

**VERIZON NORTHWEST INC.
STATE OF WASHINGTON
WASHINGTON UTILITIES & TRANSPORTATION COMMISSION
JANUARY to MARCH 2009**

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VERIZON NORTHWEST INC.
PUC BALANCE SHEET
JANUARY to MARCH 2009

Schedule C-1

| Account Description | Account | Jan-09 | Feb-09 | Mar-09 |
|------------------------------------|---------|---------------|---------------|---------------|
| Current Assets | | | | |
| Cash | 1130 | - | - | - |
| Special Cash Deposits | 1140 | - | - | - |
| Working Cash Advances | 1150 | 8,475 | 8,475 | 8,475 |
| Temporary Inv - Affiliated Co. | 1161 | - | - | - |
| Temporary Inv - Other | 1162 | 37,306,364 | 37,306,364 | 74,612,728 |
| Telecom Accts Receivable | 1180 | 106,225,475 | 113,668,678 | 102,866,031 |
| Affiliates Accts Receivable | 1192 | 13,801,172 | 16,632,861 | 19,506,938 |
| Oth Accts Receivable | 1190 | 7,054,476 | 4,567,223 | 7,225,817 |
| A/R Allowance | 1181 | 7,638,105 | 7,706,081 | 7,596,562 |
| Affiliates Notes Receivable | 1202 | 360,247 | 1,351,755 | 1,461,011 |
| Other Notes Receivable | 1200 | - | - | - |
| Affiliates Interest Receivable | 1211 | 1,750 | 439 | 1,420 |
| Other Interest Receivable | 1212 | 75 | 75 | 75 |
| Material And Supplies | 1220 | 6,296,175 | 6,182,910 | 5,358,661 |
| Prepaid Rent | 1290 | - | - | - |
| Prepaid Tax | 1300 | 4,331,756 | 3,487,256 | 2,642,756 |
| Prepaid Insurance | 1310 | (31,666,064) | (32,343,976) | (73,196,723) |
| Prepaid Other | 1330 | 2,904,026 | 2,918,166 | 2,864,373 |
| Other Current Assets | 135A | 20,424,084 | 20,026,148 | 19,703,656 |
| Total Current Assets | | 159,409,906 | 166,100,293 | 155,458,674 |
| Non-Current Assets | | | | |
| Investment In Affiliates | 1401 | - | - | - |
| Investment In Non-Affiliates | 1402 | 24,227 | 24,227 | 24,227 |
| Nonregulated Investments | 1406 | - | - | - |
| Unamortized Debt Issuance | 1407 | 1,552,984 | 1,453,772 | 1,354,544 |
| Sinking Fund | 1408 | - | - | - |
| Other Noncurrent Assets | 1410 | 281,999,177 | 286,501,510 | 285,766,844 |
| Other Noncurrent Assets | 141B | - | - | - |
| Deferred Maintenance & Retirements | 1438 | - | - | - |
| Deferred Charges | 1439 | 35,754,854 | 35,824,582 | 35,669,525 |
| Goodwill | 2007 | - | - | - |
| Total Noncurrent Assets | | 319,331,242 | 323,804,091 | 322,815,141 |
| P P - Eq Less Reserve | | | | |
| Plant In Service | 2001 | 4,996,825,874 | 4,999,803,643 | 5,013,900,407 |
| Plant Held For Future Use | 2002 | - | - | - |
| TPUC - Short Term | 2003 | 30,642,627 | 37,786,450 | 35,004,916 |
| TPUC - Long Term | 2004 | - | - | - |
| Plant Adjustments | 2005 | - | - | - |
| Nonoperating Plant | 2006 | 368,067 | 368,067 | 368,067 |
| Total P P / Equipment | | 5,027,836,567 | 5,037,958,159 | 5,049,273,390 |
| Depreciation - Tot Plt In Svc | 3100 | 3,164,078,115 | 3,179,571,084 | 3,199,934,874 |
| Depreciation - Pit Held Future Use | 3200 | - | - | - |
| Depreciation - Nonoperating | 3300 | 1,656 | 1,656 | 1,656 |
| Total Reserve | | 3,164,079,770 | 3,179,572,739 | 3,199,936,530 |
| Total P P/ E Less Reserve | | 1,863,756,797 | 1,858,385,420 | 1,849,336,860 |
| Total Assets | | 2,342,497,945 | 2,348,289,804 | 2,327,610,676 |

