VERIZON NORTHWEST INC SEPARATED RESULTS SUMMARY STATE OF WASHINGTON - COMBINED QUARTERLY COMPLIANCE REPORT TWELVE MONTHS ENDED JUNE 2009 (Dollars in Thousands)

	BOOKED BASIS				ADJUSTED BASIS]	
								A	
	Total	Interetate	luture et et e		Total	late astate	lates state	Composite	
OPERATING REVENUES	Regulated	Interstate	Intrastate		Regulated	Interstate	Intrastate	Bkd Factors	
	405.000	0	405.000		405.000	0	405 000	400.000	
Local Network Service	185,063	0	185,063		185,063	0	185,063	100.009	
Network Access Revenues	233,686	208,986	24,699		233,686	208,986	24,699	10.579	
Long Dist Netwk Revenues	15,827	322	15,505		15,827	322	15,505	97.97	
Miscellaneous Revenues	28,437	7,882	20,554		65,937	7,882	58,054	72.28	
Uncollectibles	(3,185)	(791)	(2,394)		(3,185)	(791)	(2,394)	75.18	
Total Operating Revenues	459,828	216,400	243,428		497,328	216,400	280,928		
OPERATING EXPENSES									
Plant Specific Operations	57,923	14,478	43,445		53,904	13,474	40,431	75.00	
Plant Non-Spec Operations	38,275	13,046	25,229		35,476	12,092	23,384	65.92	
Customer Operations	48,369	10,362	38,007		45,320	9,709	35,611	78.58	
Corporate Operations	68,972	16,334	52,638		70,243	16,635	53,608	76.32	
Depreciation & Amort	193,279	51,352	141,927		193,279	51,352	141,927	73.43	
Other Income & Expenses	(881)	(226)	(656)		(881)	(226)	(656)	74.41	
Juris Diff - Depr/IDC	0	0	0		0	0	0	0.00	
Total Operating Expenses	405,938	105,346	300,591		397,341	103,036	294,305	74.05	
Operating Taxes Other than Inc	20,641	5,260	15,381		20,641	5,260	15,381	74.51	
EBIT	33,250	105,793	(72,543)		79,346	108,104	(28,758)		
INCOME TAXES									
State Income Tax	0	0	0		0	0	0		
Net Federal Income Tax	4,457	35,176	(30,719)		20,591	35,984	(15,394)		
Total Income Taxes	4,457	35,176	(30,719)		20,591	35,984	(15,394)		
NET OPERATING INCOME	28,792	70,617	(41,825)		58,755	72,120	(13,364)		
INVESTMENT (AVG)									
Telecomm Plant in Service	2,764,953	705,191	2,059,762		2,760,269	703,996	2,056,273	74.50	
Other Assets (SFAS 87)	0	0	<u>_,000,10</u>		0	0	_,000,_10	0.00	
Juris Assets-TPIS	0	0	0		0	0	0	0.00	
Depr & Amort Reserve	1,764,464	447,682	1,316,782		1,764,464	447,682	1,316,782	74.63	
Deferred Income Taxes	155,150	38,598	116,552		155,150	38,598	116,552	75.12	
Net - Pension Plan	(50,840)	17,323	(68,163)		(141,810)	48,319	(190,129)	134.07	
RATE BASE	896,179	201,588	694,592		982,465	169,397	813,069	77.51	
Rate Base ROR	3.21%	35.03%			5.98%	42.57%		11.01	
Rale Dase KUK	3.21%	35.03%	-6.02%	I	5.98%	42.57%	-1.64%	l	

VERIZON NORTHWEST INC SEPARATED RESULTS SUMMARY STATE OF WASHINGTON - COMBINED QUARTERLY COMPLIANCE REPORT TWELVE MONTHS ENDED JUNE 2009 (Dollars in Thousands)

					ADJUSTMENT	S						
	TOTAL STATE	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	ADJUSTED	ADJUSTED
	BOOKED	Docket #	FAS 106								TOTAL STATE	INTRASTATE
	RESULTS	UT-061777	OPEB								_	
Operating Revenues	459,828	37,500	0	0	0	0	0	0	0	0	497,328	280,928
Operating Expenses/Taxes	426,579	0	(8,597)	0	0	0	0	0	0	0	417,982	309,686
EBIT	33,250	37,500	8,597	0	0	0	0	0	0	0	79,346	(28,758)
Income Taxes	4,457	13,125	3,009	0	0	0	0	0	0	0	20,591	(15,394)
Net Operating Income	28,792	24,375	5,588	0	0	0	0	0	0	0	58,755	(13,364)
Rate Base	896,179	0	86,286	0	0	0	0	0	0	0	982,465	813,069
Rate of Return	3.21%										5.98%	-1.64%
Adjustment Footnotes: (A) Order No. 1 in Dock (B) FAS 106 OPEB (Adj (C) (D) (E) (F) (G) (H) (I)	et # UT061777 from accrual to payg	Account(s) 5230 o) Various										

