



February 28, 2011

# Envelope Contents

### Account Information

Number  
of Pages

Starting Page  
Number

### Account Information

Number  
of Pages

Starting Page  
Number

FRONTIER COMMUNICATIONS WASHINGTON  
[REDACTED]

2

1 of 2

00020282 02 AB 0.773 02 TR 00188 XBNEF606 100000  
WASHINGTON UTILITIES & TRANSPORTION  
MR. DAVID DANNER  
ATTN DOCKET UT-090842  
1300 S EVERGREEN PARK DR SW  
OLYMPIA WA 98504



2011 MAR -4 AM 8:49

***This Page Intentionally Blank***



WASHINGTON UTILITIES & TRANSPORTION  
 MR. DAVID DANNER  
 ATTN DOCKET UT-090842  
 1300 S EVERGREEN PARK DR SW  
 OLYMPIA WA 98504

BNY Mellon has a team of professionals devoted exclusively to arbitrage compliance services for tax-exempt bond issuers and conduit borrowers. For additional information, please contact your Relationship Manager.

If you are interested in accessing your Account Statement on-line, please contact your Relationship Manager about our web-based INFORM product.

Visit us at [www.bnymellon.com](http://www.bnymellon.com)

## Account Statement

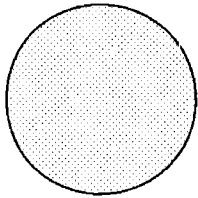
Statement Period 02/01/2011 Through 02/28/2011

Account XXXXXXXXXX  
 FRONTIER COMMUNICATIONS WASHINGTON

**ADMINISTRATIVE CONTACT: CAST-LYONS TEAM A ESCROW**  
 MELISSA MILEY 525 WILLIAM PENN PLACE  
 PITTSBURGH PA 15230  
 412-234-3151  
 LYONSTEAMA@BNYMELLON.COM

**ADMINISTRATIVE CONTACT: F. PHIL TRIOLO**  
 101 BARCLAY STREET, FL 8W  
 NEW YORK, NY 10286  
 212-815-3229  
 FILIPPO.TRIOLO@BNYMELLON.COM

## Account Overview



Percent of all Investments	Asset Classification	Market Value
100%	CASH AND SHORT TERM	40,040,701.27
100%	<b>TOTAL OF ALL INVESTMENTS</b>	<b>40,040,701.27</b>

## Summary of Assets Held

Asset Classification	Market Value	Cost	Accrued Income	Est Annual Income	Market Yield
CASH AND SHORT TERM	40,040,701.27	40,040,701.27	0.00	68,069.19	0.16%
<b>ACCOUNT TOTALS</b>	<b>40,040,701.27</b>	<b>40,040,701.27</b>	<b>0.00</b>	<b>68,069.19</b>	<b>0.16%</b>

## Summary of Cash Transactions

Transaction Category	Current Period			Year-to-Date	
	Income	Principal	Realized Gains/Losses	Income	Principal
OPENING BALANCE	0.00	0.00		0.00	0.00
DIVIDENDS	5,695.89	0.00	0.00	11,534.49	0.00
OTHER CASH DISBURSEMENTS	5,695.89	0.00	0.00	11,534.49	0.00
<b>CLOSING BALANCE</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

The above cash transactions summary is provided for information purposes only and may not reflect actual taxable income or deductible expenses as reportable under the Internal Revenue Code.



### Statement of Assets Held

Shares / Par Value	Asset Description	Market Price Average Cost	Market Value Cost	Accrued Income Est Annual Income	Market Yield
<b>CASH AND SHORT TERM</b>					
40,000,000.000	FEDERATED PRIME OBLIGATIONS FUND #10 CUSIP: S99996510	1.00000	40,000,000.00	0.00	0.17%
40,701.270	FEDERATED PRIME OBLIGATIONS FUND #10 CUSIP: S99996510	1.00000	40,701.27	68,000.00	0.16%
		1.00000	40,701.27	0.00	0.16%
	<b>Total CASH AND SHORT TERM</b>		<b>40,040,701.27</b>	<b>69.19</b>	<b>0.16%</b>
			<b>40,040,701.27</b>	<b>0.00</b>	<b>0.16%</b>
				<b>68,069.19</b>	
<b>ACCOUNT TOTALS</b>			<b>40,040,701.27</b>	<b>0.00</b>	<b>0.16%</b>
Total Market Value Plus Total Accrued Income 40,040,701.27			<b>40,040,701.27</b>	<b>68,069.19</b>	

