



900 Race Street
6th Floor
Philadelphia, PA 18107

Suzan DeBusk Paiva
Associate General Counsel
suzan.d.paiva@verizon.com
(267) 768-6184

October 31, 2025

PUBLIC VERSION

Matthew L. Homsher, Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
Post Office Box 3265
Harrisburg, Pennsylvania 17105-3265

Re: Verizon North LLC's 2026 PCO Filing

Dear Secretary Homsher:

Verizon North LLC ("Verizon North") hereby submits its 2026 Price Change Opportunity ("PCO") filing, which includes **Proprietary** information. A public version of the filing is also included. Per the price cap mechanism in the company's Chapter 30 plan, Verizon North's 2026 PCO is \$201,000.

To implement its PCO, Verizon North plans to increase rates for the following noncompetitive services: Residence and Business Dial Tone Line.

Tariff Sheet Changes:

Telephone – Pa. P.U.C. No. 1

Section 2, 30th Revised Sheet 6, Canceling 29th Revised Sheet 6

Section 2, 32nd Revised Sheet 7, Canceling 31st Revised Sheet 7

Telephone – Pa. P.U.C. No. 3

Section 2, 32nd Revised Sheet 6, Canceling 31st Revised Sheet 6

Section 2, 30th Revised Sheet 7, Canceling 29th Revised Sheet 7

Telephone – Pa. P.U.C. No. 5

Section 1, 34th Revised Sheet 8, Canceling 33rd Revised Sheet 8

Section 1, 23rd Revised Sheet 9, Canceling 22nd Revised Sheet 9

Telephone – Pa. P.U.C. No. 6
Section 2, 21st Revised Sheet 7, Canceling 20th Revised Sheet 7
Section 2, 20th Revised Sheet 8, Canceling 19th Revised Sheet 8

The rate changes are due to become effective March 1, 2026. This material will appear on the Verizon North website. The electronic version, to the best of my knowledge, will be an accurate representation of the content of this filing. Should you have any questions regarding this filing, please feel free to contact me.

Very truly yours,

A handwritten signature in black ink, appearing to read "S. D. P.", is positioned below the text "Very truly yours,".

Attachments

cc: Office of Consumer Advocate
Office of Small Business Advocate

**Verizon North LLC
2026 PCO FILING
Executive Summary**

The inflation rate for the twelve months ending March 31, 2025 has resulted in a positive 2026 Price Change Opportunity (“PCO”) filing for Verizon North LLC (“Verizon North”). Per the price stability mechanism in the company’s Chapter 30 plan, Verizon North’s 2026 PCO is \$201,000. See Proprietary Attachment A for the 2026 PCO calculation.

Reclass: Consistent with last year’s PCO filing, the Residence Exchange, Business Exchange and Billing Services revenues in the base calculation have been adjusted to reflect the Commission’s decision in Verizon’s Reclass case (Docket Nos. P-2014-2446303 & P-2014-2446304).

Line True-Up Adjustment: The 2026 PCO includes a true-up adjustment for the 2025 PCO. As set forth in Verizon North’s alternative regulation plan, the adjustment is based on the difference between what Verizon North projected to collect in the first year of implementation of the 2025 PCO using historical lines versus what it would have collected if actual line counts from the mid-point of the first year of implementation had been used. The \$201,000 PCO Total includes an adjustment of \$22,000 for this true-up. See Proprietary Attachment B for the calculation of the true-up adjustment.

Rate Increases: Verizon North will use \$168,500 of its 2026 PCO to increase Residential Dial Tone Line and Business Dial Tone Line in all Cells. The remainder of \$32,500 will be banked for future use.

Copies of the bill messages that will be sent to customers in January 2026 are attached. Rate changes are scheduled to become effective on March 1, 2026.

This filing complies with the safety, adequacy, reliability, and privacy considerations required.

**Verizon North LLC
2026 PCO FILING
Customer Notices Scheduled for January 2026**

RESIDENCE

If approved by the Pennsylvania Public Utility Commission, the monthly price for Dial Tone Service provided on a month-to-month basis will increase by \$0.25, on or after March 1, 2026. There is no price increase for customers who purchase this service as part of a package, bundle or term agreement. Verizon offers many options to meet your phone, Internet and television needs. Visit verizon.com or call us at 1.800.Verizon (1.800.837.4966).