VERIZON NORTHWEST INC.
PUC BALANCE SHEET
JANUARY to MARCH 2009

Schedule C-1

| Account Description | Account | Jan-09 | Feb-09 | Mar-09 |
|--|---------|----------------------|----------------------|----------------------|
| Current Liabilities | | | | |
| Affiliated Co Accounts Payable | 401B | 42,237,754 | 41,958,135 | 51,772,339 |
| Oth Accounts Payable | 4012 | 14,509,859 | 16,560,869 | 15,162,909 |
| Carrier Accounts Payable | 4013 | 10,340,172 | 9,875,495 | 10,371,593 |
| Affiliated Co - Notes Payable | 4021 | 481,530,743 | 532,804,010 | 488,164,292 |
| Oth Notes Payable | 4022 | - | - | - |
| Advanced Payments | 4030 | 35,298,066 | 35,827,595 | 34,904,889 |
| Customer Deposits | 404A | 74,142 | 107,817 | 140,967 |
| Current Maturities - LT Debt | 405A | - | - | - |
| Curr Maturities - Capital Leases | 406A | - | - | - |
| Income Tax Accrued | 407A | 18,918,266 | 20,909,532 | 23,856,954 |
| Other Tax Accrued | 4080 | 11,802,644 | 12,829,226 | 13,551,942 |
| Accrued Deferred Tax | 4100 | (2,766,551) | (2,766,551) | (4,461,536) |
| Accrued Interest - Affiliated | 4121 | 947,670 | 335,113 | 446,545 |
| Accrued Interest - Debt | 4122 | 1,837,500 | 2,756,250 | 3,675,000 |
| Accrued Interest - Oth | 4123 | (523) | (487) | (574) |
| Accrued Dividends | 4124 | - | - | - |
| Accrued Compensation - Other | 4125 | 21,636,614 | 19,268,786 | 16,497,938 |
| Accrued Liabilities - Other | 4126 | - | - | - |
| Other Current Liabilities | 4130 | 33,299,980 | 34,144,027 | 34,886,072 |
| Total Current Liabilities | | 669,666,335 | 724,609,818 | 688,969,331 |
| Long Term Debt | | | | |
| Funded Debt | 4210 | 175,000,000 | 175,000,000 | 175,000,000 |
| Premium On Long Term Debt | 4220 | - | - | - |
| Discount On Long Term Debt | 4230 | 494,816 | 461,293 | 427,657 |
| Reacquired Debt | 4240 | - | - | - |
| Obligations Under Capital Leases | 4250 | - | - | - |
| Advances From Affiliated Companies | 4260 | - | - | - |
| Other Long Term Debt | 4270 | - | - | - |
| Total Long Term Debt | | 174,505,184 | 174,538,707 | 174,572,343 |
| Other Liabilities And Deferred Cr | | | | |
| Other Long Term Liabilities | 4310 | 185,156,387 | 185,219,584 | 185,696,395 |
| Unamortized ITC | 4320 | - | - | - |
| Noncurrent Deferred Tax | 4340 | 306,083,458 | 306,083,458 | 324,567,169 |
| Noncurrent Nonop Deferred Tax | 4350 | - | - | - |
| Other Deferred Credit | 4360 | 31,965,406 | 31,842,423 | 20,951,015 |
| Total Other Liabilities And Deferred | OTH | 523,205,251 | 523,145,464 | 531,214,579 |
| Stockholder Equity | | | | |
| Common Stock | 4511 | 448,000,000 | 448,000,000 | 448,000,000 |
| Preferred Stock | 4512 | - | - | - |
| Total Capital Stock | | 448,000,000 | 448,000,000 | 448,000,000 |
| Additional Paid In Capital | 4520 | 107,145,110 | 107,145,110 | 107,145,110 |
| Treasury Stock | 4530 | - | - | - |
| Treasury Stock | 453B | - | - | - |
| Other Cap | 4540 | - | - | - |
| Minority Interest - Stock | 4901 | - | - | - |
| Minority Interest - Retained Earn | 4902 | - | - | - |
| Minority Interest - Other | 4903 | - | - | - |
| Minority Interest - NET | MINT | - | - | - |
| Retained Earnings - Res | 4551 | - | - | - |
| Retained Earnings - UNA | 455X | 419,976,067 | 370,850,705 | 377,709,313 |
| Stockholder Equity | | 975,121,176 | 925,995,815 | 932,854,423 |
| Total Liability & Equity | | 2,342,497,945 | 2,348,289,804 | 2,327,610,676 |

VERIZON NORTHWEST INC.
Total Company Income Statement
JANUARY to MARCH 2009

Schedule C-2

| Item | | Jan-09 | Feb-09 | Mar-09 | YTD |
|--------------------------------------|------|------------|------------|-------------|-------------|
| Operating Revenues | | | | | |
| Local Network | 520 | 27,947,367 | 27,684,402 | 26,913,797 | 82,545,566 |
| Interstate Access | 0303 | 31,371,473 | 31,132,242 | 32,160,013 | 94,663,728 |
| Intrastate Access | 0304 | 3,276,197 | 2,844,401 | 3,094,752 | 9,215,349 |
| Total Network Access | 1061 | 34,647,670 | 33,976,643 | 35,254,765 | 103,879,078 |
| Long Distance Network | 525 | 1,782,871 | 1,711,348 | 1,859,875 | 5,354,094 |
| Miscellaneous | 5200 | 4,408,352 | 4,750,539 | 4,702,468 | 13,861,360 |
| Nonregulated Revenues | 5280 | 7,541,675 | 8,014,543 | 9,283,271 | 24,839,489 |
| Uncollectibles | 5300 | (452,640) | (479,083) | (459,057) | (1,390,781) |
| Total Regulated Revenues | 109F | 75,875,294 | 75,658,392 | 77,555,119 | 229,088,806 |
| Operating Expense & Taxes | | | | | |
| Plant Specific | 650 | 12,054,478 | 13,372,750 | 12,878,313 | 38,305,541 |
| General Plant | GENL | 5,665,904 | 5,327,868 | 7,298,079 | 18,291,851 |
| Customer | 700 | 7,272,559 | 8,267,174 | 9,938,834 | 25,478,568 |
| Corporate | 710 | 8,282,485 | 4,293,548 | 9,349,383 | 21,925,416 |
| Other Oper Inc & Expense | 7100 | - | (298) | (812,032) | (812,330) |
| Depreciation & Amort | 6560 | 27,495,906 | 27,583,427 | 27,603,373 | 82,682,707 |
| Operating Taxes Oth Than Income | 7240 | 3,065,734 | 3,364,813 | 4,015,615 | 10,446,161 |
| Oper Taxes Exp/Oth Tax | TLOP | 63,837,066 | 62,209,282 | 70,271,566 | 196,317,914 |
| Earning Before Income Taxes | EBIF | 12,038,228 | 13,449,111 | 7,283,554 | 32,770,892 |
| Operating Income Taxes | 7200 | 4,033,937 | 3,242,158 | (1,030,609) | 6,245,486 |
| Net Operating Income | OPIF | 8,004,291 | 10,206,952 | 8,314,163 | 26,525,406 |
| Nonoper Expense & Other | | | | | |
| Nonoperating Income - Net | NINC | (70,987) | (12,248) | (21,770) | (105,006) |
| Income Avail For Fixed | FXIF | 7,933,304 | 10,194,704 | 8,292,393 | - |
| Interest Expense | FIXC | 1,930,877 | 1,320,191 | 1,435,331 | 4,686,400 |
| Income Before Extraord | INBF | 6,002,426 | 8,874,513 | 6,857,061 | 21,734,001 |
| Extraordinary Items | EXOR | - | - | - | - |
| Net Income | NETF | 6,002,426 | 8,874,513 | 6,857,061 | 21,734,001 |
| Preferred Dividends | 4058 | - | - | - | - |
| Minority Interest | 3011 | - | - | - | - |
| Net Income to Verizon | 301P | 6,002,426 | 8,874,513 | 6,857,061 | 21,734,001 |

