



Nancy L. Judy
Assistant Vice-President
External Affairs
Washington & Oregon

902 Wasco Street
Hood River, Oregon 97031-3105
Telephone (541) 387-9265
Fax (541) 387-9753

January 28, 1999

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

Dear Ms Washburn:

The Order Granting Petition in Docket UT-971689 required United Telephone Company of the Northwest to file with the Commission every six months a report on the status of competition in the relevant market for its intraLATA intrastate switched interexchange message toll service, addressing at a minimum the factors contained in RCW 80.36.330(1). The Order was issued January 28, 1998.

The purpose of this letter is to report, in compliance with that order, that there has been no significant change in the past six months in the number and size of alternative providers, in the extent to which services are available from them in the relevant market, or their ability to make functionally equivalent or substitutable services readily available at competitive rates, terms and conditions. Using the same method of calculation as in the original petition, United's market share in the past six months has decreased from approximately 65% to 56%.

Should there be any questions or concerns, please feel free to contact Glenn Harris at (541) 387-9290 or by e-mail at glennh@sprintnw.com.

Sincerely,

Nancy L. Judy

RECEIVED
59 JAN 29 AM 8:55
OFFICE OF THE
CLERK OF THE
COMMISSION