

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

June 23, 2006

Mr. Andrew Kever Senior Vice President and General Counsel Grande Communications Networks, Inc. 401 Carlson Circle San Marcos, Texas 78666

RE: Penalty Assessment UT-051701

Dear Mr. Kever:

A review of our records indicates that you have not responded to the enclosed Notice of Penalties, dated December 6, 2005. You were required by law to pay the penalty or file a plea for mitigation within fifteen days after receipt of the assessment. To date, we have not received your payment or a request for mitigation.

If we do not receive your payment by July 30, 2006, the commission will consider additional sanctions. In addition, we will refer the matter to the Office of the Attorney General for collection.

For questions regarding this matter, please contact Sheri Hoyt, Compliance Specialist, Business Practices Investigations Section. Ms. Hoyt can be reached at (360) 664-1149, or by e-mail at shoyt@wutc.wa.gov.

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Sincerely,

Carole J. Washburn Executive Secretary

Enclosure