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100 CTE Drive, Dallas, PA 18612  
Frontier.com

August 21, 2023

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

Dear Secretary Chiavetta:

Pursuant to the provisions of Title 52, Section 69-52, Exhibit A, State Tax Adjustment Procedure of the Pennsylvania Code, **Commonwealth Telephone Company dba Frontier Communications Commonwealth Telephone Company** submits the required State Tax Adjustment Surcharge filing.

This supplement updates the State Tax Adjustment Surcharge (STAS) for 2023 through the attached confidential worksheets showing the State Tax Adjustment Surcharge (STAS) Calculation, with the STAS % changed to zero to be offset either by a reduction to the banked revenues in Frontier's 2024 PSI/SPI filing or a restatement of Frontier's service price index in its February 1, 2024 filing.

The supporting documentation, which includes the rate development model as well as the supporting tax documents, is attached. In addition, a redacted copy is included.

In an effort to reduce the time and costs associated with preparing and submitting two (2) State Tax Adjustment surcharge filings during the course of the year, we are proposing that this current filing be in effect from September 1, 2023 through August 31, 2024. Accordingly, please accept this letter as our request to waive the regulation at Chapter 52, Section 69.52, Exhibit A, State Tax Adjustment Procedure requiring the April 2024 filing.

Please contact me at 570-631-5003 with any questions or concerns regarding this filing.

Sincerely,

A handwritten signature in black ink that reads 'Jessica Matushek'.

Jessica Matushek  
Director, Accounting

	A	B	C	D	E	F	G	H	I	J	K	L	M	N
1	<u>Commonwealth Telephone Company</u>													
2														
3	REDACTED				<u>Summary of September 2023 STAS Filing</u>						REDACTED			
4														
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	<u>Total</u>	<u>Access User</u>	<u>End User</u>
1 Total STAS Surcharge Expense	-		
2 Allocate Expense based on 8/22 thru 7/23 Actual			
11 Revenues excluding STAS Revenues- (See line 9)	#DIV/0!	#DIV/0!	#DIV/0!
3 Allocated Expenses	#DIV/0!	#DIV/0!	#DIV/0!
4 GR Tax on End User Revenue	#DIV/0!	-	#DIV/0!
5 STAS Adjustment	#DIV/0!	#DIV/0!	#DIV/0!
<b>Gross Revenues including STAS:</b>			
6 Actual 8/1/22 thru 7/31/23	-	-	-
7 STAS Included in Revenues	-	-	-
8 Revenue Excluding STAS	-	-	-
9 Revenue %	#DIV/0!	#DIV/0!	#DIV/0!
10 STAS Adjustment 9/01/22 thru 8/31/23 (line 5)		#DIV/0!	#DIV/0!
11 Actual Revenues excl STAS- 8/1/22 thru 7/31/23 (line 8)		-	-
<b>New STAS Rate 9/23 thru 8/24:</b>			
12 STAS Surcharge Rate (line 10 / line 11)		#DIV/0!	#DIV/0!
13 STAS %		#DIV/0!	#DIV/0!

STAS will be zero and the Total Tax to Pass Through in STAS (89,648) will be used as a reduction to the banked revenues in Frontier's 2024 PSI/SPI filing, or a restatement of Frontier's service price index in its February 1, 2024 filing

