

BellSouth Telecommunications, Inc Suite 400 150 South Monroe Street Tallahassee, Florida 32301-1556 850 224-7798 Fax 850 224-5073 Marshall M. Criser III Regulatory Vice President

June 15, 2000

Mrs. Blanca S. Bayo Director, Division of Records and Reporting Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399

000726-TP

Re: Approval of the renegotiated Resale Agreement by BellSouth Telecommunications, Inc. ("BellSouth") and USA Telecom, Inc. pursuant to Sections 251 and 252 of the Telecommunications Act of 1996

Dear Mrs. Bayo:

Pursuant to section 252(e) of the Telecommunications Act of 1996, BellSouth and USA Telecom, Inc. are submitting to the Florida Public Service Commission their renegotiated agreement for the purchase of BellSouth's telecommunications services for the purpose of resale to end users by USA Telecom, Inc.

Pursuant to section 252(e) of the Act, the Commission is charged with approving or rejecting the negotiated agreement between BellSouth and USA Telecom, Inc. within 90 days of its submission. The Act provides that the Commission may only reject such an agreement if it finds that the agreement or any portion of the agreement discriminates against a telecommunications carrier not a party to the agreement or the implementation of the agreement or any portion of the agreement is not consistent with the public interest, convenience and necessity. Both parties aver that neither of these reasons exist as to the agreement they have negotiated and therefore, are very hopeful that the Commission shall approve their agreement.

Navshall M. Criser I

Regulatory Vice President (49)

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ATTACHMENT TO TRANSMITTAL LETTER

The Agreement entered into by and between USA Telecom, Inc. and BellSouth Telecommunications, Inc., dated 05/25/2000, for the states of Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina and Tennessee consists of the following:

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AGREEMENT BETWEEN BELLSOUTH TELECOMMUNICATIONS, INC. AND USA TELECOM, INC.

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AGREEMENT

WITNESSETH

WHEREAS, BellSouth is a local exchange telecommunications company authorized to provide telecommunications services in the states of Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina and Tennessee; and

WHEREAS, USA Telecom is or seeks to become an alternative local exchange telecommunications company ("CLEC") authorized to provide telecommunications services in the states of Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina, and Tennessee; and

WHEREAS, the Parties wish to resell BellSouth's telecommunications services and/or interconnect their facilities, purchase network elements and other services, and exchange traffic specifically for the purposes of fulfilling their obligations pursuant to sections 251 and 252 of the Telecommunications Act of 1996 ("the Act").

NOW THEREFORE, in consideration of the mutual agreements contained herein, BellSouth and USA Telecom agree as follows:

1. Purpose

The Parties agree that the rates, terms and conditions contained within this Agreement, including all Attachments, comply and conform with each Parties' obligations under sections 251 and 252 of the Act. The resale, access and interconnection obligations contained herein enable USA Telecom to provide competing telephone exchange service to residential and business subscribers within the territory of BellSouth. The Parties agree that USA Telecom will not be considered to have offered telecommunications services to the public in any state within BellSouth's region until such time as it has ordered services for resale or interconnection facilities for the purposes of providing business and/or residential local exchange service to customers.

2. Term of the Agreement

- 2.2 The Parties agree that by no later than one hundred and eighty (180) days prior to the expiration of this Agreement, they shall commence negotiations with regard to the terms, conditions and prices of resale and/or local interconnection to be effective beginning on the expiration date of this Agreement ("Subsequent Agreement").
- If, within one hundred and thirty-five (135) days of commencing the negotiation referred to in Section 2.2 above, the Parties are unable to satisfactorily negotiate new resale and/or local interconnection terms, conditions and prices, either Party may petition the Commission to establish appropriate local interconnection and/or resale arrangements pursuant to 47 USC 252. The Parties agree that, in such event, they shall encourage the Commission to issue its order regarding the appropriate local interconnection and/or resale arrangements no later than the expiration date of this Agreement. The Parties further agree that in the event the Commission does not issue its order prior to the expiration date of this Agreement, or if the Parties continue beyond the expiration date of this Agreement to negotiate the local interconnection and/or resale arrangements without Commission intervention, the terms, conditions and prices ultimately ordered by the Commission, or negotiated by the Parties, will be effective retroactive to the day following the expiration date of this Agreement.
- Notwithstanding the foregoing, in the event that as of the date of expiration of this Agreement and conversion of this Agreement to a month-to-month term, the Parties have not entered into a Subsequent Agreement and either no arbitration proceeding has been filed in accordance with Section 2.3 above, or the Parties have not mutually agreed (where permissible) to extend the arbitration window for petitioning the applicable Commission(s) for resolution of those terms upon which the Parties have not agreed, then either Party may terminate this Agreement upon sixty (60) days notice to the other Party. In the event that BellSouth terminates this Agreement as provided above, BellSouth shall continue to offer services to USA Telecom pursuant to the terms, conditions and rates set forth in BellSouth's Statement of Generally Available Terms (SGAT) to the extent an SGAT has been approved by the applicable Commission(s). If any state Commission has not approved a BellSouth SGAT, then upon BellSouth's termination of this Agreement as provided herein, BellSouth will continue to

provide services to USA Telecom pursuant to BellSouth's then current standard interconnection agreement. In the event that the SGAT or BellSouth's standard interconnection agreement becomes effective as between the Parties, the Parties may continue to negotiate a Subsequent Agreement, and the terms of such Subsequent Agreement shall be effective retroactive to the day following expiration of this Agreement.

3. Ordering Procedures

- 3.1 USA Telecom shall provide BellSouth its Carrier Identification Code (CIC),
 Operating Company Number (OCN), Group Access Code (GAC) and Access
 Customer Name and Address (ACNA) code as applicable prior to placing its first order.
- 3.2 The Parties agree to adhere to the BellSouth Local Interconnection and Facility Based Ordering Guide and Resale Ordering Guide, as appropriate for the services ordered.
- 3.3 USA Telecom shall pay charges for Operational Support Systems (OSS) as set forth in this Agreement in Attachment 1.

4. Parity

When USA Telecom purchases, pursuant to Attachment 1 of this Agreement, telecommunications services from BellSouth for the purposes of resale to end users, BellSouth shall provide said services so that the services are equal in quality, subject to the same conditions, and provided within the same provisioning time intervals that BellSouth provides to its affiliates, subsidiaries and end users.

5. White Pages Listings

BellSouth shall provide USA Telecom and their customers access to white pages directory listings under the following terms:

- Listings. USA Telecom shall provide all new, changed and deleted listings on a timely basis and BellSouth or its agent will include USA Telecom residential and business customer listings in the appropriate White Pages (residential and business) or alphabetical directories. Directory listings will make no distinction between USA Telecom and BellSouth subscribers.
- 5.2 Rates. Subscriber primary listing information in the White Pages shall be provided at no charge to USA Telecom or its subscribers and USA Telecom will provide subscriber listing information to BellSouth at no charge.
- 5.3 <u>Procedures for Submitting USA Telecom Subscriber Information</u>. BellSouth will provide to USA Telecom a magnetic tape or computer disk containing the proper

format for submitting subscriber listings. USA Telecom will be required to provide BellSouth with directory listings and daily updates to those listings, including new, changed, and deleted listings, on a magnetic tape, computer disk, or other mutually agreed upon means. These procedures are detailed in BellSouth's Local Interconnection and Facility Based Ordering Guide.

- 5.4 <u>Unlisted/Non-Published Subscribers</u>. USA Telecom will be required to provide to BellSouth the names, addresses and telephone numbers of all USA Telecom customers that wish to be omitted from directories.
- 5.5 Inclusion of USA Telecom Customers in Directory Assistance Database.

 BellSouth will include and maintain USA Telecom subscriber listings in
 BellSouth's Directory Assistance databases at no charge and USA Telecom shall provide such Directory Assistance listings at no charge. BellSouth and USA Telecom will formulate appropriate procedures regarding lead time, timeliness, format and content of listing information.
- Listing Information Confidentiality. BellSouth will accord USA Telecom's directory listing information the same level of confidentiality that BellSouth accords its own directory listing information, and BellSouth shall limit access to USA Telecom's customer proprietary confidential directory information to those BellSouth employees who are involved in the preparation of listings.
- 5.7 <u>Optional Listings</u>. Additional listings and optional listings will be offered by BellSouth at tariffed rates as set forth in the General Subscriber Services Tariff.
- 5.8 <u>Delivery</u>. BellSouth or its agent shall deliver White Pages directories to USA Telecom subscribers at no charge.

6. Bona Fide Request/New Business Request Process for Further Unbundling

If USA Telecom is a facilities based provider or a facilities based and resale provider, this section shall apply. BellSouth shall, upon request of USA Telecom, provide to USA Telecom access to its network elements at any technically feasible point for the provision of USA Telecom's telecommunications service where such access is necessary and failure to provide access would impair the ability of USA Telecom to provide services that it seeks to offer. Any request by USA Telecom for access to a network element, interconnection option, or for the provisioning of any service or product that is not already available shall be treated as a Bona Fide Request/New Business Request (BFR/NBR), and shall be submitted to BellSouth pursuant to the BFR/NBR process set forth following.

A BFR/NBR shall be submitted in writing to USA Telecom's Account Manager by USA Telecom and shall specifically identify the requested service date, technical requirements, space requirements and/or such specifications that clearly define the request such that BellSouth has sufficient information to analyze and

prepare a response. Such a request also shall include USA Telecom's designation of the request as being (i) pursuant to the Telecommunications Act of 1996 or (ii) pursuant to the needs of the business.

7. Court Ordered Requests for Call Detail Records and Other Subscriber Information

To the extent technically feasible, BellSouth maintains call detail records for USA Telecom end users for limited time periods and can respond to subpoenas and court ordered requests for this information. BellSouth shall maintain such information for USA Telecom end users for the same length of time it maintains such information for its own end users.

- 7.1 USA Telecom agrees that BellSouth will respond to subpoenas and court ordered requests delivered directly to BellSouth for the purpose of providing call detail records when the targeted telephone numbers belong to USA Telecom end users. Billing for such requests will be generated by BellSouth and directed to the law enforcement agency initiating the request.
- 7.2 USA Telecom agrees that in cases where USA Telecom receives subpoenas or court ordered requests for call detail records for targeted telephone numbers belonging to USA Telecom end users, USA Telecom will advise the law enforcement agency initiating the request to redirect the subpoena or court ordered request to BellSouth. Billing for call detail information will be generated by BellSouth and directed to the law enforcement agency initiating the request.
- 7.3 In cases where the timing of the response to the law enforcement agency prohibits USA Telecom from having the subpoena or court ordered request redirected to BellSouth by the law enforcement agency, USA Telecom will furnish the official request to BellSouth for providing the call detail information. BellSouth will provide the call detail records to USA Telecom and bill USA Telecom for the information. USA Telecom agrees to reimburse BellSouth for the call detail information provided.
- 7.4 USA Telecom will provide USA Telecom end user and/or other customer information that is available to USA Telecom in response to subpoenas and court orders for their own customer records. BellSouth will redirect subpoenas and court ordered requests for USA Telecom end user and/or other customer information to USA Telecom for the purpose of providing this information to the law enforcement agency.

8. Liability and Indemnification

8.1 <u>BellSouth Liability</u>. BellSouth shall take financial responsibility for its own actions in causing, or its lack of action in preventing, unbillable or uncollectible USA Telecom revenues.

- 8.2 <u>USA Telecom Liability</u>. In the event that USA Telecom consists of two (2) or more separate entities as set forth in the preamble to this Agreement, all such entities shall be jointly and severally liable for the obligations of USA Telecom under this Agreement.
- 8.3 <u>Liability for Acts or Omissions of Third Parties</u>. Neither BellSouth nor USA Telecom shall be liable for any act or omission of another telecommunications company providing a portion of the services provided under this Agreement.
- 8.4 <u>Limitation of Liability</u>.
- 8.4.1 Each Party's liability to the other for any loss, cost, claim, injury or liability or expense, including reasonable attorney's fees relating to or arising out of any negligent act or omission in its performance of this Agreement whether in contract or in tort, shall be limited to a credit for the actual cost of the services or functions not performed or improperly performed.
- 8.4.2 <u>Limitations in Tariffs</u>. A Party may, in its sole discretion, provide in its tariffs and contracts with its Customer and third parties that relate to any service, product or function provided or contemplated under this Agreement, that to the maximum extent permitted by Applicable Law, such Party shall not be liable to Customer or third Party for (i) any Loss relating to or arising out of this Agreement, whether in contract, tort or otherwise, that exceeds the amount such Party would have charged that applicable person for the service, product or function that gave rise to such Loss and (ii) Consequential Damages. To the extent that a Party elects not to place in its tariffs or contracts such limitations of liability, and the other Party incurs a Loss as a result thereof, such Party shall indemnify and reimburse the other Party for that portion of the Loss that would have been limited had the first Party included in its tariffs and contracts the limitations of liability that such other Party included in its own tariffs at the time of such Loss.
- 8.4.3 Neither BellSouth nor USA Telecom shall be liable for damages to the other's terminal location, POI or other company's customers' premises resulting from the furnishing of a service, including, but not limited to, the installation and removal of equipment or associated wiring, except to the extent caused by a company's negligence or willful misconduct or by a company's failure to properly ground a local loop after disconnection.
- 8.4.4 Under no circumstance shall a Party be responsible or liable for indirect, incidental, or consequential damages, including, but not limited to, economic loss or lost business or profits, damages arising from the use or performance of equipment or software, or the loss of use of software or equipment, or accessories attached thereto, delay, error, or loss of data. In connection with this limitation of liability, each Party recognizes that the other Party may, from time to time, provide advice, make recommendations, or supply other analyses related to the

Services, or facilities described in this Agreement, and, while each Party shall use diligent efforts in this regard, the Parties acknowledge and agree that this limitation of liability shall apply to provision of such advice, recommendations, and analyses.

