

State of Utah Department of Commerce Division of Public Utilities

FRANCINE GIANI Executive Director THAD LEVAR Deputy Director CONSTANCE B. WHITE Director, Division of Public Utilities

JON HUNTSMAN Jr. Governor GARY HERBERT Lieutenant Governor

August 3, 2007

TO: PUBLIC SERVICE COMMISSION

FROM: DIVISION OF PUBLIC UTILITIES

Constance B. White, Director Laura Scholl, Manager, Telecommunications Casey J. Coleman, Technical Consultant

Re: Qwest Corporation's Request for Approval of a Stipulation Regarding Certain Performance Indicator Definitions and Qwest Performance Assurance Plan Provisions.

STATUS:

The Division is currently reviewing the information provided by Qwest regarding the Performance Indicator Definitions (PID) and Qwest Performance Assurance Plan (QPAP). With the stipulation Tier 1 and Tier 2 payments would be affected. The Division has requested data from Qwest to determine the impact of the changes.

ISSUES:

There are a number of items that will be changed according to the Stipulation filed by the parties to this docket. The Division is currently in talks with many of the other State Commissions in other Qwest territories to determine what the appropriate response should be. The stipulation could impact the amount of money collected by the states. Because of this the Regional Oversight Committee (ROC) is considering working on the issues collaboratively. The Division is taking an active roll in the collaboration.

In addition to what is being done by the ROC, the Division is moving forward with some of its own investigations. A data request has been sent to Qwest asking for an analysis of the impact to payments if the changes were instituted. The Division will give another status report to the Commission as to the progress of this Docket and if it will be a regional issue by August 23, 2007.

