,021	65,424	37,743	38,538	40,814	169,450	171,996	1,387,842	2,591,289
Total Deferred Federal		(47,598)	(170,596)	(1,368,274)	(1,364,933)	(1,489,845)	(1,818,454)	(1,858,806)	(1,967,954)	(4,551,386)	(4,665,277)	(24,538,984)	(62,394,118)
Federal Income Taxes	7220	1,971,535	3,973,759	7,184,994	8,832,280	10,589,497	12,932,977	15,138,033	17,016,249	22,669,008	24,933,741	45,942,472	82,921,900
Juris Diff-Income Taxes	7919	16,531	109,741	(21,756)	(77,531)	12,932	105,538	109,833	184,405	247,553	327,138	399,959	463,278
Total Federal Income Taxes		1,940,467	3,912,904	5,794,964	7,389,816	9,112,584	11,220,061	13,389,060	15,232,699	18,365,175	20,595,602	21,803,446	20,991,060

**VERIZON NORTHWEST INC.
STATE OF WASHINGTON
SELECTED PLANT DATA
JANUARY to DECEMBER 2007**

Schedule C-4

VERIZON NORTHWEST INCLUDING SUBSIDIARY

Item	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07
Telephone Plant in Service	4,392,949,089	4,403,830,280	4,414,945,988	4,426,438,878	4,438,707,011	4,451,464,301	4,463,118,346	4,475,123,974	4,487,426,548	4,498,999,012	4,510,139,086	4,520,271,661
Depreciation Reserve	(2,555,416,220)	(2,573,682,011)	(2,591,892,078)	(2,610,465,696)	(2,629,668,270)	(2,649,661,514)	(2,668,746,804)	(2,688,474,728)	(2,708,613,505)	(2,728,473,309)	(2,748,271,426)	(2,767,840,367)
Net Plant	1,837,532,869	1,830,148,269	1,823,053,910	1,815,973,182	1,809,038,741	1,801,802,787	1,794,371,542	1,786,649,246	1,778,813,043	1,770,525,702	1,761,867,660	1,752,431,294
Telephone PLT Under Const. - ST	17,805,776	18,133,168	18,348,808	18,271,131	18,131,840	18,374,035	18,975,648	19,275,384	19,373,957	19,484,612	19,586,534	20,042,491
Telephone PLT Under Const. - LT	0	0	0	0	0	0	0	0	0	0	0	0
Total Telephone Plant Under Const.	17,805,776	18,133,168	18,348,808	18,271,131	18,131,840	18,374,035	18,975,648	19,275,384	19,373,957	19,484,612	19,586,534	20,042,491
Material & Supplies (Acct 1220)	9,867,117	9,572,375	9,444,895	9,241,032	9,052,050	8,969,759	8,785,240	8,492,497	8,251,738	7,984,274	7,749,204	7,508,909
Nonoperating Plant	433,033	440,738	448,442	456,147	463,852	461,041	458,231	455,421	452,406	452,333	441,745	431,157
Depreciation - Nonoperating	(1,656)	(1,656)	(1,656)	(1,656)	(1,656)	(1,656)	(1,656)	(1,656)	(1,656)	(1,656)	(1,656)	(1,656)
Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0
Total	1,865,637,140	1,858,292,894	1,851,294,399	1,843,939,837	1,836,684,828	1,829,605,967	1,822,589,005	1,814,870,893	1,806,889,488	1,798,445,266	1,789,643,487	1,780,412,196
431007/141050 - Emp Pens Plan	117,734,754	116,120,752	114,545,500	112,906,107	111,349,481	109,866,620	108,519,947	107,325,584	105,934,083	105,236,789	104,564,568	102,617,907
Accum Def. Inc Taxes-Accel Tax	(414,830,444)	(411,247,392)	(407,432,343)	(403,962,697)	(400,490,000)	(396,978,577)	(393,853,558)	(390,618,201)	(386,886,844)	(382,491,766)	(378,011,398)	(369,626,943)

NOTE: Balances Represent 13 - Month Rolling Average

WASHINGTON STATE

Item	Jan-07	Feb-07	Mar-07	Apr-07	May-07	Jun-07	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07
Telephone Plant in Service	2,597,933,271	2,602,408,162	2,606,953,075	2,611,778,342	2,617,242,027	2,622,831,787	2,627,789,774	2,632,787,269	2,637,923,683	2,642,878,779	2,647,821,176	2,652,077,244
Depreciation Reserve	(1,381,104,445)	(1,391,744,594)	(1,402,404,011)	(1,413,281,091)	(1,424,686,115)	(1,436,403,575)	(1,447,582,059)	(1,459,147,797)	(1,470,989,808)	(1,482,717,578)	(1,494,448,107)	(1,506,049,041)
Net Plant	1,216,828,825	1,210,663,568	1,204,549,064	1,198,497,251	1,192,555,912	1,186,428,212	1,180,207,715	1,173,639,472	1,166,933,875	1,160,161,201	1,153,373,069	1,146,028,203
Telephone PLT Under Const. - ST	8,519,705	8,976,107	9,335,772	9,482,376	9,505,618	9,705,644	10,101,712	10,399,726	10,574,730	10,699,002	10,755,109	11,088,390
Telephone PLT Under Const. - LT	0	0	0	0	0	0	0	0	0	0	0	0
Total Telephone Plant Under Const.	8,519,705	8,976,107	9,335,772	9,482,376	9,505,618	9,705,644	10,101,712	10,399,726	10,574,730	10,699,002	10,755,109	11,088,390
Material & Supplies (Acct 1220)	5,855,761	5,675,335	5,594,468	5,466,640	5,348,576	5,291,351	5,172,499	4,993,886	4,843,043	4,681,343	4,537,461	4,383,900
Nonoperating Plant	402,837	410,542	418,246	425,951	433,656	430,845	428,035	425,225	422,210	422,137	411,549	400,961
Depreciation - Nonoperating	0	0	0	0	0	0	0	0	0	0	0	0
Property Held for Future Use	0	0	0	0	0	0	0	0	0	0	0	0
Total	1,231,607,128	1,225,725,552	1,219,897,551	1,213,872,219	1,207,843,762	1,201,856,053	1,195,909,961	1,189,458,308	1,182,773,858	1,175,963,684	1,169,077,187	1,161,901,455
431007/141050 - Emp Pens Plan	71,121,558	70,360,312	69,518,644	68,602,285	67,687,558	66,900,727	66,132,893	65,493,668	64,746,917	64,402,727	64,195,858	63,224,801
Accum Def. Inc Taxes-Accel Tax	(282,961,663)	(281,368,508)	(279,615,782)	(278,024,787)	(276,408,617)	(274,813,488)	(273,419,609)	(271,986,880)	(270,336,823)	(268,323,082)	(264,759,495)	(257,851,809)

NOTE: Balances Represent 13 - Month Rolling Average