## **ESSENTIAL TERMS AND CONDITIONS**

Location:

Contract No. 1376ICB	New _X Renewal Amendment
Effective Date:	February 16, 2009
Expiration Date:	February 15, 2012
Extension Option:	If Customer gives the Company at least 30 days notice before the end of the Service Period that it wishes to negotiate a new contract, this contract will be extended by up to 60 days.
Duration of Contract:	Thirty-six (36) months
Description of Service:	ISDN PRI: flat rate port and access with DS1; flat rate port with DS1
Number of Units:	Two (2); one (1)
Monthly Recurring Charge:	\$522.18; \$374.52.
Non-Recurring Charge:	No NRC for current in-service items; tariff NRC for any additions.
Termination Liability:	Twenty-five percent of monthly rate times the remaining months in the Service Period.

Kennewick, Mt. Vernon, Wenatchee

Contract No. 1376ICB New X\_ Renewal \_\_ Amendment \_\_\_\_

480-80-142

7(b) (iii)

Demonstrate, at a minimum, that the contract charges cover the company's cost of providing the service. Costs will be determined under a long-run incremental cost analysis, including as part of the incremental cost, the price charged by the offering company to other telecommunications companies for any essential function used to provide the service, or any other commission-approved cost method.

The attached confidential cost documentation demonstrates the contract charges cover the Company's cost of providing the subject service.

Contract No. 1376ICB	New _X	Renewal	Amendment
480-80-142			

7 (b) (iv)

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.

The underlying costs of the individual component elements are identified in the confidential cost documentation filed with this contract. See Exhibit A-1 to the contract document for the list of services and rates subscribed to under the agreement.

Contract No. 1376ICB	New _X	Renewal	Amendment

480-80-142

Indicate the basis for using a contract rather than a filed tariff for the specific service involved. 7 (v)

The services are offered on a contract basis due to the customer's national needs and to competitive market conditions.

Contract No. 1376ICB	New _X	Renewal	Amendment
480-80-142			

(2) Duration of contract. All contracts shall be for a stated time period.

The contract term is thirty-six (36) months.