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allegiancetelecom, inc.



Qwest Spirit of Service™

February 20, 2004

VIA FACSIMILE AND OVERNIGHT DELIVERY

Ms. Blanca S. Bayo
Commission Clerk and Administrative Services Director
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

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FEB 23 AM 11:15
COMMISSION
CLERK

Re: Docket No. 040056; Request for Dismissal of Waiver Petition Regarding Proposed Transaction Between Allegiance Telecom, Inc., Debtor-in-Possession and Qwest Communications International Inc.

Dear Ms. Bayo:

On January 19, 2004, Allegiance Telecom, Inc., Debtor-in-Possession ("Allegiance"), and Qwest Communications International Inc. ("QCII") filed a notice letter with the Florida Public Service Commission (the "Commission") advising the Commission of the proposed acquisition by Qwest of substantially all of the assets of Allegiance Telecom of Florida, Inc., Debtor-in-Possession (the "Transaction"). The parties also filed a petition seeking the waiver of Rule 25-4.118, Florida Administrative Code (the "Waiver Petition").

As discussed in the notice, the Transaction was in furtherance of the reorganization of Allegiance under Chapter 11 of the U.S. Bankruptcy Code. Pursuant to procedures adopted by the U.S. Bankruptcy Court for the Southern District of New York (the "Bankruptcy Court"), on February 12, 2004, Allegiance commenced an auction for the sale of its assets. On February 13, 2004, Allegiance announced that XO Communications Inc. ("XO") had submitted the highest bid in the auction, and the Bankruptcy Court confirmed XO as the winner on February 19, 2004. Accordingly, the Transaction between Allegiance and Qwest will be terminated, and Allegiance and Qwest request the dismissal without prejudice of the Waiver Petition.

An original and fifteen (15) copies of this letter are enclosed for filing. Please date-stamp the enclosed extra copy of this letter and return it in the attached self-addressed, stamped

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FPSC-BUREAU OF RECORDS

DOCUMENT NUMBER-DATE

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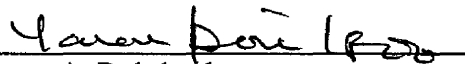
Ms. Blanca S. Bayo
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envelope. Please contact the undersigned if the Commission has any questions regarding this matter.

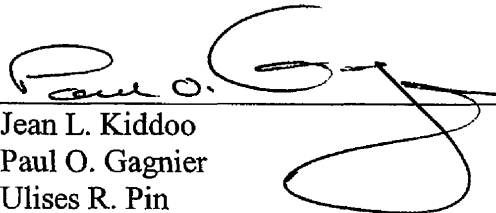
Respectfully submitted,

**QWEST COMMUNICATIONS
INTERNATIONAL INC.**

**ALLEGIANCE TELECOM, INC.,
DEBTOR-IN-POSSESSION AND
ALLEGIANCE TELECOM OF FLORIDA,
INC., DEBTOR-IN-POSSESSION**


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