

Exhibit No. \_\_\_ (BAE-9)  
Docket No. UT-040788  
Witness: Betty A. Erdahl

**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  
OF  
BETTY A. ERDAHL**

**STAFF OF  
WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION**

**Company Workpapers Supporting Adjustment P18,  
Employee Separation Expense**

**November 22, 2004**

**VERIZON NORTHWEST INC. - WASHINGTON OPERATIONS**  
 2004 Washington General Rate Case  
 Proforma Adjustment  
 (Thousands of Dollars)

Employee Separation Expense. This proforma is to amortize business as usual employee separation expenses over a 3 year period.

Line No.	Description	Account Code	CAM Factor	Intrastate Factor	Amount Inc (Dec)	Intrastate Amount Inc (Dec)
1	Remove Severance expense from test Year	6728	12.9961%	77.6897%	(25,128)	(16,985)
2	Severance Expense (25,128 / 3 = 8,376 )	6728	12.9961%	77.6897%	8,376	5,662

3 Source: Corporate Services-Accounting, Corporate Books  
 4 See Associated Detailed Schedule

**VERIZON NORTHWEST INC. - WASHINGTON OPERATIONS**  
 2004 Washington General Rate Case  
 Proforma Adjustment - Severance Expense  
 (Thousands of Dollars)

Line No	4th Qtr. 2003	1st Qtr. 2003	2nd Qtr. 2003	3rd Qtr. 2003	Total Severance
1	43,638	2,608,040	682,045	3,289,332	6,623,055
2	119,115		1,366,701	50,650	1,836,466
3	(462,753)	(81,512)	(4,656,787)	(3,339,992)	(8,541,034)
4	1,695,068	3,179,348	3,409,748	2,097,133	10,381,297
5	5,208,113		200,007	8,917,028	14,125,141
6	417,468				617,475
7	28,000		(109,132)		28,000
8				167,144	(109,132)
9			892,582		167,144
10	7,348,649	5,705,876	892,582	11,181,305	25,128,412

Source: Corporate Services-Accounting, Corporate Books