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PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

**Communications Division
Licensing, Tariffs, Rural Carriers &
Cost Support Branch**

**RESOLUTION T-17126
December 20, 2007**

RESOLUTION

Resolution T- 17126, Citizens Telecommunications Company of Golden State dba Frontier Communications of Golden State (U-1025-C). Request for authority to grandfather the 50% employee discount program associated with the Frontier Choices Residential bundled service offerings.

By Advice Letter No. 206 filed on October 18, 2007.

Summary

This Resolution approves Citizens Telecommunications Company of Golden State dba Frontier Communications of Golden State's (Golden State) request for authority to grandfather the 50% employee discount program associated with the Frontier Choices Residential bundled service offerings.

Background

Golden State filed Advice Letter (AL) 206 on October 18, 2007 requesting authority to grandfather the 50% employee discount program associated with the Frontier Choices Residential bundled service offerings. On October 18, 2007, Golden State notified the existing subscribers of its request to the Commission to grandfather these services.

Frontier Choices Residential bundled service offerings provide residential customers a combination of local services and features. The bundles include either one or two Flat Rate Residential Access Lines, a combination of enhanced calling features plus ten free local directory assistance calls.

Golden State proposes that existing and retired employees of the Company that currently receive an Employee Telephone Benefit under an existing or grandfathered offering may retain such benefit as long as the employee adheres to the terms and conditions set forth in the existing or grandfathered offerings.

Notice/Protests

Golden State states that a notice of Important Message to Employees regarding its request to grandfather the 50% employee discount program associated with the Frontier Choices Residential service offerings was being sent to each customer affected by this filing, and copies of AL No. 206 have been mailed to competing and adjacent utilities and interested parties.

Notice of AL No. 206 was published in the Commission Daily Calendar on October 26, 2007. No protest to this AL has been received.

Discussion

Golden State filed AL No. 206 on October 18, 2007 requesting authority to grandfather its 50% employee discount program associated with the Frontier Choices Residential bundled service offerings.

Frontier Choices Residential bundled service offerings provide residential customers a combination of local services and features. The bundles include either one or two Flat Rate Residential Access Lines, a combination of enhanced calling features plus ten free local directory assistance calls.

The existing and retired employees of the Company that currently receive an Employee Telephone Benefit under an existing or grandfathered offering may retain such benefit as long as the employee adheres to the terms and conditions set forth in the existing or grandfathered offerings.

Golden State introduced a new employee concession service benefit under Advice Letter No. 205, effective November 16, 2007, that will enable employees to receive a 50% discount off the Frontier Digital Phone bundle which is comprised of a residential access line, customer calling features, and voice mail. Employees will also receive a 25% discount off their unlimited long distance portion of the Frontier Digital Phone bundle.

Communications Division (CD) has reviewed the advice letter and concludes that Golden State's request and reasons to grandfather the 50% employee discount program associated with the Frontier Choices Residential bundled service offerings are reasonable.

CD recommends that the Commission approve Golden State's request.

Commission approval of CD's recommendation is based on the specifics of this AL filing and does not establish a precedent for the contents of future filings for Commission approval of similar requests.

Comments on DRAFT Resolution

This is an uncontested matter in which the resolution grants the relief requested. Accordingly, pursuant to PU Code Section 311(g) (2), the otherwise applicable 30-day period for public review and comment is being waived.

Findings:

1. Golden State is currently offering a 50% employee discount program associated with the Frontier Choices Residential bundled service offerings.
2. Golden State requests authority to grandfather the 50% employee discount program associated with the Frontier Choices Residential bundled service offerings.
3. The affected customers were notified that the service would be grandfathered and that they may retain such benefit as long as the employee adheres to the terms and conditions set forth in the existing or grandfathered offerings.
4. Golden State introduced a new employee concession service discount program with more benefits under Advice Letter No. 205, effective November 16, 2007.
5. No customers protested or commented on Golden State's proposal to grandfather the 50% employee discount program associated with the Frontier Choices Residential bundled service offerings.
6. After reviewing AL No.206, CD recommends that the Commission approve this

filing.

THEREFORE, IT IS ORDERED that:

1. Golden State is granted authority to grandfather the 50% employee discount program associated with the Frontier Choices Residential bundled service offerings.
2. AL No. 206 of Citizens Telecommunications Company of Golden State dba Frontier Communications of Golden State (Golden State), and accompanying tariff sheets shall be marked to show that they were authorized by California Public Utilities Commission Resolution No. T-17126 and its effective date.

This Resolution is effective today.

I hereby certify that the Public Utilities Commission at its regular meeting on December 20, 2007 adopted this Resolution. The following Commissioners approved it:

PAUL CLANON
Executive Director