

Exhibit No. \_\_\_\_ (TWZ-21)  
Docket No. UT-040788  
Witness: Timothy W. Zawislak

**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  
TIMOTHY W. ZAWISLAK**

**STAFF OF  
WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION**

**Company workpaper for proposed ISWC adjustment**

**November 22, 2004**

**VERIZON NORTHWEST INC. - WASHINGTON OPERATIONS**  
**Investor Supplied Working Capital**  
**(Whole Dollars)**

Exhibit No. \_\_\_\_ (TWZ-21)  
 Company WP P13.1  
 Revised ~ September 2004  
 (filed on October 4, 2004)

**13 Months Average of Averages for September 2002 to September 2003**

(A) Line #	(B) Items	(C) Amount	(D) Subtotal	(E) Total	Source Code
	<b>Invested Capital</b>				
1	Capital Stock	618,622,611			A
2	Retained Earnings	604,204,541			B
3	Notes Payable	245,947,584			C
4	LT Debts	562,811,863			D
5	Other LT Debts	72,751,657			E
6	ST Debts	0			
7	Unamortized Debt Issuance Expense	10,041,327			F
8	Unamortized Investment Tax Credit				
9	Total Invested Capital			2,114,379,583	
	<b>Investment</b>				
	Operating:				
10	Telecommunications Plant in Service (TPIS)	4,088,884,157			G
11	Property Held for Future Telecom Use	0			
11a	Material and Supplies	7,340,929			H
11b	Accounts Receivables	0			
11c	Pension Asset	322,624,201			I
12	Accumulated Depreciation	(1,887,398,028)			J
13	Deferred Taxes	(549,025,893)			K
14	Total Operating Investment		1,982,425,367		
	Nonoperating Plant (includes Nonregulated)				
15	Telecom Plant Under Construction	22,514,655			L
16	Prepaid Services-Pension Asset				
17	Nonoperating Plant	41,350,157			M
18	Accumulated Depreciation-Non Operating	(22,870,352)			N
19	Deferred Taxes - Non Operating				
20	Investment in Affiliated Companies				
21	Temporary Cash Investments	53,095,103			O
22	Other Investments				
23	Other Deferred Debits and Credits-Net	23,401,646			P
24	Total Non Operating Investment		117,491,209		
25	Total Investment (L14+L24)			2,099,916,575	
26	Total Investor-Supplied Working Capital (L9-L25)			14,463,008	
27	Total Investment (L25)			2,099,916,575	
28	Less: Telephone Plant Under Construction (L15)			22,514,655	
29	Net Investment (L25-L15)			2,077,401,921	
30	Net Investor-Supplied Working Capital Percentage (L26/L29)			0.70%	
31	Non-Op Investor-Supplied Working Capital ((L24-L15)*L30)			661,233	
32	Operating Investor-Supplied Working Capital (L14*L30)			13,801,775	
33	Washington as a Percentage of VZ Northwest			60.56%	
33a	Washington Nonregulated Factor (CAM) for TPIS			4.94%	
33b	Washington Intrastate Factor for TPIS			75.54%	
34	Washington Operating Investor-Supplied Working Capital (L32*L33)			6,002,033	