- 8.5 <u>Indemnification for Certain Claims</u>. The Party providing services hereunder, its affiliates and its parent company, shall be indemnified, defended and held harmless by the Party receiving services hereunder against any claim, loss or damage arising from the receiving company's use of the services provided under this Agreement pertaining to (1) claims for libel, slander or invasion of privacy arising from the content of the receiving company's own communications, or (2) any claim, loss or damage claimed by the customer of the Party receiving services arising from such company's use or reliance on the providing company's services, actions, duties, or obligations arising out of this Agreement.
- 8.6 <u>Disclaimer</u>. EXCEPT AS SPECIFICALLY PROVIDED TO THE CONTRARY IN THIS AGREEMENT, NEITHER PARTY MAKES ANY REPRESENTATIONS OR WARRANTIES TO THE OTHER PARTY CONCERNING THE SPECIFIC QUALITY OF ANY SERVICES, OR FACILITIES PROVIDED UNDER THIS AGREEMENT. THE PARTIES DISCLAIM, WITHOUT LIMITATION, ANY WARRANTY OR GUARANTEE OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE, ARISING FROM COURSE OF PERFORMANCE, COURSE OF DEALING, OR FROM USAGES OF TRADE.

9. Intellectual Property Rights and Indemnification

- 9.1 No License. No patent, copyright, trademark or other proprietary right is licensed, granted or otherwise transferred by this Agreement. USA Telecom is strictly prohibited from any use, including but not limited to in sales, in marketing or advertising of telecommunications services, of any BellSouth name, service mark or trademark.
- 9.2 Ownership of Intellectual Property. Any intellectual property which originates from or is developed by a Party shall remain in the exclusive ownership of that Party. Except for a limited license to use patents or copyrights to the extent necessary for the Parties to use any facilities or equipment (including software) or to receive any service solely as provided under this Agreement, no license in patent, copyright, trademark or trade secret, or other proprietary or intellectual property right now or hereafter owned, controlled or licensable by a Party, is granted to the other Party or shall be implied or arise by estoppel. It is the responsibility of each Party to ensure at no additional cost to the other Party that it has obtained any necessary licenses in relation to intellectual property of third Parties used in its network that may be required to enable the other Party to use any facilities or equipment (including software), to receive any service, or to perform its respective obligations under this Agreement.

- 9.3 Indemnification. The Party providing a service pursuant to this Agreement will defend the Party receiving such service or data provided as a result of such service against claims of infringement arising solely from the use by the receiving Party of such service and will indemnify the receiving Party for any damages awarded based solely on such claims in accordance with Section 8 of this Agreement.
- 9.4 <u>Claim of Infringement</u>. In the event that use of any facilities or equipment (including software), becomes, or in reasonable judgment of the Party who owns the affected network is likely to become, the subject of a claim, action, suit, or proceeding based on intellectual property infringement, then said Party shall promptly and at its sole expense, but subject to the limitations of liability set forth below:
- 9.4.1 modify or replace the applicable facilities or equipment (including software) while maintaining form and function, or
- 9.4.2 obtain a license sufficient to allow such use to continue.
- 9.4.3 In the event 9.4.1 or 9.4.2 are commercially unreasonable, then said Party may, terminate, upon reasonable notice, this contract with respect to use of, or services provided through use of, the affected facilities or equipment (including software), but solely to the extent required to avoid the infringement claim.
- 9.5 Exception to Obligations. Neither Party's obligations under this Section shall apply to the extent the infringement is caused by: (i) modification of the facilities or equipment (including software) by the indemnitee; (ii) use by the indemnitee of the facilities or equipment (including software) in combination with equipment or facilities (including software) not provided or authorized by the indemnitor provided the facilities or equipment (including software) would not be infringing if used alone; (iii) conformance to specifications of the indemnitee which would necessarily result in infringement; or (iv) continued use by the indemnitee of the affected facilities or equipment (including software) after being placed on notice to discontinue use as set forth herein.
- 9.6 Exclusive Remedy. The foregoing shall constitute the Parties' sole and exclusive remedies and obligations with respect to a third party claim of intellectual property infringement arising out of the conduct of business under this Agreement.

10. Treatment of Proprietary and Confidential Information

10.1 <u>Confidential Information</u>. It may be necessary for BellSouth and USA Telecom to provide each other with certain confidential information, including trade secret information, including but not limited to, technical and business plans, technical information, proposals, specifications, drawings, procedures, customer account

data, call detail records and like information (hereinafter collectively referred to as "Information"). All Information shall be in writing or other tangible form and clearly marked with a confidential, private or proprietary legend and that the Information will be returned to the owner within a reasonable time. The Information shall not be copied or reproduced in any form. BellSouth and USA Telecom shall receive such Information and not disclose such Information. BellSouth and USA Telecom shall protect the Information received from distribution, disclosure or dissemination to anyone except employees of BellSouth and USA Telecom with a need to know such Information and which employees agree to be bound by the terms of this Section. BellSouth and USA Telecom will use the same standard of care to protect Information received as they would use to protect their own confidential and proprietary Information.

Exception to Obligation. Notwithstanding the foregoing, there will be no obligation on BellSouth or USA Telecom to protect any portion of the Information that is: (1) made publicly available by the owner of the Information or lawfully disclosed by a Party other than BellSouth or USA Telecom; (2) lawfully obtained from any source other than the owner of the Information; or (3) previously known to the receiving Party without an obligation to keep it confidential.

11. Assignments

Any assignment by either Party to any non-affiliated entity of any right, obligation or duty, or of any other interest hereunder, in whole or in part, without the prior written consent of the other Party shall be void. A Party may assign this Agreement or any right, obligation, duty or other interest hereunder to an Affiliate company of the Party without the consent of the other Party. All obligations and duties of any Party under this Agreement shall be binding on all successors in interest and assigns of such Party. No assignment or delegation hereof shall relieve the assignor of its obligations under this Agreement in the event that the assignee fails to perform such obligations.

12. Resolution of Disputes

Except as otherwise stated in this Agreement, the Parties agree that if any dispute arises as to the interpretation of any provision of this Agreement or as to the proper implementation of this Agreement, either Party may petition the Commission for a resolution of the dispute. However, each Party reserves any rights it may have to seek judicial review of any ruling made by the Commission concerning this Agreement.

13. Taxes

13.1 <u>Definition</u>. For purposes of this Section, the terms "taxes" and "fees" shall include but not limited to federal, state or local sales, use, excise, gross receipts or

other taxes or tax-like fees of whatever nature and however designated (including tariff surcharges and any fees, charges or other payments, contractual or otherwise, for the use of public streets or rights of way, whether designated as franchise fees or otherwise) imposed, or sought to be imposed, on or with respect to the services furnished hereunder or measured by the charges or payments therefore, excluding any taxes levied on income.

- 13.2 <u>Taxes and Fees Imposed Directly On Either Providing Party or Purchasing Party.</u>
- Taxes and fees imposed on the providing Party, which are not permitted or required to be passed on by the providing Party to its customer, shall be borne and paid by the providing Party.
- Taxes and fees imposed on the purchasing Party, which are not required to be collected and/or remitted by the providing Party, shall be borne and paid by the purchasing Party.
- 13.3 <u>Taxes and Fees Imposed on Purchasing Party But Collected And Remitted By Providing Party.</u>
- 13.3.1 Taxes and fees imposed on the purchasing Party shall be borne by the purchasing Party, even if the obligation to collect and/or remit such taxes or fees is placed on the providing Party.
- To the extent permitted by applicable law, any such taxes and/or fees shall be shown as separate items on applicable billing documents between the Parties.

 Notwithstanding the foregoing, the purchasing Party shall remain liable for any such taxes and fees regardless of whether they are actually billed by the providing Party at the time that the respective service is billed.
- 13.3.3 If the purchasing Party determines that in its opinion any such taxes or fees are not payable, the providing Party shall not bill such taxes or fees to the purchasing Party if the purchasing Party provides written certification, reasonably satisfactory to the providing Party, stating that it is exempt or otherwise not subject to the tax or fee, setting forth the basis therefor, and satisfying any other requirements under applicable law. If any authority seeks to collect any such tax or fee that the purchasing Party has determined and certified not to be payable, or any such tax or fee that was not billed by the providing Party, the purchasing Party may contest the same in good faith, at its own expense. In any such contest, the purchasing Party shall promptly furnish the providing Party with copies of all filings in any proceeding, protest, or legal challenge, all rulings issued in connection therewith, and all correspondence between the purchasing Party and the taxing authority.
- In the event that all or any portion of an amount sought to be collected must be paid in order to contest the imposition of any such tax or fee, or to avoid the existence of a lien on the assets of the providing Party during the pendency of

such contest, the purchasing Party shall be responsible for such payment and shall be entitled to the benefit of any refund or recovery.

- 13.3.5 If it is ultimately determined that any additional amount of such a tax or fee is due to the imposing authority, the purchasing Party shall pay such additional amount, including any interest and penalties thereon.
- 13.3.6 Notwithstanding any provision to the contrary, the purchasing Party shall protect, indemnify and hold harmless (and defend at the purchasing Party's expense) the providing Party from and against any such tax or fee, interest or penalties thereon, or other charges or payable expenses (including reasonable attorney fees) with respect thereto, which are incurred by the providing Party in connection with any claim for or contest of any such tax or fee.
- Each Party shall notify the other Party in writing of any assessment, proposed assessment or other claim for any additional amount of such a tax or fee by a taxing authority; such notice to be provided, if possible, at least ten (10) days prior to the date by which a response, protest or other appeal must be filed, but in no event later than thirty (30) days after receipt of such assessment, proposed assessment or claim.
- 13.4 <u>Taxes and Fees Imposed on Providing Party But Passed On To Purchasing Party.</u>
- Taxes and fees imposed on the providing Party, which are permitted or required to be passed on by the providing Party to its customer, shall be borne by the purchasing Party.
- To the extent permitted by applicable law, any such taxes and/or fees shall be shown as separate items on applicable billing documents between the Parties.

 Notwithstanding the foregoing, the purchasing Party shall remain liable for any such taxes and fees regardless of whether they are actually billed by the providing Party at the time that the respective service is billed.
- 13.4.3 If the purchasing Party disagrees with the providing Party's determination as to the application or basis for any such tax or fee, the Parties shall consult with respect to the imposition and billing of such tax or fee. Notwithstanding the foregoing, the providing Party shall retain ultimate responsibility for determining whether and to what extent any such taxes or fees are applicable, and the purchasing Party shall abide by such determination and pay such taxes or fees to the providing Party. The providing Party shall further retain ultimate responsibility for determining whether and how to contest the imposition of such taxes and fees; provided, however, that any such contest undertaken at the request of the purchasing Party shall be at the purchasing Party's expense.
- In the event that all or any portion of an amount sought to be collected must be paid in order to contest the imposition of any such tax or fee, or to avoid the

existence of a lien on the assets of the providing Party during the pendency of such contest, the purchasing Party shall be responsible for such payment and shall be entitled to the benefit of any refund or recovery.

- 13.4.5 If it is ultimately determined that any additional amount of such a tax or fee is due to the imposing authority, the purchasing Party shall pay such additional amount, including any interest and penalties thereon.
- 13.4.6 Notwithstanding any provision to the contrary, the purchasing Party shall protect indemnify and hold harmless (and defend at the purchasing Party's expense) the providing Party from and against any such tax or fee, interest or penalties thereon, or other reasonable charges or payable expenses (including reasonable attorney fees) with respect thereto, which are incurred by the providing Party in connection with any claim for or contest of any such tax or fee.
- Each Party shall notify the other Party in writing of any assessment, proposed assessment or other claim for any additional amount of such a tax or fee by a taxing authority; such notice to be provided, if possible, at least ten (10) days prior to the date by which a response, protest or other appeal must be filed, but in no event later than thirty (30) days after receipt of such assessment, proposed assessment or claim.
- Mutual Cooperation. In any contest of a tax or fee by one Party, the other Party shall cooperate fully by providing records, testimony and such additional information or assistance as may reasonably be necessary to pursue the contest. Further, the other Party shall be reimbursed for any reasonable and necessary out-of-pocket copying and travel expenses incurred in assisting in such contest.

