



RECEIVED
RECORDS MANAGEMENT

2013 DEC 27 AM 9:29

STATE OF WASH.
UTIL. AND TRANSP.
COMMISSION

December 20, 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: **3Q13 Financial Report**

Dear Mr. Danner:

Enclosed for filing is Frontier Communications Northwest Inc.'s Quarterly Report covering twelve months ending September 2013.

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
RECORDS MANAGEMENT

2013 DEC 27 AM 9:29

FRONTIER COMMUNICATIONS NORTHWEST INC.
SEPARATED RESULTS SUMMARY
STATE OF WASHINGTON - COMBINED
QUARTERLY COMPLIANCE REPORT
TWELVE MONTHS ENDED SEPTEMBER 2013
(Dollars in Thousands)

STATE OF WASH.
UTIL. AND TRANSP.
COMMISSION

OPERATING REVENUES

Local Network Service
Network Access Revenues
Long Dist Netwk Revenues
Miscellaneous Revenues
Uncollectibles
Total Operating Revenues

OPERATING EXPENSES

Plant Specific Operations
Plant Non-Spec Operations
Customer Operations
Corporate Operations
Depreciation & Amort
Other Income & Expenses
Juris Diff - Depr/IDC
Total Operating Expenses
Operating Taxes Other than Inc

EBIT

INCOME TAXES

State Income Tax
Net Federal Income Tax
Total Income Taxes

NET OPERATING INCOME

INVESTMENT (AVG)

Telecomm Plant in Service
Other Assets (SFAS 87)
Juris Assets-TPIS
Depr & Amort Reserve
Deferred Income Taxes
Net - Pension Plan
RATE BASE
Rate Base ROR

	BOOKED BASIS			ADJUSTED BASIS			Composite Bkd Factors
	Total Regulated	Interstate	Intrastate	Total Regulated	Interstate	Intrastate	
Local Network Service	107,518	0	107,518	107,518	0	107,518	100.00%
Network Access Revenues	162,011	146,741	15,270	162,011	146,741	15,270	9.43%
Long Dist Netwk Revenues	8,502	0	8,502	8,502	0	8,502	100.00%
Miscellaneous Revenues	8,204	3,012	5,193	45,704	3,012	42,693	63.30%
Uncollectibles	(2,119)	(575)	(1,544)	(2,119)	(575)	(1,544)	72.86%
Total Operating Revenues	284,117	149,179	134,940	321,616	149,178	172,439	
OPERATING EXPENSES							
Plant Specific Operations	56,449	14,009	42,440	55,712	13,826	41,886	75.18%
Plant Non-Spec Operations	31,295	11,633	19,662	30,272	11,253	19,019	62.83%
Customer Operations	34,105	7,789	26,316	33,000	7,537	25,463	77.16%
Corporate Operations	20,695	4,885	15,810	20,510	4,841	15,669	76.40%
Depreciation & Amort	193,180	50,580	142,600	193,180	50,580	142,600	73.82%
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	335,725	88,897	246,827	332,674	88,037	244,637	73.52%
Operating Taxes Other than Inc	16,997	5,665	11,333	16,997	5,665	11,333	66.68%
EBIT	(68,605)	54,617	(123,220)	(28,055)	55,476	(83,531)	
INCOME TAXES							
State Income Tax	0	0	0	0	0	0	
Net Federal Income Tax	(23,947)	19,123	(43,070)	(9,755)	19,424	(29,178)	
Total Income Taxes	(23,947)	19,123	(43,070)	(9,755)	19,424	(29,178)	
NET OPERATING INCOME	(44,658)	35,494	(80,150)	(18,301)	36,052	(54,353)	
INVESTMENT (AVG)							
Telecomm Plant in Service	3,020,786	782,904	2,237,882	3,020,135	782,735	2,237,400	74.08%
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	2,345,831	593,118	1,752,714	2,345,831	593,118	1,752,714	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	(27,437)	(27,437)	0	0.00%
RATE BASE	464,119	138,103	326,014	490,905	165,371	325,532	70.24%
Rate Base ROR	-9.62%	25.70%	-24.58%	-3.73%	21.80%	-16.70%	

**FRONTIER COMMUNICATIONS NORTHWEST INC.
SEPARATED RESULTS SUMMARY
STATE OF WASHINGTON - COMBINED
QUARTERLY COMPLIANCE REPORT
TWELVE MONTHS ENDED SEPTEMBER 2013
(Dollars in Thousands)**

	TOTAL STATE BOOKED RESULTS	ADJUSTMENTS									ADJUSTED TOTAL STATE	ADJUSTED INTRASTATE
		(A) Docket # UT-061777	(B) FAS 106 OPEB	(C)	(D)	(E)	(F)	(G)	(H)	(I)		
Operating Revenues	284,117	37,500									321,617	172,439
Operating Expenses/Taxes	352,722		(3,050)								349,672	255,970
EBIT	(68,605)	37,500	3,050								(28,055)	(83,531)
Income Taxes	(23,947)	13,125	1,068								(9,755)	(29,178)
Net Operating Income	(44,658)	24,375	1,983								(18,301)	(54,353)
Rate Base	464,119		26,786								490,905	325,532
Rate of Return	-9.62%										-3.73%	-16.70%
Adjustment Footnotes:		Account(s)										
(A)	Order No. 1 in Docket # UT061777	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 SEPTEMBER 2013
 (Dollars in Thousands)

ADJUSTMENTS - TOTAL STATE

TOTAL STATE	TOTAL	(A) Docket #	(B) & (E) FAS 106 OPEB	(C)	(D)	(E)	(F)	(G)	(H)	(I)
ADJUSTMENTS		UT-061777								
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	3,050						
INCOME TAXES										
State Income Tax										
Net Federal Income Tax	14,193		13,125	1,068						
Total Income Taxes	14,193		13,125	1,068						
NET OPERATING INCOME	26,358		24,375	1,983						
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	(27,437)		(27,437)							
RATE BASE	26,786		26,786							

FRONTIER COMMUNICATIONS NORTHWEST INC.
 SEPARATED RESULTS SUMMARY
 STATE OF WASHINGTON - COMBINED
 QUARTERLY COMPLIANCE REPORT
 TWELVE MONTHS ENDED SEPTEMBER 2013
 (Dollars in Thousands)

ADJUSTMENTS - INTRASTATE

INTRASTATE

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

TOTAL	(A) Docket #	(B) & (E) FAS 106 OPEB	(C)	(D)	(E)	(F)	(G)	(H)	(I)
ADJUSTMENTS	UT-061777								
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	(554)	(554)							
Plant Non-Spec Operations	(643)	(643)							
Customer Operations	(853)	(853)							
Corporate Operations	(141)	(141)							
Depr & Amort									
Other Income & Expenses									
Juris Diff - Depr/IDC									
Total Operating Expenses	(2,191)	(2,191)							
Operating Taxes Other than Income									
EBIT	39,691	37,500	2,191						
INCOME TAXES									
State Income Tax									
Net Federal Income Tax	13,892	13,125	767						
Total Income Taxes	13,892	13,125	767						
NET OPERATING INCOME									
	25,799	24,375	1,424						
INVESTMENT (AVG)									
Telecom Plant in Service	(482)	(482)							
Prop Held for Future Use									
Other Assets (SFAS 87)									
Depr & Amort Reserve									
Deferred Income Taxes									
Juris Assets-TPIS									
Other LT Liab - SFAS 106, 112	0	0							
RATE BASE	(482)	(482)							