September 7, 2007

Carole J. Washburn, Secretary Washington Utilities and Transportation Commission 1300 S. Evergreen Park Dr. SW P. O. Box 47250 Olympia, Washington 98504-7250

Re: Washington Utilities and Transportation Commission v. AT&T Communications of the Pacific Northwest, Inc. Docket UT-060962

Dear Ms. Washburn:

On behalf of the parties (Staff and AT&T), in accordance with WAC 480-07-730(4), this is to notify the commission that the parties have reached a settlement in principle, which will resolve all issues in Docket UT-060962. The parties will need time to reduce the details of the settlement to writing, finalize, and obtain signatures. At this time, the parties anticipate filing the Settlement Agreement, along with any supporting documentation, by the end of the week of October 15, 2007.

Accordingly, the parties respectfully request that the procedural schedule be suspended in this matter. If you need any additional information, please let me know. Thank you for your consideration.

Sincerely,

MICHAEL A. FASSIO Assistant Attorney General

MAF:emd cc: Parties