



Verizon Northwest Inc.

**1800 – 41st Street, WA0101RA
P. O. Box 1003
Everett, WA 98206-1003
Fax: 425-261-5262**

December 1, 2005

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. 1313ICB**

Verizon Northwest Inc. submits for filing Contract No. 1313ICB. This is a new agreement to provide Transparent LAN Service (TLS) for a term of thirty-six (36) months. TLS is a high speed data service which uses a shared fiber network to allow for the interconnection of Local Area Networks (LANs) across selected metropolitan areas.

Verizon submits the documentation required by WAC 480-80-142. Verizon considers the contract and cost support confidential and protected under the provisions of WAC 480-07-160. The cost support pages are marked "Confidential per WAC 480-07-160". The customer may be harmed if this information is not considered confidential. This service is offered on a contractual basis because the rate structure is not available under tariff.

The company requests an effective date of December 31, 2005. Please direct any questions to Lin Fogg at 425-261-6380.

Very truly yours,

A handwritten signature in black ink, appearing to read "D. J. Ver" or similar.

Vice President – Public Policy, Affairs and Communications

Attachments
(2005-324289)

ESSENTIAL TERMS AND CONDITIONS

Contract No. 1313ICB – New agreement for Transparent LAN Service (TLS)

Effective Date: December 31, 2005

Expiration Date: December 30, 2008 Contingent on in-service date.

Renewal Options: If Customer indicates to Verizon in writing that it desires to negotiate a new contract or tariff service arrangement to continue or replace the Services provided for in the Agreement, 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 tariff service arrangement. Written notice must be provided by Customer at least 30 days prior to the end of the initial Service Period.

Duration of Contract: Thirty-six months

Description of Service: TLS is a high speed data service which uses a shared fiber network to allow for the interconnection of Local Area Networks (LANs) across selected metropolitan areas.

Number of Units: Two 100 Mbps Circuits

Monthly Recurring Charge: \$4,000.00 (The monthly rate noted here includes applicable interoffice mileage.)

Non-Recurring Charge: Not applicable.

Location: Everett, Lynnwood

Contract No. 1313ICB – New agreement for Transparent LAN Service (TLS)

5(a) A statement summarizing the basis of the rate or charge proposed in the contact and an explanation of the derivation of the proposed rate or charge.

Nonrecurring Charges

Not applicable.

Termination Liability

If Customer cancels this Agreement in whole or in part or terminates any Services prior to the expiration of the Service Period, or prior to the end of the optional one year extension period Customer shall pay to Verizon a termination charge equal to twenty-five percent (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. Any such termination liability charge shall be due and payable in one lump sum within thirty (30) days of billing. If Customer terminates this Agreement subsequent to the execution of this Agreement by the Parties but prior to the in-service date, Customer shall pay to Verizon all costs incurred by Verizon for contract and service preparation. Termination charges will not apply if an exception contained in Verizon's applicable tariff applies.

Monthly Charges

The average monthly charge is \$4,000.00.

Contract No. 1313ICB – New agreement for Transparent LAN Service (TLS)

- 5(d) 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.

Verizon Northwest includes as an attachment to this contract filing the documentation and explanations required by WAC 480-80-142. The cost support and contract have been labeled confidential and are protected pursuant to the provisions of WAC 480-07-160.

Contract No. 1313ICB – New agreement for Transparent LAN Service (TLS)

- 5 (e) Indicate the basis for using a contract rather than a filed tariff for the specific service involved. If the basis for using a contract is the availability of an alternative service provider, identify that provider.

Verizon is offering this service on a contract basis because the rate structure is not available under tariff.

Contract No. 1313ICB – New agreement for Transparent LAN Service (TLS)

6. Duration of contract. All contracts shall be for a stated time period.

The initial term of the agreement is thirty-six months.