



A CITIZENS COMMUNICATIONS COMPANY

Government & External Affairs
180 S. Clinton Ave.
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November 13, 2008

080680-TL

Ms. Blanca S. Bayo, Director
Division of Records and Reporting
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0872

RE: Notice of Election of Price Regulation

Dear Ms. Bayo:

Frontier Communications of the South, a small exchange telecommunications company, as defined by Section 364.052(1), Florida Statutes, pursuant to Section 364.052(2), Florida Statutes, hereby gives notice of its election to become subject to Section 364.051.

Florida Statutes, Section 364.052(2), requires small local exchange companies to elect price regulation by January 1, 2001 or the company shall remain under rate base, rate of return regulation until such time as a certificated alternative local exchange company provides basic local telecommunications service in the company's territory. On January 16, 2008, Bright House Networks, a certificated competitive local exchange company, entered into an interconnection agreement with Frontier to offer dial tone in Frontier's serving areas in Florida, and since that time has taken away more than 60 of Frontier's customers as of September 2008, thus satisfying the competition requirement of the Florida Statutes. Frontier is requesting the election to be regulated under price regulation to be effective January 1, 2009.

Section 364.051(2)(a) states: "Effective January 1, 1996, the rates for basic local telecommunications service of each company subject to this section shall be capped at the rates in effect on July 1, 1995, and such rates shall not be increased prior to January 1, 2000." Section 364.051(2)(b) states: "Upon the date of filing its election with the commission, the rates for basic local telecommunications service of a company that elects to become subject to this section shall be capped at the rates in effect on that date and shall remain capped as stated in paragraph (a)."

Frontier's interpretation of the statute is that there is no applicable waiting period for basic service rate increases under Section 364.051(3), in light of the fact that Frontier's most recent increase in basic rates was before July 1, 1995.

A copy of this letter is enclosed. Please acknowledge receipt and return the copy to Frontier. If you have any questions, please contact me at (585) 777-5054.

Sincerely,

Juliana C. Janson
Frontier Communications

DOCUMENT NUMBER-DATE

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