BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

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| In the Matter of the Application and Petition of  WCI Cable, Inc.,  For Registration as a Telecommunications Company and Classification as a Competitive Telecommunications Company.  . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . | )  )  )  )  )  )  )  )  )  )  ) | In the Matter of the Application and Petition of  WCI Cable, Inc.,  For Registration as a Telecommunications Company and Classification as a Competitive Telecommunications Company.  . . . . . . . . . . . . . . . . . . . . . . . . . . . . . . |

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**BACKGROUND**

By petition filed March 29, 2000, in Docket UT-000453, WCI Cable, Inc. (WCIC), seeks registration as a telecommunications company and classification as a competitive telecommunications company pursuant to RCW 80.36.350 and 80.36.320. WCIC also filed an initial price list.

**DISCUSSION**

WCIC proposes to register with the Commission as a telecommunications company to offer the services specified in Exhibit A of its application. Services specified in Exhibit A but not included in its initial price list may not be offered until applicant amends its price list to include the description of service with rates and charges. In support of its petition, WCICasserts that its services compete with other interexchange carriers telecommunication services. WCIC states that customers have readily available equivalent alternatives and that there are no captive customers of the Company’s services.

WCIC is a Delaware corporation, headquartered in Beaverton, Oregon. Rates, terms, and conditions set forth in the initial price list are structured similarly to rates filed by other interexchange carriers for calls placed in the relevant market.

WCIC has provided information showing that it meets the requirements of RCW 80.36.350. Applicant does not propose to collect deposits from customers, or provide alternate operator services, local exchange services, or prepaid calling services.

In conjunction with classification, the Company is seeking waiver of:

RCW 80.04.300 Budgets to be filed by companies--Supplementary budgets

RCW 80.04.310 Commission’s control over expenditures

RCW 80.04.320 Budget rules

RCW 80.04.330 Effect of unauthorized expenditure--Emergencies

RCW 80.04.360 Earnings in excess of reasonable rate--Consideration in fixing rates

RCW 80.04.460 Investigation of accidents

RCW 80.04.520 Lease of utility facilities

RCW 80.36.100 Tariff schedules to be filed and open to public

RCW 80.36.110 Tariff changes--Statutory notice--Exception

Chapter 80.08 RCW Securities (except RCW 80.08.140)

Chapter 80.12 RCW Transfers of Property

Chapter 80.16 RCW Affiliated Interests

Chapter 480-80 WAC Tariffs

Chapter 480-140 WAC Budgets

Chapter 480-143 WAC Transfers of Property

Chapter 480-146 WAC Securities and Affiliated Interests

WAC 480-120-026 Tariffs

WAC 480-120-031 Accounting

WAC 480-120-032 Accounting-Political information and political education activities

WAC 480-120-036 Finance--Securities, affiliated interests, transfer of property

WAC 480-120-046 Services offered

WAC 480-120-131 Reports of accidents

Rules invoked include WAC 480-120-022, WAC 480-120-023,

WAC 480-120-024, and WAC 480-120-025. Statutes invoked include RCW 80.36.320 and RCW 80.36.350. The ultimate issues are whether WCIC should be registered as a telecommunications company, whether it should be classified as a competitive telecommunications company, and the extent to which it should be relieved of

regulatory requirements to which it would otherwise be subject.

This matter was brought before the Commission at its regularly scheduled open meeting on April 26, 2000. The Commissioners, having been fully advised in the matter, and having determined the following order to be consistent with the public interest, directed the Secretary to enter the following order and related provisions.

**FINDINGS OF FACT**

1. WCIC filed an application for registration as a telecommunications company and a petition for classification as a competitive telecommunications company pursuant to the provisions of RCW 80.36.350 and 80.36.320, to provide the services specified in Exhibit A of its application.

2. As to form, the application and petition meet the requirements of RCW 80.36.350 and 80.36.320, and comply with the Commission’s rules and regulations.

3. The registration of WCIC as a telecommunications company is not inconsistent with the public interest.

4. In this proceeding, the Commission in no way endorses the financial viability of applicant nor the investment quality of any securities it may issue.

5. Alternative providers of service to that of WCIC include, but are not limited to, GTE Northwest Incorporated, MCIWorldCom, Inc., and Sprint Communications Company L.P. All services are fully available from alternative providers in the relevant market.

6. The relevant market is the state of Washington.

7. WCIC has no captive customer base.

8. WCIC should be permitted to provide services under price list.

9. WCIC requested waivers of certain laws and rules relating to telecommunications services. The laws and rules for which waivers should be granted are listed in Appendix A, incorporated by this reference and made a part of this Order.

**CONCLUSIONS OF LAW**

1. The Washington Utilities and Transportation Commission has jurisdiction over the subject matter of this registration application and classification petition and WCIC.

2. The services offered are subject to effective competition.

3. WCIC should be registered as a telecommunications company pursuant to RCW 80.36.350 and classified as a competitive telecommunications company pursuant to RCW 80.36.320(1).

4. WCIC should be permitted to provide services under price lists promulgated under RCW 80.36.320 (2). These services shall not include collecting deposits from customers, or providing alternate operator services, local exchange services, or prepaid calling services.

5. WCIC should be granted waivers of the laws and rules listed in Appendix A.

**ORDER**

THE COMMISSION ORDERS:

1. Effective on the date of this Order and subject to any conditions imposed, the Commission approves the application of WCI Cable, Inc., requesting an

order authorizing registration as a telecommunications company to provide service to the public in this state.

2. The Commission approves the petition of WCI Cable, Inc., for classification as a competitive telecommunications company; and grants a waiver of the laws and rules listed in the attached Appendix A.

3. WCI Cable, Inc., shall be permitted to provide services under price list.

4. Registration of WCI Cable, Inc., as a telecommunications company shall not be construed as an endorsement of financial viability or of the investment quality of any securities it may issue.

5. As a telecommunications company providing service to the public in this state, WCI Cable, Inc., is subject to the jurisdiction of this Commission under the provisions of Title 80 RCW and all rules and regulations adopted by the Commission.

6. WCI Cable, Inc., is authorized to offer rates and services pursuant to the price list in the format prescribed by the Commission. Any price list filed by

WCI Cable, Inc., and subsequent changes to these price lists, shall become effective only after ten days’ notice to the Commission and to customers. In the event of a price list reduction or of a change in terms and conditions that do not have rate impact, personal notice to customers is not required. To comply with the statutory notice requirement, WCI Cable, Inc., may publish notice of price reductions or changes in terms and conditions of service that do not have rate impact by a display advertisement in such newspaper(s) as are geographically situated to be circulated over the Company's service area.

7. WCI Cable, Inc., is not authorized to collect deposits from customers, or to provide alternate operator services, local exchange services, or prepaid calling services.

8. The Commission retains jurisdiction over the subject matter and the Company to effectuate the terms of this Order.

DATED at Olympia, Washington, and effective this 26th day of

April, 2000.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

CAROLE J. WASHBURN, Secretary

DOCKET UT-000453

**APPENDIX A**

RCW 80.04.300 Budgets to be filed by companies--Supplementary budgets

RCW 80.04.310 Commission’s control over expenditures

RCW 80.04.320 Budget rules

RCW 80.04.330 Effect of unauthorized expenditure--Emergencies

RCW 80.04.360 Earnings in excess of reasonable rate--Consideration in fixing rates

RCW 80.04.460 Investigation of accidents

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RCW 80.36.100 Tariff schedules to be filed and open to public

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Chapter 80.08 RCW Securities (except RCW 80.08.140, State not obligated)

Chapter 80.12 RCW Transfers of Property

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