Item	902	1002	1102	1202	103	203	303	403	503	603	703	803	903	Source Code	Average of Averages Oct 02
<b>Current Assets</b>															
Cash	8,695	8,309	7,983	6,760	6,694	846	924	924	924	924	200	150	150		8,502
Special Cash Deposits	612,500	287,052	287,052	287,052	287,052	287,052	287,052	287,052	287,052	287,052	288,504	288,504	288,504		449,776
Working Cash Advances	31,682	29,657	26,390	19,355	19,177	18,668	17,946	16,896	17,156	17,196	17,217	17,217	17,792		30,670
Temporary Inv - Affiliated Co.	-	-	-	0	-	-	-	-	-	-	-	-	-		-
Temporary Inv - Other	-	-	-	0	-	-	-	-	-	-	-	-	-		-
Telecom Accts Receivable	160,833,714	158,158,787	168,880,211	163,847,291	173,811,609	176,803,480	174,474,617	168,988,877	169,621,517	166,135,778	169,633,360	182,690,519	160,156,744		159,486,251
Affiliates Accts Receivable	61,925,621	65,777,560	64,254,436	20,287,102	28,708,651	29,434,300	35,235,077	48,872,350	53,646,834	31,355,167	39,081,601	19,627,074	22,277,502		63,951,591
Oth Accts Receivable	18,874,724	20,256,724	25,895,112	24,049,635	22,240,998	23,346,436	21,197,322	21,159,837	23,875,635	22,978,657	22,978,657	22,673,543	25,580,390		19,565,724
A/R Allowance	32,856,041	33,233,494	32,854,001	44,864,385	44,689,925	45,056,262	45,093,056	43,660,675	43,767,563	42,379,791	41,536,210	40,398,510	39,312,329		33,044,768
Affiliates Notes Receivable	-	-	-	0	-	-	-	-	-	-	-	-	-		-
Other Notes Receivable	-	-	-	0	-	-	-	-	-	-	-	-	-		-
Affiliates Interest Receivable	16,487	16,987	9,521	(1,356)	11,900	-	98,542	177,445	180,510	155,523	136,173	-	-		16,737
Other Interest Receivable	5,380	5,307	6,006	5,850	5,979	6,078	6,037	6,206	6,206	-	-	-	-		5,344
Material And Supplies - Reg	4,746,871	5,000,676	5,218,534	5,124,940	4,516,082	4,447,728	4,699,695	4,833,630	6,441,680	6,895,077	6,865,393	5,639,007	5,425,530		4,873,774
Material and Supplies - NRO	814,372	583,493	722,310	1,696,340	2,553,824	3,086,031	3,082,046	2,374,914	2,263,095	3,583,918	1,881,225	1,588,927	1,510,440		683,933
Work In Progress - NRO	7,766,686	5,894,741	3,491,888	4,140,567	630,186	6,471,417	6,340,438	7,792,069	8,768,292	7,953,049	10,349,438	11,570,292	11,238,510		6,830,714
Prepaid Rent	-	-	-	0	-	-	-	-	-	-	-	-	-		-
Prepaid Tax	1,291,058	689,436	785,357	1,601,350	30,448,334	28,716,868	23,005,002	19,293,336	15,561,670	11,870,004	8,158,338	4,446,672	795,000		890,247
Prepaid Insurance	1,024,753	683,170	391,504	33,900,000	361,474	361,474	361,474	361,474	361,474	361,474	207,371	60,228	60,228		853,962
Prepaid Other	371,946	381,474	381,474	381,474	25,625,342	25,625,342	25,693,982	25,693,982	25,693,982	25,899,445	26,899,445	25,899,445	26,605,904		368,710
Other Current Assets	22,020,568	22,020,568	22,020,568	25,799,911	242,535,377	300,119,241	395,129,574	407,997,710	403,441,181	372,340,803	242,953,113	234,085,069	238,538,511		22,020,568
Total Current Assets	247,489,017	246,510,446	256,507,317	256,263,986	411,658,545	408,891,042	413,540,283	415,851,437	412,417,014	414,882,520	414,164,618	412,855,671	399,682,166		246,999,732
<b>Non-Current Assets</b>															
Investment in Affiliates	(170,220)	(170,229)	(170,231)	(252)	(243)	(237)	(235)	78,172	(230)	(233)	(231)	(226)	(224)		(170,226)
Investment in Non-Affiliates	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227		24,227
Unamortized Investments	-	-	-	0	-	-	-	-	-	-	-	-	-		-
