

Exhibit No. ___ (KMF-11)
Docket No. UT-040788
Witness: Kathleen M. Folsom

BEFORE THE WASHINGTON
UTILITIES AND TRANSPORTATION COMMISSION

WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,

Complainant,

v.

VERIZON NORTHWEST INC.,

Respondent.

DOCKET NO. UT-040788

EXHIBIT TO TESTIMONY
(INTERIM CASE)
OF
Kathleen M. Folsom

STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION

Response to Data Request No. 7a and 7b
(with attachments a and b)

July 14, 2004

Docket No. UT-040788
WUTC Staff Data Requests to Verizon Nos. 1-28
May 21, 2004

Data Request No. 7 (General)

Please produce the construction budget of Verizon Northwest Inc. for each year since January 1, 1999, and state where in that document the total budget amount is located. If the construction budget is part of a document, produce the entire document.

RESPONSE:

Gross Additions for Verizon Northwest – Washington Operations for each year since 1998 and Budgeted Gross Additions for 2004 were provided in Schedule C-3 of the General Rate Case Workpapers. This schedule is attached herewith as Attachment 7a. See Attachment 7b for selected planned construction projects in the state of Washington for 2004. The amount represented on Attachment 7b is the budget for the entire project and not just for 2004, since some are multi-year projects.

Please refer to Attachment 7c for Verizon Northwest Inc.'s Gross Additions for the years 1999 through 2003 and Attachment 7d for planned 2004 Verizon Northwest Inc. Gross Additions.

Prepared By: Jane Lee
Date: May 18, 2004
Witness: Nancy Heuring

Attachment 7a

VERIZON NORTHWEST INC. - WASHINGTON OPERATIONS
 2004 Washington General Rate Case
 Comparative - Gross Additions
 (In Whole Dollars)

Schedule

C3

Ln #	Acct	(b) Description	(c)					(d) 2002	(e) Test Year	(f) 2004
			1998	1999	2000	2001	2002			
1	2112	Motor Vehicles	364,710	359,031	364,850	2,535,298	3,552,232	1,557,448	409,000	
2	2114	Tools And Other Work Eqpt	0	42,804	0	0	0	0	525,000	
3	2115	Garage Work Equipment	10,248	21,627	0	9,932	80,991	57,143	0	
4	2116	Other Machinery & Equipment	1,039,946	1,742,460	2,009,532	1,037,202	1,500,747	692,762	0	
5	2121	Buildings	5,372,570	4,482,620	2,737,383	19,028,531	5,834,392	8,989,209	5,031,000	
6	2122	Furniture	0	17,960	43,509	0	0	0	0	
7	2123.1	Office Support Equipment	5,210	15,215	10,881	26,918	0	0	0	
8	2123.2	Company Comm. Equipment	198,872	4,130,399	298,410	231,798	209,053	288,266	0	
9	2124	Computers	1,479,946	1,250,841	1,338,883	260,476	3,911,676	2,476,111	306,000	
10	2212	Digital Switching	51,733,492	46,775,941	30,753,309	42,381,756	10,032,402	13,035,182	29,972,000	
11	2220	Operator Systems	133,117	55,647	20,071	0	0	8,458	0	
12	2231	Radio Systems	274,556	904,005	37,177	578,727	275,426	484,574	0	
13	2232	Circuit Equipment	60,631,184	54,153,081	74,734,199	54,535,549	38,834,260	38,572,959	26,869,000	
14	2362	Other Terminal Equipment	2,268,141	1,518,435	765,768	743,706	519,990	578,636	0	
15	2411	Poles	1,834,466	1,767,550	2,705,877	2,454,331	2,649,346	1,978,654	2,779,887	
16	2421.1	Aerial Cable - Metallic	8,572,090	7,261,384	7,814,839	7,635,798	5,028,550	4,355,688	5,634,931	
17	2421.2	Aerial Cable - Non Metallic	768,996	359,783	501,831	1,296,112	1,005,237	974,800	880,076	
18	2422.1	Underground - Metallic	12,640,083	10,392,654	12,982,585	13,417,559	12,285,441	11,827,700	13,298,371	
19	2422.2	Underground - Non Metallic	2,372,156	1,514,879	2,627,048	4,066,076	3,439,536	2,646,293	3,642,595	
20	2423.1	Buried Cable - Metallic	21,483,510	15,933,657	19,177,272	15,557,005	10,905,453	8,908,435	11,147,832	
21	2423.2	Buried Cable - Non Metallic	2,129,970	1,082,151	713,624	1,322,681	1,010,155	1,292,519	708,732	
22	2424	Submarine Cable	167	5,885	0	70	1,285	137	1,607	
23	2426	Intrabldg Cable - Metallic	0	0	0	0	0	0	0	
24	2431	Aerial Wire	5,877	11,124	7,824	6,839	2,491	1,912	0	
25	2441	Conduit Systems	6,329,725	5,818,018	4,866,351	9,165,278	9,124,095	7,821,189	8,778,969	
26	2690.3	Software 3Yr	0	10,194,357	11,052,763	10,878,761	3,893,606	5,162,108	2,227,000	
27	2690.4	Software 5Yr	0	0	0	0	0	0	216,000	
28	2681	Capital Lease	0	1,350,568	7,099	0	0	0	0	
29	2682	Leasehold Improvement	868,556	30,765	408,164	73,716	41,460	(184,810)	0	
30		Total Regulated	180,517,586	171,192,841	175,979,246	187,244,119	114,137,824	111,525,373	112,428,000	