VERIZON NORTHWEST INC.
Income Statement Supporting Schedule
JANUARY to MARCH 2009

Schedule C-3a

| Account Description | Account | Jan-09 | Feb-09 | Mar-09 | YTD |
|-----------------------------------|---------|------------|------------|------------|-------------|
| BasicLocal Network Rev-Basic Area | 5001 | 19,374,923 | 19,243,448 | 18,809,700 | 57,428,071 |
| Optional Extended Area | 5002 | 771,058 | 757,661 | 735,898 | 2,264,616 |
| Other Mobile Services | 5004 | 232,474 | 225,655 | 206,956 | 665,085 |
| Total Basic Local Service | 510 | 20,378,455 | 20,226,765 | 19,752,553 | 60,357,773 |
| Local Private Lines | 5040 | 360,405 | 360,783 | 359,313 | 1,080,501 |
| Other Local Exchange | 5060 | 7,208,506 | 7,096,854 | 6,801,931 | 21,107,292 |
| Total Local Network | 520 | 27,947,367 | 27,684,402 | 26,913,797 | 82,545,566 |
| End User-Inter | 5081 | 7,271,880 | 7,228,734 | 6,854,365 | 21,354,979 |
| Switched Access-Inter | 5082 | 5,171,853 | 5,449,388 | 4,988,197 | 15,609,438 |
| Special Access-Inter | 5083 | 18,927,739 | 18,454,121 | 20,317,451 | 57,699,311 |
| Total Interstate Access | 0303 | 31,371,473 | 31,132,242 | 32,160,013 | 94,663,728 |
| End User-Intra | 5084 | 3,862 | 4,427 | 4,327 | 12,616 |
| Switched Access-Intra | 5085 | 1,216,307 | 1,037,064 | 993,509 | 3,246,880 |
| Special Access-Intra | 5086 | 2,056,029 | 1,802,910 | 2,096,915 | 5,955,854 |
| Total Intrastate Access | 0304 | 3,276,197 | 2,844,401 | 3,094,752 | 9,215,349 |
| Total Network Access | 5080 | 34,647,670 | 33,976,643 | 35,254,765 | 103,879,078 |
| Long Distance Message | 5100 | 1,754,676 | 1,679,844 | 1,838,059 | 5,272,579 |
| Long Distance Inward WATS | 5111 | 898 | 1,167 | 896 | 2,961 |
| Long Dist Outward Wats | 5112 | 1,326 | 1,416 | 1,339 | 4,081 |
| Total Long Dist WATS | | - | - | - | - |
| Long Distance Private Ntwk | 5120 | 18,233 | 17,549 | 17,434 | 53,217 |
| Other Long Distance | 5160 | 7,738 | 11,372 | 2,146 | 21,256 |
| Total Long Distance Network | 525 | 1,782,871 | 1,711,348 | 1,859,875 | 5,354,094 |
| Directory | 5230 | 270,629 | 320,652 | 297,617 | 888,899 |
| Rent | 5240 | 2,051,802 | 2,384,354 | 2,294,848 | 6,731,004 |
| Special Billing Arrangements | 5261 | 1,013,953 | 1,005,413 | 982,920 | 3,002,285 |
| Carrier Billing & Coll | 5270 | 1,071,968 | 1,040,121 | 1,127,083 | 3,239,172 |
| Total Miscellaneous | 5200 | 4,408,352 | 4,750,539 | 4,702,468 | 13,861,360 |
| Nonregulated Revenues | 5280 | 7,541,675 | 8,014,543 | 9,283,271 | 24,839,489 |
| Uncollectibles Telecomm | 5301 | (452,640) | (479,083) | (459,057) | (1,390,781) |
| Total Uncollectibles | 5300 | (452,640) | (479,083) | (459,057) | (1,390,781) |
| Total Net Revenue | 109F | 75,875,294 | 75,658,392 | 77,555,119 | 229,088,806 |
| Digital Switching | 6212 | 851,385 | 989,682 | 930,540 | 2,771,608 |
| Operator Systems | 6220 | 7,149 | 6,816 | 6,930 | 20,895 |
| Radio Systems | 6231 | 14,415 | 18,291 | 17,678 | 50,384 |
| Circuit Equipment | 6232 | 1,015,695 | 1,031,517 | 914,693 | 2,961,904 |
| Total COE Switching | 62 | 1,888,644 | 2,046,305 | 1,869,841 | 5,804,790 |
| Plant Spec - Warranty Expense | 6311 | 1,361,351 | 2,345,423 | 1,601,492 | 5,308,266 |
| Plant Spec - Rental Expense | 6341 | 239,543 | 285,921 | 299,586 | 825,049 |
| Public Telephone Terminal Equip | 6351 | 31,483 | 60,480 | 50,031 | 141,994 |
| Other Terminal Equipment | 6362 | 1,095,507 | 2,219,684 | 2,435,855 | 5,751,045 |
| Total Auxillary | 63 | 2,727,883 | 4,911,508 | 4,386,963 | 12,026,354 |
| Poles And Towers | 6411 | 56,569 | 344,379 | 340,840 | 741,788 |

