

1. REPORT DATE: 00/00/00 :
 2. BUREAU: FUS :
 3. SECTION(S) : :
 4. PUBLIC MEETING DATE: :
 5. APPROVED BY: : 00/00/00 :
 DIRECTOR: : :
 SUPERVISOR: : :
 6. PERSON IN CHARGE: : 7. DATE FILED: 08/21/07 :
 8. DOCKET NO: R-00072583 : 9. EFFECTIVE DATE: 09/01/07 :

PARTY/COMPLAINANT: PUC

RESPONDENT/APPLICANT: COMMONWEALTH TELEPHONE CO.

COMP/APP COUNTY:

UTILITY CODE: 310800

ALLEGATION OR SUBJECT

COMMONWEALTH TELEPHONE COMPANY D/B/A FRONTIER COMMUNICATIONS COMMONWEALTH TELEPHONE COMPANY HAS FILED SUPPLEMENT NO 99 TO TARIFF TELEPHONE PA PUC NO 23 AND SUPPLEMENT NO 104 TO TARIFF TELEPHONE PA PUC NO 24, TO BECOME EFFECTIVE SEPTEMBER 1, 2007, WHICH PROPOSES TO DECREASE THE STATE TAX ADJUSTMENT SURCHARGE (STAS) RESULTING FROM THE MOST RECENT RECALCULATION OF THE SURCHARGE.

DOCUMENT FOLDER

DOCKETED
AUG 24 2007

R-00072583

August 21, 2007

FRONTIER COMMUNICATIONS

James J. McNulty, Secretary
Pennsylvania Public Utility Commission
P.O. Box 3265
Harrisburg, PA 17105-3265

Secretary McNulty:

Pursuant to the provisions of Title 52 (Public Utilities) of the Pennsylvania Code, and the Order of the Pennsylvania Public Utility Commission at Docket Nos. P-00032020, P-00961024F0002, P-00961024 and R-00027695, Commonwealth Telephone Company d/b/a Frontier Communications Commonwealth Telephone Company (CTCo) submits for filing: Supplement 104 to Tariff Telephone – PA PUC No. 24 and Supplement No. 99 to Tariff Telephone – PA PUC No. 23.

Both Supplements request approval to decrease CTCo's state tax adjustment surcharge (STAS) resulting from the most recent recalculation of the surcharge.

It is respectfully requested that both Supplements become effective September 1, 2007.

In an effort to reduce the time and costs associated with preparing and submitting two (2) State Tax Adjustment Surcharge ("STAS") filings during the course of the year, we are proposing that CTCo's current STAS filing be in effect from September 1, 2007 through August 31, 2008. Accordingly, please accept this letter as CTCo's request to waive the regulation at Chapter 52, Section 69.52, Exhibit A, STAS Procedures, requiring the April 2008 STAS filing.

Please contact either myself, at (570) 631-5366, or Cheryl Mirro, at (570) 631-6908, with any questions or concerns regarding this filing.

Sincerely,



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

2007 AUG 21 AM 8:10
SECRETARY'S BUREAU

RECEIVED

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CETRIFICATE OF SERVICE

I hereby certify that I have this day served a copy of CTCo's Supplement No. 104 to Tariff Telephone PA PUC No. 24 and Supplement No. 99 to Tariff Telephone PA PUC No. 23 filing upon the persons and in the manner indicated below.

Service by First Class Mail:

Philip McClelland
Office of Consumer Advocate
555 Walnut St. - 5th Floor
Forum Place
Harrisburg, PA 17101-1923

William R. Lloyd
Office of Small Business Advocate
Suite 1102 - Commerce Bldg.
Harrisburg, PA 17101

Janet Tuzinski
PA PUC - Bureau of FUS
P.O. Box 3265
Harrisburg, PA 17105-3265

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2007 AUG 21 AM 8:10
PA PUC BUREAU
SECRETARY'S BUREAU