14. Force Majeure

In the event performance of this Agreement, or any obligation hereunder, is either directly or indirectly prevented, restricted, or interfered with by reason of fire, flood, earthquake or like acts of God, wars, revolution, civil commotion, explosion, acts of public enemy, embargo, acts of the government in its sovereign capacity, labor difficulties, including without limitation, strikes, slowdowns, picketing, or boycotts, unavailability of equipment from vendor, changes requested by Customer, or any other circumstances beyond the reasonable control and without the fault or negligence of the Party affected, the Party affected, upon giving prompt notice to the other Party, shall be excused from such performance on a day-to-day basis to the extent of such prevention, restriction, or interference (and the other Party shall likewise be excused from performance of its obligations on a day-to-day basis until the delay, restriction or interference has ceased); provided however, that the Party so affected shall use diligent efforts to avoid or remove such causes of non-performance and both Parties shall proceed whenever such causes are removed or cease.

15. Year 2000 Compliance

Each Party warrants that it has implemented a program the goal of which is to ensure that all software, hardware and related materials (collectively called "Systems") delivered, connected with BellSouth or supplied in the furtherance of the terms and conditions specified in this Agreement: (i) will record, store, process and display calendar dates falling on or after January 1, 2000, in the same manner, and with the same functionality as such software records, stores, processes and calendar dates falling on or before December 31, 1999; and (ii) shall include without limitation date data century recognition, calculations that accommodate same century and multicentury formulas and date values, and date data interface values that reflect the century.

16. Modification of Agreement

- BellSouth shall make available, pursuant to 47 USC § 252 and the FCC rules and regulations regarding such availability, to USA Telecom any interconnection, service, or network element provided under any other agreement filed and approved pursuant to 47 USC § 252. The Parties shall adopt all rates, terms and conditions concerning such other interconnection, service or network element and any other rates, terms and conditions that are interrelated or were negotiated in exchange for or in conjunction with the interconnection, service or network element being adopted. The adopted interconnection, service, or network element and agreement shall apply to the same states as such other agreement and for the identical term of such other agreement.
- 16.2 If USA Telecom changes its name or makes changes to its company structure or identity due to a merger, acquisition, transfer or any other reason, it is the responsibility of USA Telecom to notify BellSouth of said change and request that an amendment to this Agreement, if necessary, be executed to reflect said change.
- 16.3 No modification, amendment, supplement to, or waiver of the Agreement or any of its provisions shall be effective and binding upon the Parties unless it is made in writing and duly signed by the Parties.
- 16.4 Execution of this Agreement by either Party does not confirm or infer that the executing Party agrees with any decision(s) issued pursuant to the Telecommunications Act of 1996 and the consequences of those decisions on specific language in this Agreement. Neither Party waives its rights to appeal or otherwise challenge any such decision(s) and each Party reserves all of its rights to pursue any and all legal and/or equitable remedies, including appeals of any such decision(s).
- 16.5 In the event that any final and nonappealable legislative, regulatory, judicial or other legal action materially affects any material terms of this Agreement, or the ability of USA Telecom or BellSouth to perform any material terms of this Agreement, USA

Telecom or BellSouth may, on thirty (30) days' written notice require that such terms be renegotiated, and the Parties shall renegotiate in good faith such mutually acceptable new terms as may be required. In the event that such new terms are not renegotiated within ninety (90) days after such notice, the Dispute shall be referred to the Dispute Resolution procedure set forth in Section 12.

If any provision of this Agreement, or the application of such provision to either Party or circumstance, shall be held invalid, the remainder of the Agreement, or the application of any such provision to the Parties or circumstances other than those to which it is held invalid, shall not be effective thereby, provided that the Parties shall attempt to reformulate such invalid provision to give effect to such portions thereof as may be valid without defeating the intent of such provision.

17. Waivers

A failure or delay of either Party to enforce any of the provisions hereof, to exercise any option which is herein provided, or to require performance of any of the provisions hereof shall in no way be construed to be a waiver of such provisions or options, and each Party, notwithstanding such failure, shall have the right thereafter to insist upon the specific performance of any and all of the provisions of this Agreement.

18. Governing Law

This Agreement shall be governed by, and construed and enforced in accordance with, the laws of the State of Georgia, without regard to its conflict of laws principles.

19. Arm's Length Negotiations

This Agreement was executed after arm's length negotiations between the undersigned Parties and reflects the conclusion of the undersigned that this Agreement is in the best interests of all Parties.

20. Notices

20.1 Every notice, consent, approval, or other communications required or contemplated by this Agreement shall be in writing and shall be delivered in person or given by postage prepaid mail, addressed to:

BellSouth Telecommunications, Inc.

CLEC Account Team 9th Floor 600 North 19th Street Birmingham, Alabama 35203 and

General Attorney - COU Suite 4300 675 W. Peachtree St. Atlanta, GA 30375

USA Telecom, Inc.

David Raymond, President 3201 Griffin Rd Suite 210 Dania, Fl 33312

or at such other address as the intended recipient previously shall have designated by written notice to the other Party.

- Where specifically required, notices shall be by certified or registered mail.

 Unless otherwise provided in this Agreement, notice by mail shall be effective on the date it is officially recorded as delivered by return receipt or equivalent, and in the absence of such record of delivery, it shall be presumed to have been delivered the fifth day, or next business day after the fifth day, after it was deposited in the mails.
- 20.3 BellSouth shall provide USA Telecom notice via Internet posting of price changes and of changes to the terms and conditions of services available for resale.

21. Rule of Construction

No rule of construction requiring interpretation against the drafting Party hereof shall apply in the interpretation of this Agreement.

22. Headings of No Force or Effect

The headings of Articles and Sections of this Agreement are for convenience of reference only, and shall in no way define, modify or restrict the meaning or interpretation of the terms or provisions of this Agreement.

23. Multiple Counterparts

This Agreement may be executed multiple counterparts, each of which shall be deemed an original, but all of which shall together constitute but one and the same document.

24. Filing of Agreement

Upon execution of this Agreement it shall be filed with the appropriate state regulatory agency pursuant to the requirements of Section 252 of the Act. If the regulatory agency imposes any filing or public interest notice fees regarding the filing or approval of the Agreement, USA Telecom shall be responsible for publishing the required notice and the publication and/or notice costs shall be borne by USA Telecom

25. Entire Agreement

This Agreement and its Attachments, incorporated herein by this reference, sets forth the entire understanding and supersedes prior Agreements between the Parties relating to the subject matter contained herein and merges all prior discussions between them, and neither Party shall be bound by any definition, condition, provision, representation, warranty, covenant or promise other than as expressly stated in this Agreement or as is contemporaneously or subsequently set forth in writing and executed by a duly authorized officer or representative of the Party to be bound thereby..

This Agreement may include attachments with provisions for the following services:

Resale

The following services are included as options for purchase by USA Telecom. USA Telecom shall elect said services by written request to its Account Manager if applicable.

Optional Daily Usage File (ODUF)
Enhanced Optional Daily Usage File (EODUF)
Access Daily Usage File (ADUF)
Line Information Database (LIDB) Storage
Centralized Message Distribution Service (CMDS)
Calling Name (CNAM)

IN WITNESS WHEREOF, the Parties have executed this Agreement the day and year above first written.

| BellSouth Telecommunications, Inc. | USA Telecom, Inc. |
|------------------------------------|-------------------|
| () | - Colfinal |
| Signature | Signature |
| | |
| | David Raymond |
| Name | Name |
| Senior Manager | President |
| Title | / Title |
| 06/02/00 | 5/25/200 |
| / Date | / /Date |

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Definitions

Affiliate is defined as a person that (directly or indirectly) owns or controls, is owned or controlled by, or is under common ownership or control with, another person. For purposes of this paragraph, the term "own" means to own an equity interest (or equivalent thereof) of more than 10 percent.

Centralized Message Distribution System is the Telcordia (formerly BellCore) administered national system, based in Kansas City, Missouri, used to exchange Exchange Message Interface (EMI) formatted data among host companies.

Commission is defined as the appropriate regulatory agency in each of BellSouth's nine state region, Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina, and Tennessee.

Daily Usage File is the compilation of messages or copies of messages in standard Exchange Message Interface (EMI) format exchanged from BellSouth to a CLEC.

Exchange Message Interface is the nationally administered standard format for the exchange of data among the Exchange Carriers within the telecommunications industry.

Information Service means the offering of a capability for generating, acquiring, storing, transforming, processing, retrieving, utilizing, or making available information via telecommunications, and includes electronic publishing, but does not include any use of any such capability for the management, control, or operation of a telecommunications system or the management of a telecommunications service.

Intercompany Settlements (ICS) is the revenue associated with charges billed by a company other than the company in whose service area such charges were incurred. ICS on a national level includes third number and credit card calls and is administered by Telcordia (formerly BellCore)'s Calling Card and Third Number Settlement System (CATS). Included is traffic that originates in one Regional Bell Operating Company's (RBOC) territory and bills in another RBOC's territory.

Intermediary function is defined as the delivery of traffic from USA Telecom; a CLEC other than USA Telecom or another telecommunications carrier through the network of BellSouth or USA Telecom to an end user of USA Telecom; a CLEC other than USA Telecom or another telecommunications carrier.

Local Interconnection is defined as 1) the delivery of local traffic to be terminated on each Party's local network so that end users of either Party have the ability to reach end users of the other Party without the use of any access code or substantial delay in the processing of the call; 2) the LEC network features, functions, and capabilities set forth in this Agreement; and 3) Service Provider Number Portability sometimes referred to as temporary telephone number portability to be implemented pursuant to the terms of this Agreement.

Local Traffic is defined as any telephone call that originates in one exchange and terminates in either the same exchange, or other local calling area associated with the originating exchange as defined and specified in Section A3 of BellSouth's General Subscriber Service Tariff. As clarification of this definition and for reciprocal compensation, Local Traffic does not include traffic that originates from or terminates to or through an enhanced service provider or information service provider. As further clarification, Local Traffic does not include calls that do not transmit information of the user's choosing. In any event, neither Party will pay reciprocal compensation to the other if the "traffic" to which such reciprocal compensation would otherwise apply was generated, in whole or in part, for the purpose of creating an obligation on the part of the originating carrier to pay reciprocal compensation for such traffic.

Message Distribution is routing determination and subsequent delivery of message data from one company to another. Also included is the interface function with CMDS, where appropriate.

Multiple Exchange Carrier Access Billing ("MECAB") means the document prepared by the Billing Committee of the Ordering and Billing Forum ("OBF"), which functions under the auspices of the Carrier Liaison Committee of the Alliance for Telecommunications Industry Solutions ("ATIS") and by Telcordia (formerly BellCore) as Special Report SR-BDS-000983, Containing the recommended guidelines for the billing of Exchange Service access provided by two or more LECs and/or CLECs or by one LEC in two or more states within a single LATA.

Network Element is defined to mean a facility or equipment used in the provision of a telecommunications service. Such term may include, but is not limited to, features, functions, and capabilities that are provided by means of such facility or equipment, including but not limited to, subscriber numbers, databases, signaling systems, and information sufficient for billing and collection or used in the transmission, routing, or other provision of a telecommunications service. BellSouth offers access to the Network Elements, unbundled loops; network interface device; sub-loop elements; local switching; transport; tandem switching; operator systems; signaling; access to call-related databases; dark fiber.

Non-Intercompany Settlement System (NICS) is the Telcordia (formerly BellCore) system that calculates non-intercompany settlements amounts due from one company to another within the same RBOC region. It includes credit card, third number and collect messages.

Percent of Interstate Usage (PIU) is defined as a factor to be applied to terminating access services minutes of use to obtain those minutes that should be rated as interstate access services minutes of use. The numerator includes all interstate "non-intermediary" minutes of use, including interstate minutes of use that are forwarded due to service provider number portability less any interstate minutes of use for Terminating Party Pays services, such as 800 Services. The denominator includes all "non-intermediary", local, interstate, intrastate, toll and access minutes of use adjusted for service provider number portability less all minutes attributable to terminating Party pays services.

Percent Local Usage (PLU) is defined as a factor to be applied to intrastate terminating minutes of use. The numerator shall include all "non-intermediary" local minutes of use adjusted for

those minutes of use that only apply local due to Service Provider Number Portability. The denominator is the total intrastate minutes of use including local, intrastate toll, and access, adjusted for Service Provider Number Portability less intrastate terminating Party pays minutes of use.

Revenue Accounting Office (RAO) Status Company is a local exchange company/alternate local exchange company that has been assigned a unique RAO code. Message data exchanged among RAO status companies is grouped (i.e. packed) according to From/To/Bill RAO combinations.

Service Control Points ("SCPs") are defined as databases that store information and have the ability to manipulate data required to offer particular services.

Signal Transfer Points ("STPs") are signaling message switches that interconnect Signaling Links to route signaling messages between switches and databases. STPs enable the exchange of Signaling System 7 ("SS7") messages between switching elements, database elements and STPs. STPs provide access to various BellSouth and third party network elements such as local switching and databases.

Signaling links are dedicated transmission paths carrying signaling messages between carrier switches and signaling networks. Signal Link Transport is a set of two or four dedicated 56 kbps transmission paths between USA Telecom designated Signaling Points of Interconnection that provide a diverse transmission path and cross connect to a BellSouth Signal Transfer Point.

Telecommunications means the transmission, between or among points specified by the user, of information of the user's choosing, without change in the form or content of the information as sent and received.