VERIZON NORTHWEST INC.
Income Statement Supporting Schedule
JANUARY to MARCH 2009

Schedule C-3a

| Account Description | Account | Jan-09 | Feb-09 | Mar-09 | YTD |
|---------------------------------------|-------------|-------------------|-------------------|-------------------|-------------------|
| Aerial Cable | 6421 | 1,443,445 | 1,119,418 | 1,093,423 | 3,656,286 |
| Underground Cable | 6422 | 185,384 | 352,242 | 537,583 | 1,075,209 |
| Buried Cable | 6423 | 1,540,292 | 1,488,391 | 1,644,036 | 4,672,719 |
| Submarine Cable | 6424 | (26) | 538 | (1) | 512 |
| Intra-Building Cable | 6426 | 17,790 | 25,379 | 5,962 | 49,131 |
| Aerial Wire | 6431 | 6,672 | 7,274 | 4,765 | 18,710 |
| Conduit Systems | 6441 | 25,744 | 49,425 | 66,359 | 141,528 |
| Total Cable And Wire | 64 | 3,275,870 | 3,387,046 | 3,692,966 | 10,355,882 |
| | | | | | |
| Motor Vehicle | 6112 | 104,299 | 103,038 | 111,139 | 318,476 |
| Aircraft | 6113 | 5,091 | 7,212 | 5,366 | 17,669 |
| Special Purpose Vehicle | 6114 | 1,013 | 1,471 | 1,375 | 3,859 |
| Garage Work Equipment | 6115 | 2,670 | 6,414 | 12,699 | 21,784 |
| Other Work Equipment | 6116 | 23,376 | 17,825 | 16,123 | 57,324 |
| Total Network Support | 6110 | 136,449 | 135,960 | 146,702 | 419,112 |
| Land & Buildings | 6121 | 1,477,596 | 947,172 | 920,526 | 3,345,294 |
| Furniture & Artworks | 6122 | 20,615 | 19,951 | 7,245 | 47,811 |
| Office Equipment | 6123 | 68,123 | 38,320 | 79,467 | 185,910 |
| General Purpose Computer | 6124 | 2,459,297 | 1,886,487 | 1,774,604 | 6,120,389 |
| Total General Support | 6120 | 4,025,631 | 2,891,931 | 2,781,842 | 9,699,404 |
| Total Plant Specific Support | 61 | 4,162,081 | 3,027,891 | 2,928,543 | 10,118,515 |
| | | | | | |
| Total Plant Specific | 650 | 12,054,478 | 13,372,750 | 12,878,313 | 38,305,541 |
| | | | | | |
| Provisioning | 6512 | 163,657 | 91,872 | 149,316 | 404,846 |
| Total Other PP&E | 6510 | 163,657 | 91,872 | 149,316 | 404,846 |
| Power | 6531 | 137,991 | 217,624 | 159,913 | 515,527 |
| Network Administrative | 6532 | 238,648 | 542,895 | 519,958 | 1,301,501 |
| Testing | 6533 | 801,718 | 1,019,589 | 911,658 | 2,732,965 |
| Plant Operations Administration | 6534 | 2,756,944 | 1,638,445 | 2,628,287 | 7,023,676 |
| Engineering | 6535 | 478,220 | 414,056 | 350,557 | 1,242,833 |
| Total Network Operations | 6530 | 4,413,520 | 3,832,609 | 4,570,374 | 12,816,502 |
| Access | 6540 | 1,088,728 | 1,403,387 | 2,578,389 | 5,070,503 |
| | | | | | |
| Total General Plant | GENL | 5,665,904 | 5,327,868 | 7,298,079 | 18,291,851 |
| | | | | | |
| Product Management | 6611 | 1,310,989 | 777,161 | 1,327,535 | 3,415,684 |
| Sales & Commissions | 6612 | 1,656,020 | 1,263,840 | 1,221,556 | 4,141,416 |
| Product Advertising | 6613 | 77,000 | 1,629,308 | 3,216,792 | 4,923,100 |
| Total Marketing | 6610 | 3,044,008 | 3,670,309 | 5,765,883 | 12,480,200 |
| Call Completion Services | 6621 | 77,888 | 116,159 | 98,908 | 292,955 |
| Number Services | 6622 | 502,721 | 672,016 | 538,294 | 1,713,031 |
| Customer Services | 6623 | 3,647,942 | 3,808,691 | 3,535,749 | 10,992,382 |
| Total Customer Services | 6620 | 4,228,551 | 4,596,865 | 4,172,952 | 12,998,368 |
| | | | | | |
| Total Customer Operations | 700 | 7,272,559 | 8,267,174 | 9,938,834 | 25,478,568 |
| | | | | | |
| Executive | 6711 | 22,723 | 281,409 | 395,335 | 699,467 |
| Planning | 6712 | 32,209 | 143,258 | 153,745 | 329,212 |
| Total Executive & Planning | 6710 | 54,932 | 424,667 | 549,080 | 1,028,679 |
| Accounting & Finance | 6721 | 630,192 | 358,839 | 402,086 | 1,391,117 |

