



PUBLIC VERSION
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Has Been Removed

February 1, 2014

Mr. Rosemary Chiavetta, Secretary
Pennsylvania Public Utility Commission
P.O. Box 3265
Harrisburg, PA 17105-3265

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2014 JAN 31 AM 10:44
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SECRETARY'S BUREAU

Re: Petition for Alternative Regulation and Network Modernization Plan of Frontier Communications Commonwealth Telephone Company Docket No. P-00961024; SPI/PSI/DCI Filing

Dear Secretary Chiavetta:

Enclosed for filing with the Pennsylvania Public Utility Commission are the original and three (3) copies of Frontier Communications Commonwealth Telephone Company's ("Frontier Commonwealth's") Price Stability Index ("PSI"), Service Price Index and Deferred Change Index.

It should be noted that Frontier Commonwealth is concurrently filing a tariff supplement seeking local service increases of \$1.67 for residential and business dial tone lines.

The tariff carries a proposed effective date of April 1, 2014.

Please feel free to contact me at (570) 631-5366 with any questions regarding this matter.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael P. Sharry".

Michael P. Sharry
State Manager Government and External
Affairs

cc: Norman Kennard, Esq.

CHAPTER 30 FILING
FRONTIER COMMUNICATIONS COMMONWEALTH TELEPHONE COMPANY
PSI - SPI - DCI REPORT
(All figures rounded to four decimal places)

Date: February 1, 2014

Price Stability Index (PSI) -- Effective 4/1/2014 through 3/31/2015

1	Gross Domestic Product Price Index (GDP-PI) for the 3Q2013		106.6850
2	GDP-PI for 3Q2012		105.3450
3	GDP-PI percentage change	(line 1 - line 2) / line 2	0.0127
4	Exogenous changes	as % of annual revenue	-
5	Change to PSI	line 3 - line 4	0.0127
6	Prior PSI		1.1575
7	PSI	line 6 * (1 + line 5)	1.1722

Service Price Index (SPI)

8	Prior SPI		1.0865
9	Rate changes		0.0158
10	SPI	line 8 + line 9	1.1023

Deferred Change Index (DCI)

11	PSI	line 7	1.1722
12	SPI	line 10	1.1023
13	DCI	line 11 - line 12	0.0699

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**FRONTIER COMMUNICATIONS COMMONWEALTH TELEPHONE COMPANY
SPI INTRASTATE REVENUE FILING SUMMARY - 2014**

Revenue Category	Present Revenue	Proposed Revenue	Proposed Revenue Change	Percent Change	Present SPI	Proposed SPI Change	Proposed SPI
	(1)	(2)	(3)	(4)= (3)/(1)	(5)	(6)=(5)x(4)	(7)=(5)+(6)
Local Service							
Intrastate Access							
IntraLATA Toll							
Vertical Services							
Miscellaneous							
Noncompetitive Revenue	\$ 80,186,958	\$ 81,353,907	1,166,949	1.46%	1.0865	0.0158	1.1023

FRONTIER COMMUNICATIONS COMMONWEALTH TELEPHONE COMPANY
BANKED PRINCIPLE CALCULATION & BANKING REPORT
 UPDATED REPORT Filed February 1, 2014

PSI PERIOD 2013 BANKING REPORT					
PSI Period	Principle	Interest	Principle + Interest	Retired Amount	Net Banked Amount
2013 (4/1/13 - 3/31/14)	\$ 1,609,983		\$ 1,609,983	\$	1,609,983
2012 (4/1/12 - 3/31/13)	\$ 2,602,874		\$ 2,602,874	\$	2,602,874
2011 (4/1/11 - 3/31/12)	\$ 74,679		\$ 74,679	\$	74,679
2010 (4/1/10 - 3/31/11)	\$ -		\$ -	\$	-
2009 (4/1/09 - 3/31/10) *	\$ -		\$ -	\$	-
Total all PSI Periods	\$ 4,287,536		\$ 4,287,536	\$ -	\$ 4,287,536

* Note: Pursuant to the Citizens/Commonwealth Merger Agreement (A-310800F0010), no banking was permitted to occur for this period.

CERTIFICATE OF SERVICE

I hereby certify that I have this day served a true copy of the forgoing document upon the participants, listed below, in accordance with the requirements of 52 Pa. Code § 1.54 (relating to service by participant).

Service by First Class Mail:

Office of Trial Staff
Pennsylvania Public Utility Commission
P.O. 3265
Harrisburg, PA 17105-3265

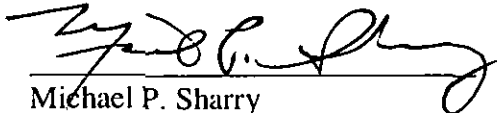
Office of Consumer Advocate
5th Floor
555 Walnut Street
Harrisburg, PA 17101-1921

Office of Small Business Advocate
Commerce Building – Suite 1102
300 North Second Street
Harrisburg, PA 17101

Robert C. Barber, Esquire
AT&T Communications of Pa, Inc.
3033 Chain Bridge Road
Room 3-D
Oakton, VA 22185

Michelle Painter, Esquire
MCI Worldcom Inc.
22001 Loudon County Parkway, E2-3-507
Ashburn, VA 20147

Dated this 1st day of February, 2014



Michael P. Sharry
State Manager Government and External
Affairs, Frontier Communications Commonwealth
Telephone Company

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