Unamortized Debt Issuance	10,889,266	10,737,694	10,598,469	10,458,241	10,319,952	10,180,601	10,041,187	9,901,710	9,762,171	9,622,667	9,482,901	9,343,170	9,203,374		10,813,460
Sinking Fund	316,954,148	319,476,982	321,999,816	319,040,650	320,258,829	321,462,746	322,866,663	323,870,660	325,074,497	325,989,414	327,203,331	328,407,248	315,105,165		316,215,566
Other Noncurrent Assets	-	-	-	0	-	-	-	-	-	-	-	-	-		-
Deferred Maintenance & Retirements	-	-	-	0	-	-	-	-	-	-	-	-	-		-
Deferred Charges	100,925,951	100,920,087	95,277,811	74,713,432	81,055,780	77,323,705	80,808,441	81,976,748	77,556,349	79,036,544	77,454,591	75,084,253	75,349,624		100,823,019
Goodwill	428,623,372	430,988,702	427,730,092	404,237,289	411,658,545	408,891,042	413,540,283	415,851,437	412,417,014	414,882,520	414,164,618	412,855,671	399,682,166		429,806,037
Total Noncurrent Assets	4,114,423,323	4,079,187,588	4,085,833,447	4,059,520,272	4,085,655,755	4,069,453,265	4,094,684,607	4,100,660,577	4,112,680,889	4,110,891,627	4,089,102,649	4,076,340,365	4,090,594,353		4,096,795,456
<b>P, P - Eq Less Reserve</b>															
Plant In Service	17,157,025	13,571,133	12,157,396	15,034,965	13,214,741	13,187,393	13,147,871	14,447,047	14,877,401	16,208,559	16,475,684	23,432,253	21,803,180		15,364,079
Plant Held For Future Use	-	-	-	0	-	-	-	-	-	-	-	-	-		-
TPUC - Short Term	1,046	1,046	141,020	148,495	182,536	163,456	180,674	191,700	194,869	196,296	198,128	211,176	274,281		523
TPUC - Long Term	-	-	-	0	-	-	-	-	-	-	-	-	-		-
Plant Adjustments	1,275,445	1,399,396	1,399,396	492,018	492,018	492,018	492,018	492,018	492,018	492,018	492,018	492,018	492,018		1,337,421
Nonregulated Plant	41,560,687	48,237,646	47,689,017	55,443,792	37,689,090	37,011,751	35,086,548	31,679,092	31,679,092	41,937,982	38,784,231	41,392,921	37,580,831		43,959,167
Total P P / Equipment	4,174,538,479	4,140,376,807	4,147,420,278	4,130,639,541	4,137,814,139	4,140,307,883	4,143,811,541	4,150,899,689	4,159,624,070	4,169,726,481	4,125,052,708	4,141,866,734	4,150,744,662		4,157,456,643
<b>Depreciation - Tot P/L In Svc</b>															
Depreciation - P/L Held Future Use	1,856,502,049	1,827,979,559	1,842,040,875	1,828,863,727	1,855,908,000	1,871,535,096	1,890,755,059	1,910,547,932	1,930,140,981	1,944,131,986	1,913,718,902	1,931,411,356	1,952,494,108		1,842,240,804
Depreciation - Nonoperating	305,041	307,354	265,983	5,278	1,656	1,656	1,656	1,656	1,656	1,656	1,656	1,656	1,656		306,199
Amortization - Other	24,076,536	25,288,738	26,574,751	28,632,801	20,866,492	21,028,218	19,999,509	20,131,466	19,749,800	24,864,738	21,705,333	22,899,615	21,685,789		24,682,637
Depreciation - Nonregulated	1,680,863,625	1,853,575,651	1,866,661,619	1,855,491,605	1,876,808,147	1,882,564,989	1,910,756,224	1,890,681,054	1,949,892,236	1,988,796,377	1,935,425,891	1,954,312,627	1,974,161,552		1,867,229,638
Total Reserve	2,293,652,853	2,286,801,157	2,278,538,656	2,275,147,936	2,260,805,992	2,247,742,913	2,232,355,317	2,220,216,635	2,210,031,834	2,200,928,104	2,189,626,817	2,187,556,107	2,176,693,110		2,290,227,005
Total P P / E Less Reserve	2,969,765,242	2,964,300,304	2,962,776,056	2,935,649,220	2,914,998,914	2,958,863,196	3,041,525,174	3,044,087,982	3,025,590,029	2,987,951,227	2,846,744,748	2,834,498,847	2,814,603,787		2,967,032,773
<b>Total Assets</b>															