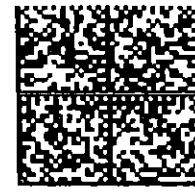
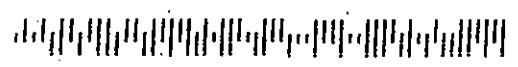
	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	R	S			
1	REDACTED		Commonwealth Telephone Company															Yes				
2	REDACTED																	No				
3	<b>CALCULATION OF SURCHARGE RATE</b>															9/1/2023 - 8/31/2024	Blue Numbers are Input calls					
4																						
5	<b>1. Corporate Net Income Taxes</b>															C-Corp	Partnership/Other					
6	See instructions															No	← This question must be answered using dropdown arrow and is required before completing spreadsheet.					
7																						
8	a Most current PA Taxable Income or Loss (if loss enter zero)																					
9	PA RCT-101, Page 2 Line 12 →															\$	← PA-20S/PA-6S Section IV, Line 11					
10																						
11	b 2022 PA Corporate State Income Tax Rate															9.99%						
12	c 2023 PA Corporate State Income Tax Rate															8.99%						
13																						
14																						
15	d Most current PA Taxable Income or Loss (if loss enter zero)															\$	\$					
16	e Effective Tax Rate Increase / (Decrease), Line 1(b) - 1(a)															X	(0 01000)					
17	f Intrastate Separations Factor															X	0.7952					
18	g Corporate Net Income Reduction to pass through															\$	\$					
19	h Partnership/Other only - % of company owned by C-Corp																0.7952					
20	i Corporate share of Net Income Reduction to pass through																\$					
21																	\$					
22	<b>2. Capital Stock / Foreign Franchise Tax</b>																					
23	a Tax Millage in basic rates															6.99						
24	b Tax Millage revised to															0.00						
25																						
26	c Tax Base (Use most recently settled valuation)																					
27	d Effective Tax Rate Increase / (Decrease)															X	(0 00699)					
28	e Intrastate Separations Factor															X						
29	f Total Capital Stock / Franchise Tax Increase / (Decrease)															\$	\$					
30																						
31																						
32	<b>3. Public Utility Realty Tax Assessment (PURTA)</b>																					
33	Prior Year Adjustments																					
34																						
35																						
36	PURTA															Intrastate Separations Factor	Intrastate Adjustment					
37	a 2018															0.79520	\$					
38	b 2019															0.79520	\$					
39	c 2020															0.79520	\$					
40	d 2021															0.79520	\$					
41																\$	\$					
42																	\$					
43																	\$					
44																	\$					
45																	\$					
46																	\$					
47	Total Tax to Pass Through in STAS															\$	\$					
48																	\$					
49	<b>5. Allocation of Tax Expense (Decrease) / Increase</b>																					
50	Multiply the Amount in Item 1 by the Percentage of Total Revenue. Adjust the End User Tax Increase / (Decrease) for the Gross Receipts Tax Impact.																					
51																						
52																(A)	(B)	(C)	(D)	(E)	(F)	(G)
53																Intrastate Operating Revenues						
54																Gross Revenue	Less: STAS Included	Adjusted Revenue	% of Total Revenue	Tax Expense Incr / (Decr)	Gross Receipts Tax Adj	Adjusted Tax Incr / (Decr)
55																(8/1/2022-7/31/2023)						
56																User Category						
57																						
58	a Access User & LEC															\$	\$	\$	#DIV/0!	#DIV/0!	N/A	#DIV/0!
59	b End User																		#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
60																						
61	c Total															\$	\$	\$			#DIV/0!	#DIV/0!
62																						
63																						
64																						
65	<b>6. Calculation of Surcharge Rate</b>															Access User & LEC Rate	End User Rate					
66	a Tax Expense Increase / (Decrease), Line 5(a) & 5(b), Column (G)															#DIV/0!	#DIV/0!					
67	b Adjusted Revenue For Allocation, Line 5(a) & 5(b), Column (C)															\$	\$					
68	c Calculated STAS Rate															#DIV/0!	#DIV/0!					
69																						
70																						
71	STAS will be zero and the Total Tax to Pass Through in STAS (89,648) will be used as a reduction to the banked revenues in Frontier's 2024 PSI/SPI filing,																					
72	or a restatement of Frontier's service price index in its February 1, 2024 filing																					

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O
1	<b>Commonwealth Telephone Company</b>														
2	<b>CALCULATION OF INTRASTATE GROSS OPERATING REVENUES</b>											<b>REDACTED</b>			
3	<b>SURCHARGE FOR 9/1/2023</b>														
4															
5															
6															
7	<b>Revenue for Tax Increase/(Decrease) to be Collected:</b>														
8			Gross		Gross		Gross		Gross						
9		User	Revenue		Revenue		Revenue		Revenue						
10		<u>Category</u>	<u>YTD 07/31/2022</u>		<u>YTD 12/31/2022</u>		<u>YTD 07/31/2023</u>		<u>8/1/2022-7/31/2023</u>						
11															
12		a. Access User & LEC							\$						
13		b. End User							\$						
14															
15		c. Total	\$	-	\$	-	\$	-	\$	-					
16															
17															
18	<b>STAS Included in Revenue:</b>														
19			Gross		Gross		Gross		Gross						
20		User	Revenue		Revenue		Revenue		Revenue						
21		<u>Category</u>	<u>YTD 07/31/2022</u>		<u>YTD 12/31/2022</u>		<u>YTD 07/31/2023</u>		<u>8/1/2022-7/31/2023</u>						
22															
23		a. Access User & LEC	\$	-	\$	-	\$	-	\$	-					
24		b. End User							\$						
25															
26		c. Total	\$	-	\$	-	\$	-	\$	-					
27															
28															
29	STAS will be zero and the Total Tax to Pass Through in STAS (89,648) will be used as a reduction to the banked revenues in Frontier's 2024 PSI/SPI filing,														
30	or a restatement of Frontier's service price index in its February 1, 2024 filing														

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1	<b>Commonwealth Telephone Company</b>													
2														
3														
4	<b>Summary of September 2023 STAS Filing</b>													
5														
6								<b>Access</b>						
7								<b>User</b>						
8														
9							<b>Total</b>							
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s PA 18612



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Harrisburg, PA 17105-3265