

May 7, 1999

Ms. Carole J. Washburn
Executive Secretary
Washington Utilities and
Transportation Commission
1300 South Evergreen Park Drive S.W.
PO Box 47250
Olympia, Washington 98504-7250

RE: U-971835 Quarterly Year 2000 Status Report

Dear Ms. Washburn:

Pursuant to the Washington Utilities and Transportation Commission's ("WUTC") notice dated January 27, 1999, enclosed is AT&T Communications of the Pacific Northwest, Inc. Year 2000 ("Y2K") status report incorporating the first quarter of 1999.

AT&T's core network systems used to provide service to customers as well as tangential systems used in support of common business functions such as ordering, billing, etc. are fully Y2K ready and operational.

Non-customer impacting systems (i.e. *administrative systems* like AT&T employee payroll systems, human resources, and *facility systems* like building security and alarm systems, and HVAC) are either completed or fully on target to be Y2K compliant by mid-year 1999.

Should you have any questions, please call me at 705-3977.

Sincerely,

Ron Gayman
AT&T Governmental Affairs

Enclosures
cc: Jo Wadsworth

PERIODIC REPORTING – YEAR 2000 STATUS REPORT

Report addresses systems/items/elements that must be repaired or replaced in order to avoid adverse service impact (“Mission Critical”).

Network Elements – systems, components or software that directly affect customers’ transmission and/or reception of telecommunication services.

Support Systems –operations support and customer

Administrative Systems - payroll, human resources, finance and other administrative systems.

Facilities Systems – HVAC, FAX, security and alarm systems, and other similar systems.

Inventory and Assessment – activity to identify potentially affected items, systems, software and equipment, to ascertain compliance status.

Remediation – activity to repair replace or retire affected systems.

Testing/Verification – activity to test/verify affected systems.

AT&T Communications of the Pacific Northwest, Inc.

Status Report By Project Area for Period Commencing 1/1/99 and Ending 3/31/99

	Inventory & Assessment	Remediation	Testing/Verification
Network Elements	100%	100%	100%
Support Systems	100%	100%	100%
Administrative Systems	100%	99%	96%
Facilities	98%	71%	71%

Legend:

Not started -- 0%

Initial Stages -- 1%-33%

Substantial Progress -- 34% - 66%

Substantially Complete -- 67% - 95%

Virtually or Fully Complete -- 96%-100%