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December 10, 2012

VIA E-MAIL

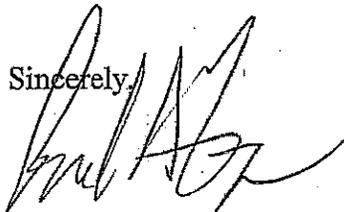
Cheryl Walker
Oregon Public Utility Commission
PO Box 2148
Salem OR 97308-2148

Re: Docket No. ARB 607; Traffic Exchange Agreement Amendment Between
Molalla Telephone Company and T-Mobile West LLC.

Dear Ms. Walker:

The purpose of this letter is to confirm to you that Molalla Telephone Company conducts business under the name Molalla Communications Company. Please process the above-referenced amendment. Thank you.

Sincerely,



RICHARD A. FINNIGAN

RAF/cs

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November 29, 2012

VIA E-FILING AND U.S. MAIL

Cheryl Walker
Oregon Public Utility Commission
PO Box 2148
Salem OR 97308-2148

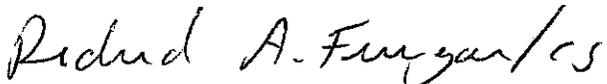
Re: Docket No. ARB 607; Traffic Exchange Agreement Amendment Between
Molalla Telephone Company and T-Mobile West LLC.

Dear Ms. Walker:

Pursuant to the requirements of OAR 860-016-0020(3), enclosed you will find the completed Carrier-to-Carrier Agreement Checklist. Pursuant to OAR 860-016-0020(4), an electronic copy of the Checklist, Amendment and this letter have been provided by electronic mail.

Also enclosed are the original and two copies of the Amendment. This should complete the filing requirements contained in OAR 860-016-0020. If there is anything else that needs to be done, please let me know.

Sincerely,


RICHARD A. FINNIGAN

RAF/cs
Enclosures

cc: Steve Loutzenhiser (via e-mail)
Jill Mounsey (via e-mail)
Lawrence S. Smith (via e-mail)

CARRIER-TO-CARRIER AGREEMENT CHECKLIST

INSTRUCTIONS: Please complete all applicable parts of this form and submit it with related materials when filing a carrier-to-carrier agreement pursuant to 47 U.S.C. 252 and OAR 860-016-0000 et al. The Commission will utilize the information contained in this form to determine how to process the filing. **Unless you request otherwise in writing, the Commission will serve all documents related to the review of this agreement electronically to the e-mail addresses listed below.**

1. PARTIES *Competitive Carrier* *Incumbent Local Exchange Carrier*

Name of Party:

Contact for Processing Questions:

Name:

Telephone:

E-mail:

Contact for Legal Questions (if different):

Name:

Telephone:

E-mail:

Other Persons wanting E-mail service of documents (if any):

Name:

E-mail:

2. TYPE OF FILING NOTE: Parties making multiple requests (such as seeking to adopt a previously approved agreement and Commission approval of new negotiated amendments to that agreement) should submit a separate checklist for each requested action.

Adoption: Adopts existing carrier-to-carrier agreement approved by the Commission.

- Docket ARB
- Parties to prior agreement &

New Agreement: Seeks approval of new negotiated agreement.

Does adoption or agreement replace an existing agreement between the parties?

- NO
- YES, Docket ARB

Amendment: Amends an existing carrier-to-carrier agreement.

Docket ARB

**Amendment to the Traffic Exchange Agreement by and between
T-Mobile West LLC, as Successor in Interest to T-Mobile USA, Inc.,
and
Molalla Telephone Company**

This Amendment ("Amendment") is entered into by and between Molalla Telephone Company ("Company") and T-Mobile West LLC ("T-Mobile"), as successor in interest to T-Mobile USA, Inc.; Company and T-Mobile are each referred to as a "Party" and collectively as "Parties".

RECITALS

WHEREAS, the Parties and their predecessors in interest, previously entered into a Traffic Exchange Agreement as approved by the Oregon Public Utility Commission ("OPUC") which is still in effect ("Agreement"); and

WHEREAS, the Federal Communications Commission, in FCC Order No. 11-161, released November 18, 2011, adopted 47 C.F.R. § 51.705(a), which provides that bill-and-keep shall be the default compensation arrangement between local exchange carriers, such as the Company, and CMRS providers, such as T-Mobile, for the transport and termination (as defined in 47 C.F.R. § 51.701(c) and (d), as revised by FCC Order No. 11-161), of all Local Traffic, as defined in the Agreement, exchanged between them; and

WHEREAS, the Federal Communications Commission, in FCC Order No. 11-189, released December 23, 2011, has provided that such default bill-and-keep arrangements, when requested before July 1, 2012, shall become effective as default arrangements July 1, 2012; and

