

UT-130663-SI



April 30, 2013

100 CTE Drive
Dallas, PA 18612

Phone 570-631-5003
Fax 570-631-8026
Email: jessica.matushek@ftr.com

Mr. Dave Danner
Executive Director and Secretary
Washington Utilities and Transportation Commission
1300 S Evergreen Park Drive SW
PO Box 47250
Olympia, WA 98504-7250

Subject: 4Q12 Financial Report

Dear Mr. Danner:

Enclosed for filing is Frontier Communications Northwest Inc.'s Quarterly Report covering twelve months ending December 2012.

If you have any questions concerning this report, please call me at 570-631-5003.

Regards,

A handwritten signature in cursive script that reads "Jessica Matushek".

Jessica Matushek
Director, Accounting

Enclosures

RECEIVED
COMMUNICATIONS

2013 MAY -1 PM 12:47

WASHINGTON UTILITIES
COMMUNICATIONS

FRONTIER COMMUNICATIONS NORTHWEST INC.
SEPARATED RESULTS SUMMARY
STATE OF WASHINGTON - COMBINED
QUARTERLY COMPLIANCE REPORT
TWELVE MONTHS ENDED DECEMBER 2012
(Dollars in Thousands)

	BOOKED BASIS			ADJUSTED BASIS			
	Total Regulated	Interstate	Intrastate	Total Regulated	Interstate	Intrastate	Composite Bkd Factors
OPERATING REVENUES							
Local Network Service	113,343	0	113,343	113,343	0	113,343	100.00%
Network Access Revenues	172,173	159,164	13,010	172,173	159,164	13,010	7.56%
Long Dist Netwk Revenues	11,436	0	11,436	11,436	0	11,436	100.00%
Miscellaneous Revenues	11,276	3,289	7,987	48,776	3,289	45,487	70.83%
Uncollectibles	(3,451)	(818)	(2,632)	(3,451)	(818)	(2,632)	76.27%
Total Operating Revenues	304,778	161,636	143,145	342,277	161,635	180,644	
OPERATING EXPENSES							
Plant Specific Operations	55,538	13,835	41,702	54,801	13,651	41,149	75.09%
Plant Non-Spec Operations	37,575	15,916	21,659	36,552	15,483	21,069	57.64%
Customer Operations	35,475	7,828	27,647	34,370	7,584	26,786	77.93%
Corporate Operations	23,657	5,584	18,074	23,472	5,540	17,933	76.40%
Depreciation & Amort	210,064	54,966	155,097	210,064	54,966	155,097	73.83%
Other Income & Expenses	0	0	0	0	0	0	0.00%
Juris Diff - Depr/IDC	0	0	0	0	0	0	0.00%
Total Operating Expenses	362,310	98,130	264,178	359,259	97,224	262,034	72.91%
Operating Taxes Other than Inc	21,171	6,950	14,221	21,171	6,950	14,221	67.17%
EBIT	(78,703)	56,556	(135,254)	(38,153)	57,461	(95,611)	
INCOME TAXES							
State Income Tax	0	0	0	0	0	0	
Net Federal Income Tax	(27,160)	19,884	(47,044)	(12,968)	20,201	(33,168)	
Total Income Taxes	(27,160)	19,884	(47,044)	(12,968)	20,201	(33,168)	
NET OPERATING INCOME	(51,543)	36,672	(88,210)	(25,186)	37,260	(62,443)	
INVESTMENT (AVG)							
Telecomm Plant in Service	2,990,032	770,940	2,219,091	2,989,381	770,772	2,218,608	74.22%
Other Assets (SFAS 87)	0	0	0	0	0	0	0.00%
Juris Assets-TPIS	0	0	0	0	0	0	0.00%
Depr & Amort Reserve	2,217,484	560,670	1,656,815	2,217,484	560,670	1,656,815	74.72%
Deferred Income Taxes	210,836	51,683	159,154	210,836	51,683	159,154	75.49%
Net - Pension Plan	0	0	0	(25,359)	(25,359)	0	0.00%
RATE BASE	561,712	158,587	403,122	586,420	183,778	402,639	71.77%
Rate Base ROR	-9.18%	23.12%	-21.88%	-4.29%	20.27%	-15.51%	

FRONTIER COMMUNICATIONS NORTHWEST INC.
 SEPARATED RESULTS SUMMARY
 STATE OF WASHINGTON - COMBINED
 QUARTERLY COMPLIANCE REPORT
 TWELVE MONTHS ENDED DECEMBER 2012
 (Dollars in Thousands)

	TOTAL STATE BOOKED RESULTS	(A) Docket # UT-061777	ADJUSTMENTS					ADJUSTED TOTAL STATE	ADJUSTED INTRASTATE
			(B) FAS 106 OPEB	(C)	(D)	(E)	(F)		
Operating Revenues	304,778	37,500					342,278	180,644	
Operating Expenses/Taxes	383,481		(3,050)				380,431	276,255	
EBIT	(78,703)	37,500	3,050				(38,153)	(95,611)	
Income Taxes	(27,160)	13,125	1,068				(12,968)	(33,168)	
Net Operating Income	(51,543)	24,375	1,983				(25,186)	(62,443)	
Rate Base	561,712		24,708				586,420	402,639	
Rate of Return	-9.18%						-4.29%	-15.51%	

Adjustment Footnotes:

(A) Order No. 1 in Docket # UT061777 Account(s) 5230

(B) FAS 106 OPEB (Adj from accrual to paygo) Various

(C)

