Miller Nash LLP 4400 Two Union Square 601 Union Street Seattle, WA 98101-2352 (206) 622-8484 (206) 622-7485 fax

3500 U.S. Bancorp Tower 111 S.W. Fifth Avenue Portland, OR 97204-3699 (503) 224-5858 (503) 224-0155 fax

1100 Riverview Tower 900 Washington Street Post Office Box 694 Vancouver, WA 98666-0694 (360) 699-4771 (360) 694-6413 fax

Brooks E. Harlow harlow@millernash.com

October 3, 2001

VIA FACSIMILE AND U.S. MAIL

Ms. Carole J. Washburn
Executive Secretary
Washington Utilities and Transportation Commission
Post Office Box 47250
Olympia, Washington 98504-7250

Subject: Docket No. UT-003013, Part D Comments of Covad Communications Re Staff

Request To Deaverage

Dear Ms. Washburn:

This letter responds to the request of the Administrative Law Judge in this docket, Larry Berg, to respond in writing to a request by Commission Staff raised at the pre-hearing conference on Monday, September 24, 2001. We file this response on behalf of our client, Covad Communications ("Covad").

Covad concurs in and supports the comments filed this date by WorldCom, Inc. Specifically, Covad supports Staff's request to further deaverage. Additionally, Covad supports WorldCom's request and recommendation that the Commission revisit unbundled network element recurring rates using current technologies and updated cost models. As a data CLEC or "DLEC" Covad's primary interest is in the costing and pricing of the loop. Based on the HAI version 5.0a results set forth in WorldCom's letter, Qwest's current Washington loop rates may be in excess of 50% too high. Such a substantial overstatement of costs and the resulting overcharge for loops creates a substantial barrier to competitive entry in Washington.

Covad respectfully urges the Commission to revisit recurring UNE loop rates as requested by WorldCom.

Very truly yours,

Brooks E. Harlow

cc: All Parties of Record