



COMMONWEALTH OF PENNSYLVANIA  
PENNSYLVANIA PUBLIC UTILITY COMMISSION  
COMMONWEALTH KEYSTONE BUILDING  
400 NORTH STREET  
HARRISBURG, PENNSYLVANIA 17120

December 29, 2022

Docket No. M-2022-3037158  
Utility Code: 3115916

JAMES KAIL  
SCTC  
101 LAUREL HIGHLANDS PLACE  
DONEGAL PA 15628

Re: South Canaan Telephone Company (Company)  
State Tax Adjustment Surcharge Filing

Dear Mr. Kail:

On November 9, 2022, the Pennsylvania Public Utility Commission (Commission) issued a Secretarial Letter to all jurisdictional fixed utilities containing information on the reduction to the Pennsylvania Corporate Net Income Tax (CNIT) and the Commission's State Tax Adjustment Surcharge (STAS) procedures. Additional guidance, information, and clarification on the Commission's STAS procedures and the reduction in CNIT was subsequently provided by Secretarial Letter issued December 15, 2022.

On December 22, 2022, the Company filed a letter indicating that it will not presently be submitting a STAS revision to account for the reduction in the CNIT. In that letter, the Company stated that it believed such a filing would be overly administratively burdensome. The Company averred that annual waivers have routinely been issued to the Company to reduce the time and costs associated with preparing and submitting two STAS filings. The Company further averred that the reduction in the CNIT would be included in its annual STAS filing in September 2023.

Commission Staff has reviewed the Company's letter and further investigation does not appear warranted at this time. However, this does not preclude this Commission from investigating the financial affairs of the Company and, in appropriate cases, ordering refunds or other remedies, which it deems proper.

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 20 days of the date of this letter. If you have any questions in this matter, please contact Melissa Derr, Telco Section, Bureau of Technical Utility Services at (717) 783-6171 or [mderr@pa.gov](mailto:mderr@pa.gov).

Sincerely,

A handwritten signature in black ink that reads 'Rosemary Chiavetta'.

Rosemary Chiavetta  
Secretary