VERIZON NORTHWEST INC.
Income Statement Supporting Schedule
JANUARY to MARCH 2009

Schedule C-3a

| Account Description | Account | Jan-09 | Feb-09 | Mar-09 | YTD |
|---|-------------|-------------------|-------------------|--------------------|--------------------|
| External Relations | 6722 | 312,718 | 161,636 | 267,669 | 742,023 |
| Human Resources | 6723 | 760,092 | 140,442 | 303,862 | 1,204,396 |
| Info Management | 6724 | 2,015,269 | 2,247,978 | 1,497,360 | 5,760,608 |
| Legal | 6725 | 3,952 | 129,587 | 240,221 | 373,760 |
| Procurement | 6726 | 181,033 | 20,326 | 55,598 | 256,957 |
| Research & Development | 6727 | 58,000 | 1,540 | 1,037 | 60,577 |
| Other General & Admin | 6728 | 4,266,298 | 808,532 | 6,032,470 | 11,107,300 |
| Total General & Administrative | 6720 | 8,227,553 | 3,868,881 | 8,800,303 | 20,896,737 |
| Total Corporate Operations | 710 | 8,282,485 | 4,293,548 | 9,349,383 | 21,925,416 |
| Gain/Loss - Disp Land | 7150 | - | - | (816,267) | (816,267) |
| Other Oper Gain/Loss | 7160 | - | (298) | 4,235 | 3,937 |
| Total Oth Oper Inc & Exp | 7100 | - | (298) | (812,032) | (812,330) |
| Depreciation | 6561 | 27,239,685 | 27,227,892 | 27,294,746 | 81,762,323 |
| Amort - Tangible | 6563 | 29,861 | 118,853 | 74,184 | 222,899 |
| Amort - Intangible | 6564 | 226,359 | 236,682 | 234,444 | 697,485 |
| Juris Diff - Depr/Amort FAS71 | 7921 | (0) | 0 | 0 | 0 |
| Total Depreciation & Amort | 6560 | 27,495,906 | 27,583,427 | 27,603,373 | 82,682,707 |
| Property Taxes | 72401X | 1,890,631 | 1,691,132 | 2,065,577 | 5,647,340 |
| Gross Receipts | 72402X | 726,474 | 724,035 | 725,292 | 2,175,801 |
| State/Local Franch Taxes | 72408X | 1,126 | 338,758 | 52,187 | 392,071 |
| Other Operating Taxes | 72409X | 447,503 | 610,888 | 1,172,559 | 2,230,950 |
| Total Oper Taxes | 7240 | 3,065,734 | 3,364,813 | 4,015,615 | 10,446,161 |
| Total Oper Exp/Oth Tax | TLOP | 63,837,066 | 62,209,282 | 70,271,566 | 196,317,914 |
| Earning Before Inc Tax | EBIF | 12,038,228 | 13,449,111 | 7,283,554 | 32,770,892 |
| Federal Income Taxes | 7220 | 3,720,070 | 2,986,615 | (12,500,987) | (5,794,302) |
| State/Local Income Tax | 7230 | 313,867 | 255,544 | (88,688) | 480,723 |
| Deferred Federal | 7250X | - | - | 15,532,738 | 15,532,738 |
| Deferred State/Local | 7251X | - | - | (3,973,673) | (3,973,673) |
| Oper Inc Tax Pr to ITC | TAX PRE ITC | 4,033,937 | 3,242,158 | (1,594,709) | 5,681,386 |
| Oper ITC Claimed | 72101X | - | - | - | - |
| Oper ITC Credit | 72102X | - | - | - | - |
| Net Operating ITC | NET OP ITC | - | - | - | - |
| Juris Diff - Income Taxes | 7919 | - | - | - | - |
| Total Oper Income Tax | 7200 | 4,033,937 | 3,242,158 | (1,030,609) | 5,681,386 |
| Net Operating Income | OPIF | 8,004,291 | 10,206,952 | 8,314,163 | 26,525,406 |
| Dividend Income - Affiliate | 731010 | - | - | - | - |
| Dividend Income - Other | 731020 | - | - | - | - |
| Interest Income - Affiliate | 732010 | (87,050) | 439 | 17,371 | (69,240) |
| Interest Income - Other | 732020 | - | - | - | - |
| Sinking & Other Funds | 7330 | - | - | - | - |
| Allow For Funds Used Cn | 7340 | 183,501 | 147,107 | 101,917 | 432,525 |
| Juris Diff - IDC | JURIDC | - | - | - | - |

VERIZON NORTHWEST INC.
Income Statement Supporting Schedule
JANUARY to MARCH 2009