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Verizon Northwest Inc.  
 Total Company Balance Sheet  
 Average of Averages for 13-Months Ending September 2003

Item	902	1002	1102	1202	103	203	303	403	503	603	703	803	903	Source Code	Average of Averages Oct 02
<b>Current Liabilities</b>															
Affiliated Co Accounts Payable	103,487,867	104,845,622	100,706,553	136,227,508	76,606,295	55,893,239	57,434,356	81,183,921	41,660,220	43,530,377	41,153,759	49,410,319	55,919,157		104,171,745
Other Accounts Payable	25,734,227	30,716,914	25,964,755	31,814,032	23,586,552	21,446,568	26,485,901	33,278,766	25,377,694	30,107,903	28,569,979	33,804,989	28,920,274		28,225,621
Carrier Accounts Payable	(489,840)	7,852	(183,900)	874,275	175,373	(737,458)	(938,151)	(1,252,989)	(519,793)	540,354	1,196,788	1,826,769	(240,994)		(240,994)
Affiliated Co - Notes Payable	197,591,695	167,116,703	196,451,119	173,817,367	195,186,755	263,730,253	333,352,240	329,205,961	379,606,128	342,961,682	181,704,507	200,328,788	178,223,271	C	182,354,199
Other Notes Payable				0											
Advanced Payments	38,003,403	38,408,965	38,403,840	38,103,840	37,949,363	37,202,777	37,079,677	37,014,261	36,943,788	37,175,473	36,981,474	36,571,349	37,782,564		36,509,713
Customer Deposits	51,258	60,753	55,487	55,542	55,022	54,942	55,242	54,287	55,691	55,336	55,186	54,906	54,906		51,006
Current Maturities - LT Debt	882,000	882,000	882,000	882,000	882,000	882,000	882,000	882,000	882,000	882,000	882,000	882,000	882,000		882,000
Current Maturities - Capital Leases				0											
Income Tax Accrued	(19,592,894)	(5,623,976)	(8,117,281)	(1,719,882)	4,510,880	12,279,656	12,934,886	3,750,470	11,745,959	(7,356,674)	(814,656)	4,744,809	(2,387,650)		(9,608,405)
Other Tax Accrued	19,571,916	22,176,954	15,134,053	13,641,093	17,036,700	19,901,778	20,689,172	15,589,186	18,105,115	19,580,668	21,861,378	24,657,168	16,117,428		20,873,935
Accrued Deferred Tax	(7,811,462)	(7,811,462)	(6,548,515)	(9,606,970)	(9,849,380)	(8,881,239)	(11,141,612)	(11,141,612)	(10,709,628)	(10,709,628)	(10,709,628)	(10,709,628)	(7,069,363)		(7,811,462)
Accrued Interest - Affiliated	397,389	398,806	214,720	218,699	319,525	294,951	303,000	380,207	404,410	395,607	323,800	223,680	157,000		397,098
Accrued Interest - Debt	13,411,744	10,900,170	13,938,696	4,673,888	7,612,324	10,650,760	13,411,744	10,900,170	13,938,696	4,673,888	7,612,324	10,650,760	13,407,953		12,155,957
Accrued Interest - Other	3,996,606	3,996,682	3,996,129	2,134	2,040	2,076	2,129	2,041	2,099	2,048	1,978	1,912	2,095		3,996,844
Accrued Dividends				0											
Accrued Compensation - Other	33,594,397	29,703,822	31,274,384	29,844,594	28,251,277	27,976,023	18,637,058	20,423,554	22,654,795	21,007,989	21,537,107	15,556,989	22,908,068		31,649,105
Accrued Liabilities - Other				0											
Other Current Liabilities	43,933,015	43,921,439	43,229,298	45,033,343	45,988,438	50,725,534	51,086,282	50,949,125	40,093,349	38,587,562	39,371,036	42,812,402	44,280,563		43,927,227
Total Current Liabilities	459,783,969	439,282,593	455,410,363	463,761,674	428,293,164	490,421,248	560,476,503	551,199,358	579,810,418	521,294,600	410,187,221	389,845,033	449,533,286		449,533,286
<b>Long Term Debt</b>															
Funded Debt	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000		554,856,000
Premium On Long Term Debt	13,848,063	13,829,409	13,810,842	13,791,784	13,772,772	13,753,667	13,734,447	13,715,113	13,695,663	13,676,096	13,656,413	13,636,812	13,617,692		13,838,736
Discount On Long Term Debt	6,148,053	6,081,877	6,016,431	5,946,713	5,881,722	5,814,457	5,746,916	5,679,099	5,611,002	5,542,826	5,473,968	5,405,028	5,335,804		6,114,965
Reacquired Debt				0											
Obligations Under Capital Leases				0											
Advances From Affiliated Companies				0											
Other Long Term Debt				48,144											
Total Long Term Debt	562,556,010	562,603,592	562,700,366	562,699,051	562,747,050	562,795,210	562,843,531	562,892,015	562,940,661	562,989,470	563,038,444	563,087,593	562,254,888	D	562,579,771
<b>Other Liabilities And Deferred Cr</b>															
Other Long Term Liabilities	72,210,671	72,304,730	72,425,410	72,752,538	72,846,074	73,138,361	72,856,270	71,106,148	71,228,284	73,586,632	73,695,215	73,945,793	74,058,220	E	72,257,701
Unamortized ITC				0											
Noncurrent Deferred Tax	583,290,921	583,290,921	590,873,133	544,823,213	544,823,213	544,823,213	550,018,795	550,018,795	558,327,326	558,327,326	558,327,326	560,327,326	560,559,187	K	583,290,921
Other Deferred Credit	61,697,475	61,673,700	61,692,582	61,624,092	60,510,114	55,088,659	53,860,437	54,346,807	59,757,877	60,016,175	60,078,843	59,951,432	57,996,691	P	61,685,588
Total Other Liabilities And Deferred	717,199,067	717,269,351	724,991,105	676,999,641	677,978,401	672,860,433	676,806,502	675,471,750	691,005,756	691,929,133	692,101,365	692,224,540	692,614,098		717,234,209
<b>LA/DEF CR</b>															
Stockholder Equity															
Common Stock	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000		448,000,000
Preferred Stock				0											
Total Capital Stock	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	A	448,000,000
Additional Paid In Capital	206,997,262	206,997,262	165,297,262	165,439,407	165,439,407	165,439,407	165,439,746	165,439,746	165,439,746	165,439,746	165,440,102	165,440,102	165,440,831	A	206,997,262
Treasury Stock				0											
Treasury Stock				0											
Other Cap				0											
Minority Interest - Stock				0											
Minority Interest - Retained Earn				0											
Minority Interest - Other				0											
MINT				0											
Minority Interest - NET				0											
Retained Earnings - Res				0											
Retained Earnings - UNA	575,228,912	590,147,568	606,376,987	616,749,241	632,540,890	617,336,900	627,958,906	641,065,123	588,693,464	598,297,929	609,788,190	555,560,394	556,648,933	B	582,689,239
Stockholder Equity	1,230,226,174	1,245,144,828	1,218,674,229	1,230,188,648	1,245,980,297	1,230,776,307	1,241,398,652	1,254,504,869	1,202,133,210	1,211,738,031	1,223,228,292	1,189,000,496	1,170,086,764		1,237,685,501
Total Liability & Equity	2,969,765,242	2,984,300,294	2,962,776,054	2,935,649,213	2,914,999,912	2,958,853,199	3,041,825,188	3,044,067,982	3,025,890,045	2,987,951,235	2,846,744,739	2,834,469,641	2,814,903,783		2,967,032,768

