## PENNSYLVANIA PUBLIC UTILITY COMMISSION Harrisburg, Pennsylvania 17105-3265

Public Meeting held June 18, 2020

Marianna and Scenery Hill Telephone Company d/b/a Consolidated Communications/MSH 2020 Annual Price Stability Index / Service Price Index Filing and Supplement No. 135 to Tariff - Telephone PA P.U.C. No. 6 Docket No. R-2020-3019515

Marianna and Scenery Hill Telephone Company Amended Alternative Regulation and Network Modernization Plan

**Date: June 18, 2020** 

Docket No. P-00981434F1000

## STATEMENT OF VICE CHAIRMAN DAVID W. SWEET

This case involves the annual Chapter 30 alternative regulation Price Stability Mechanism filing by Marianna and Scenery Hill Telephone Company.

In this year's filing, the company proposes to increase its monthly residential access line rates by \$2.00. To do this, the company banks the entire \$6,135 available in this current 2020 filing and draws the required funds from its banked 2017 and 2018 deferred increases. Per the order approved today, "the Company must retire the remaining 2016 banked amount of \$8,533 in the instant filing."

As our order acknowledges, the company's effective Chapter 30 plan allows it to bank deferred increases "for a period not to exceed four (4) consecutive years." If the company deferred the 2016 allowed revenue increase by depositing it in its bank as part of its 2016 filing, it should have four consecutive years to use it. A one-year bank would mean it could be used up through, including <u>in</u>, its next annual filing in May 2017. By extrapolation, a four-year bank should provide the company use of the 2016 banked amount up through, including <u>in</u>, its May 2020 filing. If not used <u>in</u> the last filing available through the end of its fourth consecutive year, it <u>then</u> must be retired in that filing, but not before.

While I believe that this is the intended and logical interpretation of a four-year bank, the company did not propose to use the 2016 bank in its 2020 filing.

For this reason, I am not dissenting from approval of the order before us. However, I am voting to concur in the result only.

David W. Sweet Vice Chairman

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