

Rob McKenna

ATTORNEY GENERAL OF WASHINGTON

Utilities and Transportation Division 1400 S Evergreen Park Drive SW • PO Box 40128 • Olympia WA 98504-0128 • (360) 664-1183

November 30, 2012

STI Prepaid, Inc. 1250 Broadway, 26th Floor New York, NY 10001

RE: Notice of Intent to Send to Collections, Penalty Assessment No. UT-121009

Dear Sir or Madam:

As you are aware, on August 1, 2012, the Washington Utilities and Transportation Commission issued a Penalty Assessment against STI Prepaid, Inc. in the amount of \$450 for violation of WAC 480-120-382, which requires competitively classified telecommunications companies to file an annual report with the Commission by May 1 each year. STI Prepaid, Inc. filed its annual report for 2011 on May 25, 2012, which is 18 business days past the deadline of May 1, and has incurred a penalty of \$450. The Commission sent STI Prepaid, Inc. a Second Notice on September 5, 2012, and a Final Notice on October 10, 2012.

The Commission has not received the \$450 payment due and owing.

This is to notify you that the Commission intends to forward your outstanding debt to a collection agency for collection. You likely will incur additional expenses and fees, including costs of collection, attorney's fees, and interest. These expenses and fees will be added to your outstanding \$450 balance.

If you have any questions about this letter or about the company's obligations under Commission rules, you may contact Sondra Walsh at (360) 664-1286.

Very truly yours,

SALLY BROWN

Senior Assistant Attorney General

cc: Sondra Walsh, Manager, UTC Finance and Facilities

Kim Anderson, UTC Financial Services Amy Andrews, UTC Financial Services