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Verizon Northwest Inc.  
 Total Company Balance Sheet  
 Average of Averages for 13-Months Ending September 2003

Item	Average of Averages Nov 02	Average of Averages Dec 02	Average of Averages Jan 03	Average of Averages Feb 03	Average of Averages Mar 03	Average of Averages Apr 03	Average of Averages May 03	Average of Averages Jun 03	Average of Averages Jul 03	Average of Averages Aug 03	Average of Averages Sep 03	Average of Averages 13 Months	Source Code
<b>Current Assets</b>													
Cash	8,136	7,362	6,727	3,770	885	924	924	924	562	175	150	3,253	
Special Cash Deposits	287,052	287,052	287,052	287,052	287,052	287,052	287,778	288,504	288,504	288,504	288,504	301,157	
Working Cash Advances	28,019	22,868	19,266	18,923	18,007	17,121	17,046	17,196	17,207	17,217	17,505	20,087	
Temporary Inv. - Affiliated Co.													
Temporary Inv. - Other													
Telecom Accts Receivable	162,019,489	174,863,751	178,879,450	175,559,049	175,559,049	171,751,647	169,305,097	167,878,648	167,884,569	176,161,940	171,423,132	170,870,048	
Affiliates Accts Receivable	65,015,998	42,270,769	23,496,877	28,070,478	32,334,689	41,053,714	50,259,592	42,501,001	35,218,484	29,354,438	20,952,288	39,531,659	
Other Accts Receivable	23,077,418	24,973,874	23,145,317	22,795,217	22,273,379	21,178,480	23,027,404	24,385,403	23,427,246	22,828,200	24,126,987	22,900,219	
A/R Allowance	33,043,748	38,869,193	44,777,156	44,873,094	45,074,659	44,376,866	43,714,119	43,073,877	41,958,001	40,966,360	39,854,420	41,134,671	
Affiliates Notes Receivable				24,432,491	97,343,530	149,860,935	146,723,952	138,038,406	68,264,451		12,477,573	53,096,103	O
Other Notes Receivable													
Affiliates Interest Receivable	13,254	4,083	5,272	5,650	49,771	138,494	178,891	167,920	146,748	69,087	-	66,358	
Other Interest Receivable	5,657	5,978	5,965	6,029	6,068	6,122	3,103	3,103	3,103	3,103	3,103	3,688	
Material And Supplies - Reg	5,109,605	5,171,737	4,820,511	4,491,905	4,573,712	4,766,663	5,637,645	6,568,369	6,275,235	5,747,200	5,532,269	5,296,552	H
F220	637,902	1,210,325	2,126,082	2,820,928	3,065,039	2,728,480	2,319,005	2,923,508	2,732,571	1,725,076	1,539,684	2,044,377	H
F245	4,693,315	3,816,228	2,365,377	3,550,802	6,405,928	7,066,254	8,280,181	8,360,871	9,151,244	10,958,965	11,404,401	6,903,748	L
Prepaid Rent													
1290	737,397	1,193,354	800,675	-	-	-	-	-	-	-	-	310,139	
Prepaid Insurance	1310	537,337	32,174,167	28,582,501	24,860,835	21,149,169	17,437,503	13,725,937	10,014,171	6,302,505	2,590,836	14,814,548	
Prepaid Other	1330	381,474	361,474	361,474	361,474	361,474	361,474	361,474	284,423	133,800	60,228	311,413	
136A	22,020,568	23,910,240	25,662,627	25,525,342	25,659,662	25,693,982	25,746,714	25,899,445	25,899,445	25,999,445	25,752,675	24,932,104	
Total Current Assets	251,508,882	256,385,652	249,399,682	271,327,309	347,624,408	401,563,642	405,719,446	387,890,932	307,646,858	238,519,081	236,311,790	300,074,782	
<b>Non-Current Assets</b>													
