

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			Composite Bkd Factors
	Total Regulated	Interstate	Intrastate	Total Regulated	Interstate	Intrastate	
OPERATING REVENUES							
Local Network Service	185,063	0	185,063	185,063	0	185,063	100.00%
Network Access Revenues	233,686	208,986	24,699	233,686	208,986	24,699	10.57%
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	0	0	0	0	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%	-6.02%	5.98%	42.57%	-1.64%	

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	TOTAL STATE BOOKED RESULTS	(A) Docket # UT-061777	(B) FAS 106 OPEB	ADJUSTMENTS							(I)	ADJUSTED TOTAL STATE	ADJUSTED INTRASTATE
				(C)	(D)	(E)	(F)	(G)	(H)				
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:	Account(s)
(A) Order No. 1 in Docket # UT061777	5230
(B) FAS 106 OPEB (Adj from accrual to paygo)	Various
(C)	
(D)	
(E)	
(F)	
(G)	
(H)	
(I)	