Schedule C-3a

| Account Description | Account | Jan-09 | Feb-09 | Mar-09 | YTD |
|----------------------------------|-----------------|------------------|------------------|------------------|-------------------|
| Juris Diff - Other Nonop | JURONOP | - | - | - | - |
| Gains/Loss-Disp Prop-NOP | 7350 | (1,467) | (12) | (2,875) | (4,354) |
| Other Nonop Income | 7360 | (118,898) | (102,578) | (107,992) | (329,468) |
| Less: Special Charges | 7370 | (88,002) | (63,986) | (42,504) | (194,493) |
| Total Nonoper Inc & Exp | TOT NONOP I&E | (111,916) | (19,030) | (34,084) | (26,549) |
| Federal Income Taxes | 7420 | (38,224) | (6,595) | (178,167) | (222,986) |
| State/Local Income Taxes | 7430 | (2,809) | (292) | (15,150) | (18,251) |
| Deferred Federal | 74501000 | - | - | - | - |
| Deferred State/Local | 74502000 | - | - | - | - |
| Nonoper Inc Tax Pr ITC | NOP TAX PRE ITC | - | - | - | - |
| Nonop ITC Claimed | 741010 | - | - | - | - |
| Net Nonoperating ITC | NET NONOP ITC | - | - | - | - |
| Nonoper Taxes - Other | 7440 | 105 | 105 | 105 | 315 |
| Total Nonop Inc Taxes | 74YY | (40,928) | (6,782) | (12,314) | (60,024) |
| Total Nonop Inc - Net | NINC | (70,987) | (12,248) | (21,770) | (105,006) |
| | | | | | |
| Income Avail For Fixed | FXIF | 7,933,304 | 10,194,704 | 8,292,393 | 26,420,401 |
| | | | | | |
| Interest On Bonds | 751010 | 1,856,919 | 1,246,126 | 1,361,125 | 4,464,171 |
| Discount/Premium Amort | 75103X | 70,998 | 71,110 | 71,223 | 213,330 |
| Interest On Affiliate Adv | 751040 | - | - | - | - |
| Other Long Term Debt | 75109X | - | - | - | - |
| Capital Leases | 7520 | - | - | - | - |
| Amortized Debt Issuance | 7530 | 2,896 | 2,911 | 2,927 | 8,734 |
| Other Interest Deduction | 7540 | 64 | 44 | 57 | 165 |
| Juris Diff - Interest Exp | JURFIXC | - | - | - | - |
| Total Interest Exp | FIXC | 1,930,877 | 1,320,191 | 1,435,331 | 4,686,400 |
| | | | | | |
| Income Before Extraord | INBF | 6,002,426 | 8,874,513 | 6,857,061 | 21,734,001 |
| | | | | | |
| Extraord Inc Credits | 7610 | - | - | - | - |
| Extraord Inc Charges | 7620 | - | - | - | - |
| Extraord Income Taxes | 7630 | - | - | - | - |
| Extraord Deferred Taxes | ZZZDTAX | - | - | - | - |
| Total Extraordinary Items | EXOR | - | - | - | - |
| | | | | | |
| Net Income | NETF | 6,002,426 | 8,874,513 | 6,857,061 | 21,734,001 |
| Preferred Dividends | 4058 | - | - | - | - |
| Minority Interest | 3011 | - | - | - | - |
| | | | | | |
| Net Income to Verizon | 301P | 6,002,426 | 8,874,513 | 6,857,061 | 21,734,001 |

VERIZON NORTHWEST INC.
STATE OF WASHINGTON
ANALYSIS OF FEDERAL INCOME TAXES
JANUARY to MARCH 2009

Schedule C-3b

| Account Description | Account | Jan-09 | Feb-09 | Mar-09 |
|-----------------------------------|-----------------------|----------------|------------------|------------------|
| Oper ITC Credit | 72102X | 0 | 0 | 0 |
| Total Oper ITC | | 0 | 0 | 0 |
| Deferred Federal - Property | 725015,W3 | 0 | 0 | 4,948,213 |
| Deferred Federal - Non-Property | 725012,13,16,30,W1,W5 | 0 | 0 | 677,245 |
| Total Deferred Federal | | 0 | 0 | 5,625,458 |
| Federal Income Taxes | 7220 | 930,871 | 1,714,964 | (6,880,645) |
| Juris Diff-Income Taxes | 7919 | 0 | 0 | 330,193 |
| Total Federal Income Taxes | | 930,871 | 1,714,964 | (924,994) |

| CUMULATIVE YEAR TO DATE | | YTD Jan-09 | YTD Feb-09 | YTD Mar-09 |
|-----------------------------------|-----------------------|----------------|------------------|------------------|
| Oper ITC Credit | 72102X | 0 | 0 | 0 |
| Total Oper ITC | | 0 | 0 | 0 |
| Deferred Federal - Property | 725015,W3 | 0 | 0 | 4,948,213 |
| Deferred Federal - Non-Property | 725012,13,16,30,W1,W5 | 0 | 0 | 677,245 |
| Total Deferred Federal | | 0 | 0 | 5,625,458 |
| Federal Income Taxes | 7220 | 930,871 | 2,645,835 | (4,234,810) |
| Juris Diff-Income Taxes | 7919 | 0 | 0 | 330,193 |
| Total Federal Income Taxes | | 930,871 | 2,645,835 | 1,720,841 |

**VERIZON NORTHWEST INC.
STATE OF WASHINGTON
SELECTED PLANT DATA
JANUARY to MARCH 2009**

Schedule C-4

VERIZON NORTHWEST INCLUDING SUBSIDIARY

| Item | Jan-09 | Feb-09 | Mar-09 |
|------------------------------------|----------------------|----------------------|----------------------|
| Telephone Plant in Service | 5,226,566,973 | 5,258,942,270 | 5,278,826,369 |
| Depreciation Reserve | (3,271,046,145) | (3,294,047,066) | (3,314,816,175) |
| Net Plant | 1,955,520,828 | 1,964,895,203 | 1,964,010,194 |
| Telephone PLT Under Const. - ST | 38,682,549 | 39,811,705 | 40,219,132 |
| Telephone PLT Under Const. - LT | 0 | 0 | 0 |
| Total Telephone Plant Under Const. | 38,682,549 | 39,811,705 | 40,219,132 |
| Material & Supplies (Acct 1220) | 8,398,795 | 8,579,341 | 8,604,403 |
| Nonoperating Plant | 396,380 | 396,380 | 396,380 |
| Depreciation - Nonoperating | (1,783) | (1,783) | (1,783) |
| Property Held for Future Use | 0 | 0 | 0 |
| Total | 2,002,996,768 | 2,013,680,846 | 2,013,228,326 |
| 431007/141050 - Emp Pens Plan | 377,079,281 | 649,871,697 | 921,342,083 |
| Accum Def. Inc Taxes-Accel Tax | (532,706,376) | (709,825,892) | (888,257,284) |

