MEMORANDUM

May 18, 2000

TO: DIVISION OF RECORDS AND REPORTING

FROM:

DIVISION OF LEGAL SERVICES (VACCARO)

RE:

INITIATION OF SHOW CAUSE DOCKET NO. 000217-TX -PROCEEDINGS AGAINST ATI TELECOM, INC. FOR APPARENT VIOLATION OF SECTION 364.183(1), F.S., ACCESS TO COMPANY

RECORDS.

Please place the attached in the above-referenced docket file.

TV/sa Attachment

DOCUMENT NUMBER-DATE 06182 MAY 188

FPSC-RECORDS/REPORTING

LAW OFFICES OF THOMAS K. CROWE, P.C.

2300 M STREET, N.W. SUITE 800 WASHINGTON, D.C. 20037

TELEPHONE (202) 973-2890 FAX (202) 973-2891 E-MAIL tkcrowe@bellatlantic.net

May 17, 2000

BY FEDEX

Tim Vaccaro Senior Attorney Division of Legal Services Florida Public Service Commission Capital Circle Office Center 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Re: ATI Telecom, Inc.; Docket No. 000217-TX;

Settlement Offer to Order No. PSC-00-0648-SC-TX

Dear Mr. Vaccaro:

The following settlement is offered on behalf of ATI Telecom, Inc. ("ATI") in relation to the Commission's March 28, 2000 Order to Show Cause ("Order") in the above-captioned proceeding. The Order required ATI to show cause as to why it failed to respond to the Commission's local competition questionnaire. ATI timely filed a Response with the Commission on April 28, 2000, in which it explained that its failure to reply was not "wilful" within the meaning of Section 364.285, Florida Statutes, Fla. Stat. ch. 364.285 (1999) and, therefore, no penalty at all should be imposed by the Commission.

ATI wishes to put this matter behind it without the expenditure of additional resources for a hearing or other legal process. ATI also recognizes that the Commission's resources are better devoted to more important matters. Accordingly, ATI is willing to offer a voluntary settlement or payment of \$3,500 to the State of Florida to resolve this matter. ATI respectfully requests that any order or ruling by the Commission in this matter reflect that 1) the payment is a voluntary settlement (and not reflect that it is a fine); and 2) no determination as to fault or violation is being made.

Tim Vaccaro May 17, 2000 Page 2

Please file-stamp and return the extra copy of this filing in the self-addressed, stamped envelope for this purpose. All communications concerning this letter should be directed to the undersigned.

Sincerely,

Thomas K. Crowe

Jennifer Gorny,

Counsel for ATI Telecom, Inc.

Enclosure

cc: Melinda Watts, Florida Public Service Commission (via fax)