AMENDMENT TO THE

AGREEMENT BETWEEN KMC TELECOM HOLDINGS, INC. AND BELLSOUTH TELECOMMUNICATIONS, INC. DATED OCTOBER 6, 2000

Pursuant to this Amendment, (the "Amendment"), KMC Telecom Holdings, Inc. ("KMC Telecom"), and BellSouth Telecommunications, Inc. ("BellSouth") hereinafter referred to collectively as the "Parties", hereby agree to amend that certain Interconnection Agreement between the Parties dated October 6, 2000 ("Agreement").

WHEREAS, BellSouth and KMC Telecom entered into an Interconnection Agreement on October 6, 2000, and;

NOW THEREFORE, in consideration of the mutual provisions contained herein and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Parties hereby covenant and agree as follows:

- 1. Attachment 4 of the Agreement, Physical Collocation is hereby deleted in its entirety and replaced with a new Attachment 4, Physical Collocation and an Attachment 4-RS, Remote Site Physical Collocation, attached hereto as Exhibits 1 and 2 respectively.
- 2. All of the other provisions of the Interconnection Agreement dated October 6, 2000 shall remain unchanged and in full force and effect until the expiration date.
- 3. Either or both Parties is authorized to submit this Amendment to the appropriate regulatory agencies for approval subject to Section 252 (e) of the Telecommunications Act of 1996.

IN WITNESS WHEREOF, the Parties hereto have caused this Amendment to be executed by their respective duly authorized representatives on the date indicated below.

KMC Telecom Holdings, Inc.		BellSouth Telecommunications, Inc.	
Ву:	Signature on File	By:	Signature on File
Name:	Charlene H. Keys	Name:	Gregory R. Follensbee
Title:_	Vice President–Interconnection Svcs	_ Title:	Senior Director
Date:	May 23, 2001	Date:	June 21, 2001

EXHIBIT 1

EXHIBIT 2

EXHIBIT 1

Attachment 4

Physical Collocation

BELLSOUTH PHYSICAL COLLOCATION

1. Scope of Attachment

1.1 <u>Scope of Attachment.</u> The rates, terms, and conditions contained within this Attachment shall only apply when KMC Telecom is occupying the Collocation Space as a sole occupant or as a Host within a Premises location pursuant to Section 4. This Attachment is applicable to Premises owned or leased by BellSouth. However, if the Premises occupied by BellSouth is leased by BellSouth from a third party, special considerations and intervals may apply in addition to the terms and conditions of this Attachment.

All the negotiated rates, terms and conditions set forth in this Attachment pertain to collocation and the provisioning of Collocation Space.

- 1.2 Right to Occupy. BellSouth shall offer to KMC Telecom collocation on rates, terms, and conditions that are just, reasonable, non-discriminatory and consistent with the rules of the Federal Communications Commission ("FCC"). Subject to Section 4 of this Attachment, BellSouth allows KMC Telecom to occupy that certain area designated by BellSouth within a BellSouth Premises, or on BellSouth property upon which the BellSouth Premises is located, of a size which is specified by KMC Telecom and agreed to by BellSouth (hereinafter "Collocation Space"). BellSouth Premises include BellSouth Central Offices and Serving Wire Centers. The necessary rates, terms and conditions for BellSouth locations other than BellSouth Premises shall be negotiated upon request for collocation at such location(s). Neither BellSouth nor any of BellSouth's affiliates may reserve space for future use on more preferential terms than those set forth above.
- 1.2.1 In all states other than Florida, the size specified by KMC Telecom may contemplate a request for space sufficient to accommodate KMC Telecom's growth within a two-year period.
- 1.2.2 In the state of Florida, the size specified by KMC Telecom may contemplate a request for space sufficient to accommodate KMC Telecom's growth within an eighteen (18) month period.
- 1.3 <u>Space Reclamation.</u> In the event of space exhaust within a Central Office Premises, BellSouth may include in its documentation for the Petition for Waiver filing any unutilized space in the Central Office Premises. KMC Telecom will be responsible for any justification of unutilized space within its space, if such justification is required by the appropriate state commission.
- 1.4 <u>Use of Space</u>. KMC Telecom shall use the Collocation Space for the purposes of installing, maintaining and operating KMC Telecom's equipment (to include testing and monitoring equipment) necessary for interconnection with BellSouth services and

facilities, including access to unbundled network elements, for the provision of telecommunications services. Pursuant to Section 5 following, KMC Telecom may, at its option, place KMC Telecom-owned fiber entrance facilities to the Collocation Space. The Collocation Space may be used for no other purposes except as specifically described herein or authorized in writing by BellSouth.