Investment in Affiliates	(170,230)	(85,242)	(248)	(240)	(236)	38,989	38,971	(232)	(232)	(228)	(225)	(25,116)	
1402	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227	24,227	
Investment in Non-Affiliates													
1406	10,668,052	10,528,855	10,389,597	10,280,277	10,110,894	9,971,449	9,831,941	9,692,369	9,552,734	9,413,036	9,273,272	10,041,327	F
Unamortized Debt Issuance													
Shifting Fund													
1408	320,738,399	320,520,233	319,649,740	320,860,788	322,064,705	323,268,622	324,472,539	325,536,956	326,601,373	327,805,280	321,756,207	322,824,201	I
Other Noncurrent Assets													
1410	98,098,949	84,995,622	77,894,608	79,189,743	79,068,073	81,392,595	79,766,549	78,296,447	78,245,568	76,269,422	75,216,939	82,445,461	P
Deferred Maintenance & Retirements													
1438	429,359,397	415,983,696	407,947,922	410,324,794	411,265,663	414,695,860	414,134,226	413,549,767	414,423,689	413,511,745	406,270,419	415,106,099	
Goodwill													
Total Noncurrent Assets	4,082,500,518	4,072,676,860	4,072,688,014	4,087,654,510	4,092,073,936	4,097,677,592	4,106,620,733	4,111,736,268	4,089,597,138	4,072,721,507	4,083,467,359	4,088,884,157	G
<b>P, P - Eq Less Reserve</b>													
Plant In Service	12,864,265	13,596,181	14,124,853	13,201,087	13,167,632	13,797,459	14,712,224	15,582,980	16,342,122	19,953,989	22,817,717	15,444,545	L
Plant Held For Future Use	71,033	144,758	155,516	162,896	177,065	191,187	193,185	195,463	197,211	204,651	242,729	181,361	L
TPUC - Short Term													
2004	1,399,398	945,707	492,018	492,018	492,018	492,018	492,018	492,018	492,018	492,018	492,018	492,018	M
Plant Adjustments	47,063,332	51,686,405	46,886,441	37,450,421	38,049,061	35,097,460	33,393,820	36,806,537	40,361,107	40,086,578	39,486,876	40,574,267	M
Nonoperating Plant	4,143,898,542	4,139,029,909	4,134,126,840	4,138,961,011	4,141,959,712	4,147,255,715	4,156,411,980	4,164,925,278	4,147,389,595	4,133,460,721	4,148,306,698	4,145,940,220	M
N000	1,835,010,217	1,834,447,301	1,841,380,884	1,863,721,548	1,861,145,078	1,900,651,498	1,920,344,457	1,937,136,484	1,928,925,444	1,922,566,129	1,941,962,732	1,887,460,129	J
Depreciation - Tot P/ E Less Reserve													
3200	286,674	135,636	3,467	1,656	1,656	1,656	1,656	1,656	1,656	1,656	1,656	62,102	J
3300	25,931,745	27,603,676	24,765,647	20,963,355	20,513,664	20,065,488	19,940,533	22,207,168	23,185,035	22,302,474	22,282,702	22,870,352	N
3600	1,861,228,635	1,862,186,812	1,866,149,876	1,894,866,558	1,901,660,597	1,920,718,639	1,940,286,645	1,959,345,307	1,952,112,134	1,944,869,259	1,984,237,090	1,910,392,582	
Y000	2,262,669,908	2,276,843,297	2,207,976,984	2,254,274,453	2,240,299,115	2,226,637,076	2,215,125,335	2,205,479,969	2,195,277,461	2,188,591,462	2,182,069,609	2,235,447,638	
Total P P/ E Less Reserve	2,963,536,185	2,948,212,643	2,925,324,567	2,935,926,555	2,988,189,185	3,042,798,578	3,034,979,008	3,008,920,628	2,917,347,988	2,840,922,298	2,824,651,817	2,950,628,518	
Total Assets													