### Statement of Transactions

Transaction Date	Transaction Description	Income	Principal	Cost	Realized Gains/Losses
02/01/11	OPENING BALANCE	0.00	0.00	40,035,005.38	
02/02/11	Purchase FEDERATED PRIME OBLIGATIONS FUND #10 5,695.89 SHARES	5,695.89 -	0.00	5,695.89	0.00
02/02/11	Dividend FEDERATED PRIME OBLIGATIONS FUND #10 DIVIDEND	5,695.89	0.00	0.00	0.00
02/02/11	DAILY ENDING BALANCE	0.00	0.00	40,040,701.27	0.00
02/28/11	CLOSING BALANCE	0.00	0.00	40,040,701.27	0.00

Cumulative realized capital gain and loss position from 12/31/2010 for securities held in principal of account:

Short Term: 0.00 \* Long Term: 0.00 \*

\* The above gain and loss position does not include transactions where tax cost information is incomplete or unavailable.

The Bank of New York Mellon may utilize subsidiaries and affiliates to provide services and certain products to the Account. Subsidiaries and affiliates may be compensated for their services and products.

The value of securities set forth on this Account Statement are determined by The Bank of New York Mellon for Global Corporate Trust on the basis of market prices and information obtained by The Bank of New York Mellon from unaffiliated third parties (including independent pricing vendors) ("third party pricing services"). The Bank of New York Mellon has not verified such market values or information and makes no assurances as to the accuracy or correctness of such market values or information or that the market values set forth on this Account Statement reflect the value of the securities that can be realized upon the sale of such securities. In addition, the market values for securities set forth in this Account Statement may differ from the market prices and information for the same securities used by other business units of The Bank of New York Mellon or its subsidiaries or affiliates based upon market prices and information received from other third party pricing services utilized by such other business units. Global Corporate Trust does not compare its market values with those used by, or reconcile different market values used by, other business units of The Bank of New York Mellon or its subsidiaries or its affiliates. The Bank of New York Mellon shall not be liable for any loss, damage or expense incurred as a result of or arising from or related to the market values or information provided by third party pricing services or the differences in market prices or information provided by other third party pricing services.

9 8968 m i PD3 s 211.025

## IMPORTANT NOTICE

***This notice pertains to the collection and receipt of debt service payments. Please disregard this notice if you do not make debt service payments.***

RE: DTCC P&I Payment Refinement – A Move to Further Reduce Payment Risk

In November 2009, DTCC announced a revision of the methodology for allocating principal and interest payments due on DTC-eligible securities. Effective February 7, 2011, DTC\* will only allocate a payment when its receipt can be confirmed at a CUSIP level and it is received at DTC by the prescribed cut-off time.

Delays in funding may result in late payments to holders and the loss of DTCC eligibility. To avoid potential delays and related compensation claims, and to ensure timely payments by DTC, BNY Mellon must receive your debt service payments no later than the time stated in your agreement with BNY Mellon. Payments can also be made to BNY Mellon on the business day prior to the payable date.

The DTCC changes are explained in its White Paper, *P&I Payment Refinement: A Move to Further Reduce Payment Risk*, which is available in the Thought Leadership/White Papers section of the DTCC website at [www.dtcc.com](http://www.dtcc.com).

Please do not hesitate to contact your Relationship Manager if you have any questions or concerns about the revised allocation methodology or to verify the cut-off time for your payments.

\* The Depository Trust Company (“DTC”) is a subsidiary of The Depository Trust & Clearing Corporation (“DTCC”).