BUSINESS

On or after March 1, 2026, the monthly rates for select business services will increase as listed below. These pricing changes do not apply to services included in a bundle or package.

- Business Individual Service-Dial Tone Line will increase by \$2.00 for all Density Cells (3-4)

If any of these increases apply to you, you may contact the Business Office before the new monthly rates go into effect to determine options.

VERIZON NORTH LLC

LOCAL EXCHANGE TARIFF - GTE

ISSUED OCTOBER 31, 2025

EFFECTIVE MARCH 1, 2026

By Jacqueline McGirr
Associate Director, State & Local Government Affairs
One Verizon Way, Basking Ridge, NJ 07920

NOTICE

This revision increases rates as a result of the 2026 Price Change Opportunity (PCO) filing.

Pa. P.U.C. No. 1
Section 2, 30th Revised Sheet 6, Canceling 29th Revised Sheet 6,
32nd Revised Sheet 7, Canceling 31st Revised Sheet 7

LOCAL EXCHANGE SERVICE

C. RATES (Cont'd)

5. Dial Tone Line Cell and Usage Package Rates

a. Residence – Individual Service

Dial Tone Line Cell

Monthly Rate By Density Cell

	<u>3</u>	<u>4</u>	
One Party	\$10.08	\$10.08	(I)

Usage Package

Monthly Rate for Rate Groups

	<u>A</u>	<u>D</u>	<u>E</u>
Local Usage Unlimited Usage Package	\$6.51	\$7.74	\$8.79

Monthly Rate

Usage Sensitive Service (USS) Measured	\$0.00
Usage Sensitive Service (USS) Metered	0.00
Unlimited with Measured*	5.56

* Effective June 30, 2002, these services are grandfathered and available only to existing customers at their present location at these rates, terms and conditions.

(I) Indicates Increase

LOCAL EXCHANGE SERVICE

C. RATES (Cont'd)

5. Dial Tone Line Cell and Usage Package Rates (Cont'd)

c. Business – Individual Service

<u>Dial Tone Line Cell</u> ¹	<u>Monthly Rate By Density Cell</u>		
	<u>3</u>	<u>4</u>	
One Party/Multi-Line/Key/PBX/ Pay Telephone Lines	\$27.00	\$27.00	(I)
	<u>Monthly Rate for Rate Groups</u>		
	<u>A</u>	<u>D</u>	<u>E</u>
Local Usage Unlimited Usage Package	\$21.50	\$25.90	\$29.70
	<u>Monthly Rate</u>		
Usage Sensitive Service (USS) Measured	\$0.00		

¹ See Section 26 of the Product Guide for Competitive Services (FGTE No. 11) available at www.verizon.com/tariffs under Pennsylvania Non-Tariff Documents, for Business DTL Term Plan Option.

(I) Indicates Increase

VERIZON NORTH LLC

LOCAL EXCHANGE TARIFF - QUAKER

ISSUED OCTOBER 31, 2025

EFFECTIVE MARCH 1, 2026

By Jacqueline McGirr
Associate Director, State & Local Government Affairs
One Verizon Way, Basking Ridge, NJ 07920

NOTICE

This revision increases rates as a result of the 2026 Price Change Opportunity (PCO) filing.

Pa. P.U.C. No. 3
Section 2, 32nd Revised Sheet 6, Canceling 31st Revised Sheet 6,
30th Revised Sheet 7, Canceling 29th Revised Sheet 7

LOCAL EXCHANGE SERVICE

C. RATES (Cont'd)

5. Dial Tone Line Cell and Usage Package Rates

a. Residence – Individual Service

<u>Dial Tone Line Cell</u>	<u>Monthly Rate By Density Cell</u>		
	<u>3</u>	<u>4</u>	
One Party	\$10.08	\$10.08	(I)
	<u>Monthly Rate for Rate Groups</u>		
	<u>A</u>	<u>D</u>	<u>E</u>
Local Area Unlimited Usage Package	\$6.51	\$7.74	\$8.79
	<u>Monthly Rate</u>		
Usage Sensitive Service (USS) Measured	\$0.00		
Usage Sensitive Service (USS) Metered	0.00		
Unlimited with Measured*	5.56		

* Effective June 30, 2002, these services are grandfathered and available only to existing customers at their present location at these rates, terms and conditions.