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Company WP P13.2  
 Revised - September 2004  
 (filed on October 4, 2004)

Verizon Northwest Inc.  
 Total Company Balance Sheet  
 Average of Averages for 13-Months Ending September 2003

Item	Average of Averages Nov 02	Average of Averages Dec 02	Average of Averages Jan 03	Average of Averages Feb 03	Average of Averages Mar 03	Average of Averages Apr 03	Average of Averages May 03	Average of Averages Jun 03	Average of Averages Jun 03	Average of Averages Jul 03	Average of Averages Aug 03	Average of Averages Sep 03	Average of Averages 13 Months	Source Code
<b>Current Liabilities</b>														
Affiliated Co Accounts Payable	102,776,088	118,467,031	106,416,902	66,249,767	59,309,439	51,422,071	42,595,299	42,342,068	42,342,068	42,342,068	45,282,039	52,564,738	70,898,773	
Oth Accounts Payable	28,340,785	28,789,394	27,600,292	22,516,559	29,882,334	29,328,230	27,742,729	29,338,841	29,338,841	29,338,841	31,187,484	31,362,632	28,180,100	
Carrier Accounts Payable	(88,024)	345,188	524,824	(261,043)	(1,094,576)	(888,386)	183,364	521,581	183,364	183,364	191,016,648	189,276,030	245,947,584	C
Affiliated Co - Notes Payable	181,793,911	185,134,243	184,502,061	229,458,504	331,279,111	354,407,055	361,284,905	262,333,085	262,333,085	262,333,085	191,016,648	189,276,030	245,947,584	C
Oth Notes Payable														
Advanced Payments	38,206,184	38,256,403	38,026,602	37,576,070	37,141,227	37,046,969	36,879,015	37,078,474	37,078,474	37,078,474	36,776,412	37,176,957	37,486,137	
Customer Deposits	53,120	55,415	55,182	54,982	55,092	54,765	55,514	55,281	55,281	55,281	55,046	54,906	54,606	
Current Maturities - LT Debt	882,000	882,000	882,000	882,000	882,000	882,000	882,000	882,000	882,000	882,000	882,000	882,000	882,000	
Curr Maturities - Capital Leases														
Income Tax Accrued	(6,870,629)	(4,918,632)	1,395,449	8,395,268	12,607,281	8,342,668	7,748,215	(4,085,865)	(4,085,865)	(4,085,865)	1,955,077	1,188,580	1,529,486	
Other Tax Accrued	18,665,004	14,467,573	15,438,897	18,469,239	20,295,475	18,139,179	16,847,151	18,632,891	18,632,891	18,632,891	23,299,274	19,887,298	18,824,745	
Accrued Deferred Tax	(7,178,989)	(6,076,593)	(9,728,025)	(9,865,310)	(10,611,426)	(11,141,612)	(11,141,612)	(10,925,620)	(10,925,620)	(10,709,628)	(10,709,628)	(9,889,496)	(9,724,117)	K
Accrued Interest - Affiliated	305,763	216,810	269,212	306,938	331,604	382,309	400,009	359,704	359,704	359,704	273,740	190,340	311,017	
Accrued Interest - Debt	12,418,363	9,286,247	6,093,111	9,131,637	12,091,247	12,155,957	12,419,393	9,256,247	9,256,247	9,256,247	9,131,537	12,029,352	10,181,089	
Accrued Interest - Oth	3,997,406	2,000,132	2,087	2,058	2,103	2,085	2,070	2,074	2,074	2,074	1,946	2,004	834,385	
Accrued Dividends														
Accrued Compensation - Other	30,489,103	30,559,489	29,047,936	28,113,650	23,406,541	19,630,306	21,539,175	21,831,397	21,831,397	21,272,553	18,547,048	19,232,529	24,609,902	
Accrued Liabilities - Other	43,575,369	44,131,321	45,500,890	48,346,985	50,905,908	51,017,704	45,821,237	39,330,456	39,330,456	38,989,289	41,091,719	43,546,463	44,655,383	