Telecommunications Service means the offering of telecommunications for a fee directly to the public, or to such classes of users as to be effectively available directly to the public, regardless of the facilities used.

Telecommunications Act of 1996 ("Act") means Public Law 104-104 of the United States Congress effective February 8, 1996. The Act amended the Communications Act of 1934 (47 USC Section 1 et. seq.).

Attachment 1

Resale

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RESALE

1. Discount Rates

The rates pursuant by which USA Telecom is to purchase services from BellSouth for resale shall be at a discount rate off of the retail rate for the telecommunications service. The discount rates shall be as set forth in Exhibit A, attached hereto and incorporated herein by this reference. Such discount shall reflect the costs avoided by BellSouth when selling a service for wholesale purposes.

2. Definition of Terms

- 2.1 CUSTOMER OF RECORD means the entity responsible for placing application for service; requesting additions, rearrangements, maintenance or discontinuance of service; payment in full of charges incurred such as non-recurring, monthly recurring, toll, directory assistance, etc.
- 2.2 DEPOSIT means assurance provided by a customer in the form of cash, surety bond or bank letter of credit to be held by BellSouth.
- 2.3 END USER means the ultimate user of the telecommunications services.
- 2.4 END USER CUSTOMER LOCATION means the physical location of the premises where an end user makes use of the telecommunications services.
- 2.5 NEW SERVICES means functions, features or capabilities that are not currently offered by BellSouth. This includes packaging of existing services or combining a new function, feature or capability with an existing service.
- 2.6 OTHER/COMPETITIVE LOCAL EXCHANGE COMPANY (OLEC/CLEC) means a telephone company certificated by the public service commissions of BellSouth's franchised area to provide local exchange service within BellSouth's franchised area.
- 2.7 RESALE means an activity wherein a certificated CLEC, such as USA Telecom subscribes to the telecommunications services of BellSouth and then reoffers those telecommunications services to the public (with or without "adding value").
- 2.8 RESALE SERVICE AREA means the area, as defined in a public service commission approved certificate of operation, within which a CLEC, such as USA Telecom, may offer resold local exchange telecommunications service.

3. General Provisions

- 3.1 USA Telecom may resell the tariffed local exchange and toll telecommunications services of BellSouth contained in the General Subscriber Service Tariff and Private Line Service Tariff subject to the terms, and conditions specifically set forth herein. Notwithstanding the foregoing, the exclusions and limitations on services available for resale will be as set forth in Exhibit B, attached hereto and incorporated herein by this reference.
- All of the negotiated rates, terms and conditions set forth in this Attachment pertain to the resale of BellSouth's retail telecommunications services and other services specified in this Attachment. BellSouth shall make available telecommunications services for resale at the rates set forth in Exhibit A to this Agreement and subject to the exclusions and limitations set forth in Exhibit B to this Agreement. BellSouth does not however waive its rights to appeal or otherwise challenge any decision regarding resale that resulted in the discount rates contained in Exhibit A or the exclusions and limitations contained in Exhibit B. BellSouth reserves the right to pursue any and all legal and/or equitable remedies, including appeals of any decisions. If such appeals or challenges result in changes in the discount rates or exclusions and limitations, the parties agree that appropriate modifications to this Agreement will be made promptly to make its terms consistent with the outcome of the appeal.
- 3.3 USA Telecom may purchase resale services from BellSouth for their own use in operating their business. The resale discount will apply to those services under the following conditions:
- 3.3.1 USA Telecom must resell services to other end users.
- 3.3.2 USA Telecom must order services through resale interfaces, i.e., the Local Carrier Service Center (LCSC) and/or appropriate Resale Account Teams pursuant to Section 3 of the General Terms and Conditions.
- 3.3.3 USA Telecom cannot be an alternative local exchange telecommunications company for the single purpose of selling to themselves.
- 3.4 The provision of services by BellSouth to USA Telecom does not constitute a joint undertaking for the furnishing of any service.
- 3.5 USA Telecom will be the customer of record for all services purchased from BellSouth. Except as specified herein, BellSouth will take orders from, bill and expect payment from USA Telecom for all services.
- 3.6 USA Telecom will be BellSouth's single point of contact for all services purchased pursuant to this Agreement. BellSouth shall have no contact with the end user except to the extent provided for herein.

- 3.7 BellSouth will continue to bill the end user for any services that the end user specifies it wishes to receive directly from BellSouth.
- 3.8 BellSouth maintains the right to serve directly any end user within the service area of USA Telecom. BellSouth will continue to directly market its own telecommunications products and services and in doing so may establish independent relationships with end users of USA Telecom.
- 3.9 Neither Party shall interfere with the right of any person or entity to obtain service directly from the other Party.
- Current telephone numbers may normally be retained by the end user. However, telephone numbers are the property of BellSouth and are assigned to the service furnished. USA Telecom has no property right to the telephone number or any other call number designation associated with services furnished by BellSouth, and no right to the continuance of service through any particular central office. BellSouth reserves the right to change such numbers, or the central office designation associated with such numbers, or both, whenever BellSouth deems it necessary to do so in the conduct of its business.
- 3.11 For the purpose of the resale of BellSouth's telecommunications services by USA Telecom, BellSouth will provide USA Telecom with an on line access to telephone numbers for reservation on a first come first serve basis. Such reservations of telephone numbers, on a pre-ordering basis shall be for a period of nine (9) days. USA Telecom acknowledges that there may be instances where there is a shortage of telephone numbers in a particular Common Language Location Identifier Code (CLLIC) and in such instances BellSouth may request that USA Telecom cancel its reservations of numbers. USA Telecom shall comply with such request.
- 3.12 Further, upon USA Telecom's request, and for the purpose of the resale of BellSouth's telecommunications services by USA Telecom, BellSouth will reserve up to 100 telephone numbers per CLLIC, for USA Telecom's sole use. Such telephone number reservations shall be valid for ninety (90) days from the reservation date. USA Telecom acknowledges that there may be instances where there is a shortage of telephone numbers in a particular CLLIC and in such instances BellSouth shall use its best efforts to reserve for a ninety (90) day period a sufficient quantity of USA Telecom's reasonable need in that particular CLLIC.
- 3.13 BellSouth may provide any service or facility for which a charge is not established herein, as long as it is offered on the same terms to USA Telecom.
- 3.14 Service is furnished subject to the condition that it will not be used for any unlawful purpose.

- 3.15 Service will be discontinued if any law enforcement agency advises that the service being used is in violation of the law.
- 3.16 BellSouth can refuse service when it has grounds to believe that service will be used in violation of the law.
- 3.17 BellSouth accepts no responsibility to any person for any unlawful act committed by USA Telecom or its end users as part of providing service to USA Telecom for purposes of resale or otherwise.
- 3.18 BellSouth will cooperate fully with law enforcement agencies with subpoenas and court orders for assistance with BellSouth's end users. Law enforcement agency subpoenas and court orders regarding end users of USA Telecom will be directed to USA Telecom. BellSouth will bill USA Telecom for implementing any requests by law enforcement agencies regarding USA Telecom end users.
- 3.19 The characteristics and methods of operation of any circuits, facilities or equipment provided by any person or entity other than BellSouth shall not:
- 3.19.1 Interfere with or impair service over any facilities of BellSouth, its affiliates, or its connecting and concurring carriers involved in its service;
- 3.19.2 Cause damage to BellSouth's plant;
- 3.19.3 Impair the privacy of any communications; or
- 3.19.4 Create hazards to any BellSouth employees or the public.
- 3.20 USA Telecom assumes the responsibility of notifying BellSouth regarding less than standard operations with respect to services provided by USA Telecom.
- 3.21 Facilities and/or equipment utilized by BellSouth to provide service to USA Telecom remain the property of BellSouth.
- 3.22 White page directory listings will be provided in accordance with regulations set forth in Section A6 of the General Subscriber Services Tariff and will be available for resale.
- 3.23 BellSouth provides electronic access to customer record information. Access is provided through the Local Exchange Navigation System (LENS) and the Telecommunications Access Gateway (TAG). Customer Record Information includes but is not limited to, customer specific information in CRIS and RSAG. In addition, USA Telecom shall provide to BellSouth access to customer record information including electronic access where available. Otherwise, USA Telecom shall provide paper copies of customer record information within a reasonable period of time upon request by BellSouth. Customer Record Information is equivalent to but not limited

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to the type of customer specific information contained in CRIS and RSAG. The Parties agree not to view, copy, or otherwise obtain access to the customer record information of any customer without that customer's permission, and further agree that USA Telecom and BellSouth will obtain access to customer record information only in strict compliance with applicable laws, rules, or regulations of the State in which the service is provided.

- 3.24 All costs incurred by BellSouth to develop and implement operational interfaces shall be recovered from Resellers who utilize the services. Charges for use of Operational Support Systems (OSS) shall be as set forth in Exhibit A of this Attachment.
- 3.25 Where available to BellSouth's end users, BellSouth shall provide the following telecommunications services at a discount to allow for voice mail services:
 - Simplified Message Desk Interface Enhanced ("SMDI-E")
 - Simplified Message Desk Interface ("SMDI")
 - Message Waiting Indicator ("MWI") stutter dial tone and message waiting light feature capabilities
 - Call Forward on Busy ("CF/B")
 - Call Forward Don't Answer ("CF/DA")

Further, BellSouth messaging services set forth in BellSouth's Messaging Service Information Package shall be made available for resale without the wholesale discount.

- 3.26 BellSouth's Inside Wire Maintenance Service Plan will be made available for resale at rates, terms and conditions pursuant to the appropriate BellSouth tariff and without the wholesale discount.
- 3.27 All costs incurred by BellSouth for providing services requested by USA Telecom that are not covered in the BellSouth tariffs shall be recovered from USA Telecom if USA Telecom utilizes those services.
- Recovery of charges associated with implementing Number Portability through monthly charges assessed to end users has been authorized by the FCC. This end user line charge will be billed to Resellers of BellSouth's telecommunications services and will be as filed in FCC No. 1. This charge will not be discounted.

4. BellSouth's Provision of Services to USA Telecom

4.1 USA Telecom agrees that its resale of BellSouth services shall be as follows:

- 4.1.1 The resale of telecommunications services shall be limited to users and uses conforming to the class of service restrictions.
- 4.1.2 Hotel and Hospital PBX services are the only telecommunications services available for resale to Hotel/Motel and Hospital end users, respectively. Similarly, Access Line Service for Customer Provided Coin Telephones is the only local service available for resale to Independent Payphone Provider (IPP) customers. Shared Tenant Service customers can only be sold those local exchange access services available in BellSouth's A23 Shared Tenant Service Tariff in the states of Florida, Georgia, North Carolina and South Carolina, and in A27 in the states of Alabama, Kentucky, Louisiana, Mississippi and Tennessee.
- 4.1.3 BellSouth reserves the right to periodically audit services purchased by USA Telecom to establish authenticity of use. Such audit shall not occur more than once in a calendar year. USA Telecom shall make any and all records and data available to BellSouth or BellSouth's auditors on a reasonable basis. BellSouth shall bear the cost of said audit.
- 4.2 Resold services can only be used in the same manner as specified in BellSouth's Tariffs. Resold services are subject to the same terms and conditions as are specified for such services when furnished to an individual end user of BellSouth in the appropriate section of BellSouth's Tariffs. Specific tariff features (e.g. a usage allowance per month) shall not be aggregated across multiple resold services.
- 4.3 USA Telecom may resell services only within the specific resale service area as defined in its certificate.
- 4.4 Telephone numbers transmitted via any resold service feature are intended solely for the use of the end user of the feature. Resale of this information is prohibited.

5. Maintenance of Services

- 5.1 USA Telecom will adopt and adhere to the standards contained in the applicable CLEC Work Center Operational Understanding Agreement regarding maintenance and installation of service.
- 5.2 Services resold under BellSouth's Tariffs and facilities and equipment provided by BellSouth shall be maintained by BellSouth.
- 5.3 USA Telecom or its end users may not rearrange, move, disconnect, remove or attempt to repair any facilities owned by BellSouth, other than by connection or disconnection to any interface means used, except with the written consent of BellSouth.

- 5.4 USA Telecom accepts responsibility to notify BellSouth of situations that arise that may result in a service problem.
- 5.5 USA Telecom will be BellSouth's single point of contact for all repair calls on behalf of USA Telecom's end users. The parties agree to provide one another with toll-free contact numbers for such purposes.
- 5.6 USA Telecom will contact the appropriate repair centers in accordance with procedures established by BellSouth.
- 5.7 For all repair requests, USA Telecom accepts responsibility for adhering to BellSouth's prescreening guidelines prior to referring the trouble to BellSouth.
- BellSouth will bill USA Telecom for handling troubles that are found not to be in BellSouth's network pursuant to its standard time and material charges. The standard time and material charges will be no more than what BellSouth charges to its retail customers for the same services.
- 5.9 BellSouth reserves the right to contact USA Telecom's end users, if deemed necessary, for maintenance purposes.

