



Verizon Northwest Inc.

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October 17, 2007

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. 1347ICB**

Verizon Northwest Inc. submits for filing Contract No. 1347ICB, a new customer specific firm bid contract with a government entity that provides Basic Business Network Access Lines (B1), Premium PBX and DID Trunks, Direct Inward Dialing (DID) Numbers (100 Block) and Nonpublished Directory Listing Services for a term of five years. An amendment to this agreement is also attached. The purpose of the amendment is to correct the legal entity name of the service provider.

The services are offered under contract because this government customer requires fixed rate pricing for all services for a specific term. Per WAC 480-80-142, Section 5, the effective date of this contract filing is October 17, 2007.

Verizon submits the documentation required in Section 7 of WAC 480-80-142. Verizon considers the cost computations required under Section 7 (b) (iii) of WAC 480-80-142 to be confidential and protected under the provisions of WAC 480-07-160. Verizon considers this cost documentation to also be protected under the exemption from disclosure requirements per the Public Records Act, Chapter 42.17 RCW. The cost documentation is marked

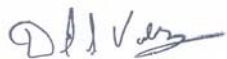
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"Confidential per WAC 480-07-160". The company, for commercial reasons, may be harmed if this information is not treated by the Commission as confidential.

With regards to the contract, Verizon will comply with any applicable resale obligations required by RCW 80.36.170 and 80.36.180.

Please contact Lin Fogg at (425) 261-6380 if there are questions on this filing.

Very truly yours,

A handwritten signature in black ink, appearing to read "D. Valdez", with a stylized flourish at the end.

David S. Valdez
Sr. Vice President – West
Public Affairs, Policy and Communications

Attachments
(2007-411197)

ESSENTIAL TERMS AND CONDITIONS

Contract No. 1347ICB New X Renewal Amendment

Termination Liability:

Per the Federal Access Requisition (FAR) the customer is liable for termination liability charges under the WN U-17 Tariff, Sec. 2 if services under the contract are terminated prior to the expiration date of the agreement. The customer will pay 25% of the monthly recurring charge(s) for service(s) times the number of months remaining in the contract term.

Location:

Everett

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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.

This is a new customer specific agreement that provides Basic Business Network Access Lines, Premium PBX and DID Trunks, Direct Inward Dialing (DID) Number Service (Block of 100) and Nonpublished Listing Service for a term of five years. This service is offered under contract because the customer is a government entity who requires fixed pricing for a specific term (five years) not available under tariff. The customer is currently receiving these services under tariff on a month-to-month basis. The attached confidential cost documentation demonstrates the contract charges cover the company's cost of providing the service.

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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 Attachment 1, Award Schedule B of the contract document for the detailed list of services subscribed to under the agreement.

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

The services are offered on a contract basis because the customer is a government entity who requires fixed pricing for a specific term (five years) not available under tariff.

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

The term for this contract is five years.