(D)

(E)

(F)

(G)

(H)

(I)

FRONTIER COMMUNICATIONS NORTHWEST INC.
 SEPARATED RESULTS SUMMARY
 STATE OF WASHINGTON - COMBINED
 QUARTERLY COMPLIANCE REPORT
 TWELVE MONTHS ENDED DECEMBER 2012
 (Dollars in Thousands)

ADJUSTMENTS - TOTAL STATE

	(A) Docket # UT-061777	(B) & (E) FAS 106 OPEB	(C)	(D)	(E)	(F)	(G)	(H)	(I)
TOTAL STATE									
OPERATING REVENUES									
Local Network Service									
Network Access Revenues									
Long Dist Ntwk Revenues									
Miscellaneous Revenues	37,500	37,500							
Uncollectibles									
Total Operating Revenues	37,500	37,500							
OPERATING EXPENSES									
Plant Specific Operations	(737)	(737)							
Plant Non-Spec Operations	(1,023)	(1,023)							
Customer Operations	(1,105)	(1,105)							
Corporate Operations	(185)	(185)							
Depr & Amort									
Other Income & Expenses									
Juris Diff - Depr/IDC									
Total Operating Expenses	(3,050)	(3,050)							
Operating Taxes Other than Income									
EBIT	40,550	37,500							
INCOME TAXES									
State Income Tax	14,193	13,125							
Net Federal Income Tax	14,193	13,125							
Total Income Taxes	28,386	26,250							
NET OPERATING INCOME	12,164	11,250							
INVESTMENT (AVG)									
Telecom Plant in Service	(651)	(651)							
Prop Held for Future Use									
Other Assets (SFAS 87)									
Depr & Amort Reserve									
Deferred Income Taxes									
Juris Assets-TPIS									
Other LT Liab - SFAS 106, 112	(25,359)	(25,359)							
RATE BASE	24,708	24,708							

FRONTIER COMMUNICATIONS NORTHWEST INC.
 SEPARATED RESULTS SUMMARY
 STATE OF WASHINGTON - COMBINED
 QUARTERLY COMPLIANCE REPORT
 TWELVE MONTHS ENDED DECEMBER 2012
 (Dollars in Thousands)

ADJUSTMENTS - INTRASTATE

	(A) Docket # UT-061777	(B) & (E) FAS 106 OPEB	(C)	(D)	(E)	(F)	(G)	(H)	(I)
TOTAL ADJUSTMENTS									
37,500	37,500								
37,500	37,500								
(553)		(553)							
(590)		(590)							
(861)		(861)							
(141)		(141)							
(2,145)		(2,145)							
39,645	37,500	2,145							
13,876	13,125	751							
13,876	13,125	751							
25,769	24,375	1,394							
(483)		(483)							
0	0	0							
(483)		(483)							

INTRASTATE

OPERATING REVENUES

Local Network Service
 Network Access Revenues
 Long Dist Nhwk Revenues
 Miscellaneous Revenues
 Uncollectibles

Total Operating Revenues

OPERATING EXPENSES

Plant Specific Operations
 Plant Non-Spec Operations
 Customer Operations
 Corporate Operations
 Depr & Amort
 Other Income & Expenses
 Juris Diff - Depr/IDC

Total Operating Expenses
 Operating Taxes Other than Income
 EBIT

INCOME TAXES

Slate Income Tax
 Net Federal Income Tax
 Total Income Taxes

NET OPERATING INCOME

INVESTMENT (AVG)

Telecom Plant in Service
 Prop Held for Future Use
 Other Assets (SFAS 87)
 Depr & Amort Reserve
 Deferred Income Taxes
 Juris Assets-TPLS
 Other LT Liab - SFAS 106, 112

RATE BASE

FRONTIER COMMUNICATIONS NORTHWEST INC.
 SEPARATED RESULTS SUMMARY
 STATE OF WASHINGTON - COMBINED
 QUARTERLY COMPLIANCE REPORT
 TWELVE MONTHS ENDED DECEMBER 2012
 (Dollars in Thousands)

ADJUSTMENTS - INTERSTATE **THIS PAGE IS NOT PART OF FILED REPORT**

	(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)
TOTAL	Docket #	FAS 106							
ADJUSTMENTS	UT-061777	OPEB							
(184)		(184)							
(433)		(433)							
(244)		(244)							
(44)		(44)							
(905)		(905)							
905		905							
317		317							
317		317							
588		588							
(168)		(168)							
(25,359)		(25,359)							
25,191		25,191							

INTERSTATE

OPERATING REVENUES

- Local Network Service
- Network Access Revenues
- Long Dist Ntwk Revenues
- Miscellaneous Revenues
- Uncollectibles

Total Operating Revenues

OPERATING EXPENSES

- Plant Specific Operations
- Plant Non-Spec Operations
- Customer Operations
- Corporate Operations
- Depr & Amort
- Other Income & Expenses
- Juris Diff - Depr/IDC

Total Operating Expenses
 Operating Taxes Other than Income
 EBIT

INCOME TAXES

- State Income Tax
- Net Federal Income Tax
- Total Income Taxes

NET OPERATING INCOME

INVESTMENT (AVG)

- Telecom Plant in Service
- Prop Held for Future Use
- Other Assets (SFAS 87)
- Depr & Amort Reserve
- Deferred Income Taxes
- Juris Assets-TPIS
- Other LT Liab - SFAS 106, 112

RATE BASE