

**Revised**  
**ESSENTIAL TERMS AND CONDITIONS**

Basic Contract Number: OMR #111391

New  Modified  Renewal

Duration of Basic Contract: 36 months

Effective Date: On February 10, 2005

The term of this Agreement will begin upon the Effective Date and will expire thirty-six (36) months from the date Service is available to the Customer, as evidenced by Qwest's records ("Term"). The minimum service period ("Minimum Service Period") for each Service is twelve months. If Qwest continues to provide Service after the Term, the provisions for month-to-month service in the Tariff will apply. However, this Agreement will only become effective after all mandatory filing requirements are met and approved by the Washington Utilities and Transportation Commission.

Note: This contract represents service for a number of circuits that are in place today, originally provisioned under a Qwest interstate GeoMax Service Agreement that is expiring. As such, with this Agreement, the customer is upgrading their service to Metro Optical Ethernet and adding a number of service locations.

**Description of Service:**

Metro Optical Ethernet Service is a flexible transport service that uses established Ethernet transport technology. The service provides connections between multiple customer locations within a metropolitan area using native Ethernet protocol.

Monthly Recurring Charge:	\$15,861.00
Nonrecurring Charge:	\$0
Service Location(s):	Seattle, Federal Way, Issaquah, Bellevue
Number of Circuits:	9

**TELECOMMUNICATIONS CONTRACTS: 480-80-142 (7)**

1. Documentation: Standard filing requirements and effective dates. Contracts must be filed with the commission not less than 30 days before the proposed effective date of the contract. Each application filed for commission approval of a contract must include a complete copy of the proposed contract. Documentation must show that the contract does not result in undue or unreasonable discrimination between customers receiving like and contemporaneous service under substantially similar circumstances; and demonstrate, at a minimum, that the contract charges cover the company's cost of providing the service. In addition, the company must summarize the following information with each contract submitted:

(A) 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.

**Answer:** Current Washington tariffs do not offer Metro Optical Ethernet Service. Pricing for this service considers the pricing relationship to similar Ethernet Arrangements. The underlying costs of the individual components were identified in a recent cost study. Attachment A provides a summary of the costs and a contribution analysis.

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

**Answer:** Current Washington tariffs do not offer Metro Optical Ethernet Service. With this service, Qwest is responding to a specific customer request and the competitive marketplace.