Michael P. Sharry

DATED: August 21, 2007

SUPPLEMENT NO. 99
TO
TARIFF TELEPHONE – PA P.U.C. NO. 23

COMMONWEALTH TELEPHONE COMPANY d/b/a
FRONTIER COMMUNICATIONS COMMONWEALTH
TELEPHONE COMPANY

RATES AND RULES
GOVERNING THE FURNISHING OF TELEPHONE SERVICE
IN

EXCHANGE AREAS OF ALL OF WYOMING COUNTY, AND PORTIONS
OF BERKS, BRADFORD, BUCKS, CARBON, CHESTER, COLUMBIA,
DAUPHIN, LACKAWANNA, LANCASTER, LEHIGH, LUZERNE,
LYCOMING, MONROE, NORTHAMPTON, SCHUYLKILL, SULLIVAN,
SUSQUEHANNA, TIOGA, AND YORK COUNTIES
IN THE STATE OF PENNSYLVANIA
AND AS SHOWN ON SHEETS 6 THROUGH 12
CONTAINED IN TELEPHONE – PA PUC NO. 23
AND AS SHOWN ON MAPS CONTAINED HEREIN

RECEIVED
2007 AUG 21 AM 8:10
SECRETARY'S BUREAU

ISSUED: August 21, 2007

EFFECTIVE: September 01, 2007

by

MICHAEL P. SHARRY
STATE DIRECTOR
GOVERNMENT AND EXTERNAL AFFAIRS
FRONTIER COMMUNICATIONS
COMMONWEALTH TELEPHONE COMPANY
DALLAS, PENNSYLVANIA

NOTICE

THIS TARIFF MAKES (CHANGES) (DECREASES) IN RATES & RULES

SEE SHEET 2

Commonwealth Telephone Company d/b/a Section 1
 Frontier Communications Commonwealth Twentieth Revised Sheet 12
 Telephone Company Canceling Nineteenth Revised Sheet 12

GENERAL REGULATIONS
 (continued)

Y. STATE TAX ADJUSTMENT SURCHARGE

In addition to the charges provided in this Tariff and other intrastate toll and access tariffs in which this Company concurs, a surcharge, as shown below, will apply to all intrastate charges for service on and after September 1, 2007 except on coin paid customer dialed calls from pay telephones.

(C)

For services provided to:	Surcharge Rate	
End User	-2.187%	(D)
Other Local Exchange Companies	-2.083%	
All Interexchange Carriers/Resellers	-2.083%	

The above charges will be recomputed, using the same elements prescribed by the Commission as follows:

1. Whenever any of the tax rates used in calculation of the surcharge are changed.
2. Whenever the utility makes effective any increased or decreased rates.
3. And on March 31, 1992 and each year thereafter.

The above recalculations will be submitted to the Commission within 10 days after the occurrence of the event or date which occasions such recomputations. If the recomputed surcharge is less than the one in effect, or if the recomputed surcharge is more than the one then in effect, the utility may submit with such recomputation, a tariff or supplement to reflect such recomputed surcharge, the effective date of which shall be 10 days after filing.

(C) Indicates Change (D) Indicates Decrease

Issued: August 21, 2007

Effective: September 1, 2007

SUPPLEMENT NO. 104
TO
TARIFF TELEPHONE – PA P.U.C. NO. 24

COMMONWEALTH TELEPHONE COMPANY d/b/a
FRONTIER COMMUNICATIONS COMMONWEALTH
TELEPHONE COMPANY

RATES AND RULES
GOVERNING THE FURNISHING OF TELEPHONE SERVICE
IN
EXCHANGE AREAS OF ALL OF WYOMING COUNTY, AND PORTIONS
OF BERKS, BRADFORD, BUCKS, CARBON, CHESTER, COLUMBIA,
DAUPHIN, LACKAWANNA, LANCASTER, LEHIGH, LUZERNE,
LYCOMING, MONROE, NORTHAMPTON, SCHUYLKILL, SULLIVAN,
SUSQUEHANNA, TIOGA, AND YORK COUNTIES
IN THE STATE OF PENNSYLVANIA
AND AS SHOWN ON SHEETS 6 THROUGH 12
CONTAINED IN TELEPHONE – PA PUC NO. 23
AND AS SHOWN ON MAPS CONTAINED HEREIN

