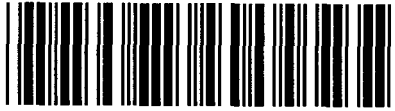




Control Number: 30238



Item Number: 27

Addendum StartPage: 5

Carl E. Erhart  
Vice President  
Regulatory Affairs  
Southwest Region

RECEIVED  
04 DEC 22 PM 3: 00  
PUBLIC UTILITY COMMISSION  
FILING CLERK



816 Congress, Suite 1500, TXD07AUS  
Austin, TX 78701

Phone 512 477-8986  
Fax 512 370-4275  
carl.erhart@verizon.com

December 22, 2004

Filing Clerk  
Public Utility Commission of Texas  
1701 N. Congress Avenue  
Austin, Texas 78701

Subject: CONTROL NO. 30238 – 2004 – VERIZON SOUTHWEST - HISTORICALLY  
UNDERUTILIZED BUSINESS (HUB) REPORT

Dear Filing Clerk:

Pursuant to Substantive Rule 26.80 attached is the Verizon Southwest, (Verizon) HUB Use Report and the Supplemental HUB Use Report for the period from October 1, 2003 to September 30, 2004.

Also, as prescribed by Substantive Rule 26.80(b)(4), the Verizon's process for determining a Historically Underutilized Business (HUB) is in accordance with PUC reporting requirements. Verizon classifies each supplier as either a majority supplier or a HUB supplier; Verizon does not have a category representing "unknown" status" suppliers. Consequently, each Verizon supplier is clearly coded as either a HUB supplier or a non-HUB supplier.

If you have any questions regarding this report, please contact Lisa McLaughlin at (512) 370-4215.

Sincerely,

A handwritten signature in black ink, appearing to read "Carl E. Erhart", with a stylized flourish at the end.

Carl E. Erhart

CEE:LAM;mgb  
Attachments(3)

# LARGE UTILITIES HUB USE REPORT(Texas purchases)

## Verizon Communications

MBE Procurement	Construction MBE Exp.	Commodities MBE Exp.	Other Services MBE Exp.	Professional MBE Exp.	Major Equipment MBE Exp.	Other MBE Exp.	Total HUB MBE Exp.
African American							
Male	\$ -	\$ 78,849	\$ 2,043	\$ 26,569	\$ 566,766	\$ 28,350	\$ 702,577
Female	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,261	\$ 1,261
Total	\$ -	\$ 78,849	\$ 2,043	\$ 26,569	\$ 566,766	\$ 29,611	\$ 703,838
Asian American							
Male	\$ 1,111	\$ 67,847	\$ -	\$ -	\$ 11,506	\$ 5,373	\$ 85,837
Female	\$ -	\$ 802,878	\$ 2,512	\$ -	\$ -	\$ 52,401	\$ 857,791
Total	\$ 1,111	\$ 870,725	\$ 2,512	\$ -	\$ 11,506	\$ 57,774	\$ 943,628
Hispanic American							
Male	\$ 71,204	\$ 6,562	\$ 842	\$ 1,173,575	\$ 160,246	\$ 221,370	\$ 1,633,799
Female	\$ 297,241	\$ 7,022	\$ 181,437	\$ -	\$ -	\$ 2,139,258	\$ 2,624,958
Total	\$ 368,445	\$ 13,584	\$ 182,279	\$ 1,173,575	\$ 160,246	\$ 2,360,628	\$ 4,258,757
Native American							
Male	\$ 1,462	\$ -	\$ -	\$ -	\$ -	\$ 1,658	\$ 3,120
Female	\$ -	\$ -	\$ 2,554	\$ -	\$ -	\$ -	\$ 2,554
Total	\$ 1,462	\$ -	\$ 2,554	\$ -	\$ -	\$ 1,658	\$ 5,674
MBE Total	\$ 371,018	\$ 963,158	\$ 189,388	\$ 1,200,144	\$ 738,518	\$ 2,449,671	\$ 5,911,897
WBE Total	\$ 871,109	\$ 1,943,913	\$ 1,117,739	\$ 4,996	\$ 101,367	\$ 2,032,413	\$ 6,071,537
Total MBE & WBE Procurement	\$ 1,242,127	\$ 2,907,071	\$ 1,307,127	\$ 1,205,140	\$ 839,885	\$ 4,482,084	\$ 11,983,434
Total Unknown Status Procurement (1)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Non-Fuel Procurement (2)	\$ 13,526,580	\$ 30,931,433	\$ 20,613,102	\$ 42,591,048	\$ 29,222,106	\$ 54,566,529	\$ 191,450,798

### Total Utility Purchases

Total Fuel and Purchased Power Procurement (electric only)

Total Non-Fuel, Fuel, and Purchased Power Procurement

(1) Vendors for whom HUB status is not directly known.

(2) Expenditures for goods and services from vendors not including wages, benefits, and other non-negotiable goods and services such as taxes and postage. Includes MBE/WBE and Unknown Procurement.

