Federal Communications Commission 445 12th St., S.W. Washington, D.C. 20554

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> DA 04-1933 June 29, 2004

ENFORCEMENT BUREAU SEEKS COMMENT ON QWEST COMMUNICATIONS INTERNATIONAL, INC. SECTION 272 BIENNIAL AUDIT REPORT IN EB DOCKET NO. 03-198

Comments due: August 30, 2004

Pursuant to section 271 of the Communications Act of 1934, as amended (the "Act"), the Commission has authorized Qwest Communications International, Inc. ("Qwest")² to enter the in-region interLATA market in Arizona, Colorado, Idaho, Iowa, Minnesota, Montana, Nebraska, New Mexico, North Dakota, Oregon, South Dakota, Utah, Washington, and Wyoming. Section 272 of the Act requires Bell Operating Companies to offer in-region, interLATA service through separate affiliates that comply with certain structural, nondiscrimination, and accounting safeguards. Section 272(d) requires a biennial compliance audit. We have received the results of the biennial audit of Qwest's first year of operations in Arizona, Colorado, Idaho, Iowa, Minnesota, Montana, Nebraska, New Mexico, North Dakota, Oregon, South Dakota, Utah, Washington, and Wyoming. The audit report, "Qwest Communications International, Inc. Report of Independent Accountants on Applying Agreed-Upon Procedures," was submitted by Ernst & Young, LLP ("E&Y") on June 10, 2004.

¹ 47 U.S.C. § 271.

² Qwest Corporation, a subsidiary of Qwest Communications International, Inc., is an incumbent local exchange carrier ("LEC") that provides local telephone service in 14 midwestern and western states. Qwest Corporation was formerly US West, Inc. (one of the original Regional Bell Operating Companies). See Qwest Communications International Inc. and US West, Inc., Applications for Transfer of Control of Domestic and International Sections 214 and 310 Authorizations and Application to Transfer Control of a Submarine Cable Landing License, CC Docket 99-272, Memorandum Opinion and Order, 15 FCC Rcd 5376 (2000); Memorandum Opinion and Order, 15 FCC Rcd 11909 (2000).

³ See Application by Qwest Communications International, Inc. for Authorization to Provide In-Region, InterLATA Services in the States of Colorado, Idaho, Iowa, Montana, Nebraska, North Dakota, Utah, Washington and Wyoming, WC Docket No. 02-314, Memorandum Opinion and Order, 17 FCC Rcd 26303 (2002); Application by Qwest Communications International, Inc. for Authorization to Provide In-Region, InterLATA Services in New Mexico, Oregon and South Dakota, WC Docket No. 03-11, Memorandum Opinion and Order, 18 FCC Rcd 7325 (2003); Application by Qwest Communications International Inc. for Authorization to Provide In-Region, InterLATA Services in Minnesota, WC Docket No. 03-90, Memorandum Opinion and Order, 18 FCC Rcd 13323 (2003); Application by Qwest Communications International Inc. for Authorization to Provide In-Region, InterLATA Services in Arizona, WC Docket No. 03-194, Memorandum Opinion and Order, 18 FCC Rcd 25504 (2003).

⁴ 47 U.S.C. § 272(d).

Section 272(d)(2) of the Communications Act requires that the results of the audit be made publicly available.⁵ We now release the Qwest audit report. In accordance with section 53.213(d) of the Commission's rules, interested parties may file comments on the report with the Commission within 60 days.⁶ Accordingly, comments are due no later than August 30, 2004.

EX PARTE PRESENTATIONS

We find that it would be in the public interest to treat this proceeding as an exempt proceeding under the ex parte rules. Therefore, subsequent to the release of this Public Notice, ex parte communications to or from Commission decision-making personnel are permissible and need not be disclosed, in accordance with section 1.1204(b) of the Commission's rules. 8

FILING PROCEDURES

Interested parties may file comments on the biennial audit report using the Commission's Electronic Comment Filing System ("ECFS") or by filing paper copies. Comments filed through the ECFS can be sent as an electronic file via the Internet to http://www.fcc.gov/e-file/ecfs.html. Generally, only one copy of an electronic submission must be filed. In completing the transmittal screen, commenters should include their full name, Postal Service mailing address, and the applicable docket or rulemaking number. Parties may also submit an electronic comment by Internet e-mail. To get filing instructions for e-mail comments, commenters should send an e-mail to ecfs@fcc.gov, and should include the following words in the body of the message, "get form <your e-mail address." A sample form and directions will be sent in reply.

Parties who choose to file by paper must file an original and four copies of each filing. All filings must be sent to the Commission's Secretary, Marlene H. Dortch, Office of the Secretary, Federal Communications Commission, 445 12th Street, S.W., CY-B402, Washington, D.C. 20554.

