

January 13, 2004

VIA E-MAIL AND UPS OVERNIGHT

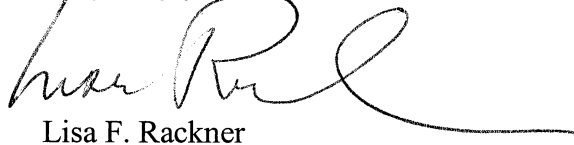
Carole J. Washburn
Executive Secretary
Washington Utilities and Transportation Commission
PO Box 47250
Olympia, WA 98504-7250

Re: UT-033044: Errata to Dr. Cabe's Testimony

Dear Carole Washburn:

Enclosed are the original and 14 copies of the corrected page 20 to the Direct Testimony of Richard Cabe on behalf of MCI. It has come to our attention that an editorial comment was inadvertently included in the original testimony filed on December 22, 2003. Please remove page 20 and replace it with the new page. Thank you for your assistance in this matter.

Very truly yours,



Lisa F. Rackner

Enclosure

cc: Service List (via e-mail and U.S. Mail)
Art Butler

414 C. The Commission's Tasks

415 Q. WHAT DECISIONS MUST THE COMMISSION MAKE IN THIS
416 PROCEEDING?

417 A. Although the FCC made a national finding that CLECs are impaired without
418 unbundled access to ILEC local switching to serve mass-market customers,²² it delegated
419 to this Commission the task of determining whether the national finding of impairment is
420 overcome in any areas within Washington. Specifically, the FCC “ask[ed] the states to
421 assess impairment in the mass market on a market-by-market basis.”²³ The Commission
422 must conduct a market-by-market investigation into whether existing barriers to entry for
423 mass-market switching “are likely to make entry into a market uneconomic.”²⁴

424 Q. PLEASE DESCRIBE THE PROCESS THE COMMISSION SHOULD
425 FOLLOW IN REACHING THESE DECISIONS.

426 A. The first step in the analytical process, logically, is to define the markets in which
427 the Commission will consider evidence of impairment on a “market-by-market” basis.²⁵

428 The Commission must further define the market by identifying a demarcation
429 between the very small businesses that the FCC has included under the umbrella heading
430 of “mass-market customers” and the larger businesses that the FCC has identified as
431 “enterprise customers.”

²² *Id.* ¶ 419.

²³ *Id.* ¶¶ 476 and 493.

²⁴ *Id.* ¶ 84.

²⁵ *Id.* ¶ 495.