- 1.5 <u>Rates and Charges</u>. KMC Telecom agrees to pay the rates and charges identified in Exhibit A attached hereto.
- 1.6 <u>Due Dates</u>. In all states other than Georgia, if any due date contained in this Attachment falls on a weekend or National holiday, then the due date will be the next business day thereafter.
- 1.7 The parties agree to comply with all applicable federal, state, county, local and administrative laws, rules, ordinances, regulations and codes in the performance of their obligations hereunder.

2. Space Notification

- 2.1 <u>Availability of Space</u>. Upon submission of an Application pursuant to Section 6, BellSouth will permit KMC Telecom to physically collocate, pursuant to the terms of this Attachment, at any BellSouth Premises, unless BellSouth has determined that there is no space available due to space limitations or that physical collocation is not practical for technical reasons.
- 2.1.1 <u>Availability Notification</u>. Unless otherwise specified, BellSouth will respond to an application within ten (10) calendar days as to whether space is available or not available within a BellSouth Premises. This interval excludes National Holidays. If the amount of space requested is not available, BellSouth will notify KMC Telecom of the amount of space that is available.
- 2.1.2 BellSouth will respond to a Florida Application within fifteen (15) calendar days as to whether space is available or not available within a BellSouth Premises. If the amount of space requested is not available, BellSouth will notify KMC Telecom of the amount of space that is available.
- 2.1.3 BellSouth will respond to a Louisiana Application within ten (10) calendar days for space availability for one (1) to ten (10) Applications; fifteen (15) calendar days for eleven (11) to twenty (20) Applications; and for more than twenty (20) Applications, it is increased by five (5) calendar days for every five additional Applications received within five (5) business days. If the amount of space requested is not available, BellSouth will notify KMC Telecom of the amount of space that is available.
- 2.1.4 BellSouth will respond to a Mississippi Application within ten (10) business days as to whether space is available or not available within a BellSouth Premises. If the amount

- of space requested is not available, BellSouth will notify KMC Telecom of the amount of space that is available.
- Reporting. Upon request from KMC Telecom, BellSouth will provide a written report ("Space Availability Report") specifying the amount of Collocation Space available at the Premises requested, the number of collocators present at the Premises, any modifications in the use of the space since the last report on the Premises requested and the measures BellSouth is taking to make additional space available for collocation arrangements.
- 2.2.1 The request from KMC Telecom for a Space Availability Report must be written and must include the Premises and Common Language Location Identification ("CLLI") code of the Premises. Such information regarding Premises and CLLI code is located in the National Exchange Carriers Association (NECA) Tariff FCC No. 4.
- 2.2.2 BellSouth will respond to a request for a Space Availability Report for a particular Premises within ten (10) calendar days of receipt of such request. BellSouth will make best efforts to respond in ten (10) calendar days to such a request when the request includes from two (2) to five (5) Premises within the same state. The response time for requests of more than five (5) Premises shall be negotiated between the Parties. If BellSouth cannot meet the ten calendar day response time, BellSouth shall notify KMC Telecom and inform KMC Telecom of the time frame under which it can respond.
- 2.2.2.1 In Mississippi, BellSouth will respond to a request for a Space Availability Report for a particular Premises within ten (10) business days of receipt of such request. BellSouth will make best efforts to respond in ten (10) business days to such a request when the request includes from two (2) to five (5) Premises within the same state. The response time for requests of more than five (5) Premises shall be negotiated between the Parties. If BellSouth cannot meet the ten business day response time, BellSouth shall notify KMC Telecom and inform KMC Telecom of the time frame under which it can respond.
- 2.3 <u>Denial of Application</u>. After notifying KMC Telecom that BellSouth has no available space in the requested Premises ("Denial of Application"), BellSouth will allow KMC Telecom, upon request, to tour the entire Premises within ten (10) calendar days of such Denial of Application. In order to schedule said tour within ten (10) calendar days, the request for a tour of the Premises must be received by BellSouth within five (5) calendar days of the Denial of Application.
- 2.3.1 <u>Denial of Application</u>. In Mississippi, after notifying KMC Telecom that BellSouth has no available space in the requested Premises ("Denial of Application"), BellSouth will allow KMC Telecom, upon request, to tour the entire Premises within ten (10) business days of such Denial of Application. In order to schedule said tour within ten (10) business days, the request for a tour of the Premises must be received by BellSouth within five (5) business days of the Denial of Application.

