

DESCRIPTION AND JUSTIFICATION
Dunkirk And Fredonia Telephone Company (NY)
Tariff F.C.C. Number 2
Transmittal No. 27
FRN #0003-4142-24

Dunkirk And Fredonia Telephone Company (D&F) hereby provides the requested cost support pursuant to the revised rates for End User Access Service filed in accordance with the Commission's Order In the Matter of December 17, 2001 MAG Access Charge Tariff Filings, DA 01-2748, released on November 26, 2001 pursuant to D&F's Tariff F.C.C. No. 2.

Description of Filing

The Company's Tariff F.C.C. No. 2 governs the provision by the Company of End User Access Service. The instant filing revises the Company's rates for those services. All other federal access services offered by the Company are governed by the National Exchange Carrier Association, Inc. (NECA) Tariff F.C.C. No. 5 which is cross-referenced in the Company's tariff.

Cost Support And Rate Development

In accordance with the Commission's Order, the instant filing reflects revised rates that are revenue neutral to D&F. As such, the cost and demand data underlying the revised rates is the same cost and demand data utilized in the last required annual filing and reflects the twelve-month period ending June 30, 2001. The entire cost support data associated with this filing is shown in the enclosed attachments. The Certification of the cost support data for this filing is shown in Attachment #3.

In accordance with the Commission's Order, certain information has been highlighted including the revenues for the period January 1, 2002, to June 30, 2002, resulting from the increases to the SLC caps, with residential and single-line business and multiline business revenues separately stated. Since D&F is a member of NECA's common line and traffic sensitive pools, NECA will be providing the net change in carrier common line revenue requirement for tariff filing purposes as well as the amount of revenue requirement shifted from local switching and the transport interconnection charge (TIC) to the common line category.

Reallocation of the TIC has been made in accordance with the Commission's Declaratory Ruling in DA 01-2871, released December 11, 2001.

The total revenue requirement shifted from local switching to the common line category is \$155,402 (See Attachment 2, page 1 of 4, line 22). The total revenue requirement shifted from the TIC to the common line category is \$35,132 (See Attachment 2, page 4 of 4). The increase in the carrier common line revenue requirement is \$190,534 (See Attachment 1, page 1 of 2).

The total residential and single-line End User Access Service revenues generated under this tariff for the six-month period ending June 30, 2002 are expected to be \$285,378. See Attachment 1, page 1 of 2 following. The result of this revised tariff material will be an increase in direct charges to residential and single-line end users of \$85,614. See Attachment 1, page 2 of 2 following.

The total multi-line End User Access Service revenues generated under this tariff for the six-month period ending June 30, 2002 are expected to be \$128,484. See Attachment 1, page 1 of 2 following. The result of this revised tariff material will be an increase in direct charges to multi-line end users of \$21,702. See Attachment 1, page 2 of 2 following.