6. Establishment of Service

- After receiving certification as a local exchange company from the appropriate regulatory agency, USA Telecom will provide the appropriate BellSouth service center the necessary documentation to enable BellSouth to establish a master account for USA Telecom's resold services. Such documentation shall include the Application for Master Account, proof of authority to provide telecommunications services, an Operating Company Number ("OCN") assigned by the National Exchange Carriers Association ("NECA") and a tax exemption certificate, if applicable. When necessary deposit requirements are met, BellSouth will begin taking orders for the resale of service.
- 6.2 Service orders will be in a standard format designated by BellSouth.
- When notification is received from USA Telecom that a current end user of BellSouth will subscribe to USA Telecom's service, standard service order intervals for the appropriate class of service will apply.
- 6.4 BellSouth will not require end user confirmation prior to establishing service for USA Telecom's end user customer. USA Telecom must, however, be able to demonstrate end user authorization upon request.
- 6.5 USA Telecom will be the single point of contact with BellSouth for all subsequent ordering activity resulting in additions or changes to resold services except that

BellSouth will accept a request directly from the end user for conversion of the end user's service from USA Telecom to BellSouth or will accept a request from another CLEC for conversion of the end user's service from USA Telecom to the other LEC. BellSouth will notify USA Telecom that such a request has been processed.

- 6.6 If BellSouth determines that an unauthorized change in local service to USA Telecom has occurred, BellSouth will reestablish service with the appropriate local service provider and will assess USA Telecom as the CLEC initiating the unauthorized change, the unauthorized change charge described in FCC No. 1, Section 13 or applicable state tariff. Appropriate nonrecurring charges, as set forth in Section A4 of the General Subscriber Service Tariff, will also be assessed to USA Telecom. These charges can be adjusted if USA Telecom provides satisfactory proof of authorization.
- 6.7 In order to safeguard its interest, BellSouth reserves the right to secure the account with a suitable form of security deposit, unless satisfactory credit has already been established.
- 6.7.1 Such security deposit shall take the form of an irrevocable Letter of Credit or other forms of security acceptable to BellSouth. Any such security deposit may be held during the continuance of the service as security for the payment of any and all amounts accruing for the service.
- 6.7.2 If a security deposit is required, such security deposit shall be made prior to the inauguration of service.
- 6.7.3 Such security deposit may not exceed two months' estimated billing.
- The fact that a security deposit has been made in no way relieves USA Telecom from complying with BellSouth's regulations as to advance payments and the prompt payment of bills on presentation nor does it constitute a waiver or modification of the regular practices of BellSouth providing for the discontinuance of service for non-payment of any sums due BellSouth.
- 6.7.5 BellSouth reserves the right to increase the security deposit requirements when, in its sole judgment, circumstances so warrant and/or gross monthly billing has increased beyond the level initially used to determine the security deposit.
- 6.7.6 In the event that USA Telecom defaults on its account, service to USA Telecom will be terminated and any security deposits held will be applied to its account.
- 6.7.7 Interest on a security deposit shall accrue and be paid in accordance with the terms in the appropriate BellSouth tariff.

7. Payment And Billing Arrangements

- 7.1 Prior to submitting orders to BellSouth for local service, a master account must be established for USA Telecom. USA Telecom is required to provide the following before a master account is established: proof of PSC/PUC certification, the Application for Master Account, an Operating Company Number ("OCN") assigned by the National Exchange Carriers Association ("NECA") and a tax exemption certificate, if applicable.
- 7.2 BellSouth shall bill USA Telecom on a current basis all applicable charges and credits.
- Payment of all charges will be the responsibility of USA Telecom. USA Telecom shall make payment to BellSouth for all services billed. BellSouth is not responsible for payments not received by USA Telecom from USA Telecom's end user. BellSouth will not become involved in billing disputes that may arise between USA Telecom and its end user. Payments made to BellSouth as payment on account will be credited to an accounts receivable master account and not to an end user's account.
- 7.4 BellSouth will render bills each month on established bill days for each of USA Telecom's accounts.
- 7.5 BellSouth will bill USA Telecom in advance charges for all services to be provided during the ensuing billing period except charges associated with service usage, which will be billed in arrears. Charges will be calculated on an individual end user account level, including, if applicable, any charge for usage or usage allowances. BellSouth will also bill USA Telecom, and USA Telecom will be responsible for and remit to BellSouth, all charges applicable to resold services including but not limited to 911 and E911 charges, telecommunications relay charges (TRS), and franchise fees.
- 7.6 The payment will be due by the next bill date (i.e., same date in the following month as the bill date) and is payable in immediately available funds. Payment is considered to have been made when received by BellSouth.
- 7.6.1 If the payment due date falls on a Sunday or on a Holiday which is observed on a Monday, the payment due date shall be the first non-Holiday day following such Sunday or Holiday. If the payment due date falls on a Saturday or on a Holiday which is observed on Tuesday, Wednesday, Thursday, or Friday, the payment due date shall be the last non-Holiday day preceding such Saturday or Holiday. If payment is not received by the payment due date, a late payment penalty, as set forth in section 7.8 following, shall apply.
- 7.6.2 If USA Telecom requests multiple billing media or additional copies of bills, BellSouth will provide these at an appropriate charge to USA Telecom.
- 7.6.3 Billing Disputes Version3Q99:11/23/99

- 7.6.3.1 Each Party agrees to notify the other Party upon the discovery of a billing dispute. In the event of a billing dispute, the Parties will endeavor to resolve the dispute within sixty (60) calendar days of the Bill Date on which such disputed charges appear. Resolution of the dispute is expected to occur at the first level of management resulting in a recommendation for settlement of the dispute and closure of a specific billing period. If the issues are not resolved within the allotted time frame, the following resolution procedure will begin:
- 7.6.3.2 If the dispute is not resolved within sixty (60) days of the Bill Date, the dispute will be escalated to the second level of management for each of the respective Parties for resolution. If the dispute is not resolved within ninety (90) days of the Bill Date, the dispute will be escalated to the third level of management for each of the respective Parties for resolution.
- 7.6.3.3 If the dispute is not resolved within one hundred and twenty (120) days of the Bill Date, the dispute will be escalated to the fourth level of management for each of the respective Parties for resolution.
- 7.6.3.4 If a Party disputes a charge and does not pay such charge by the payment due date, such charges shall be subject to late payment charges as set forth in the Late Payment Charges provision of this Attachment. If a Party disputes charges and the dispute is resolved in favor of such Party, the other Party shall credit the bill of the disputing Party for the amount of the disputed charges along with any late payment charges assessed no later than the second Bill Date after the resolution of the dispute. Accordingly, if a Party disputes charges and the dispute is resolved in favor of the other Party, the disputing Party shall pay the other Party the amount of the disputed charges and any associated late payment charges assessed no later than the second bill payment due date after the resolution of the dispute. BellSouth shall only assess interest on previously assessed late payment charges in a state where it has authority pursuant to its tariffs.
- Upon proof of tax exempt certification from USA Telecom, the total amount billed to USA Telecom will not include any taxes due from the end user to reflect the tax exempt certification and local tax laws. USA Telecom will be solely responsible for the computation, tracking, reporting, and payment of taxes applicable to USA Telecom's end user.
- 7.8 If any portion of the payment is received by BellSouth after the payment due date as set forth preceding, or if any portion of the payment is received by BellSouth in funds that are not immediately available to BellSouth, then a late payment penalty shall be due to BellSouth. The late payment penalty shall be the portion of the payment not received by the payment due date times a late factor and will be applied on a per bill basis. The late factor shall be as set forth in Section A2 of the General Subscriber

Services Tariff and Section B2 of the Private Line Service Tariff. USA Telecom will be charged a fee for all returned checks as set forth in Section to A2 of the General Subscriber Services Tariff or in applicable state law.

- 7.9 Any switched access charges associated with interexchange carrier access to the resold local exchange lines will be billed by, and due to, BellSouth. No additional charges are to be assessed to USA Telecom.
- 7.10 BellSouth will not perform billing and collection services for USA Telecom as a result of the execution of this Agreement. All requests for billing services should be referred to the appropriate entity or operational group within BellSouth.
- 7.11 Pursuant to 47 CFR Section 51.617, BellSouth will bill USA Telecom end user common line charges identical to the end user common line charges BellSouth bills its end users.
- 7.12 In general, BellSouth will not become involved in disputes between USA Telecom and USA Telecom's end user customers over resold services. If a dispute does arise that cannot be settled without the involvement of BellSouth, USA Telecom shall contact the designated Service Center for resolution. BellSouth will make every effort to assist in the resolution of the dispute and will work with USA Telecom to resolve the matter in as timely a manner as possible. USA Telecom may be required to submit documentation to substantiate the claim.

8. Discontinuance of Service

- 8.1 The procedures for discontinuing service to an end user are as follows:
- 8.1.1 Where possible, BellSouth will deny service to USA Telecom's end user on behalf of, and at the request of, USA Telecom. Upon restoration of the end user's service, restoral charges will apply and will be the responsibility of USA Telecom.
- 8.1.2 At the request of USA Telecom, BellSouth will disconnect an USA Telecom end user customer.
- 8.1.3 All requests by USA Telecom for denial or disconnection of an end user for nonpayment must be in writing or submitted via an approved electronic method.
- 8.1.4 USA Telecom will be made solely responsible for notifying the end user of the proposed disconnection of the service.
- 8.1.5 BellSouth will continue to process calls made to the Annoyance Call Center and will advise USA Telecom when it is determined that annoyance calls are originated from one of their end user's locations. BellSouth shall be indemnified, defended and held harmless by USA Telecom and/or the end user against any claim, loss or damage arising from providing this information to USA Telecom. It is the responsibility of

USA Telecom to take the corrective action necessary with its end users who make annoying calls. Failure to do so will result in BellSouth's disconnecting the end user's service.

- 8.1.6 BellSouth may disconnect and reuse facilities when the facility is in a denied state and BellSouth has received an order to establish new service or transfer of service from an end user or an end user's CLEC at the same address served by the denied facility.
- 8.2 The procedures for discontinuing service to USA Telecom are as follows:
- 8.2.1 BellSouth reserves the right to suspend or terminate service for nonpayment or in the event of prohibited, unlawful or improper use of the facilities or service, abuse of the facilities, or any other violation or noncompliance by USA Telecom of the rules and regulations of BellSouth's Tariffs.
- 8.2.2 If payment of account is not received by the bill day in the month after the original bill day, BellSouth may provide written notice to USA Telecom, that additional applications for service will be refused and that any pending orders for service will not be completed if payment is not received by the fifteenth day following the date of the notice. In addition BellSouth may, at the same time, give thirty days notice to the person designated by USA Telecom to receive notices of noncompliance, and discontinue the provision of existing services to USA Telecom at any time thereafter.
- 8.2.3 In the case of such discontinuance, all billed charges, as well as applicable termination charges, shall become due.
- 8.2.4 If BellSouth does not discontinue the provision of the services involved on the date specified in the thirty days notice and USA Telecom's noncompliance continues, nothing contained herein shall preclude BellSouth's right to discontinue the provision of the services to USA Telecom without further notice.
- 8.2.5 If payment is not received or arrangements made for payment by the date given in the written notification, USA Telecom's services will be discontinued. Upon discontinuance of service on an USA Telecom's account, service to USA Telecom's end users will be denied. BellSouth will also reestablish service at the request of the end user or USA Telecom upon payment of the appropriate connection fee and subject to BellSouth's normal application procedures. USA Telecom is solely responsible for notifying the end user of the proposed disconnection of the service.
- 8.2.6 If within fifteen days after an end user's service has been denied no contact has been made in reference to restoring service, the end user's service will be disconnected.

9. Line Information Database (LIDB)

- 9.1 BellSouth will store in its LIDB records relating to service only in the BellSouth region. The LIDB Storage Agreement may be obtained from USA Telecom's Account Manager.
- 9.2 BellSouth will provide LIDB Storage upon written request by USA Telecom to their BellSouth Account Manager stating a requested activation date.

10. RAO Hosting

- 10.1 The RAO Hosting Agreement is included in this Attachment as Exhibit C. Rates for BellSouth's Centralized Message Distribution System (CMDS) are as set forth in Exhibit G of this Attachment.
- BellSouth will provide RAO Hosting upon written request to its Account Manager stating a requested activation date.

11. Optional Daily Usage File (ODUF)

- The ODUF Agreement with terms and conditions is included in this Attachment as Exhibit D. Rates for ODUF are as set forth in Exhibit G of this Attachment.
- BellSouth will provide ODUF service upon written request to its Account Manager stating a requested activation date.

12. Enhanced Optional Daily Usage File (EODUF)

- 12.1 The EODUF service Agreement with terms and conditions is included in this Attachment as Exhibit E. Rates for EODUF are as set forth in Exhibit G of this Attachment.
- 12.2 BellSouth will provide EODUF service upon written request to its Account Manager stating a requested activation date.

13. Calling Name Delivery (CNAM) Database Service

- 13.1 CNAM Database Service Agreement is included in this Attachment as Exhibit F. Rates for CNAM are as set forth in Exhibit G of this Attachment.
- BellSouth will provide CNAM Database service upon written request to its Account Manager stating a requested activation date.

APPLICABLE DISCOUNTS

The telecommunications services available for purchase by USA Telecom for the purposes of resale to USA Telecom end users shall be available at the following discount off of the retail rate.