VERIZON NORTHWEST INC SEPARATED RESULTS SUMMARY STATE OF WASHINGTON - COMBINED QUARTERLY COMPLIANCE REPORT TWELVE MONTHS ENDED JUNE 2009 (Dollars in Thousands)

ADJUSTMENTS - TOTAL STATE

TOTAL STATE	TOTAL ADJUSTMENTS	(A) Docket # UT-061777	(B) & (E) FAS 106 OPEB	(C)	(D)	(E)	(F)	(G)	(H)	(I)
OPERATING REVENUES										
Local Network Service	0	0	0	0	0	0	0	0	0	0
Network Access Revenues	0	0	0	0	0	0	0	0	0	0
Long Dist Ntwk Revenues	0	0	0	0	0	0	0	0	0	0
Miscellaneous Revenues	37,500	37,500	0	0	0	0	0	0	0	0
Uncollectibles	0	0	0	0	0	0	0	0	0	0
Total Operating Revenues	37,500	37,500	0	0	0	0	0	0	0	0
OPERATING EXPENSES										
Plant Specific Operations	(4,019)	0	(4,019)	0	0	0	0	0	0	0
Plant Non-Spec Operations	(2,799)	0	(2,799)	0	0	0	0	0	0	0
Customer Operations	(3,050)	0	(3,050)	0	0	0	0	0	0	0
Corporate Operations	1,271	0	1,271	0	0	0	0	0	0	0
Depr & Amort	0	0	0	0	0	0	0	0	0	0
Other Income & Expenses	0	0	0	0	0	0	0	0	0	0
Juris Diff - Depr/IDC	0	0	0	0	0	0	0	0	0	0
Total Operating Expenses	(8,597)	0	(8,597)	0	0	0	0	0	0	0
Operating Taxes Other than Income	0	0	0	0	0	0	0	0	0	0
EBIT	46,097	37,500	8,597	0	0	0	0	0	0	0
INCOME TAXES										
State Income Tax	0	0	0	0	0	0	0	0	0	0
Net Federal Income Tax	16,134	13,125	3,009	0	0	0	0	0	0	0
Total Income Taxes	16,134	13,125	3,009	0	0	0	0	0	0	0
NET OPERATING INCOME	29,962	24,375	5,588	0	0	0	0	0	0	0
INVESTMENT (AVG)										
Telecom Plant in Service	(4,684)	0	(4,684)	0	0	0	0	0	0	0
Prop Held for Future Use	0	0	0	0	0	0	0	0	0	0
Other Assets (SFAS 87)	0	0	0	0	0	0	0	0	0	0
Depr & Amort Reserve	0	0	0	0	0	0	0	0	0	0
Deferred Income Taxes	0	0	0	0	0	0	0	0	0	0
Juris Assets-TPIS	0	0	0	0	0	0	0	0	0	0
Other LT Liab - SFAS 106, 112	(90,970)	0	(90,970)	0	0	0	0		0	0
RATE BASE	86,286	0	86,286	0	0	0	0	0	0	0

ADJUSTMENTS - INTRASTATE

	ADJUSTMENTS	UT-061777	OPEB							
OPERATING REVENUES										
Local Network Service	0									
Network Access Revenues	0			0						
Long Dist Ntwk Revenues	0									
Miscellaneous Revenues	37,500	37,500								
Uncollectibles	0									
	0									
Total Operating Revenues	37,500	37,500	0	0	0	0	0	0	0	0
OPERATING EXPENSES										
Plant Specific Operations	(3,014)		(3,014)							
Plant Non-Spec Operations	(1,845)		(1,845)							
Customer Operations	(2,396)		(2,396)							
Corporate Operations	970		970							
Depr & Amort	0									
Other Income & Expenses	0									
Juris Diff - Depr/IDC	0									
Total Operating Expenses	(6,286)	0	(6,286)	0	0	0	0	0	0	0
Operating Taxes Other than Income	0									
EBIT	43,786	37,500	6,286	0	0	0	0	0	0	0
State Income Tax	0									
Net Federal Income Tax	15,325	13,125	2,200	0	0	0	0	0	0	0
Total Income Taxes	15,325	13,125	2,200	0	0	0	0	0	0	0
NET OPERATING INCOME	28,461	24,375	4,086	0	0	0	0	0	0	0
INVESTMENT (AVG)										
Telecom Plant in Service	(3,489)		(3,489)							
Prop Held for Future Use	(0,100)		(0,100)							
Other Assets (SFAS 87)	0									
Depr & Amort Reserve	0									
Deferred Income Taxes	0									
Juris Assets-TPIS	0									
Other LT Liab - SFAS 106, 112	(121,966)		(121,966)				0			
RATE BASE	118,477	0	118,477	0	0	0	0	0	0	0