(I) Indicates Increase

LOCAL EXCHANGE SERVICE

C. RATES (Cont'd)

5. Dial Tone Line Cell and Usage Package Rates (Cont'd)

c. Business – Individual Service

<u>Dial Tone Line Cell</u> ¹	<u>Monthly Rate By Density Cell</u>		
	<u>3</u>	<u>4</u>	
One Party/Multi-Line/Key/PBX/ Pay Telephone Lines	\$27.00	\$27.00	(I)
<u>Usage Package</u>	<u>Monthly Rate for Rate Groups</u>		
	<u>A</u>	<u>D</u>	<u>F</u>
Local Area Unlimited Usage Package	\$21.50	\$25.90	\$29.70
	<u>Monthly Rate</u>		
Usage Sensitive Service (USS) Measured	\$0.00		

¹ See Section 26 of the Product Guide for Competitive Services (FGTE No. 11) available at www.verizon.com/tariffs under Pennsylvania Non-Tariff Documents, for Business DTL Term Plan Option.

(I) Indicates Increase

VERIZON NORTH LLC

LOCAL EXCHANGE TARIFF - GTE

ISSUED OCTOBER 31, 2025

EFFECTIVE MARCH 1, 2026

By Jacqueline McGirr
Associate Director, State & Local Government Affairs
One Verizon Way, Basking Ridge, NJ 07920

NOTICE

This revision increases rates as a result of the 2026 Price Change Opportunity (PCO) filing.

Pa. P.U.C. No. 5
Section 1, 34th Revised Sheet 8, Canceling 33rd Revised Sheet 8,
23rd Revised Sheet 9, Canceling 22nd Revised Sheet 9

LOCAL EXCHANGE SERVICE

B. EXCHANGE SERVICE (Cont'd)

8. Dial Tone Line Cell and Usage Package Rates

a. Residence – Individual Service

Dial Tone Line Cell

Monthly Rate By Density Cell

3 4

One Party \$10.08 \$10.08

(I)

Usage Package

Monthly Rate for Rate Groups

A D E

Local Area Unlimited Usage Package \$6.51 \$7.74 \$8.79

Monthly Rate

USS Measured 0.00
 USS Metered 0.00
 Unlimited with Measured* 5.56
 Basic Calling Plan* 1.63
 Community Calling Plan* 2.92
 Community Plus Plan* 3.73
 Premium Calling Plan* 20.53

* Effective June 30, 2002, these services are grandfathered and available only to existing customers at their present location at these rates, terms and conditions.

(I) Indicates Increase

LOCAL EXCHANGE SERVICE

B. EXCHANGE SERVICE (Cont'd)8. Dial Tone Line Cell and Usage Package Rates

b. Business – Individual Service

<u>Dial Tone Line Cell</u> ¹	<u>Monthly Rate By Density Cell</u>		
	<u>3</u>	<u>4</u>	
One Party/Multi-Line/ Pay Telephone Lines	\$27.00	\$27.00	(l)
<u>Usage Package</u>	<u>Monthly Rate for Rate Groups</u>		
	<u>A</u>	<u>D</u>	<u>E</u>
Local Area Unlimited Usage Package	\$21.50	\$25.90	\$29.70
	<u>Monthly Rate</u>		
USS Measured	\$0.00		
Basic Calling Plan ²	10.60		
Community Calling Plan ²	15.25		
Community Plus Plan ²	17.75		

¹ See Section 26 of the Product Guide for Competitive Services (FGTE No. 11) available at www.verizon.com/tariffs under Pennsylvania Non-Tariff Documents, for Business DTL Term Plan Option.

² Effective June 30, 2002, these services are grandfathered and available only to existing customers at their present location at these rates, terms and conditions.

