

Verizon Response to WUTC Interim Data Request Nos. 74-91
UT-040788

Attachment 78

CASH FLOW ANALYSIS
VERIZON NORTHWEST - WASHINGTON INTRASTATE OPERATIONS
(Millions of Dollars)

	12 Months-to-Date September 30, 2003				2002	2001	2000	1999
	Actual Amount	\$29.7 Million Revenue Reduction Adjustment	Post Revenue Reduction Amount					
Verizon Northwest EBITDA								
1 Net Income From Continuing Operations	\$169.5	(\$19.0)	\$150.5	\$174.3	\$183.7	\$237.1	\$286.2	
2 Interest Expense	\$42.2	\$0.0	\$42.2	\$44.6	\$50.7	\$55.1	\$56.4	
3 Income Tax	\$95.7	(\$10.2)	\$85.5	\$98.2	\$123.0	\$139.9	\$167.0	
4 Depreciation and Amortization	\$246.9	\$0.0	\$246.9	\$249.0	\$249.2	\$237.1	\$219.3	
5 Earnings Before Interest, Taxes, Depreciation & Amortization (EBITDA)	\$554.3	(\$29.2)	\$525.1	\$566.1	\$606.6	\$669.2	\$728.9	
6 Income Tax Paid, Net of Amounts Refunded	(\$50.9)	\$10.2	(\$40.7)	(\$113.7)	(\$45.7)	(\$126.0)	(\$109.1)	
7 Gross Interest Paid	(\$47.2)	\$0.0	(\$47.2)	(\$49.5)	(\$57.3)	(\$65.3)	(\$60.3)	
8 Capital Expenditures	(\$172.6)	\$0.0	(\$172.6)	(\$232.5)	(\$289.4)	(\$355.1)	(\$246.4)	
9 Verizon Northwest Cash Flow	\$283.6	(\$19.0)	\$264.6	\$170.4	\$214.2	\$122.8	\$313.1	
Washington Intrastate EBITDA								
10 Net Income From Continuing Operations	(\$4.3)	(\$19.0)	(\$23.3)	\$9.2	\$23.8	\$19.4	\$85.9	
11 Interest Expense	\$20.0	\$0.0	\$20.0	\$22.1	\$26.4	\$27.2	\$27.1	
12 Income Tax	(\$2.3)	(\$10.2)	(\$12.5)	\$4.9	\$12.8	\$10.5	\$46.2	
13 Depreciation and Amortization	\$124.7	\$0.0	\$124.7	\$126.8	\$124.2	\$115.5	\$112.7	
14 Earnings Before Interest, Taxes, Depreciation & Amortization (EBITDA)	\$138.1	(\$29.2)	\$108.9	\$163.0	\$187.2	\$172.6	\$271.9	
15 Income Tax Paid, Net of Amounts Refunded	\$0.0	\$0.0	\$0.0	(\$5.7)	(\$4.8)	(\$9.5)	(\$30.2)	
16 Gross Interest Paid	(\$22.7)	\$0.0	(\$22.7)	(\$24.5)	(\$29.8)	(\$32.2)	(\$29.0)	
17 Capital Expenditures	(\$84.7)	\$0.0	(\$84.7)	(\$106.8)	(\$134.7)	(\$165.7)	(\$115.9)	
18 Washington Intrastate Cash Flow	\$30.7	(\$29.2)	\$1.5	\$26.0	\$17.9	(\$34.8)	\$96.8	
19 Verizon Northwest Operating Revenues	\$1,175.6	(\$29.2)	\$1,146.4	\$1,201.0	\$1,230.0	\$1,233.8	\$1,253.8	
20 Washington Intrastate Operating Revenues	\$370.2	(\$29.2)	\$341.0	\$377.5	\$403.8	\$412.9	\$457.8	
21 Washington Intrastate Operating Revenues %	31.49%		29.75%	31.43%	32.83%	33.47%	36.51%	
22 Washington Intrastate Cash Flow %	10.83%		0.57%	15.27%	8.38%	-28.30%	30.92%	