Reference

Verizon Response to WUTC Staff Data Request No. 7
UT-040788

Attachment 7b

PROJECTS	BUDGET
ESTABLISH SWITCH SYSTEM ATM BU 17540 (MOUNT VERNON MAIN)	3,451,470
ESTB TELLABS TITAN 5500 DACS - CASINO	1,044,689
DSL PIP BLANKET WORK ORDER	1,000,000
ESTABLISH SWITCH SYSTEM RSU (RSU#2)	950,569
ADD LINES/(ABI) ACCESS BRIDGING INTERFACE 10 - MOUNT VERNON	816,791
WA03R03_JUNT-EVGRN: SWCH (ORM) ADDN, AT EVERGREEN HOSPITAL	731,179
ADD CBX500 SHELVES/PORT CARDS - EVERETT PC	707,287
HLLK: POWER, ADD BUSS DUCT	565,817
PLACE UG FCA CABLE ON LAVENTURE (MOUNT VERNON MAIN 2002-2003)	549,478
PLACE UG FCA AND CROSS CONN DIVISION(MOUNT VERNON MAIN 2002-2003)	527,514
SKYLINE RSU- Building Addition	482,129
ESTB PRGN AFC-UMC1000 W-2625/E-1750DI/375 COT ASSOCIATED ESA-200	481,507
MIGRATION LINE/REMOTE SERVICES - MOUNT VERNON, WA	464,748
Yarrow Bay RSU-Provide Building Addition - Phase II	454,320
HART LAKE RSU - Building Addition	444,265
DSL WIRE CENTER MOVE MTRVWAXF FUJITSU 1472/1472 32 DS1	430,546
PL UG SYSTEM ON COLLEGE WAY EAST - 2004	418,509
AVONDALE RSU-Building Addition & Electrical Mod.	407,988
Simonds RSU-Building Addition, HVAC & Electrical Mod.	402,406
REMOVE OVERLAY - KENNEWICK HIGHLANDS	387,525
DAMSON ROAD RSU-Building Addition	370,996
PROV DACS IV - REUSE	364,965
PROVIDE LUCENT EON DWDM BOTHELL NORTH FOR ENTERPRISE SOLUTION	354,667
STATE AVE AER. TO UG. CONVERSION. 6TH STREET TO GROVE STREET	333,352
BELLEVUE 360-DUCT PURCHASE-2003	326,959
CABLE RELOCATION 124TH AVE NE KING COUNTY ROAD IMPROVEMENT	316,379
PROVIDE TELLABS STS-1 & DS-3 BAY EVERETT PC	313,934
ADD CBX500 SHELF/PORT CARDS - KENNEWICK HIGHLANDS	303,039
SITE PREP/CUTOVER ASSOCIATED-2003	302,875
HI CAP / SPECIAL SERVICE	300,001
PCM TO EXPAND HICKOX REMOTE SERVING AREA-2002	298,786
ADD JUNIPER ERX 1440 ROUTER IP/VPN	292,641
PLACE CABLE-10TH AVE. AND COLUMBIA	290,282
ESTABLISH NEW DC POWER & BATT PLANT	288,318
220TH ST SW 9TH AVE W TO 84TH AVE W - ROAD IMPROVEMENT	287,428
ADD CBX500 SHELF/PORT CARDS - WENATCHEE	276,003
PROVIDE LUCENT EON DWDM REDMOND CO FOR ENTERPRISE SOLUTION	265,123
PL FCA CA-M 3000 HWY 99 ROADMOVE 2000 (OBLIG)	259,248
ESTB PRGN DISC*S 672 LNS LIVINGSTON BAY ESA-2004	246,186
PROVIDE LUCENT EON DWDM EVERETT PC FOR ENTERPRISE SOLUTION	239,043
PLACE FCA CA-M 3000 PAIR AND 5400 X-CONN THE VILLAGE RR 2004	235,960
FISHER PLAZA SUCCESSION SWITCH	225,588
PLACE UG FEEDER CONDUIT 9TH ST 2003	225,268
ESTB DLC CUE W/1920 E/1568 LNS MCLEAN ESA 2004	225,237
MOUNT VERNON C.O. PLANT RELOCATION / NORTH ROUTE	222,980
EST D448 BANKS - MTRV MAIN 2003	221,318
SR527 - 110TH ST. SE. TO 132ND ST. SE. PLANT RELOCATION	219,822
ADD ERX1440 FOR BTAS - EVERETT PC	219,422
WENATCHEE CO- Replace Roof	216,594
SMSH: GIDA-PROCESSOR INTERFACE FOR RS2X	215,761
ESTB PRGN ACCESS MAX-875 LNS LARIMER RIDGE-2004	214,648
ESTB PRGN AFC W/1-CDS(96)6-UE(2301)E/192LNS RIVERSIDE ESA	205,926
2004 SPECIAL SERVICES PLUG-IN REMOVAL AND PROVISIONING	200,000
2004 HICAP CARD PROVISIONING	200,000