- 2.4 <u>Filing of Petition for Waiver</u>. Upon Denial of Application BellSouth will timely file a petition with the Commission pursuant to 47 U.S.C. § 251(c)(6). BellSouth shall provide to the Commission any information requested by that Commission. Such information shall include which space, if any, BellSouth or any of BellSouth's affiliates have reserved for future use and a detailed description of the specific future uses for which the space has been reserved. Subject to an appropriate nondisclosure agreement or provision, BellSouth shall permit KMC Telecom to inspect any floor plans or diagrams that BellSouth provides to the Commission.
- 2.5 Waiting List. Unless otherwise specified, on a first-come, first-served basis governed by the date of receipt of an Application or Letter of Intent, BellSouth will maintain a waiting list of requesting carriers who have either received a Denial of Application or, where it is publicly known that the Premises is out of space, have submitted a Letter of Intent to collocate. BellSouth will notify the telecommunications carriers on the waiting list when space becomes available according to how much space becomes available and the position of telecommunications carrier on said waiting list. KMC Telecom must submit an updated, complete, and correct Application to BellSouth within 30 calendar days (in Mississippi, 30 business days) of such notification or notify BellSouth in writing within that time that KMC Telecom wants to maintain its place on the waiting list either without accepting such space or accepting an amount of space less than its original request. If KMC Telecom does not submit such an Application or notify BellSouth in writing as described above. BellSouth will offer such space to the next CLEC on the waiting list and remove KMC Telecom from the waiting list. Upon request, BellSouth will advise KMC Telecom as to its position on the list.
- 2.5.1 In Florida, on a first-come, first-served basis governed by the date of receipt of an Application or Letter of Intent, BellSouth will maintain a waiting list of requesting carriers who have either received a Denial of Application or, where it is publicly known that the Premises is out of space, have submitted a Letter of Intent to collocate. Sixty (60) days prior to space becoming available, if known, BellSouth will notify the Florida PSC and the telecommunications carriers on the waiting list by mail when space becomes available according to the position of telecommunications carrier on said waiting list. If not known sixty (60) days in advance, BellSouth shall notify the Florida PSC and the telecommunications carriers on the waiting list within two days of the determination that space is available.
- 2.6 <u>Public Notification</u>. BellSouth will maintain on its Interconnection Services website a notification document that will indicate all Central Offices that are without available space. BellSouth shall update such document within ten (10) calendar days (in Mississippi, 10 business days) of the Denial of Application due to Space Exhaust. BellSouth will also post a document on its Interconnection Services website that contains a general notice where space has become available in a Central Office previously on the space exhaust list. BellSouth shall allocate said available space pursuant to the waiting list referenced in Section 2.5.

2.7 <u>Regulatory Agency Procedures</u>. Notwithstanding the foregoing, should any state or federal regulatory agency impose procedures or intervals applicable to KMC Telecom that are different from procedures or intervals set forth in this section, whether now in effect or that become effective after execution of this Agreement, those procedures or intervals shall supersede the requirements set forth herein for that jurisdiction for all applications submitted for the first time after the effective date thereof.

3. Collocation Options

- 3.1 <u>Cageless.</u> BellSouth shall allow KMC Telecom to collocate KMC Telecom's equipment and facilities without requiring the construction of a cage or similar structure. BellSouth shall allow KMC Telecom to have direct access to its equipment and facilities. BellSouth shall make cageless collocation available in single bay increments pursuant to Section 7. Except where KMC Telecom's equipment requires special technical considerations (e.g., special cable racking, isolated ground plane), BellSouth shall assign cageless Collocation Space in conventional equipment rack lineups where feasible. For equipment requiring special technical considerations, KMC Telecom must provide the equipment layout, including spatial dimensions for such equipment pursuant to generic requirements contained in BellCore (Telcordia) GR-63-Core and shall be responsible for constructing all special technical requirements associated with such equipment pursuant to Section 6 following.
- 3.2 <u>Cages.</u> BellSouth shall construct enclosures in compliance with KMC Telecom's collocation request. At KMC Telecom's request, BellSouth shall permit KMC Telecom to subcontract the construction of physical collocation arrangements with a contractor certified by BellSouth ("BellSouth Certified Contractor"), provided however, that BellSouth shall not unreasonably withhold approval of contractors.
- 3.3 When KMC Telecom subcontracts the construction, KMC Telecom must arrange with a BellSouth Certified Contractor to construct a collocation arrangement enclosure in accordance with BellSouth's guidelines and specifications prior to starting equipment installation and at KMC Telecom's sole expense. BellSouth will provide guidelines and specifications upon request. Where local building codes require enclosure specifications more stringent than BellSouth's standard enclosure specification, KMC Telecom and KMC Telecom's BellSouth Certified Contractor must comply with the more stringent local building code requirements. KMC Telecom's BellSouth Certified Contractor shall be responsible for filing and receiving any and all necessary permits and/or licenses for such construction. BellSouth shall cooperate with KMC Telecom and provide, at KMC Telecom's expense, the documentation, including architectural drawings, necessary for KMC Telecom to obtain the zoning, permits and/or other licenses. BellSouth shall pass on to KMC Telecom the costs of providing the documentation. The BellSouth Certified Contractor shall bill KMC Telecom directly for all work performed for KMC Telecom pursuant to this Attachment and BellSouth