Other Current Liabilities	447,348,473	469,586,019	446,027,419	489,357,206	629,446,876	595,637,931	585,504,988	550,552,909	550,552,909	444,835,609	389,281,920	400,016,127	474,444,022	
<b>Total Current Liabilities</b>														
<b>Long Term Debt</b>														
Funded Debt	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	554,856,000	
Premium On Long Term Debt	13,820,026	13,801,203	13,762,266	13,763,220	13,724,780	13,724,780	13,705,389	13,886,980	13,886,980	13,886,980	13,846,513	13,628,652	13,733,748	
Discount On Long Term Debt	6,048,654	5,982,072	5,915,218	5,848,090	5,780,887	5,713,008	5,645,051	5,576,814	5,576,814	5,508,297	5,439,498	5,370,416	5,745,231	
Reacquired Debt														
Obligations Under Capital Leases														
Advances From Affiliated Companies														
Other Long Term Debt	24,572	24,572	24,572	24,572	24,572	24,572	24,572	24,572	24,572	24,572	24,572	24,572	24,572	
<b>Total Long Term Debt</b>	582,651,944	582,659,704	582,723,051	582,771,130	582,819,371	582,867,773	582,916,338	582,965,066	582,965,066	583,013,957	583,063,014	582,871,238	582,811,863	D
<b>Other Liabilities And Deferred Cr</b>														
Other Long Term Liabilities	72,365,070	72,588,973	72,799,305	72,992,218	72,997,316	71,981,209	71,167,216	72,407,458	72,407,458	73,840,924	73,920,499	74,002,002	72,761,657	E
Unamortized ITC														
Noncurrent Deferred Tax	687,082,027	687,748,173	544,623,213	544,623,213	547,321,504	550,019,795	550,019,795	554,173,581	554,173,581	558,327,326	558,327,326	559,443,257	558,750,009	K
Other Deferred Credit	61,663,131	61,668,327	61,067,103	57,804,467	54,614,048	54,138,122	57,051,742	59,886,426	59,886,426	60,047,009	60,015,138	58,974,062	59,043,815	P
Total Other Liabilities And Deferred	721,130,228	701,995,473	678,489,621	675,419,817	674,833,468	676,139,126	678,238,753	686,467,445	686,467,445	692,015,259	692,162,963	692,419,319	690,545,482	
<b>LIABILITIES AND DEFERRED CR</b>														
<b>Stockholder Equity</b>														
Common Stock	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	
Preferred Stock														
Total Capital Stock	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	448,000,000	A
Additional Paid In Capital	168,147,262	165,368,335	165,439,407	165,439,407	165,439,577	165,439,746	165,439,746	165,439,924	165,439,924	165,440,102	165,440,102	165,440,467	170,622,611	A
Treasury Stock														
Other Cap														
Minority Interest - Stock														
Minority Interest - Retained Eam														
Minority Interest - Other														
Minority Interest - NET														
Retained Earnings - Res	598,262,267	611,563,104	624,645,066	624,338,895	622,647,903	634,512,015	614,879,294	593,495,897	593,495,897	604,043,060	582,874,292	556,104,664	604,204,541	B
Retained Earnings - UNA	1,232,409,529	1,224,931,439	1,238,064,473	1,238,378,302	1,238,087,480	1,247,951,781	1,228,319,040	1,208,935,621	1,208,935,621	1,217,463,162	1,198,114,394	1,169,545,130	1,222,827,182	
Stockholder Equity	2,863,538,174	2,948,212,634	2,925,324,563	2,895,926,555	2,899,168,193	3,042,766,580	3,034,978,019	3,006,920,640	3,006,920,640	2,917,347,987	2,940,622,290	2,824,651,812	2,950,628,519	
<b>Total Liability &amp; Equity</b>														