NOTE: Balances Represent 13 - Month Rolling Average

WASHINGTON STATE

| Item | Jan-09 | Feb-09 | Mar-09 |
|------------------------------------|----------------------|----------------------|----------------------|
| Telephone Plant in Service | 3,024,214,255 | 3,040,973,668 | 3,052,718,980 |
| Depreciation Reserve | (1,791,156,676) | (1,804,320,862) | (1,816,091,979) |
| Net Plant | 1,233,057,579 | 1,236,652,807 | 1,236,627,001 |
| Telephone PLT Under Const. - ST | 24,722,556 | 25,638,675 | 26,053,144 |
| Telephone PLT Under Const. - LT | 0 | 0 | 0 |
| Total Telephone Plant Under Const. | 24,722,556 | 25,638,675 | 26,053,144 |
| Material & Supplies (Acct 1220) | 4,472,224 | 4,570,844 | 4,607,061 |
| Nonoperating Plant | 363,861 | 363,861 | 363,861 |
| Depreciation - Nonoperating | 0 | 0 | 0 |
| Property Held for Future Use | 0 | 0 | 0 |
| Total | 1,262,616,220 | 1,267,226,187 | 1,267,651,067 |
| 431007/141050 - Emp Pens Plan | 78,628,424 | 79,469,189 | 78,736,839 |
| Accum Def. Inc Taxes-Accel Tax | (222,179,270) | (222,082,406) | (221,730,487) |

NOTE: Balances Represent 13 - Month Rolling Average

VERIZON NORTHWEST INC.
STATE OF WASHINGTON
ANALYSIS OF OPERATING TAXES OTHER THAN FEDERAL INCOME
JANUARY to MARCH 2009

Schedule C-7 -- VZ Northwest Inc

| Account Description | Account | Jan-09 | Feb-09 | Mar-09 |
|------------------------------------|----------------|------------------|------------------|--------------------|
| Property Taxes | 72401X | 1,890,631 | 1,691,132 | 2,065,577 |
| Gross Receipts | 72402X | 726,474 | 724,035 | 725,292 |
| Superfund Taxes | 724030 | - | - | - |
| State/Local Franch Taxes | 72408X | 1,126 | 338,758 | 52,187 |
| Other Operating Taxes | 72409X | 447,503 | 610,888 | 1,172,559 |
| Juris Diff - Oper Taxes | JUROPTX | - | - | - |
| Total Oper Taxes | OPTX | 3,065,734 | 3,364,813 | 4,015,615 |
| State/Local Income Tax | 7230 | 313,867 | 255,544 | (88,688) |
| Prov For Def Income Taxes | 7251X | - | - | (3,973,673) |
| Juris Diff - Income Taxes | 7919 | - | - | - |
| Total State/Local Inc Taxes | | 313,867 | 255,544 | (4,062,361) |
| Total Taxes | | 3,379,600 | 3,620,356 | (46,746) |

| Account Description | Account | YTD Jan-09 | YTD Feb-09 | YTD Mar-09 |
|------------------------------------|----------------|-----------------------|-----------------------|-----------------------|
| Property Taxes | 72401X | 1,890,631 | 3,581,763 | 5,647,340 |
| Gross Receipts | 72402X | 726,474 | 1,450,509 | 2,175,801 |
| Superfund Taxes | 724030 | - | - | - |
| State/Local Franch Taxes | 72408X | 1,126 | 339,884 | 392,071 |
| Other Operating Taxes | 72409X | 447,503 | 1,058,391 | 2,230,950 |
| Juris Diff - Oper Taxes | JUROPTX | - | - | - |
| Total Oper Taxes | OPTX | 3,065,734 | 6,430,546 | 10,446,161 |
| State/Local Income Tax | 7230 | 313,867 | 569,410 | 480,723 |
| Deferred State/Local | 7251X | - | - | (3,973,673) |
| Juris Diff-Income Taxes | 7919 | - | - | - |
| Total State/Local Inc Taxes | | 313,867 | 569,410 | (3,492,950) |
| Total Taxes | | 3,379,600 | 6,999,957 | 6,953,211 |

STATE OF WASHINGTON
ANALYSIS OF OPERATING TAXES OTHER THAN FEDERAL INCOME
JANUARY to MARCH 2009

Schedule C-7 -- Washington State

| Account Description | Account | Jan-09 | Feb-09 | Mar-09 |
|-----------------------------|---------|-----------|-----------|-------------|
| Property Taxes | 72401X | 809,904 | 760,744 | 795,645 |
| Gross Receipts | 72402X | 726,474 | 724,035 | 725,292 |
| Superfund Taxes | 724030 | - | - | - |
| State/Local Franch Taxes | 72408X | 1,126 | 65,597 | 7,644 |
| Other Operating Taxes | 72409X | 414,938 | 257,195 | 675,007 |
| Juris Diff - Oper Taxes | JUROPTX | - | - | - |
| Total Oper Taxes | OPTX | 1,952,442 | 1,807,571 | 2,203,587 |
| State/Local Income Tax | 7230 | - | - | - |
| Prov For Def Income Taxes | 7251X | - | - | (2,812,665) |
| Juris Diff - Income Taxes | 7919 | - | - | - |
| Total State/Local Inc Taxes | | - | - | (2,812,665) |
| Total Taxes | | 1,952,442 | 1,807,571 | (609,078) |

