



**Verizon**  
MC HQE03B70  
Wholesale Services  
600 Hidden Ridge  
Irving, TX 75038-3897

July 2, 2007

**RE: Rate increase for the Virginia Cost Recovery Surcharge**

This is regarding a rate increase for the VA Cost Recovery Surcharge for Verizon of Virginia and Verizon South customers.

<b>VZ Reference ID:</b>	19374
<b>States Impacted:</b>	VA
<b>Tariff Reference(s):</b>	Not applicable
<b>USOC(s):</b>	Not Applicable
<b>Rate Change(s) From/To:</b>	Effective July 1, 2007.
<b>Description:</b>	<b>VIRGINIA COST RECOVERY SURCHARGE</b> Effective July 1, 2007 the "VA Cost Recovery Surcharge" rate will increase from .4% to .8% for Verizon Virginia's customers and from .1% to .6% for Verizon South's customers. The cost recovery surcharge is billed as a percentage of the charges on your monthly bill. This percentage is adjusted periodically to ensure that Verizon recovers only the additional sales and use tax it is paying due to repeal of the sales tax exemption for utilities by the Virginia General Assembly in 2004.
<b>Reflected on bills dated:</b>	Customer wholesale bills issued on or after July 1, 2007
<b>Retroactivity:</b>	No
<b>Other Information:</b>	
<b>Contact:</b>	Verizon Account Manager

**If you have any questions, please contact your account manager**