BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of the Investigation Concerning the Status of Competition and Impact of the FCC's Triennial Review Remand Order on the Competitive Telecommunications Environment in Washington State.

DOCKET NO	
PETITION FOR O	CONSIDERATION

AND APPROVAL OF SETTLEMENT

Pursuant to WAC 480-07-730 *et seq.*, Covad Communications Company ("Covad"), Eschelon Telecom, Inc. ("Eschelon"), McLeodUSA Telecommunications Services, Inc. ("McLeodUSA"), Integra Telecom of Washington, Inc. ("Integra") and XO Communications Services, Inc. ("XO") (collectively, the "Joint CLECs") and Qwest Corporation ("Qwest") (collectively, the "Parties") jointly file the Settlement Agreement ("Settlement") that is attached and marked as Attachment 1 and request that this Commission open a new docket and approve the Settlement between Qwest and the Joint CLECs.

I. BACKGROUND

The Federal Communications Commission ("FCC") issued its Report and Order, *In the Matter of Review of the Section 251 Unbundling Obligations of Incumbent Local Exchange Carriers;*Implementation of the Local Competition Provisions of the Telecommunications Act of 1996;

Deployment of Wireline Services Offering Advanced Telecommunications Capability, CC

Qwest

1600 7th Ave., Suite 3206 Seattle, WA 98191 Telephone: (206) 398-2500 Facsimile: (206) 343-4040 Docket Nos. 01-338, 96-98 and 98-147 (effective October 2, 2003) ("TRO"); and, on February 4, 2005, the FCC released the Review of the Section 251 Unbundling Obligations of Incumbent Local Exchange Carriers, Order on Remand (effective March 11, 2005) (Triennial Review

Remand Order) (FCC 04-290) ("TRRO").

On or about February 15, 2006, one or more of the Joint CLECs filed requests with various

state commissions asking that the Commission develop and approve both a list of Qwest Non-

Impaired Wire Centers and a process for future updates of the wire center list. Those

commissions opened dockets in response to the Joint CLECs' filings. Qwest responded to the

Joint CLECs' requests and also petitioned for commission investigations and expedited

proceedings in those states to verify Qwest wire center data, address the nonrecurring

conversion charge, establish a process for future updates of the wire center list, address related

issues, and bind all CLECs. This Commission investigated Qwest's initial non-impairment list

in an existing docket (number UT-053025) established to review the impacts of the TRRO on

local competition. The Joint CLECs and Qwest have reached resolution of their disputed

issues. The Parties have embodied that resolution in the Settlement, and seek approval of the

Settlement by the Commission.²

II. SUMMARY OF SETTLEMENT

The Settlement (Attachment 1 hereto) consists of seven sections and five attachments, as

follows:

3

Settlement Section I: Introduction

5 This section, consisting of six "whereas" clauses, describes the FCC's TRO and TRRO orders,

¹ See Colorado (Docket No. 06M-080T), Minnesota (Docket Nos. P-5692, 5340, 5643, 5323, 465, 6422/M-06-211), Oregon (UM 1251), and Utah (Docket No. 06-049-40).

² The Settlement provides for resolution of the same issues in each of the six state jurisdictions. As the wire center lists are unique to each state, Attachment A to the Settlement Agreement provides information by state.

Owest

the various petitions filed with various state commissions, the dockets that were opened by

various state commissions, and reflects that the Parties have now reached a multi-state

resolution of their disputes on the open issues.

Settlement Section II: Definitions

6 This section provides the applicable definitions of key terms used in the settlement agreement,

including the definitions of the various commissions and Parties.

<u>Settlement Section III</u>: Initial Commission-Approved Wire Center List

This section states the Parties' agreement about which Owest wire centers are the initial non-7

impaired wire centers, and the associated tier levels and effective dates.

Settlement Section IV: Non-Recurring Charge for Conversions Using the Initial

Wire Center List and for Future Commission-Approved Additions to that

List

8 This section reflects the Parties' agreement regarding the nonrecurring charge ("NRC") for

conversions of unbundled network elements ("UNEs") to alternative services or products,

including the agreed-upon NRC rate and length of term, as well as how credits for those

CLECs which have already paid a higher NRC rate will apply, and the status of the rate after

three years.

Settlement Section V: Methodology

9 This section reflects the methodology that the Parties agreed to, for purposes of non-impaired

facilities, to determine non-impairment and/or tier designations, including how to count

"business lines" and "fiber-based collocators."

Settlement Section VI: Future Qwest Filings to Request Commission Approval of

Non-Impairment Designations and Additions to the Commission-Approved

Wire Center List

Owest

APPROVAL OF SETTLEMENT Page 3

PETITION FOR CONSIDERATION AND

10 This section summarizes the Parties' agreement regarding how Qwest can request Commission

approval of non-impairment designations and additions to the Commission-approved non-

impaired wire center list in the future (i.e., future additions to the initial Commission-approved

list).

Settlement Section VII: Other Provisions

This section has a number of miscellaneous provisions based on the Parties' agreement 11

regarding various issues, including interconnection agreement ("ICA") provisions and

amendments, refunds related to Qwest identified non-impairment designations that are not

identified as non-impaired in Attachment A to the Settlement Agreement, credits to CLECs

that have been back-billed to March 11, 2005 for facilities with an effective non-impairment

date of July 8, 2005 (instead of March 11, 2005), as well as general provisions about

settlement, precedent and termination of the settlement agreement.

12 There are also five attachments, as follows:

<u>Attachment A</u>: List of Non-Impaired Wire Centers

Attachment B: Triennial Review Remand Order ("TRRO") Wire Center Amendment to the

Interconnection Agreement between Owest Corporation and Covad, Integra,

POPP.Com, and XO

Attachment C: Triennial Review Remand Order ("TRRO") Wire Center Interconnection

Agreement language to be inserted into the proposed Interconnection Agreement

between Owest Corporation and Eschelon

Attachment D: Triennial Review Remand Order ("TRRO") Wire Center Amendment to the

Interconnection Agreement between Qwest Corporation and McLeodUSA and TDSM

Attachment E: Model Protective Order

III. THE SETTLEMENT IS IN THE PUBLIC INTEREST

13 Pursuant to the requirements of WAC 480-07-740, the Parties believe that the Settlement is in

Owest

Facsimile: (206) 343-4040

PETITION FOR CONSIDERATION AND

the public interest. It resolves contested issues without litigation, and avoids future disputes by

setting forth an agreed process for future wire center designations. The Parties agree that, if

the Settlement Agreement is approved and not terminated, there will be no open issues for the

Commission to decide in this docket as to the Parties. Qwest and the Joint CLECs will each

offer a witness in favor of approval of the Settlement between Qwest and the Joint CLECs if

the Commission deems it necessary. However, the Parties recommend that a hearing and

witnesses are not necessary in the consideration of this Settlement.

IV. **CONCLUSION**

The Parties respectfully request that the Commission promptly approve the Settlement.

DATED this 28th day of June, 2007.

QWEST

Lisa A. Anderl, WSBA #13236 Adam L. Sherr, WSBA #25291

1600 7th Avenue, Room 3206

Seattle, WA 98191

Phone: (206) 398-2500

Owest

1600 7th Ave., Suite 3206 Seattle, WA 98191 Telephone: (206) 398-2500 Facsimile: (206) 343-4040