BEFORE THE WASHINGTON STATE UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of the Request of) DOCKET NO. UT-013064
PREFERRED CARRIER SERVICES, INC.)))
and)))
QWEST CORPORATION, f/k/a U S	ORDER APPROVING
WEST COMMUNICATIONS, INC.) NEGOTIATED SECOND
) AMENDED AGREEMENT
For Approval of Negotiated) ADDING PROVISIONS FOR
Agreement Under the) UNBUNDLED NETWORK
Telecommunications Act of 1996) ELEMENT COMBINATIONS
)

BACKGROUND

This matter comes before the Washington Utilities and Transportation
Commission (Commission) for approval of a negotiated second amended
agreement (Amended Agreement) under the Telecommunications Act of 1996
(Telecom Act). The Amended Agreement is between Preferred Carrier Services,
Inc., (Preferred Carrier), and Qwest Corporation (Qwest), f/k/a U S WEST
Communications, Inc. The Commission approved an interconnection agreement
between the parties on September 12, 2001, and a first amended agreement on
January 30, 2002. The Commission ordered that in the event the parties amended
their agreement, the amended agreement would be deemed a new agreement
under the Telecom Act and must be submitted to the Commission for approval.
The parties filed a joint request for approval of a second amendment on
December 10, 2002.

FINDINGS AND CONCLUSIONS

- 2 (1) The Commission is an agency of the State of Washington vested by statute with the authority to regulate public service companies, including telecommunications companies. *RCW 80.01.040; Chapter 80.04 RCW and Chapter 80.36 RCW.*
- 3 (2) Section 252(e)(1) of the Telecom Act requires parties to a negotiated agreement to submit the agreement to the Commission for approval.

 Section 252(e)(2)(A) states that the Commission may only reject an agreement (or any portion thereof) adopted by negotiation if it finds that:
 - (i) the agreement (or any portion thereof) discriminates against a telecommunications carrier not a party to the agreement; or

4

5

- (ii) the implementation of such agreement or portion is not consistent with the public interest, convenience, and necessity.
- Qwest is engaged in the business of furnishing telecommunications services including, but not limited to, basic local exchange service within the state of Washington.
- 7 (4) Preferred Carrier is authorized to provide telecommunications services to the public in the state of Washington.
- The Commission approved an interconnection agreement between the parties on September 12, 2001, and a first amended agreement on January 30, 2002. The Commission ordered that in the event the parties amended their agreement, the amended agreement would be deemed a new agreement under the Telecom Act and must be submitted to the Commission for approval.

9	(6)	On December 10, 2002, the parties filed with the Commission a joint
		request for approval of a second amendment to the previously approved
		interconnection agreement, pursuant to the Telecom Act.

- 10 (7) The Amended Agreement between Preferred Carrier and Qwest was brought before the Commission at its regularly scheduled meeting on January 8, 2003.
- 11 (8) Preferred Carrier and Qwest voluntarily negotiated the entire amendment.
- 12 (9) The Amended Agreement does not discriminate against any other telecommunications carrier.
- 13 (10) The Amended Agreement will facilitate local exchange competition in the state of Washington.
- 14 (11) The Amended Agreement is consistent with the public interest, convenience, and necessity.
- 15 (12) The Amended Agreement meets the requirements of Sections 251 and 252 of the Telecom Act, including Section 252(e).
- 16 (13) The laws and regulations of the State of Washington and Commission
 Orders govern the construction and interpretation of the Amended
 Agreement. The Amended Agreement is subject to the jurisdiction of the
 Commission.
- 17 (14) After examination of the proposed Amended Agreement filed by
 Preferred Carrier and Qwest December 10, 2002, and giving consideration
 to all relevant matters, the Commission finds the proposed Amended
 Agreement should be approved.

ORDER

THE COMMISSION ORDERS:

- 18 (1) The Amended Agreement between Preferred Carrier Services, Inc., and Qwest Corporation, f/k/a U S WEST Communications, Inc., which the parties filed on December 10, 2002, is approved and effective as of the date of this Order.
- 19 (2) In the event that the parties revise, modify, or amend the agreement approved in this order, the revised, modified, or amended agreement will be deemed to be a new agreement under the Telecom Act and must be submitted to the Commission for approval, pursuant to 47 U.S.C. § 252(e)(1) and relevant provisions of state law, prior to taking effect.
- 20 (3) The laws and regulations of the State of Washington and Commission
 Orders govern the construction and interpretation of the Amended
 Agreement. The Amended Agreement is subject to the jurisdiction of the
 Commission.

DATED at Olympia, Washington, and effective this 8th day of January, 2003.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

MARILYN SHOWALTER, Chairwoman

RICHARD HEMSTAD, Commissioner

PATRICK J. OSHIE, Commissioner