| Account Description | Account | YTD Jan-09 | YTD Feb-09 | YTD Mar-09 |
|-----------------------------|---------|---------------|---------------|---------------|
| Property Taxes | 72401X | 809,904 | 1,570,648 | 2,366,293 |
| Gross Receipts | 72402X | 726,474 | 1,450,509 | 2,175,801 |
| Superfund Taxes | 724030 | - | - | - |
| State/Local Franch Taxes | 72408X | 1,126 | 66,723 | 74,367 |
| Other Operating Taxes | 72409X | 414,938 | 672,133 | 1,347,140 |
| Juris Diff - Oper Taxes | JUROPTX | - | - | - |
| Total Oper Taxes | OPTX | 1,952,442 | 3,760,013 | 5,963,600 |
| State/Local Income Tax | 7230 | - | - | - |
| Deferred State/Local | 7251X | - | - | (2,812,665) |
| Juris Diff-Income Taxes | 7919 | - | - | - |
| Total State/Local Inc Taxes | | - | - | (2,812,665) |
| Total Taxes | | 1,952,442 | 3,760,013 | 3,150,935 |

REDACTED

VERIZON NORTHWEST INC. - STATE OF WASHINGTON
SWITCHED ACCESS LINES - EXCLUDING COMPANY OFFICIAL
BILLED IN-SERVICE UNITS
JANUARY to MARCH 2009

Schedule C-8

| | Items | Jan-09 | Feb-09 | Mar-09 |
|------------------------|------------------------|--------|--------|--------|
| RESIDENCE: | | | | |
| C01 | 1 1 PRTY-FLAT | | | |
| C02 | 2 1 PRTY-MEAS | | | |
| C03 | 3 2 PRTY-FLAT | | | |
| C04 | 4 2 PRTY-MEAS | | | |
| C05 | 5 4 PRTY-FLAT | | | |
| C06 | 6 4 PRTY-MEAS | | | |
| C09 | 9 LIFELINE-FL | | | |
| C10 | 10 LIFELINE-MS | | | |
| C11 | 11 TOTAL RES | | | |
| BUS SGL LN: | | | | |
| C12 | 12 1 PRTY-FLAT | | | |
| C13 | 13 1 PRTY-MEAS | | | |
| C14 | 14 2 PRTY-FLAT | | | |
| C15 | 15 2 PRTY-MEAS | | | |
| C16 | 16 4 PRTY-FLAT | | | |
| C17 | 17 4 PRTY-MEAS | | | |
| C18 | 18 M PRTY-FLAT | | | |
| C19 | 19 M PRTY-MEAS | | | |
| C20 | 20 SEMI PUB-FL | | | |
| C21 | 21 COCOTS-FLAT | | | |
| C22 | 22 COCOTS-MEAS | | | |
| C23 | 23 TTL BUS SGL | | | |
| BUS MULT LN: | | | | |
| C24 | 24 SEMI PUB-FL | | | |
| C25 | 25 MUTI LN-FL | | | |
| C26 | 26 MULTI LN-MS | | | |
| C27 | 27 KEY LNS-FL | | | |
| C28 | 28 KEY LNS-MS | | | |
| C29 | 29 PBX TRKS-FL | | | |
| C30 | 30 PBX TRKS-MS | | | |
| C31 | 31 PBX - DID | | | |
| C32 | 32 PBX - DOD | | | |
| CENTREX: | | | | |
| C33 | 33 CO LNS-FLAT | | | |
| C34 | 34 CU TRK-FLAT | | | |
| C35 | 35 CO LNS-MEAS | | | |
| C36 | 36 CU TRK-MEAS | | | |
| CENTRANET: | | | | |
| C37 | 37 CO LNS-FLAT | | | |
| C38 | 38 CU TRK-FLAT | | | |
| C39 | 39 CO LNS-MEAS | | | |
| C40 | 40 CU TRK-MEAS | | | |
| C41 | 41 L/D TRUNKS | | | |
| ADV SWCD SVC: | | | | |
| C42 | 42 ISDN - BRI | | | |
| C43 | 43 ISDN - PRI | | | |
| C44 | 44 SWCHD DATA | | | |
| ADV CONFIG SVC: | | | | |
| C45 | 45 DCS-PBX TRK | | | |
| C46 | 46 DCS-B1/KEY | | | |
| C47 | 47 DCS-CENTRNT | | | |
| C60 | 48 Flexgrow-Voice | | | |
| C49 | 49 TOTAL BUS ML | | | |
| UNE: | | | | |
| U13 | 50 UPLAT-2W ANALOG | | | |
| U14 | 51 UPLAT-ISDN BRI | | | |
| U15 | 52 UPLAT-DS1 | | | |
| U22 | 53 UPLAT-COIN | | | |
| U30 | 54 UPLAT 2W-4W Res | | | |
| | 55 TOTAL UNE | | | |
| | 56 Sub-total FCC LINES | | | |
| C50 | 57 PUBLIC COIN | | | |
| C51 | 58 MOBILE | | | |
| C52 | 59 CYBER PORT | | | |
| C53 | 60 FGA | | | |
| C54 | 61 WATS INTER | | | |
| C55 | 62 WATS INTRA | | | |
| | 63 TOT SW FCC LNS | | | |
| C58 | 64 FX-IN | | | |
| | 65 TOT SW SEC LNS | | | |

REDACTED

