

CENTURYLINK
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Mark S. Reynolds
Northwest Region Vice President
Public Policy



August 21, 2014

Via E-mail and Overnight delivery

Mr. Steven V. King
Executive Director and Secretary
Washington Utilities & Transportation Commission
1300 S. Evergreen Park Drive SW
P.O. Box 47250
Olympia, WA 98504-7250

**RE: DOCKET UT-100820, ORDER 14, APPENDIX C
CENTURYLINK'S COMPLIANCE WITH CONDITION NO. 4 TO THE
JOINT APPLICANTS' AGREEMENT WITH COMMISSION STAFF AND
PUBLIC COUNSEL,**

Dear Mr. King,

Condition No. 4 in the Docket UT-100820 Merger Settlement Agreement between CenturyLink, Commission Staff and Public Counsel, adopted by the Commission in its Order 14, requires the filing with the Commission of a report reflecting merger costs and synergy savings:

4. Synergy Report

For a period of five years after the Transaction closes, CenturyLink will track and file annually a confidential report reflecting merger costs and synergy savings on a company-wide and Washington basis. The first report shall be filed with the Commission within 150 days after the first anniversary of the close of the Transaction, and subsequent reports will be filed annually with the Commission on the anniversary date of the first report. The report shall reflect the following information:

- a. *Synergy Savings – The report will provide estimated achieved synergy savings by the functional areas being tracked by CenturyLink. Estimated achieved synergy savings by the functional areas will be shown for CenturyLink company-wide and for each CenturyLink ILEC and Qwest (total company and intrastate jurisdiction amounts).*

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- b. *Merger Costs – The report will provide total merger costs incurred for the reporting period for CenturyLink company-wide and for each CenturyLink ILEC and Qwest (total company and intrastate jurisdictional amounts).*

CenturyLink provides Highly Confidential Attachment 1 which contains the required information on estimated synergy savings and merger costs for the period April 1, 2013 through March 31, 2014.

If you have any questions regarding this report, please don't hesitate to call me.

Sincerely,



Mark Reynolds

MSR/jga

Enclosures

cc: Jennifer Cameron-Rulkowski
Lisa Gafken
Tom Freeberg (via email only)

CERTIFICATE OF SERVICE

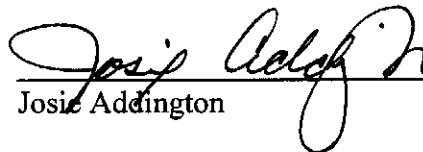
Docket No. UT-100820

CenturyLink's Compliance with Merger Condition No. 4

I certify that I have caused to be served copies of CenturyLink's Highly Confidential Report Reflecting Merger Costs and Synergy Savings by email and UPS overnight delivery on the following parties:

Jennifer Cameron-Rulkowski Assistant Attorney General 1400 S Evergreen Park Dr SW P.O. Box 40128 Olympia, WA 98504-0128 Tel: (360) 664-1186 Email: jcameron@utc.wa.gov	Lisa Gafken Public Counsel Section Office of the Attorney General 800 Fifth Avenue, Suite 2000 Seattle, WA 98104-3188 Tel: (206) 464-6595 Email: lisa.gafken@atg.wa.gov
<i>Via email only</i> Tom Freeberg Regulatory Operations Director CenturyLink 300 W 66 th Street Richfield, MN 55423 Email: tom.freeberg@centurylink.com	

DATED this 21th day of August 2014.



Josie Addington

CenturyLink
Estimated Synergies and Integration Costs from CenturyLink / Qwest Merger
For the 12-month period – April 1, 2013 through March 31, 2014

		<i>Total Washington Jurisdiction</i>				
Functional Area	Total Company	CenturyTel of Washington and Inter-Island	CenturyTel of Cowiche	United Telephone Co of the Northwest (WA)	Qwest Corporation (WA)	WASHINGTON
Region Markets						
Corporate						
Network Services						
Information Technology						
Wholesale Markets						
Long Distance						
Total All Functional Areas						
Capital Synergies						
Integration Costs						

REDACTED

		<i>Washington Intrastate Jurisdiction</i>			
Functional Area	CenturyTel of Washington and Inter-Island	CenturyTel of Cowiche	United Telephone Co of the Northwest (WA)	Qwest Corporation (WA)	Washington Total
Region Markets					
Corporate					
Network Services					
Information Technology					
Wholesale Markets					
Long Distance					
Total Operating Expense Synergies					
Capital Synergies					
Integration Costs					

REDACTED

<Note> The amounts represented in the Total Washington Jurisdiction and Washington Intrastate Jurisdiction columns are estimates based on factors.