



COMMONWEALTH OF PENNSYLVANIA
PENNSYLVANIA PUBLIC UTILITY COMMISSION
P.O. BOX 3265, HARRISBURG, PA 17105-3265

IN REPLY PLEASE
REFER TO OUR FILE

JULY 29, 2005

Docket No. P-00981428F1000
R-00050520

JOHN RUTKOWSKI
MANAGER REGULATORY RELATIONS
BUFFALO VALLEY TELEPHONE COMPANY
124 EAST MAIN STREET
PO BOX 458
EPHRATA PA 17522

DOCKETED
AUG 08 2005

**DOCUMENT
FOLDER**

Re: Buffalo Valley Telephone Company
Annual Price Stability Index and Service Price Index Report and
Supplement No. 48 to Tariff Telephone Pa. PUC No. 7

Dear Mr. Rutkowski:

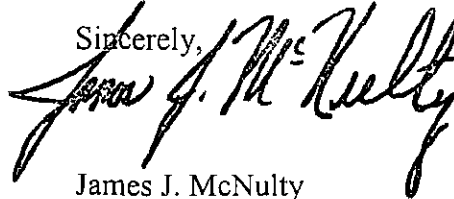
On May 31, 2005, Buffalo Valley Telephone Company (Company) filed its annual Price Stability Index (PSI) and Service Price Index (SPI) Report with the Commission, along with Supplement No. 48 to Tariff Telephone Pa. P.U.C. No. 7 to become effective August 1, 2005. This filing was made pursuant to the provisions of the Company's Amended Streamlined Regulation and Network Modernization Plan approved at Docket No. P-00981428F1000.

The Company filed Supplement No. 48 to propose rate changes to implement the changes in the Gross Domestic Product Price Index in accordance with the Company's Price Stability Mechanism of its Chapter 30 Plan. An increase in basic local service rates by \$0.88 per line per month results in an annual revenue increase of \$214,119. Customers were provided notice of the PSM filing by bill message in their May 2005 bills.

Commission Staff has reviewed the filing, and suspension or further investigation does not appear to be warranted at this time. Therefore, the above-referenced docketed filing will be permitted to become effective August 1, 2005, and **the Secretary's Bureau will mark this case closed**. This, however, does not constitute a determination that the tariff is just, lawful and reasonable, but only that suspension or further investigation does not appear to be warranted at this time, and is without prejudice to any formal complaints timely filed against this tariff revision.

If you are dissatisfied with the resolution of this matter, you may, as set forth in 52 Pa. Code §5.44, file a petition with the Commission within 10 days of the date of this letter. If you have any questions in this matter, please contact Mohan Samuel of the Telecommunications Group in the Bureau of Fixed Utility Services at (717) 783-0697.

Sincerely,

A handwritten signature in black ink, appearing to read "James J. McNulty". The signature is written in a cursive style with a large, sweeping initial "J".

James J. McNulty
Secretary

cc: Kerry Klinefelter, FUS
Christie Crummy, Secretary's Bureau