

STATE OF WASHINGTON

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

1300 S. Evergreen Park Dr. S.W., P.O. Box 47250 • Olympia, Washington 98504-7250 (360) 664-1160 • TTY (360) 586-8203

September 20, 2012

RE: In the Matter of the Petition of Budget PrePay, Inc. for an Exemption from WAC 480-123-030(1)(d), (f) and (g), and Designation as an Eligible Telecommunications

Carrier, Docket UT-111570

TO ALL PARTIES:

The Washington Utilities and Transportation (Commission) entered its Order 01, Order Granting Budget PrePay, Inc. (Budget or the Company) the Exemption from Provisions of WAC 480-123-030(1)(d), (f) and (g), and Designation as an Eligible Telecommunications Carrier in Docket UT-111570 on August 6, 2012.

The Order requires the Company to meet 21 conditions to be classified as an Eligible Telecommunications Carrier, and directs the Company to submit compliance filings with regard to several of the conditions. Among others, Condition #2 requires the Company to submit data for Commission approval before it can begin offering service in the state of Washington. Condition #10 requires the Company to work with the Department of Social and Health Services (DSHS) to establish a procedure to verify the Company's Lifeline customers' eligibility. The Order authorized the Commission's Executive Director and Secretary to approve the required compliance filings, by letter, if the Company complied with the terms of the Order.

On August 24, 2012, Budget submitted a compliance filing pursuant to Washington State Condition #2 of Commission Order 01 (Appendix B) in this docket, for approval by the Commission. The Company's compliance filing contains a copy of Budget's Lifeline rate plans, terms and conditions, proposed language to be used in marketing and advertising material, and its Lifeline Customer Enrollment Form. After Commission Staff reviewed the compliance filing and discussed it with the Company's representative, Budget submitted revisions to the

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compliance filing is satisfactory and meets the condition set forth in the Commission's Order 01. On September 17, 2012, Commission Staff submitted a letter recommending the Commission approve the compliance filing.

Budget also informed the Commission that it has contacted the Department of Social and Health Services (DSHS) to obtain access to the DSHS database to verify its Lifeline customers' eligibility. This complies with Condition #10 of Commission Order 01.

The Commission has examined Budget's compliance filing and subsequent revisions and finds the Company's compliance filing meets Condition #2 and Condition #10 of Commission Order 01.

Sincerely,

DAVID W. DANNER

Executive Director and Secretary

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