(l) Indicates Increase

VERIZON NORTH LLC

LOCAL EXCHANGE TARIFF - BETHEL

ISSUED OCTOBER 31, 2025

EFFECTIVE MARCH 1, 2026

By Jacqueline McGirr
Associate Director, State & Local Government Affairs
One Verizon Way, Basking Ridge, NJ 07920

NOTICE

This revision increases rates as a result of the 2026 Price Change Opportunity (PCO) filing.

Pa. P.U.C. No. 6
Section 2, 21st Revised Sheet 7, Canceling 20th Revised Sheet 7,
20th Revised Sheet 8, Canceling 19th Revised Sheet 8

LOCAL EXCHANGE SERVICE

C. RATES (Cont'd)

2. Dial Tone Line Cell and Usage Package Rates

a. Residence – Individual Service

Dial Tone Line Cell

Monthly Rate By Density Cell

	<u>3</u>	<u>4</u>	
One Party	\$10.08	\$10.08	(l)

Usage Package

Monthly Rate for Rate Groups

	<u>A</u>	<u>D</u>	<u>E</u>
Local Area Unlimited Usage Package	\$6.51	\$7.74	\$8.79

Monthly Rate

USS Measured	\$0.00
USS Metered	0.00
Basic Calling Plan*	1.63
Community Calling Plan*	2.92
Community Plus Plan*	3.73
Premium Calling Plan*	20.53

* Effective June 30, 2002, these services are grandfathered and available only to existing customers at their present location at these rates, terms and conditions.

(l) Indicates Increase

LOCAL EXCHANGE SERVICE

C. RATES (Cont'd)

2. Dial Tone Line Cell and Usage Package Rates (Cont'd)

b. Business – Individual Service

<u>Dial Tone Line Cell</u> ¹	<u>Monthly Rate By Density Cell</u>			
	<u>3</u>	<u>4</u>		
One Party/Multi-Line/Key/PBX Pay Telephone Line	\$27.00	\$27.00		(I)
 <u>Usage Package</u>	<u>Monthly Rate for Rate Groups</u>			
	<u>A</u>	<u>D</u>	<u>E</u>	
Local Area Unlimited Usage Package	\$21.50	\$25.90	\$29.70	
	<u>Monthly Rate</u>			
USS Measured	\$0.00			
Basic Calling Plan ²	10.60			
Community Calling Plan ²	15.25			
Community Plus Plan ²	17.75			

¹ See Section 26 of the Product Guide for Competitive Services (FGTE No. 11) available at www.verizon.com/tariffs under Pennsylvania Non-Tariff Documents, for Business DTL Term Plan Option.

² Effective June 30, 2002, these services are grandfathered and available only to existing customers at their present location at these rates, terms and conditions.

(I) Indicates Increase

Verizon North LLC
2026 PCO Filing
PCO Calculation

A. The Price Stability Mechanism Formula¹ is:

$PSI_t = PSI_{t-1} \times [1 + \%Change\ GDP\text{-}PI - 0.5\% \pm Z]$, where

PSI_t	=	The new maximum change in price for the noncompetitive service category for the current twelve month period.
PSI_{t-1}	=	The current maximum change in price for the noncompetitive service category for the previous twelve month period.
$\%Change\ GDP\text{-}PI$	=	The percent change in the Gross Domestic Product Price Index based on the most recent quarterly data available at the time of the annual PSI filing and the corresponding quarter of the previous
0.5%	=	Inflation offset.
Z	=	The effect of any exogenous changes.

B. Percentage Annual Change in GDP-PI:

The percentage annual change in GDP-PI was calculated by taking the percentage change in the GDP-PI between the quarters ending March 31, 2024 and March 31, 2025, as follows:

<u>Quarter Ended</u>	<u>GDP-PI²</u>
3/31/24	125.518
3/31/25	129.283

$$\text{Percentage annual GDP-PI change} = \frac{129.283 - 125.518}{125.518} = \mathbf{3.00\%}$$

