

**STATE OF WASHINGTON**

UTILITIES AND TRANSPORTATION COMMISSION

***1300 S. Evergreen Park Dr. S.W., P.O. Box 47250 ● Olympia, Washington 98504-7250***

***(360) 664-1160 ● www.utc.wa.gov***

June 29, 2015

**NOTICE WITHDRAWING PENALTY**

RE: X5 Solutions, Inc., Application for Mitigation of Penalty Assessment

Docket UT-150867

TO ALL PARTIES:

On June 5, 2015, the Washington Utilities and Transportation Commission (Commission) issued and served a Penalty Assessment against X5 Solutions, Inc. (X5 Solutions or Company) in the amount of $1,000, alleging violations of WAC 480-120-382, which requires telecommunications companies to file annual reports and pay regulatory fees by May 1 each year.

On June 11, 2015, X5 Solutions filed a response to the penalty assessment, explaining that the Company has dissolved. The Company filed its annual report, paid its regulatory fee, and submitted a request for voluntarily cancellation of its registration.

On June 24, 2015, Commission staff (Staff) filed a response recommending the Commission withdraw the penalty against X5 Solutions because the Company has ceased operations in Washington. The Company’s cessation became effective at the Commission’s June 25, 2015, open meeting in Docket UT-151213.

The Commission’s primary objective in any enforcement action is to ensure compliance with a company’s legal obligations; penalties both punish noncompliance and provide an incentive to comply in the future. The assessed penalty would further neither of these goals if the Company is no longer registered to provide telecommunications services in Washington. The Commission therefore withdraws the penalty assessed against X5 Solutions based on the Company’s cessation of service, effective June 25, 2015.

**THE COMMISSION GIVES NOTICE that the penalty of $1,000 assessed against X5 Solutions, Inc. is withdrawn, and Docket UT-150867 is closed.**

GREGORY J. KOPTA

Director, Administrative Law Division