WHEREAS, T-Mobile requests to apply a bill-and-keep arrangement to all Local Traffic exchanged between the Parties, and the Company is willing to agree to such application upon the terms and conditions set forth in this Amendment; and

WHEREAS, the Agreement contains a provision that authorizes the Parties to amend the Agreement to comport with changes of law; and

WHEREAS, the Parties desire to amend the Agreement to provide for application of a bill-and-keep arrangement to the exchange of all Local Traffic between them, such bill-and-keep arrangement to become effective July 1, 2012, subject to Paragraph 7 below;

[continued on page 2]

AGREEMENT

NOW THEREFORE, in consideration of the premises and the mutual terms, covenants and conditions contained in this Amendment, the Parties agree as follows:

Amendment Terms

1. From July 1, 2012, forward, all Local Traffic exchanged between the Parties pursuant to the Agreement shall be subject to a bill-and-keep compensation arrangement, which means that neither Party shall charge the other for the transport and termination of the other's Local Traffic so exchanged.
2. The Company's transport obligation for Local Traffic shall stop at T-Mobile's chosen interconnection point, when that point is located within the Company's geographically contiguous service area, and T-Mobile shall deliver all Local Traffic that originates on its network that is to be terminated within such geographically contiguous service area to that interconnection point. When T-Mobile's chosen interconnection point is located outside the Company's geographically contiguous service area, (i) the Company's transport obligation for Local Traffic originating on its network and to be delivered by it to T-Mobile shall stop at the Company's meet point, and T-Mobile shall be responsible for the remaining transport of Local Traffic to its interconnection point, and (ii) T-Mobile shall deliver such Local Traffic that originates on its network and that is to be terminated by the Company within its service area that is served by such meet point (a) to such Company meet point, (b) to a third-party transit provider that connects with the Company at such meet point (or another meet point acceptable to the Company), or (c) to an interexchange carrier that, in turn, will deliver such Local Traffic to the Company as access service traffic; provided, however, that in no event shall the Company be responsible for any rates or charges assessed by such third-party transit provider or such interexchange carrier (or any other person or entity) with respect to such Local Traffic originated by T-Mobile, and T-Mobile hereby agrees to be financially responsible for all such rates and charges for such Local Traffic originated by T-Mobile.
3. Local Traffic other than EAS Traffic (defined below) that is originated by the Company and terminated to T-Mobile may be delivered by the Company to the calling party's Presubscribed Interexchange Carrier ("PIC") – either intraLATA or interLATA, as applicable – or the dial-around carrier chosen by the calling party and, in either such event, shall be subject to the Company's originating switched access charges. At the choice of T-Mobile, EAS Traffic originated by Company and terminated to T-Mobile will be delivered by the Company to a third-party transit provider or to direct trunks installed between T-Mobile and the Company. If T-Mobile chooses to have such EAS Traffic delivered to a third-party transit provider, unless the Company consents otherwise in writing, the third-party transit provider must be one with which the Company then has existing connectivity that permits such use at no additional cost to the Company. Subject to the following conditions, T-Mobile shall be responsible financially to the third-party transit provider for all rates and charges assessed by such third-party transit provider with respect to such EAS Traffic, and shall be financially responsible to any other person or entity that transports or processes such EAS Traffic after delivery to such third-party transit provider for all rates and charges assessed by such other person

or entity, and shall promptly and timely pay to such third-party transit provider and to all such other persons and entities all such rates and charges:

- a. The Company will work cooperatively with T-Mobile to utilize the lowest cost third-party transit provider; provided, that (i) quality of service standards are maintained and fully satisfied, and (ii) the lowest cost third-party transit provider has connectivity to the Company that may be used for such purpose at no additional cost to the Company, and (iii) the lowest cost third-party transit provider will not impose or assess any rate(s) or charge(s) upon the Company with respect to such EAS traffic; and
 - b. Company may not assess bills against T-Mobile for transit service provided by the third-party transit provider;
 - c. As of the date of this amendment, Company acknowledges that it is not currently assessed any additional charges for delivering EAS traffic to T-Mobile.
4. As used in this Amendment, the term "EAS Traffic" means Local Traffic that is (i) exchanged between the Company and T-Mobile and (ii) is between Company end users and T-Mobile NPA-NXX combinations associated with rate centers within the Company's local calling area (including its Extended Area Service ("EAS") calling area, if any) associated with the Company's service area.
5. If the Company serves non-contiguous exchanges, at the election of the Company, each such exchange may be deemed to be a distinct Company service area for purposes of this Amendment.
6. The Company shall notify T-Mobile within thirty (30) days if the Company ceases to be a rural, rate-of-return LEC, as that term is used in FCC Order No. 11-161. In the event of such cessation, either Party may request of the other that negotiations be commenced on a further amendment to the Agreement, and each Party agrees to commence such negotiations within thirty (30) days following the date on which such request is received by it or by the other Party, whichever shall be applicable.
7. Upon approval by order of the OPUC, this Amendment shall be effective July 1, 2012, and shall remain effective as long as the Agreement remains effective between the Parties, subject to the following:
 - a. The Parties agree specifically that the terms of this Amendment have been developed and agreed upon due solely to a change of law; specifically, Section XV, §§ 976 – 1008 and related implementing rules changes of the FCC's November 18, 2011 Report and Order and Further Notice of Proposed Rulemaking, In the Matter of the Connect America Fund, et al., Order on Reconsideration, WC Docket 10-90 (FCC Order No. 11-161) as modified by the FCC's Order on Reconsideration of December 23, 2011 In the Matter of the Connect America Fund, et al., WC Docket 10-90 (FCC Order No. 11-189).