ISSUED: August 21, 2007

EFFECTIVE: September 01, 2007

by

MICHAEL P. SHARRY
STATE DIRECTOR
GOVERNMENT AND EXTERNAL AFFAIRS
FRONTIER COMMUNICATIONS
COMMONWEALTH TELEPHONE COMPANY
DALLAS, PENNSYLVANIA

NOTICE

THIS TARIFF MAKES (CHANGES) (DECREASES) IN RATES & RULES

SEE SHEET 2

COMMONWEALTH TELEPHONE COMPANY d/b/a
FRONTIER COMMUNICATIONS COMMONWEALTH
TELEPHONE COMPANY
SUPPLEMENT NO. 104 – PA P.U.C NO. 24

LIST OF MODIFICATIONS

DECREASE To the State Tax Adjustment Surcharge
Section 1 - Nineteenth Revised Sheet 19

Commonwealth Telephone Company d/b/a Section 1
 Frontier Communications Commonwealth Nineteenth Revised Sheet 19
 Telephone Company Canceling Eighteenth Revised Sheet 19

GENERAL REGULATIONS
 (continued)

STATE TAX ADJUSTMENT SURCHARGE

In addition to the charges provided in this Tariff and other intrastate toll and access tariffs in which this Company concurs, a surcharge, as shown below, will apply to all intrastate charges for service on and after September 1, 2007, except on coin paid customer dialed calls from pay telephones. (C)

For services provided to:

	<u>Surcharge</u> <u>Rate</u>	
End User	-2.187%	(D)
Other Local Exchange Companies	-2.083%	
All Interexchange Carriers/Resellers	-2.083%	

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BUREAU OF CORPORATION TAXES
PURTA UNIT
P.O. BOX 280704
HARRISBURG, PA 17128-0704

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF REVENUE



Mailing Date - Revised:
August 8, 2007

COMMONWEALTH TELEPHONE CO
100 CTE DRIVE

DALLAS, PA 18612

**Re: 2006 Pennsylvania Public Utility Realty Tax
Notice of Determination - Revised August 8, 2007**

Dear Taxpayer:

Pursuant to the Public Utility Realty Tax Act, as amended by Act 4 of 1999 and Act 23 of 2000, the Department of Revenue herein gives notice of the state taxable values of PURTA realty and the millage rate applicable to tax year 2006. This notice is based on information provided by your County Tax Assessor's Office. Any errors must be addressed with that agency and not with the Pennsylvania Department of Revenue. Notice is also given for any PURTA/PTA Tax and transitional credit adjustments for prior tax years.

Local taxing jurisdictions will soon be filing 2006 PURTA property information with the Department of Revenue. This information comes directly from your County Tax Assessor's Office. It is very important that you, the utility owner, verify the content and accuracy of this property information (especially if ownership has changed or classification, assessment, or appeal values have been finalized). Any changes or corrections to the County Tax Assessor's records must be addressed and/or appealed at the local level. The accuracy of your next PURTA bill will be dependent upon your verification of county data.

Please be advised that payment of tax is required within 45 days of the mailing of this Notice of Determination. Previous payments, adjustments, or credits should be taken into consideration. Payments and inquiry correspondence relevant to the PURTA Tax - Notice of Determination should be mailed directly to the above address.

Thank you for your attention to this matter.

1998 - 2006 NOTICES:

2006 Liability:	\$535,350.00
2005 Liability Adjustment:	(\$147.00)
2004 Liability Adjustment:	(\$210.00)
2003 Liability Adjustment:	(\$314.00)
2002 Liability Adjustment:	(\$32.00)
2001 Liability Adjustment:	\$143.00
2001 Transition Credit Adjustment:	\$0.00
2000 Liability Adjustment:	(\$195.00)
2000 Transition Credit Adjustment:	\$0.00
1999 Liability Adjustment:	(\$179.00)
1999 Transition Credit Adjustment:	\$0.00
1998 Liability Adjustment:	\$5,206.00
1998 Transition Credit Adjustment:	\$0.00

Sincerely,

Bureau of Corporation Taxes
Department of Revenue

PLEASE SEE PAGE 2
FOR DETAIL

Account ID: 3506723

Name: COMMONWEALTH TELEPHONE CO

Account Id: 3506723

* Revised August 8, 2007

Detail

Tax Year 2006 (a)