DISCOUNT*

| STATE | RESIDENCE | BUSINESS | CSAs*** |
|----------------|-----------|----------|---------|
| ALABAMA | 16.3% | 16.3% | |
| FLORIDA | 21.83% | 16.81% | |
| GEORGIA | 20.3% | 17.3% | |
| KENTUCKY | 16.79% | 15.54% | |
| LOUISIANA | 20.72% | 20.72% | 9.05% |
| MISSISSIPPI | 15.75% | 15.75% | |
| NORTH CAROLINA | 21.5% | 17.6% | |
| SOUTH CAROLINA | 14.8% | 14.8% | 8.98% |
| TENNESSEE** | 16% | 16% | |

- * When a CLEC provides Resale service in a cross boundary area (areas that are part of the local serving area of another state's exchange) the rates, regulations and discounts for the tariffing state will apply. Billing will be from the serving state.
- ** In Tennessee, if a CLEC provides its own operator services and directory services, the discount shall be 21.56%. CLEC must provide written notification to BellSouth within 30 days prior to providing its own operator services and directory services to qualify for the higher discount rate of 21.56%.
- *** Unless noted in this column, the discount for Business will be the applicable discount rate for CSAs.

OPERATIONAL SUPPORT SYSTEMS (OSS) RATES

BellSouth has developed and made available the following mechanized systems by which USA Telecom may submit LSRs electronically.

| LENS | Local Exchange Navigation System |
|--------|---|
| EDI | Electronic Data Interface |
| EDI-PC | Electronic Data Interface – Personal Computer |
| TAG | Telecommunications Access Gateway |

LSRs submitted by means of one of these interactive interfaces will incur an OSS electronic ordering charge as specified in the Table below. An individual LSR will be identified for billing purposes by its Purchase Order Number (PON). LSRs submitted by means other than one of these interactive interfaces (mail, fax, courier, etc.) will incur a manual order charge as specified in the table below:

| OPERATIONAL SUPPORT SYSTEMS (OSS) RATES | Electronic Per LSR received from the CLEC by one of the OSS interactive interfaces | Manual Per LSR received from the CLEC by means other than one of the OSS interactive interfaces |
|--|--|---|
| OSS LSR Charge | \$3.50 | \$19.99 |
| USOC | SOMEC | SOMAN |

Note: In addition to the OSS charges, applicable discounted service order and related discounted charges apply per the tariff.

Denial/Restoral OSS Charge

In the event USA Telecom provides a list of customers to be denied and restored, rather than an LSR, each location on the list will require a separate PON and, therefore will be billed as one LSR per location.

Cancellation OSS Charge

USA Telecom will incur an OSS charge for an accepted LSR that is later canceled by USA Telecom.

Note: Supplements or clarifications to a previously billed LSR will not incur another OSS charge.

Threshold Billing Plan

The Parties agree that USA Telecom will incur the mechanized rate for all LSRs, both mechanized and manual, if the percentage of mechanized LSRs to total LSRs meets or exceeds the threshold percentages shown below:

| Year | Ratio: Mechanized/Total LSRs |
|------|------------------------------|
| 2000 | 80% |
| 2001 | 90% |

The threshold plan will be discontinued in 2002.

BellSouth will track the total LSR volume for each CLEC for each quarter. At the end of that time period, a Percent Electronic LSR calculation will be made for that quarter based on the LSR data tracked in the LCSC. If this percentage exceeds the threshold volume, all of that CLEC's future manual LSRs will be billed at the mechanized LSR rate. To allow time for obtaining and analyzing the data and updating the billing system, this billing change will take place on the first day of the second month following the end of the quarter (e.g. May 1 for 1Q, Aug 1 for 2Q, etc.). There will be no adjustments to the amount billed for previously billed LSRs.

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EXCLUSIONS AND LIMITATIONS ON SERVICES AVAILABLE FOR RESALE

| Townsels | | AL | | FL | | GA | | KY | | LA | |
|--|---|---|--|--|--|---|--|---|--|---------|-----|
| 1 | Type of Service | | Discount? | | Discount? | | T-1 | Resale? | Discount? | Resale? | |
| 1. | Grandfathered Services (Note 1) | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes |
| 2. | Contract Service Arrangements | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes |
| 3. | Promotions - > 90 Days (Note 2) | Yes | Yes | Yes | Yes | Yes | Yes | s Yes Yes Yes | | Yes | |
| 4. | Promotions - < 90 Days (Note 2) | Yes | No | Yes | No | Yes | No | Yes | No | Yes | No |
| 5. | Lifeline/Link Up Services | Yes | Yes | Yes | Yes | Yes | Yes | Note 4 | Note 4 | Yes | Yes |
| 6. | 911/E911 Services | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | No | No |
| 7. | N11 Services | Yes | Yes | Yes | Yes | Yes | Yes | No | No | No | No |
| 8. | AdWatch SM Svc (See Note 6) | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes |
| 9. | MemoryCall [®] Service | Yes | No | Yes | No | Yes | No | Yes | No | Yes | No |
| 10. | Mobile Services | Yes | No | Yes | No | Yes | No | Yes | No | Yes | No |
| 11. | Federal Subscriber Line Charges | Yes | No | Yes | No | Yes | No | Yes | No | Yes | No |
| 12. | Non-Recurring Charges | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes |
| | End User Line Charge – Number Portability | Yes | No | Yes | No | Yes | No | Yes | No | Yes | No |
| 14. | Public Telephone Access Service (PTAS) | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes | Yes |
| | 15011100 (1 1115) | | | | | | | | | | |
| | | | MS | N | IC | | SC | | ΓN | | |
| | Type of Service | Resale? | MS Discount? | | C Discount? | | SC Discount? | Resale? | FN Discount? | | |
| | | | | | | | | | | | |
| | Type of Service Grandfathered Services (Note 1) Contract Service | Resale? | Discount? | Resale? | Discount? | Resale? | Discount? | Resale? | Discount? | | |
| 2. | Type of Service Grandfathered Services (Note 1) | Resale? Yes | Discount? Yes | Resale? Yes | Discount? Yes | Resale? Yes | Discount? Yes | Resale? Yes | Discount? Yes | | |
| 2. | Type of Service Grandfathered Services (Note 1) Contract Service Arrangements Promotions - > 90 Days | Resale? Yes Yes | Discount? Yes Yes | Resale? Yes Yes | Discount? Yes Yes | Resale? Yes Yes | Discount? Yes Yes | Resale? Yes Yes | Discount? Yes Yes | | |
| 2. 3. 4. | Type of Service Grandfathered Services (Note 1) Contract Service Arrangements Promotions - > 90 Days (Note 2) Promotions - < 90 Days (Note 2) | Yes Yes Yes Yes Yes | Discount? Yes Yes Yes | Resale? Yes Yes | Yes Yes Yes No | Resale? Yes Yes Yes Yes | Yes Yes Yes No | Resale? Yes Yes Yes Yes | Yes Yes Note 3 | | |
| 2. 3. 4. | Type of Service Grandfathered Services (Note 1) Contract Service Arrangements Promotions - > 90 Days (Note 2) Promotions - < 90 Days | Yes Yes Yes Yes Yes Yes | Yes Yes Yes No | Resale? Yes Yes Yes No Yes | Yes Yes Yes No Yes | Resale? Yes Yes Yes Yes Yes | Yes Yes Yes No Yes | Resale? Yes Yes Yes Yes Yes | Yes Yes Note 3 No Yes | | |
| 2. 3. 4. 5. 6. | Type of Service Grandfathered Services (Note 1) Contract Service Arrangements Promotions - > 90 Days (Note 2) Promotions - < 90 Days (Note 2) Lifeline/Link Up Services 911/E911 Services | Yes Yes Yes Yes Yes Yes Yes Yes | Yes Yes Yes No Yes Yes Yes | Resale? Yes Yes No Yes Yes Yes | Yes Yes Yes No Yes Yes Yes | Resale? Yes Yes Yes Yes Yes Yes Yes | Yes Yes Yes No Yes Yes | Resale? Yes Yes Yes Yes Yes Yes Yes | Yes Yes Note 3 No Yes Yes | | |
| 2. 3. 4. 5. 6. 7. | Type of Service Grandfathered Services (Note 1) Contract Service Arrangements Promotions - > 90 Days (Note 2) Promotions - < 90 Days (Note 2) Lifeline/Link Up Services 911/E911 Services N11 Services | Yes | Yes Yes Yes No Yes Yes Yes Yes Yes Yes | Yes Yes No Yes Yes Yes Yes | Yes Yes Yes No Yes Yes Yes Yes Yes | Yes Yes Yes Yes Yes Yes Your Yes Yes Your Yes Your Yes No | Yes Yes No Yes Yes No Yes No | Yes | Yes Yes Note 3 No Yes Yes Yes Yes Yes | | |
| 2. 3. 4. 5. 6. 7. 8. | Type of Service Grandfathered Services (Note 1) Contract Service Arrangements Promotions - > 90 Days (Note 2) Promotions - < 90 Days (Note 2) Lifeline/Link Up Services 911/E911 Services N11 Services AdWatch SM Svc (See Note 6) | Yes | Yes Yes No Yes | Yes Yes No Yes Yes Yes Yes Yes Yes | Yes Yes No Yes Yes Yes Yes Yes Yes Yes Yes Yes | Yes | Yes Yes No Yes Yes No Yes Yes Yes Yes | Yes | Yes Yes Note 3 No Yes Yes Yes Yes Yes Yes Yes | | |
| 2. 3. 4. 5. 6. 7. 8. 9. | Type of Service Grandfathered Services (Note 1) Contract Service Arrangements Promotions - > 90 Days (Note 2) Promotions - < 90 Days (Note 2) Lifeline/Link Up Services 911/E911 Services N11 Services | Yes | Yes Yes Yes No Yes Yes Yes Yes Yes Yes | Yes Yes No Yes Yes Yes Yes Yes Yes Yes Yes | Yes Yes Yes No Yes Yes Yes Yes Yes | Yes | Yes Yes No Yes Yes No Yes No Yes No Yes No | Yes | Yes Yes Note 3 No Yes Yes Yes Yes Yes | | |
| 2. 3. 4. 5. 6. 7. 8. 9. | Type of Service Grandfathered Services (Note 1) Contract Service Arrangements Promotions - > 90 Days (Note 2) Promotions - < 90 Days (Note 2) Lifeline/Link Up Services 911/E911 Services N11 Services AdWatch SM Svc (See Note 6) MemoryCall® Service Mobile Services Federal Subscriber Line | Yes | Yes Yes Yes No Yes Yes Yes Yes Yes Yes Yes Yes Yes You | Yes Yes No Yes Yes Yes Yes Yes Yes | Yes Yes Yes No Yes Yes Yes Yes Yes Yes Yes Yes You | Yes | Yes Yes No Yes Yes No Yes Yes Yes Yes | Yes | Yes Yes Note 3 No Yes Yes Yes Yes Yes Yes Yes No | | |
| 2. 3. 4. 5. 6. 7. 8. 9. 10. | Type of Service Grandfathered Services (Note 1) Contract Service Arrangements Promotions - > 90 Days (Note 2) Promotions - < 90 Days (Note 2) Lifeline/Link Up Services 911/E911 Services N11 Services AdWatch SM Svc (See Note 6) MemoryCall [®] Service Mobile Services Federal Subscriber Line Charges | Yes | Yes Yes Yes No Yes Yes Yes Yes Yes Yes You No No No | Yes Yes No Yes | Yes Yes Yes No Yes Yes Yes Yes Yes You Yes You Yes You Yes You Yes You No No | Yes | Yes Yes No Yes Yes No Yes No Yes No Yos No No No | Yes | Yes Yes Note 3 No Yes Yes Yes Yes Yes Yes Yes No No No | | |
| 2. 3. 4. 5. 6. 7. 8. 9. 10. 11. | Type of Service Grandfathered Services (Note 1) Contract Service Arrangements Promotions - > 90 Days (Note 2) Promotions - < 90 Days (Note 2) Lifeline/Link Up Services 911/E911 Services N11 Services AdWatch SM Svc (See Note 6) MemoryCall® Service Mobile Services Federal Subscriber Line | Yes | Yes Yes Yes No Yes Yes Yes Yes Yes Yes Yes Yes You | Yes Yes No Yes | Yes Yes Yes No Yes Yes Yes Yes Yes Yes You Yes You Yes You Yes You No | Yes | Yes Yes Yes No Yes Yes No Yes No Yes No Yes No You | Yes | Yes Yes Note 3 No Yes Yes Yes Yes Yes Yes Yes No No | | |

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Applicable Notes:

- 1. Grandfathered services can be resold only to existing subscribers of the grandfathered service.
- 2. Where available for resale, **promotions** will be made available only to end users who would have qualified for the promotion had it been provided by BellSouth directly.
- 3. In Tennessee, long-term promotions (offered for more than ninety (90) days) may be obtained at one of the following rates:
 - (a) the stated tariff rate, less the wholesale discount;
 - (b) the promotional rate (the promotional rate offered by BellSouth will not be discounted further by the wholesale discount rate)
- 4. Lifeline/Link Up services may be offered only to those subscribers who meet the criteria that BellSouth currently applies to subscribers of these services as set forth in Sections A3 and A4 of the BellSouth General Subscriber Services Tariff.
- 5. Some of BellSouth's local exchange and toll telecommunications services are not available in certain central offices and areas.
- 6. AdWatchSM Service is tariffed as BellSouth[®] AIN Virtual Number Call Detail Service.

