

**BEFORE THE TENNESSEE REGULATORY AUTHORITY**

**NASHVILLE, TENNESSEE**

**March 19, 2008**

<b>IN RE:</b>	)	
	)	
<b>CITIZENS TELECOMMUNICATIONS</b>	)	<b>DOCKET NO.</b>
<b>COMPANY OF TENNESSEE, LLC D/B/A</b>	)	<b>08-00011</b>
<b>FRONTIER COMMUNICATIONS OF</b>	)	
<b>TENNESSEE, LLC 2007 PRICE REGULATION</b>	)	
<b>INDEX FILING</b>	)	

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**ORDER APPROVING PRICE REGULATION FILING**

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This matter came before Chairman Eddie Roberson, Director Sara Kyle and Director Ron Jones of the Tennessee Regulatory Authority ("TRA" or the "Authority"), the voting panel assigned to this docket, at a regularly scheduled Authority Conference held on February 25, 2008 for consideration of the 2007 Annual Price Regulation Index Filing (the "Filing") filed on January 10, 2008 by Citizens Telecommunications Company of Tennessee, LLC d/b/a Frontier Communications of Tennessee, LLC ("Citizens" or the "Company").

**CITIZEN'S FILING**

On January 10, 2008, Citizens submitted its 2007 Filing reflecting prices in effect June 1, 2007 and containing the Company's calculations of its 2007 Price Regulation Index ("PRI") and Service Price Index ("SPI"). There are no rate changes being proposed in the Filing. Upon review of the Filing by the TRA Staff, a formula error was found. Citizens corrected this error and filed a revised report on February 8, 2008.

**FINDINGS AND CONCLUSIONS**

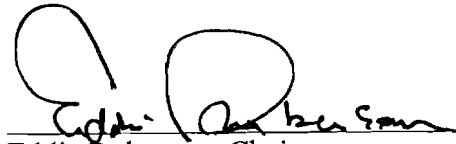
Tenn. Code Ann § 65-5-109 (Supp. 2007) governs price regulation plans. The Authority reviewed Citizens Filing pursuant to statutory requirements at its regularly scheduled Authority Conference held on February 25, 2008 and made the following findings:

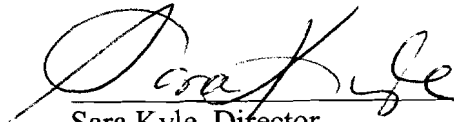
1. Citizens has correctly calculated the PRI and SPI in accordance with Tenn. Code Ann. § 65-5-109 (Supp. 2007) and the methodology approved by the Authority.
2. Citizens's Filing demonstrates that its overall current prices and revenues are less than the maximum prices allowed under Tenn. Code Ann. § 65-5-109 (Supp. 2007), and Citizen has headroom from which future rate increases may be made.

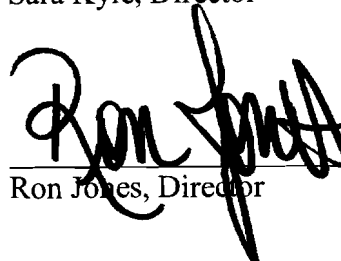
Based on these findings, the panel voted unanimously to approve Citizen's Filing.

**IT IS THEREFORE ORDERED THAT:**

The 2007 Annual Price Regulation Index Filing of Citizens for the period ending June 2007 is approved.

  
Eddie Roberson, Chairman

  
Sara Kyle, Director

  
Ron Jones, Director