	<u>2006</u>
1) Realty Tax Equivalent (RTE):	\$ 30,786,044
2) Total State Taxable Value (STV) for all utilities:	\$ 1,630,067,119
3) PURTA Millage Rate (including 7.6 mills for Public Transportation Act (PTA)):	26.4864 mills
4) STV for Utility:	\$20,212,245
5) Liability (Line 3 x Line 4):	\$535,350

Tax Year 1998 - 2005

	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
1) Adjusted RTE:	\$ 133,200,000	\$ 38,934,522	\$ 28,118,817	\$ 29,198,874	\$ 29,142,765	\$ 29,650,109	\$ 29,687,877	\$ 31,208,822
2) Adjusted Total STV for all utilities:	\$ 2,083,107,918	\$ 2,051,865,990	\$ 1,352,730,845	\$ 1,331,192,669	\$ 1,357,860,314	\$ 1,372,414,490	\$ 1,435,690,313	\$ 1,542,007,002
3) Adjusted Millage Rate (b):	71.5429 mills	26.5752 mills	28.3867 mills	29.5344 mills	29.0623 mills	29.2043 mills	28.2785 mills	27.8391 mills
4) Adjusted STV for Utility:	\$23,398,623	\$23,553,795	\$22,997,185	\$15,908,407	\$15,978,984	\$15,519,329	\$17,654,423	\$18,180,728
5) Adjusted Liability:	\$1,674,005	\$625,947	\$652,814	\$469,845	\$464,386	\$453,231	\$499,241	\$506,135
6) Adjusted Transition Credit:	\$100,000	\$0	\$0	\$0	N/A	N/A	N/A	N/A
7) Adjustment to Liability:	\$5,206	(\$179)	(\$195)	\$143	(\$32)	(\$314)	(\$210)	(\$147)
8) Adjustment to Transition Credit:	\$0	\$0	\$0	\$0	N/A	N/A	N/A	N/A

Under separate cover you will receive an Account Review. Please review it to confirm the current status of payments made, transition credits and adjustments to previous tax liabilities or balances still due. Any overpayment is available for transfer within the account, any net credit balance for the account is available for refund/assignment.

(a) If you do not agree with this Notice of Determination for 2006 PURTA, you may file a Petition for Recalculation pursuant to "Section 1109-A of the Act of March 4, 1971, as amended" with the Board of Finance and Revenue which must be postmarked by the U.S. Postal Service or received by the Board of Finance and Revenue within thirty (30) days of the mailing date of this notice.

(b) Includes 7.6 mills for PTA

Commonwealth Telephone Company dba Frontier Communications Commonwealth Telephone Company

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Summary of September 2007 STAS Filing

	<u>Total</u>	<u>Access User</u>	<u>End User</u>
1 Total STAS Surcharge Expense	(2,502,693)		
2 Allocate Expense based on 8/06 thru 7/07 Actual Revenues excluding STAS Revenues- (See line 9)	100.0%	43.30%	56.70%
3 Allocated Expenses	(2,502,693)	(1,083,637)	(1,419,056)
4 GR Tax on End User Revenue	(70,951)	-	(70,951)
5 STAS Adjustment	<u>(2,573,644)</u>	<u>(1,083,637)</u>	<u>(1,490,007)</u>
Gross Revenues including STAS:			
6 Actual 8/1/06 thru 7/31/07	120,140,548	52,019,471	68,121,077
7 STAS Included in Revenues	-	-	-
8 Revenue Excluding STAS	<u>120,140,548</u>	<u>52,019,471</u>	<u>68,121,077</u>
9 Revenue %	100.0%	43.30%	56.70%
10 STAS Adjustment 9/01/07 thru 8/31/08 (line 5)		(1,083,637)	(1,490,007)
11 Actual Revenues excl STAS-8/1/06 thru 7/31/07 (line 8)		52,019,471	68,121,077
New STAS Rate 9/07 thru 8/08:			
12 STAS Surcharge Rate (line 10 / line 11)		-0.02083	-0.02187
13 STAS %		-2.083%	-2.187%