RAO Hosting

- 1. RAO Hosting, Calling Card and Third Number Settlement System (CATS) and Non-Intercompany Settlement System (NICS) services provided to USA Telecom by BellSouth will be in accordance with the methods and practices regularly adopted and applied by BellSouth to its own operations during the term of this Agreement, including such revisions as may be made from time to time by BellSouth.
- 2. USA Telecom shall furnish all relevant information required by BellSouth for the provision of RAO Hosting, CATS and NICS.
- 3. Applicable compensation amounts will be billed by BellSouth to USA Telecom on a monthly basis in arrears. Amounts due from one Party to the other (excluding adjustments) are payable within thirty (30) days of receipt of the billing statement.
- 4. USA Telecom must have its own unique RAO code. Requests for establishment of RAO status where BellSouth is the selected CMDS interfacing host, require written notification from USA Telecom to the BellSouth RAO Hosting coordinator at least eight (8) weeks prior to the proposed effective date. The proposed effective date will be mutually agreed upon between the Parties with consideration given to time necessary for the completion of required Telcordia (formerly BellCore) functions. BellSouth will request the assignment of an RAO code from its connecting contractor, currently Telcordia, on behalf of USA Telecom and will coordinate all associated conversion activities.
- 5. BellSouth will receive messages from USA Telecom that are to be processed by BellSouth, another LEC or CLEC in the BellSouth region or a LEC outside the BellSouth region.
- 6. BellSouth will perform invoice sequence checking, standard EMI format editing, and balancing of message data with the EMI trailer record counts on all data received from USA Telecom.
- 7. All data received from USA Telecom that is to be processed or billed by another LEC or CLEC within the BellSouth region will be distributed to that LEC or CLEC in accordance with the agreement(s) which may be in effect between BellSouth and the involved LEC or CLEC.
- 8. All data received from USA Telecom that is to be placed on the CMDS network for distribution outside the BellSouth region will be handled in accordance with the agreement(s) which may be in effect between BellSouth and its connecting contractor (currently Telcordia).

- 9. BellSouth will receive messages from the CMDS network that are destined to be processed by USA Telecom and will forward them to USA Telecom on a daily basis.
- 10. Transmission of message data between BellSouth and USA Telecom will be via CONNECT: Direct.
- All messages and related data exchanged between BellSouth and USA Telecom will be formatted in accordance with accepted industry standards for EMI formatted records and packed between appropriate EMI header and trailer records, also in accordance with accepted industry standards.
- 12. USA Telecom will ensure that the recorded message detail necessary to recreate files provided to BellSouth will be maintained for back-up purposes for a period of three (3) calendar months beyond the related message dates.
- 13. Should it become necessary for USA Telecom to send data to BellSouth more than sixty (60) days past the message date(s), USA Telecom will notify BellSouth in advance of the transmission of the data. If there will be impacts outside the BellSouth region, BellSouth will work with its connecting contractor and USA Telecom to notify all affected Parties.
- 14. In the event that data to be exchanged between the two Parties should become lost or destroyed, both Parties will work together to determine the source of the problem. Once the cause of the problem has been jointly determined and the responsible Party identified and agreed to, the company responsible for creating the data will make every effort to have the affected data restored and retransmitted. If the data cannot be retrieved, the responsible Party will be liable to the other Party for any resulting lost revenue. Lost revenue may be a combination of revenues that could not be billed to the end users and associated access revenues. Both Parties will work together to estimate the revenue amount based upon historical data through a method mutually agreed upon. The resulting estimated revenue loss will be paid by the responsible Party to the other Party within three (3) calendar months of the date of problem resolution, or as mutually agreed upon by the Parties.
- 15. Should an error be detected by the EMI format edits performed by BellSouth on data received from USA Telecom, the entire pack containing the affected data will not be processed by BellSouth. BellSouth will notify USA Telecom of the error condition. USA Telecom will correct the error(s) and will resend the entire pack to BellSouth for processing. In the event that an out-of-sequence condition occurs on subsequent packs, USA Telecom will resend these packs to BellSouth after the pack containing the error has been successfully reprocessed by BellSouth.

- 16. In association with message distribution service, BellSouth will provide USA Telecom with associated intercompany settlements reports (CATS and NICS) as appropriate.
- 17. In no case shall either Party be liable to the other for any direct or consequential damages incurred as a result of the obligations set out in this agreement.
- 18. RAO Compensation
- 18.1 Rates for message distribution service provided by BellSouth for USA Telecom are as set forth in Exhibit G to this Attachment.
- 18.2 Rates for data transmission associated with message distribution service are as set forth in Exhibit G to this Attachment.
- Data circuits (private line or dial-up) will be required between BellSouth and USA Telecom for the purpose of data transmission. Where a dedicated line is required, USA Telecom will be responsible for ordering the circuit, overseeing its installation and coordinating the installation with BellSouth. USA Telecom will also be responsible for any charges associated with this line. Equipment required on the BellSouth end to attach the line to the mainframe computer and to transmit successfully ongoing will be negotiated on a case by case basis. Where a dial-up facility is required, dial circuits will be installed in the BellSouth data center by BellSouth and the associated charges assessed to USA Telecom. Additionally, all message toll charges associated with the use of the dial circuit by USA Telecom will be the responsibility of USA Telecom. Associated equipment on the BellSouth end, including a modem, will be negotiated on a case by case basis between the Parties.
- All equipment, including modems and software, that is required on the USA Telecom end for the purpose of data transmission will be the responsibility of USA Telecom.
- 19. <u>Intercompany Settlements Messages</u>
- 19.1 This Section addresses the settlement of revenues associated with traffic originated from or billed by USA Telecom as a facilities based provider of local exchange telecommunications services outside the BellSouth region. Only traffic that originates in one Bell operating territory and bills in another Bell operating territory is included. Traffic that originates and bills within the same Bell operating territory will be settled on a local basis between USA Telecom and the involved company(ies), unless that company is participating in NICS.

- Both traffic that originates outside the BellSouth region by USA Telecom and is billed within the BellSouth region, and traffic that originates within the BellSouth region and is billed outside the BellSouth region by USA Telecom, is covered by this Agreement (CATS). Also covered is traffic that either is originated by or billed by USA Telecom, involves a company other than USA Telecom, qualifies for inclusion in the CATS settlement, and is not originated or billed within the BellSouth region (NICS).
- 19.3 Once USA Telecom is operating within the BellSouth territory, revenues associated with calls originated and billed within the BellSouth region will be settled via Telcordia's, its successor or assign, NICS system.
- 19.4 BellSouth will receive the monthly NICS reports from Telcordia (formerly BellCore), its successor or assign, on behalf of USA Telecom. BellSouth will distribute copies of these reports to USA Telecom on a monthly basis.
- 19.5 BellSouth will receive the monthly Calling Card and Third Number Settlement System (CATS) reports from Telcordia, its successor or assign, on behalf of USA Telecom. BellSouth will distribute copies of these reports to USA Telecom on a monthly basis.
- BellSouth will collect the revenue earned by USA Telecom from the Bell operating company in whose territory the messages are billed (CATS), less a per message billing and collection fee of five cents (\$0.05), on behalf of USA Telecom. BellSouth will remit the revenue billed by USA Telecom to the Bell operating company in whose territory the messages originated, less a per message billing and collection fee of five cents (\$0.05), on behalf on USA Telecom. These two amounts will be netted together by BellSouth and the resulting charge or credit issued to USA Telecom via a monthly Carrier Access Billing System (CABS) miscellaneous bill.
- 19.7 BellSouth will collect the revenue earned by USA Telecom within the BellSouth territory from another CLEC also within the BellSouth territory (NICS) where the messages are billed, less a per message billing and collection fee of five cents (\$0.05), on behalf of USA Telecom. BellSouth will remit the revenue billed by USA Telecom within the BellSouth region to the CLEC also within the BellSouth region, where the messages originated, less a per message billing and collection fee of five cents (\$0.05). These two amounts will be netted together by BellSouth and the resulting charge or credit issued to USA Telecom via a monthly CABS miscellaneous bill.

BellSouth and USA Telecom agree that monthly netted amounts of less than fifty dollars (\$50.00) will not be settled.

Optional Daily Usage File

- 1. Upon written request from USA Telecom, BellSouth will provide the Optional Daily Usage File (ODUF) service to USA Telecom pursuant to the terms and conditions set forth in this section.
- 2. USA Telecom shall furnish all relevant information required by BellSouth for the provision of ODUF.
- 3. The Optional Daily Usage Feed will contain billable messages that were carried over the BellSouth Network and processed in the BellSouth Billing System, but billed to a USA Telecom customer.

Charges for delivery of ODUF will appear on USA Telecom's monthly bills. The charges are as set forth in Exhibit G to this Attachment.

- 4. The Optional Daily Usage Feed will contain both rated and unrated messages. All messages will be in the standard Alliance for Telecommunications Industry Solutions (ATIS) EMI record format.
- 5. Messages that error in USA Telecom's billing system will be the responsibility of USA Telecom. If, however, USA Telecom should encounter significant volumes of errored messages that prevent processing by USA Telecom within its systems, BellSouth will work with USA Telecom to determine the source of the errors and the appropriate resolution.
- 6. The following specifications shall apply to the Optional Daily Usage Feed.
- 6.1 Usage To Be Transmitted
- 6.1.1 The following messages recorded by BellSouth will be transmitted to USA Telecom:
 - Message recording for per use/per activation type services (examples: Three Way Calling, Verify, Interrupt, Call Return, etc.)
 - Measured billable Local
 - Directory Assistance messages
 - IntraLATA Toll
 - WATS & 800 Service
 - N11
 - Information Service Provider Messages

- Operator Services Messages
- Operator Services Message Attempted Calls (UNE only)
- Credit/Cancel Records
- Usage for Voice Mail Message Service
- 6.1.2 Rated Incollects (originated in BellSouth and from other companies) can also be on ODUF. Rated Incollects will be intermingled with BellSouth recorded rated and unrated usage. Rated Incollects will not be packed separately.
- 6.1.3 BellSouth will perform duplicate record checks on records processed to ODUF. Any duplicate messages detected will be deleted and not sent to USA Telecom.
- 6.1.4 In the event that USA Telecom detects a duplicate on ODUF they receive from BellSouth, USA Telecom will drop the duplicate message (USA Telecom will not return the duplicate to BellSouth).
- 6.2 <u>Physical File Characteristics</u>
- 6.2.1 The ODUF will be distributed to USA Telecom via an agreed medium with CONNECT: Direct being the preferred transport method. The Daily Usage Feed will be a variable block format (2476) with an LRECL of 2472. The data on the Daily Usage Feed will be in a non-compacted EMI format (175 byte format plus modules). It will be created on a daily basis (Monday through Friday except holidays). Details such as data set name and delivery schedule will be addressed during negotiations of the distribution medium. There will be a maximum of one data set per workday per OCN.
- Data circuits (private line or dial-up) may be required between BellSouth and USA Telecom for the purpose of data transmission. Where a dedicated line is required, USA Telecom will be responsible for ordering the circuit, overseeing its installation and coordinating the installation with BellSouth. USA Telecom will also be responsible for any charges associated with this line. Equipment required on the BellSouth end to attach the line to the mainframe computer and to transmit successfully ongoing will be negotiated on a case by case basis. Where a dial-up facility is required, dial circuits will be installed in the BellSouth data center by BellSouth and the associated charges assessed to USA Telecom. Additionally, all message toll charges associated with the use of the dial circuit by USA Telecom will be the responsibility of USA Telecom. Associated equipment on the BellSouth end, including a modem, will be negotiated on a case by case basis between the parties. All equipment, including modems and software, that is required on USA Telecom's end for the purpose of data transmission will be the responsibility of USA Telecom.

6.3 Packing Specifications

- 6.3.1 A pack will contain a minimum of one message record or a maximum of 99,999 message records plus a pack header record and a pack trailer record. One transmission can contain a maximum of 99 packs and a minimum of one pack.
- 6.3.2 The OCN, From RAO, and Invoice Number will control the invoice sequencing. The From RAO will be used to identify to USA Telecom which BellSouth RAO that is sending the message. BellSouth and USA Telecom will use the invoice sequencing to control data exchange. BellSouth will be notified of sequence failures identified by USA Telecom and resend the data as appropriate.

THE DATA WILL BE PACKED USING ATIS EMI RECORDS.

6.4 Pack Rejection

USA Telecom will notify BellSouth within one business day of rejected packs (via the mutually agreed medium). Packs could be rejected because of pack sequencing discrepancies or a critical edit failure on the Pack Header or Pack Trailer records (i.e. out-of-balance condition on grand totals, invalid data populated). Standard ATIS EMI Error Codes will be used. USA Telecom will not be required to return the actual rejected data to BellSouth. Rejected packs will be corrected and retransmitted to USA Telecom by BellSouth.