shall have no liability for nor responsibility to pay such charges imposed by the BellSouth Certified Contractor. KMC Telecom must provide the local BellSouth building_contact with two Access Keys used to enter the locked enclosure. Except in case of emergency, BellSouth will not access KMC Telecom's locked enclosure prior to notifying KMC Telecom.

- 3.3.1 BellSouth may elect to review KMC Telecom's plans and specifications prior to allowing construction to start to ensure compliance with BellSouth's guidelines and specifications. BellSouth shall complete its review within fifteen (15) calendar days. KMC Telecom shall be able to design caged enclosures in amounts as small as sufficient to house and maintain a single rack or bay of equipment. If BellSouth reviews KMC Telecom's plans and specifications prior to construction, then BellSouth will have the right to inspect the enclosure after construction to make sure it is constructed according to the submitted plans and specifications. If BellSouth elects not to review KMC Telecom's plans and specifications prior to construction, KMC Telecom will be entitled to request BellSouth to review; and in the event KMC Telecom does not request a BellSouth review, BellSouth shall have the right to inspect the enclosure after construction to make sure it is constructed according to BellSouth's guidelines and specifications. BellSouth may require KMC Telecom to remove or correct within seven (7) calendar days at KMC Telecom's expense any structure that does not meet these plans and specifications or, where applicable, BellSouth guidelines and specifications.
- 3.4 Shared (Subleased) Caged Collocation. KMC Telecom may allow other telecommunications carriers to share KMC Telecom's caged collocation arrangement pursuant to terms and conditions agreed to by KMC Telecom ("Host") and other telecommunications carriers ("Guests") and pursuant to this section, except where the BellSouth Premises is located within a leased space and BellSouth is prohibited by said lease from offering such an option. KMC Telecom shall notify BellSouth in writing upon execution of any agreement between the Host and its Guest within ten (10) calendar days (in Mississippi, ten (10) business days) of its execution and prior to any Firm Order. Further, such notice shall include the name of the Guest(s) and the term of the agreement, and shall contain a certification by KMC Telecom that said agreement imposes upon the Guest(s) the same terms and conditions for Collocation Space as set forth in this Attachment between BellSouth and KMC Telecom.
- 3.4.1 KMC Telecom, as the host CLEC shall be the sole interface and responsible Party to BellSouth for the assessment and billing of rates and charges contained within this Attachment; and for the purposes of ensuring that the safety and security requirements of this Attachment are fully complied with by the Guest, its employees and agents. BellSouth shall prorate the costs of the collocation space based on the number of collocators and the space used by each. In all states other than Florida, and in addition to the foregoing, KMC Telecom shall be the responsible party to BellSouth for the purpose of submitting Applications for initial and additional equipment placement of Guest. In the event the Host and Guest jointly submit an initial Application, only one Application Fee will be assessed. A separate initial Guest application shall require the

assessment of a Subsequent Application Fee, as set forth in Exhibit A, if this Application is not the initial Application made for the arrangement. Notwithstanding the foregoing, Guest may arrange directly with BellSouth for the provision of the interconnecting facilities between BellSouth and Guest and for the provision of the services and access to unbundled network elements.