Reporting Period:  
Address: 1240 E. 38th St  
City: New York

Oct. 1, 2003\_ through Sep. 30, 2004

Reporting Date: December 22, 2004  
Contact person: Samuel Delgado

State: NY Zip: 10016  
Phone: 212 338 7040 Fax: 212 3476 5262

# LARGE UTILITIES HUB USE REPORT (purchases outside Texas)

## VERIZON COMMUNICATIONS

MBE Procurement	Construction MBE Exp.	Commodities MBE Exp.	Other Services MBE Exp.	Professional MBE Exp.	Major Equipment MBE Exp.	Other MBE Exp.	Total HUB MBE Exp.
African American							
Male	\$ -	\$ 1,005,363	\$ 1,772,044	\$ 46,824	\$ 4,120	\$ 176,608	\$ 3,004,959
Female	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ 1,005,363	\$ 1,772,044	\$ 46,824	\$ 4,120	\$ 176,608	\$ 3,004,959
Asian American							
Male	\$ -	\$ 7,337,175	\$ 10,595	\$ 7,870,798	\$ 357,279	\$ 262,722	\$ 15,838,569
Female	\$ -	\$ 6,095	\$ -	\$ 29,755	\$ 63,653	\$ 187,762	\$ 287,265
Total	\$ -	\$ 7,343,270	\$ 10,595	\$ 7,900,553	\$ 420,932	\$ 450,484	\$ 16,125,834
Hispanic American							
Male	\$ -	\$ 155,100	\$ 176,508	\$ 343,047	\$ 60,961	\$ 89,614	\$ 825,230
Female	\$ -	\$ 9,591	\$ 28,050	\$ -	\$ 812	\$ 545	\$ 38,998
Total	\$ -	\$ 164,691	\$ 204,558	\$ 343,047	\$ 61,773	\$ 90,159	\$ 864,228
Native American							
Male	\$ -	\$ 550	\$ -	\$ -	\$ 6,321	\$ -	\$ 6,871
Female	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ 550	\$ -	\$ -	\$ 6,321	\$ -	\$ 6,871
MBE Total	\$ -	\$ 8,513,874	\$ 1,987,197	\$ 8,290,424	\$ 493,146	\$ 717,251	\$ 20,001,892
WBE Total	\$ 470,756	\$ 3,608,628	\$ 1,267,187	\$ 798,004	\$ 309,153	\$ 133,967	\$ 6,587,695
Total MBE & WBE Procurement	\$ 470,756	\$ 12,122,502	\$ 3,254,384	\$ 9,088,428	\$ 802,299	\$ 851,218	\$ 26,589,587
Total Unknown Status Procurement (1)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A
Total Non-Fuel Procurement (2)	\$ 34,711,248	\$ 92,999,178	\$ 60,776,472	\$ 82,692,476	\$ 76,133,266	\$ 102,808,569	\$ 450,121,209

Total Utility Purchases

Total Fuel and Purchased Power Procurement (electric only)

Total Non-Fuel, Fuel, and Purchased Power Procurement

0  
450,121,209

(1) Vendors for whom HUB status is not directly known.

(2) Expenditures for goods and services from vendors not including wages, benefits, and other non-negotiable goods and services such as taxes and postage. Includes MBE/WBE and Unknown Procurement.

Reporting Period:  
Address: 240 E. 38th St  
City: New York, NY 10016

Reporting Date: December 22, 2004  
Contact person: Samuel Delgado

State: NY Zip: 10016  
Phone: 212-338-7040 Fax: 212-478-5262

To be filed by a utility which has more than 1,000 customers in a state other than Texas, or which purchases more than 10% of its goods and services from vendors not located in Texas

Revised for report due on or before December 30, 2004

# SUPPLEMENTAL HUB USE REPORT

Utility: Verizon Communications

## TOTAL INDIRECT/SECOND TIER PROCUREMENT EXPENDITURES

	Construction	Commodities	Other Services	Professional	Major Equipment	Other	Total HUB
Total MBE & WBE Direct Procurement	\$ 1,712,883	\$ 15,029,573	\$ 4,561,511	\$ 10,293,568	\$ 1,642,184	\$ 5,333,302	\$ 38,573,021
Total MBE & WBE 2nd Tier	\$ 2,334,790	\$ -	\$ -	\$ -	\$ 1,836,340	\$ -	\$ 4,171,130
Total Direct and 2nd Tier	\$ 4,047,673	\$ 15,029,573	\$ 4,561,511	\$ 10,293,568	\$ 3,478,524	\$ 5,333,302	\$ 42,744,151

### Fuel & Purchased Power Procurement (electric only)

#### Total Non-Fuel, Fuel, & Purchased Power Procurement

This optional form may be submitted if necessary to depict accurately a utility's overall HUB expenditures.

Reporting Period: Oct. 1, 2003 through Sep. 30, 2004

Address: 240 E. 38thst

City: New York

State: New York Zip: 10016

Contact person: Samuel Delgado

Phone: 212 338 7040 Fax: 212-746-5262

Total Utility Purchases	Direct MBE+WBE	Second-Tier MBE+WBE
Not Applicable to Telecommunication		
\$ 641,572,007	\$ 38,573,021	\$ 4,171,130

"Total Non-Fuel Procurement" is expenditures for goods and services from vendors not including wages, benefits, and other non-negotiable goods and serviv