6.5 Control Data

USA Telecom will send one confirmation record per pack that is received from BellSouth. This confirmation record will indicate USA Telecom received the pack and the acceptance or rejection of the pack. Pack Status Code(s) will be populated using standard ATIS EMI error codes for packs that were rejected by USA Telecom for reasons stated in the above section.

6.6 Testing

Upon request from USA Telecom, BellSouth shall send test files to USA Telecom for ODUF. The parties agree to review and discuss the file's content and/or format. For testing of usage results, BellSouth shall request that USA Telecom set up a production (LIVE) file. The live test may consist of USA Telecom's employees making test calls for the types of services USA Telecom requests on ODUF. These test calls are logged by USA Telecom, and the logs are provided to BellSouth. These logs will be used to verify the files. Testing will be completed within 30 calendar days from the date on which the initial test file was sent.

Enhanced Optional Daily Usage File

- 1. Upon written request from USA Telecom, BellSouth will provide the Enhanced Optional Daily Usage File (EODUF) service to USA Telecom pursuant to the terms and conditions set forth in this section. EODUF will only be sent to existing ODUF subscribers who request the EODUF option.
- 2. USA Telecom shall furnish all relevant information required by BellSouth for the provision of EODUF.
- 3. EODUF will provide usage data for local calls originating from resold Flat Rate Business and Residential Lines.
- 4. Charges for delivery of EODUF will appear on USA Telecom's monthly bills. The charges are as set forth in Exhibit G to this Attachment.
- 5. All messages will be in the standard Alliance for Telecommunications Industry Solutions (ATIS) EMI record format.
- 6. Messages that error in the billing system of USA Telecom will be the responsibility of USA Telecom. If, however, USA Telecom should encounter significant volumes of errored messages that prevent processing by USA Telecom within its systems, BellSouth will work with USA Telecom to determine the source of the errors and the appropriate resolution.
- 7. The following specifications shall apply to the Optional Daily Usage Feed.
- 7.1 <u>Usage To Be Transmitted</u>
- 7.1.1 The following messages recorded by BellSouth will be transmitted to USA Telecom:

Customer usage data for flat rated local call originating from USA Telecom's end user lines (1FB or 1FR). The EODUF record for flat rate messages will include:

Date of Call
From Number
To Number
Connect Time
Conversation Time
Method of Recording
From RAO
Rate Class

Message Type
Billing Indicators
Bill to Number

- 7.1.2 BellSouth will perform duplicate record checks on EODUF records processed to ODUF. Any duplicate messages detected will be deleted and not sent to USA Telecom.
- 7.1.3 In the event that USA Telecom detects a duplicate on EODUF they receive from BellSouth, USA Telecom will drop the duplicate message (USA Telecom will not return the duplicate to BellSouth).
- 7.2 <u>Physical File Characteristics</u>
- 7.2.1 The Enhanced Optional Daily Usage Feed will be distributed to USA Telecom over their existing ODUF feed. The EODUF messages will be intermingled among USA Telecom's ODUF messages. EODUF will be a variable block format (2476) with an LRECL of 2472. The data on the EODUF will be in a non-compacted EMI format (175 byte format plus modules). It will be created on a daily basis (Monday through Friday except holidays).
- 7.2.2 Data circuits (private line or dial-up) may be required between BellSouth and USA Telecom for the purpose of data transmission. Where a dedicated line is required, USA Telecom will be responsible for ordering the circuit, overseeing its installation and coordinating the installation with BellSouth. USA Telecom will also be responsible for any charges associated with this line. Equipment required on the BellSouth end to attach the line to the mainframe computer and to transmit successfully ongoing will be negotiated on a case by case basis. Where a dial-up facility is required, dial circuits will be installed in the BellSouth data center by BellSouth and the associated charges assessed to USA Telecom. Additionally, all message toll charges associated with the use of the dial circuit by USA Telecom will be the responsibility of USA Telecom. Associated equipment on the BellSouth end, including a modem, will be negotiated on a case by case basis between the parties. All equipment, including modems and software, that is required on USA Telecom's end for the purpose of data transmission will be the responsibility of USA Telecom.

7.3 Packing Specifications

7.3.1 A pack will contain a minimum of one message record or a maximum of 99,999 message records plus a pack header record and a pack trailer record. One transmission can contain a maximum of 99 packs and a minimum of one pack.

7.3.2 The Operating Company Number (OCN), From Revenue Accounting Office (RAO), and Invoice Number will control the invoice sequencing. The From RAO will be used to identify to USA Telecom which BellSouth RAO that is sending the message. BellSouth and USA Telecom will use the invoice sequencing to control data exchange. BellSouth will be notified of sequence failures identified by USA Telecom and resend the data as appropriate.

THE DATA WILL BE PACKED USING ATIS EMI RECORDS.

CALLING NAME DELIVERY (CNAM) DATABASE SERVICES

1. **DEFINITIONS**

For the purpose of this Attachment, the following terms shall be defined as:

CALLING NAME DELIVERY DATABASE SERVICE (CNAM) - The ability to associate a name with the calling party number, allowing the end user subscriber (to which a call is being terminated) to view the calling party's name before the call is answered. This service also provides USA Telecom the opportunity to load and store its subscriber names in the BellSouth CNAM SCPs.

CALLING PARTY NUMBER (CPN) - The number of the calling party that is delivered to the terminating switch using common channel signaling system 7 (CCS7) technology, and that is contained in the Initial Address Message (IAM) portion of the CCS7 call setup.

COMMON CHANNEL SIGNALING SYSTEM 7 (CCS7) - A network signaling technology in which all signaling information between two or more nodes is transmitted over high-speed data links, rather than over voice circuits.

SERVICE CONTROL POINTS (SCPs) - The real-time data base systems that contain the names to be provided in response to queries received from CNAM SSPs.

SERVICE MANAGEMENT SYSTEM (SMS) - The main operations support system of CNAM DATABASE SERVICE. CNAM records are loaded into the SMS, which in turn downloads into the CNAM SCP.

SERVICE SWITCHING POINTs (SSPs) - Features of computerized switches in the telephone network that determine that a terminating line has subscribed to CNAM service, and then communicate with CNAM SCPs in order to provide the name associated with the calling party number.

SUBSYSTEM NUMBER (SSN) - The address used in the Signaling Connection Control Part (SCCP) layer of the SS7 protocol to designate an application at an end signaling point. A SSN for CNAM at the end office designates the CNAM application within the end office. BellSouth uses the CNAM SSN of 232.

2. ATTACHMENT

2.1 This Attachment contains the terms and conditions where BellSouth will provide to USA Telecom access to the BellSouth CNAM SCP for query or record storage purposes.

USA Telecom shall submit to BellSouth a notice of its intent to access and utilize BellSouth CNAM Database Services pursuant to the terms and conditions of this Attachment. Said notice shall be in writing, no less than 60 days prior to USA Telecom's access to BellSouth's CNAM Database Services and shall be addressed to USA Telecom's Account Manager.

3. PHYSICAL CONNECTION AND COMPENSATION

- 3.1 BellSouth's provision of CNAM Database Services to USA Telecom requires interconnection from USA Telecom to BellSouth CNAM Service Control Points (SCPs). Such interconnections shall be established pursuant to Attachment 3 of this Agreement. The appropriate charge for access to and use of the BellSouth CNAM Database service shall be as set forth in this Attachment.
- 3.2 In order to formulate a CNAM query to be sent to the BellSouth CNAM SCP, USA Telecom shall provide its own CNAM SSP. USA Telecom's CNAM SSPs must be compliant with TR-NWT-001188, "CLASS Calling Name Delivery Generic Requirements".
- 3.3 If USA Telecom elects to access the BellSouth CNAM SCP via a third party CCS7 transport provider, the third party CCS7 provider shall interconnect with the BellSouth CCS7 network according to BellSouth's Common Channel Signaling Interconnection Guidelines and Telcordia's (formerly BellCore) CCS Network Interface Specification document, TR-TSV-000905. In addition, the third party provider shall establish CCS7 interconnection at the BellSouth Local Signal Transfer Points (LSTPs) serving the BellSouth CNAM SCPs that USA Telecom desires to query.
- 3.4 Out-Of-Region Customers. If the customer queries the BellSouth CNAM SCP via a third party national SS7 transport provider, the third party SS7 provider shall interconnect with the BellSouth CCS7 network according to BellSouth's Common Channel Signaling Interconnection Guidelines and Bellcore's CCS Network Interface Specification document, TR-TSV-000905. In addition, the third party provider shall establish SS7 interconnection at one or more of the BellSouth Gateway Signal Transfer Points (STPs). The payment of all costs associated with the transport of SS7 signals via a third party will be established by mutual agreement of the parties and writing shall, by this reference become an integral part of this Agreement.

4. CNAM RECORD INITIAL LOAD AND UPDATES

4.1 The mechanism to be used by USA Telecom for initial CNAM record load and/or updates shall be determined by mutual agreement. The initial load and all updates shall be provided by USA Telecom in the BellSouth specified format and shall contain records for every working telephone number that can originate phone calls. It

is the responsibility of USA Telecom to provide accurate information to BellSouth on a current basis.

- 4.2 Updates to the SMS shall occur no less than once a week, reflect service order activity affecting either name or telephone number, and involve only record additions, deletions or changes.
- 4.3 USA Telecom CNAM records provided for storage in the BellSouth CNAM SCP shall be available, on a SCP query basis only, to all parties querying the BellSouth CNAM SCP. Further, CNAM service shall be provided by each party consistent with state and/or federal regulation.

BELLSOUTH/USA TELECOM RATES ODUF/EDOUF/CMDS/CNAM

RATES BY STATE

| DESCRIPTION | usoc | AL | FL | GA | KY | LA | MS | NC | SC | TN |
|---|----------------------------------|--------------|---------------|-------------|--------------|------------------|-------------|-------------|-----------------|-------------|
| ODUF/EODUF/CMDS | AND AND A SECTION AND ASSESSMENT | danama. S | Carl Manage | Estate | 5 5 5 months | Autor 145 | GARAGE ST | 100000 | | |
| ODUF: Recording, per message | N/A | \$0.0002 | \$0.008 | \$0.008 | \$0.0008611 | \$0.00019 | \$0.0001179 | \$0.008 | \$0.0002862 | \$0.008 |
| ODUF: Message Processing, per message | N/A | \$0.0033 | \$0.004 | \$0.004 | \$0.0032357 | \$0.0024 | \$0.0032089 | \$0.004 | \$0.0032344 | \$0.004 |
| EODUF: Message Processing, per message | N/A | \$0.004 | \$0.004 | \$0.004 | \$0.004 | \$0.004 | \$0.004 | \$0.004 | \$0.004 | \$0.004 |
| CMDS: Message Processing, per message | N/A | \$0.004 | \$0.004 | \$0.004 | \$0.004 | \$0.004 | \$0.004 | \$0.004 | \$0.004 | \$0.004 |
| ODUF: Message Processing, per magnetic tape provisioned | N/A | \$55.19 | \$54.95 | \$54.95 | \$55.68 | \$47.30 | \$54.62 | \$54.95 | \$54.72 | \$54.95 |
| EODUF: Message Processing, per magnetic tape provisioned | N/A | \$47.30 | \$47.30 | \$47.30 | \$47.30 | \$47.30 | \$47.30 | \$47.30 | \$47.30 | \$47.30 |
| ODUF: Data Transmission (CONNECT:DIRECT), per message | N/A | \$0.00004 | \$0.001 | \$0.001 | \$0.0000365 | \$0.00003 | \$0.0000354 | \$0.001 | \$0.0000357 | \$0.001 |
| EODUF: Data Transmission (CONNECT:DIRECT), per message | N/A | \$0.0000364 | \$0.0000364 | \$0.0000364 | \$0.0000364 | \$0.0000364 | \$0.0000364 | \$0.0000364 | \$0.0000364 | \$0.0000364 |
| CMDS: Data Transmission (CONNECT:DIRECT), per message | N/A | \$0.001 | \$0.001 | \$0.001 | \$0.001 | \$0.001 | \$0.001 | \$0.001 | \$0.001 | \$0.001 |
| CALLING NAME (CNAM) QUERY SERVICE | | L PROMETURES | Bud Faller (p | | A GAS TERRET | ne fasilitat IND | AB 100 E 80 | 142 114 21 | 30,488,1000,700 | terms and |
| CNAM (Database Owner), Per Query | N/A | \$0.016 | \$0.016 | \$0.016 | \$0.016 | \$0.016 | \$0.016 | \$0.016 | \$0.016 | \$0.016 |
| CNAM (Non-Database Owner), Per Query * | N/A | \$0.01 | \$0.01 | \$0.01 | \$0.01 | \$0.01 | \$0.01 | \$0.01 | \$0.01 | \$0.01 |
| NRC, applicable when USA Telecom uses the Character Based User Interface (CHUI) method to | | | | | | | | | | |
| transmit the names to the BellSouth CNAM database | N/A | \$595.00 | \$595.00 | \$595.00 | \$595.00 | \$595.00 | \$595.00 | \$595.00 | \$595.00 | \$595.00 |
| Volume and term arrangements are also available. | | | | | | | | | | |

NOTES:

If no rate is identified in the contract, the rate for the specific service or function will be as set forth in applicable BellSouth tariff or as negotiated by the parties upon request by either party.