C. Calculation of 2026 Price Change Opportunity:

The PSM formula was calculated as follows:

$$\begin{aligned} PSI_t &= PSI_{t-1} \times [1 + \%Change\ GDP\text{-}PI - 0.5\% \pm Z] \\ &= 125.518 \times [1 + 3.0\% - 0.5\% - 0] \\ &= 128.66 \end{aligned}$$

$$\begin{aligned} PCO &= (\text{Revenue}^3 \times (PSI_t/100)) - \text{Revenue}^3 \\ &= (\$7,149,828 \times 1.2866) - \$7,149,828 \\ &= \$2,049,000 \end{aligned}$$

$$\begin{aligned} SPI_t &= SPI_{t-1} \times [\text{Proposed Revenue}/\text{Actual Revenue}] \\ &= 100 \times [(7,149,828 + 2,049,000)/7,149,828] \\ &= 128.66 \end{aligned}$$

Per VZ North's Plan the SPI cannot exceed the PSI. Thus the SPI is limited to the PSI level of 128.66 which yields a PCO increase of \$179,000.

Unadjusted PCO =	\$179,000
Line True-Up Adjustment (see Att. B) =	\$22,000
Final 2026 PCO =	<u>\$201,000</u>

¹ VZ North's Chapter 30 Plan dated 12/14/11 at 11-13

² [U.S. Bureau of Economic Analysis "FWPI-1. Fixed-Weighted Price Indexes"](#)

³ See "D. Intrastate Noncompetitive Services Revenue" on Attachment A, Page 2

**Verizon North LLC
2026 PCO Filing
PCO Calculation**

**D. Intrastate Noncompetitive Services Revenue
Details of 12 Months Revenue (4/24 - 3/25):**

Service Category	Revenue
Exchange Services - Residence	
Exchange Services - Business	
Special Access	
Switched Access	
Billing (Late Payment/Return Check Fee)	
Premises Transport	
Total Noncompetitive Revenue	<u><u>\$7,149,828</u></u>

E. SPI

Service Category	Present Revenue	Proposed Revenue	Revenue Weight of each element to Total Rev	Revenue Weight times Proposed Price Change
Residence Exchange				
Business Exchange				
Special Access				
Switched Access				
Billing				
Premises Transport				
Total Noncomp. Revenue	\$7,149,828	\$7,318,328	1.0000	1.0236

F. Maximum Per Line Rate Increase Allowed for Residence Exchange

Residence Exchange Revenue	A		
PCO Formula	B	3.0% - 0.50%	
PCO Increase for Res Exchange	C = A x B		
Residence Lines March 2025	D		Noncompetitive Lines
PCO/Line/Month	E = C/D/12		
PCO + 20%	F = E x 1.20		
Maximum Residence Increase		\$0.46	

Verizon North LLC
2026 PCO Filing
Line True-Up Adjustment

	Dial Tone Line Rate Increase	Lines	Revenue (Rounded)
From VZ North's 2025 PCO	A	B	C = A x B x 12
Residence			
As Filed - Based on actual lines from March 2024	\$0.25		
True-up - Based on actual lines from June 2025	\$0.25		
Revenue Shortfall			<hr/>
Business			
All Cells			
As Filed - Based on actual lines from March 2024	\$1.25		
True-up - Based on actual lines from June 2025	\$1.25		
Revenue Shortfall			<hr/>
VZ North Line True-up Adjustment			<hr/> <hr/> \$22,000

**Verizon North LLC
2026 PCO Filing
Rate Changes & Revenue Impact**

	Old Rate <i>(Monthly)</i>	New Rate <i>(Monthly)</i>	Increase <i>(Monthly)</i>	March 2025 Units <i>(Monthly)</i>	Revenue <i>(Annual)</i>
2026 PCO					\$201,000
Rate Increases:					
<u>RESIDENCE</u>					
Dial Tone Line (all cells)	\$9.83	\$10.08	\$0.25		
<u>BUSINESS</u>					
Dial Tone Line (all cells)	\$25.00	\$27.00	\$2.00		
Sum of Rate Increases					\$168,500
Remainder to be banked for future use					\$32,500
Prior Banked Amount <i>(see 2025 PCO Filing, Att. C)</i>					\$975,300
New Cumulative Banked Amount					\$1,007,800