BEFORE THE NEBRASKA PUBLIC SERVICE COMMISSION

In the Matter of the Application of) Application No. C-1779
Frontier Corporation, Allnet Comm-)
unications Services, d/b/a Frontier)
Communications Services, and Frontier)
Communications of the West of Ro-) GRANTED
chester, New York, seeking authority)
to reorganize and for related trans-)
actions. Entered: April 27, 1998

BY THE COMMISSION:

By application filed March 19, 1998, Frontier Corporation (Frontier), Allnet Communications Services, d/b/a Frontier Communications Services (FCS), and Frontier Communications of the West (FCW) of Rochester, New York, jointly seek authority to reorganize. Notice of the application was published in The Daily Record, Omaha, Nebraska, March 20, 1998, pursuant to the rules of the Commission. No protests were filed.

OPINION AND FINDINGS

Frontier is the corporate parent of FCS and FCW. FCS, formerly Allnet Communications Services, Inc., was granted authority to provide intrastate interexchange services in Nebraska pursuant to Application C-772 on August 1, 1989. Frontier acquired FCS in 1995. FCW, formerly West Coast Telecommunications, Inc., was acquired by Frontier in 1995. FCW provides intrastate interexchange service pursuant to authority received in Application C-973 on June 16, 1993.

The applicants propose to transfer selected FCW assets to FCS in exchange for shares of FCS common stock. Specifically, the applicants request the transfer of FCW's retail interexchange customer assets to FCS. After the transfer, FCW will continue to operate, but as a provider of wholesale interexchange services to other providers. FCW customers will continue to receive service from FCS at rates, terms and conditions comparable to those currently available.

The transfer is being made to enable Frontier to consolidate its retail interexchange services into one primary operating entity and to serve its retail customers with a single billing system. Consolidating operations and billing systems will enable Frontier to operate more efficiently and effectively.

Based on the evidence, we find the application to be fair and reasonable and in the public interest. The application should be granted.

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ORDER

IT IS THEREFORE ORDERED by the Nebraska Public Service Commission that Application No. C-1779 be, and it is hereby, granted.

MADE AND ENTERED at Lincoln, Nebraska this 27th day of April, 1998.

COMMISSIONERS CONCURRING:

NEBRASKA PUBLIC SERVICE COMMISSION

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Executive Direc

//s//Lowell C. Johnson

//s//Frank E. Landis

//s//Daniel G. Urwiller