- b. The FCC Orders, including the paragraphs thereof mentioned above constituting the change of law on which this Amendment is based, are subject to multiple Petitions for Reconsideration before the FCC and further subject to multiple Petitions for Judicial Review pending before the 10th Circuit United States Court of Appeals.
 - c. In the event Section XV, ¶¶ 976 – 1008 and related implementing rules changes of the FCC's November 18, 2011 Report and Order (FCC Order No. 11-161), as clarified and/or modified by FCC 11-189, are vacated, reversed, set aside or rescinded (collectively "rescission") by administrative action or judicial order, the Parties agree this Amendment shall be void and of no effect from the date that all appeals from such judicial orders are exhausted or the time to file an appeal has passed with no appeal having been filed (which by way of illustration and not limitation, shall be back to the effective date of the original change of law in the event that said change of law is vacated), and the Parties' Agreement shall, from that date forward, revert automatically to its prior terms, except as provided in subsection 7.e, below. In the event Section XV, ¶¶ 976 - 1008 and related implementing rules changes of the FCC's November 18, 2011 Report and Order (FCC Order No. 11-161) are reversed for lack of Commission observance of proper procedure or explanation of its Order, and remanded to the agency for reconsideration, there will be no effect on the validity of this Amendment.
 - d. In the event a stay of Section XV, ¶¶ 976 – 1008 and related implementing rules changes of the FCC's November 18, 2011 Report and Order (FCC Order No. 11-161), as clarified and/or modified by FCC 11-89, is issued pending judicial review or further administrative action, the terms of this Amendment will be suspended and of no effect during the time such stay is effective. During such time the Parties will be subject to the terms of their prior Agreement unaffected by this Amendment, except as provided in subsection 7.e, below.
 - e. If there is a specific controlling order, issued in connection with either a rescission addressed in subsection 7.c or a stay addressed in subsection 7.d, which order provides specifically for compensation for Local Traffic differing from the terms of the Parties' original Agreement, such specific provision shall be adopted promptly through further amendment to the Parties' original Agreement.
 - f. In all cases of change of law not specifically covered in the preceding subparagraphs, the Parties will negotiate further amendments to their Agreement to conform to then existing law.
8. The provisions of this Amendment, including the provisions of this sentence, may not be amended, modified or supplemented without the written consent thereto by both Parties' respective authorized representatives.
 9. Except as expressly set forth in this Amendment, the terms and conditions of the Agreement shall remain in full force and effect without change. The Parties recognize that there may be future FCC decisions affecting the Agreement. Thus, without limiting the generality of the first sentence of this Paragraph, the Parties confirm that Section 21

of the Agreement remains in full force and effect to address matters not covered by this Amendment. Capitalized terms appearing in this Amendment that are defined in the Agreement shall have the same meanings as they have in the Agreement.

10. The recitals set forth above are material and incorporated herein.

11. The provisions of this Amendment are for the benefit of the Parties hereto and not for the benefit of any other person or entity, and this Amendment shall not provide any person or entity not a Party hereto with any remedy, claim, liability, reimbursement, right of action, or other right in excess of those existing without reference hereto.

The Parties, intending to be legally bound, have executed this Amendment as of the dates set forth below, in multiple counterparts, each of which shall be deemed an original, but all of which shall constitute one and the same instrument.

T-Mobile West LLC

By: _____

Bryan Fleming

Title: Vice President - Technical Systems
& Business Operations

Date: _____

10/28/12

Molalla Telephone Company

By: _____

Steve Loutzenhiser

Title: President & CEO

Date: _____

10.11.2012

T-Mobile Legal Approval By: _____

2012.10.1

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