Parties who choose to file by paper should also submit their comments on diskette. These diskettes should be submitted to: Ernestine Creech, Room 3-A247, Investigations and Hearings Division, Enforcement Bureau, 445 12th Street, S.W., Washington, D.C. 20554. Such a submission should be on a 3.5-inch diskette formatted in an IBM compatible format using Word or compatible software. The diskette should be accompanied by a cover letter and should be submitted in "read only" mode. The diskette should be clearly labeled with the commenter's name, proceeding (including the docket number, in this case EB Docket No. 03-198, type of pleading (comments), date of submission, and the name of the electronic file on the diskette. The label should also include the following phrase "Disk Copy - Not an Original." Each diskette should contain only one party's pleadings, preferably in a single electronic file. In addition, commenters must send diskette copies to the Commission's copy contractor, Best Copy and Printing, Inc. ("BCPI"), Portals II, 445 12th Street, S.W., Room CY-B402, Washington, D.C. 20554.

⁵ 47 U.S.C. § 272(d)(2).

⁶ 47 C.F.R. § 53.213(d).

⁷ See 47 C.F.R. §§ 1.1200(a), 1.1204.

⁸ 47 C.F.R. § 1.1204(b).

⁹ See Electronic Filing of Documents in Rulemaking Proceedings, 63 Fed. Reg. 24,121 (1998).

All filings must contain the docket or rulemaking number that appears in the caption of this proceeding. Filings can be sent by hand or messenger delivery, by commercial overnight courier, or by first-class or overnight U.S. Postal Service mail (although we continue to experience delays in receiving U.S. Postal Service mail). The Commission's contractor will receive hand-delivered or messenger-delivered paper filings for the Commission's Secretary at 236 Massachusetts Avenue, N.E., Suite 110, Washington, D.C. 20002. The filing hours at this location are 8:00 a.m. to 7:00 p.m. All hand deliveries must be held together with rubber bands or fasteners. Any envelopes must be disposed of before entering the building. Commercial overnight mail (other than U.S. Postal Service Express Mail and Priority Mail) must be sent to 9300 East Hampton Drive, Capitol Heights, MD 20743. The filing hours at this location are 8 am. to 5:30 p.m. First-class U.S. Postal Service mail, Express Mail, and Priority Mail should be addressed to 445 12th Street, S.W., Washington, D.C. 20554. All filings must contain the Docket Number, and must be addressed to the Commission's Secretary, Office of the Secretary, Federal Communications Commission.

In accordance with the Commission's earlier Public Notice announcing that hand-delivered or messenger-delivered filings are no longer accepted at the Commission's headquarters, hand-delivered or messenger-delivered filings must be delivered to 236 Massachusetts Avenue, N.E., Suite 110, Washington, D.C. 20002.¹⁰

Filings and comments are available for public inspection and copying during regular business hours at the FCC Reference Information Center, Portals II, 445 12th Street, S.W., Room CY-A257, Washington, D.C., 20554. They may also be purchased from the Commission's duplicating contractor, BCPI, located in Portals II, 445 12th Street, S.W., Room CY-B402, Washington, D.C., 20554. Customers may contact BCPI through its website: www.bcpiweb.com, by e-mail at fcc@bcpiweb.com, by telephone at (202) 488-5300, or by facsimile at (202) 488-5563.

If you are sending this type of document or using this delivery method	It should be addressed for delivery to
Hand-delivered or messenger-delivered paper filings for the Commission's Secretary	236 Massachusetts Avenue, N.E., Suite 110, Washington, D.C. 20002 (8:00 a.m. to 7:00 p.m.)
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United States Postal Service first-class mail, Express Mail, and Priority Mail	445 12 th Street, S.W. Washington, D.C. 20554

Parties are strongly encouraged to file comments electronically using the Commission's Electronic Comment Filing System ("ECFS").

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¹⁰ See Public Notice, "FCC Announces New Filing Location for Paper Documents," 16 FCC Rcd 22165 (OMD 2001).

Copies of the Qwest 272(d) biennial audit report and any subsequently filed documents in this matter may be obtained from the Commission's duplicating contractor, BCPI, located in Portals II, 445 12th Street, S.W., Room CY-B402, Washington, D.C., 20554. Customers may contact BCPI through its website: www.bcpiweb.com, by e-mail at fcc@bcpiweb.com, by telephone at (202) 488-5300, or by facsimile at (202) 488-5563.

Electronic versions of the Qwest 272(d) biennial audit report are also available on the FCC's Internet Home Page (http://www.fcc.gov) and through the Commission's Electronic Comment Filing System. To the extent that parties file electronic versions of comments, such filings also will be available on the FCC's Internet Home Page and through the Commission's Electronic Comment Filing System. Copies of the audit report and documents are also available for public inspection and copying during normal reference room hours at the Commission's Reference Center, 445 12th Street, S.W., CY-A257, Washington, D.C. 20554.

For further information, contact Hillary DeNigro at (202) 418-7334 or Mika Savir at (202) 418-0384.

Action by the Chief, Investigations and Hearings Division, Enforcement Bureau