



Verizon Northwest Inc.

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November 7, 2008

Ms. Carole J. Washburn, Executive Secretary
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Drive SW
P.O. Box 47250
Olympia, Washington 98504-7250

Dear Ms. Washburn:

Subject: **CONTRACT NO. 1371ICB**

Verizon Northwest Inc. submits for filing Contract No. 1371ICB, Amendment No. 1 to an existing customer specific contract that provides Synchronized Optical Networking (SONET) OC12 Multi-Protocol Hubbing Service. The current agreement was filed under Contract No. 1328ICB, effective 10/12/06 in Docket No. UT-030727 for a term of 24 months. SONET provides a fiber-based, self-healing, fully redundant facility in a ring architecture. This service is provided under contract because it is not available under tariff and has limited demand.

The purpose of Amendment No. 1 is to extend the term of the existing agreement for a period of six consecutive months from December 12, 2008 through June 11, 2009. The Amendment does not impact rates or conditions of service.

The company requests an effective date of December 12, 2008 for this Amendment No. 1.

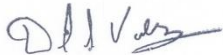
Verizon submits the documentation required in Section 7 of WAC 480-80-142. Verizon considers the cost computations required under Section 7 (b) (iii) of WAC 480-80-142 to be confidential and protected under the provisions of WAC 480-07-160. Verizon considers this cost documentation to also be protected under the exemption from disclosure requirements per the Public Records Act, Chapter 42.56 RCW. The cost documentation is marked "Confidential per WAC 480-07-160". The company, for commercial reasons, may be harmed if this information is not treated by the Commission as confidential.

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With regards to the contract, Verizon will comply with any applicable resale obligations required by RCW 80.36.170 and 80.36.180.

Please contact Richard Potter at (425) 261-5006 if there are questions on this filing.

Very truly yours,

A handwritten signature in black ink, appearing to read "D. Valdez".

David S. Valdez
Sr. Vice President – West
Public Affairs, Policy and Communications

Attachments
(2008-458132)

ESSENTIAL TERMS AND CONDITIONS**Contract No. 1371ICB New ___ Renewal ___ Amendment X___**

Effective Date: December 12, 2008

Expiration Date: June 11, 2009

Renewal Options: If Customer indicates to Verizon in writing that it desires to negotiate a new contract or tariffed service arrangement to continue or replace the Services provided, the Agreement shall automatically be extended for a period not to exceed 60 days from the end of the initial Service Period to allow the parties to finalize a new agreement or to transition to a tariffed service arrangement. Notice must be provided by Customer at least 30 days prior to the end of the initial Service Period. Notice can be made by facsimile or electronic mail.

Duration of Contract: Six months

Description of Service: SONET provides a fiber-based, self-healing, fully redundant facility in a ring architecture.

Number of Units: 2 OC12 Customer Premise (CP) Nodes
 1 OC12 Central Office (CO) Node

Optical/Electrical Drops in quantities ordered by customer on a month to month basis:

Gig E 10 MB/100 MB Port per Node
 Gig E 24 (1000 MB) Port per Node
 DS1 Port per Node
 DS3 Port per Node

Monthly Recurring Charge: \$2,075.00 OC12 CP Node
 \$ 975.00 OC12 CO Node
 \$ 18.00 Gig E 10 Mb/100 MB Port per Node
 \$ 110.00 Gig E 24 (1000 Mb) Port per Node
 \$ 18.00 DS1 Port per Node
 \$ 20.00 DS3 Port per Node

Non-Recurring Charge: N/A

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Termination Liability:

Termination liability applies to all Services under this Agreement with the exception of the Optical/Electrical Drops (which are provided on a month to month basis). For the OC12 CP Nodes and CO Node, if Customer cancels this Agreement in whole or in part or terminates any Services prior to the expiration of the Service Period, Customer shall pay to Verizon a termination charge equal to twenty-five (25%) of the applicable monthly rate for the terminated Service multiplied by the number of months remaining in the unexpired portion of the Service Period. Termination charges will not apply if an exception contained in Verizon's applicable tariff applies.

Location:

Marysville

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7(b) (iii)

Demonstrate, at a minimum, that the contract charges cover the company's cost of providing the service. Costs will be determined under a long-run incremental cost analysis, including as part of the incremental cost, the price charged by the offering company to other telecommunications companies for any essential function used to provide the service, or any other commission-approved cost method.

This is Amendment No. 1 to an existing agreement that provides SONET service. The purpose of the Amendment is to extend the term for six additional months. The attached confidential documentation demonstrates the contract charges cover the company's cost of providing the service.

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7 (b) (iv)

Summarize the basis of the charge(s) proposed in the contract and explain the derivation of the proposed charge(s) including all cost computations involved.

The underlying costs of the individual component elements are identified in the confidential cost documentation filed with this contract. See Exhibit A to the original contract document for the detailed list of services and rates subscribed to under the agreement.

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7 (v) Indicate the basis for using a contract rather than a filed tariff for the specific service involved.

 This service is provided under contract because it is not available under tariff and has limited demand.

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(2) Duration of contract. All contracts shall be for a stated time period.

The Amendment No. 1 extends the term of the original agreement for six months from December 12, 2008 through June 11, 2009. The original contract term is 24 months.