- 3.4.2 KMC Telecom shall indemnify and hold harmless BellSouth from any and all claims, actions, causes of action, of whatever kind or nature arising out of the presence of KMC Telecom's Guests in the Collocation Space except to the extent caused by BellSouth's sole negligence, gross negligence, or willful misconduct.
- 3.5 <u>Adjacent Collocation</u>. BellSouth will permit adjacent collocation arrangements ("Adjacent Arrangement") on the Premises' property where physical collocation space within the Premises is legitimately exhausted, subject to technical feasibility, where the Adjacent Arrangement does not interfere with access to existing or planned structures or facilities on the Premises property and where permitted by zoning and other applicable state and local regulations. The Adjacent Arrangement shall be constructed or procured by KMC Telecom and in conformance with BellSouth's design and construction specifications. Further, KMC Telecom shall construct, procure, maintain and operate said Adjacent Arrangement(s) pursuant to all of the terms and conditions set forth in this Attachment. Rates shall be negotiated at the time of the request for the Adjacent Arrangement.
- 3.5.1 Should KMC Telecom elect such option, KMC Telecom must arrange with a BellSouth Certified Contractor to construct an Adjacent Arrangement structure in accordance with BellSouth's guidelines and specifications. BellSouth will provide guidelines and specifications upon request. Where local building codes require enclosure specifications more stringent than BellSouth's standard specification, KMC Telecom and KMC Telecom's BellSouth Certified Contractor must comply with the more stringent local building code requirements. KMC Telecom's BellSouth Certified Contractor shall be responsible for filing and receiving any and all necessary zoning, permits and/or licenses for such construction. KMC Telecom's BellSouth Certified Contractor shall bill KMC Telecom directly for all work performed for KMC Telecom pursuant to this Attachment and BellSouth shall have no liability for nor responsibility to pay such charges imposed by the BellSouth Certified Contractor. KMC Telecom must provide the local BellSouth building contact with two cards, keys or other access device used to enter the locked enclosure. Except in cases of emergency, BellSouth shall not access KMC Telecom's locked enclosure prior to notifying KMC Telecom.
- 3.5.2 KMC Telecom must submit its plans and specifications to BellSouth with its Firm Order. BellSouth may elect to review KMC Telecom's plans and specifications prior to construction of an Adjacent Arrangement(s) to ensure compliance with BellSouth's guidelines and specifications. BellSouth shall complete its review within fifteen (15) calendar days. If BellSouth reviews KMC Telecom's plans and specifications prior to construction, then BellSouth will have the right to inspect the Adjacent Arrangement after construction to make sure it is constructed according to the submitted plans and

specifications. If BellSouth elects not to review KMC Telecom's plans and specifications prior to construction, KMC Telecom will be entitled to request BellSouth to review; and in the event KMC Telecom does not request a BellSouth review, BellSouth shall have the right to inspect the Adjacent Arrangement after construction to make sure it is constructed according to BellSouth's guidelines and specifications. BellSouth may require KMC Telecom to remove or correct within seven (7) calendar days at KMC Telecom's expense any structure that does not meet these plans and specifications or, where applicable, BellSouth's guidelines and specifications

- 3.5.3 KMC Telecom shall provide a concrete pad, the structure housing the arrangement, heating/ventilation/air conditioning ("HVAC"), lighting, and all facilities that connect the structure (i.e. racking, conduits, etc.) to the BellSouth point of demarcation. At KMC Telecom's option, and where the local authority having jurisdiction permits, BellSouth shall provide an AC power source and access to physical collocation services and facilities subject to the same nondiscriminatory requirements as applicable to any other physical collocation arrangement. KMC Telecom's BellSouth Certified Contractor shall be responsible for filing and receiving any and all necessary zoning, permits and/or licenses for such arrangement.
- 3.5.4 BellSouth shall allow Shared (Subleased) Caged Collocation within an Adjacent Arrangement pursuant to the terms and conditions set forth in Section 3.4 preceding.

4. Occupancy

- 4.1 <u>Commencement Date</u>. The "Commencement Date" shall be the day KMC Telecom's equipment becomes operational as described in Article 4.2, following.
- 4.2 Occupancy. BellSouth will notify KMC Telecom in writing that the Collocation Space is ready for occupancy. KMC Telecom must notify BellSouth in writing that collocation equipment installation is complete and is operational with BellSouth's network. BellSouth may, at its option, not accept orders for interconnected service until receipt of such notice. For purposes of this paragraph, KMC Telecom's telecommunications equipment will be deemed operational when cross-connected to BellSouth's network for the purpose of service provision.
- 4.3 <u>Termination of Occupancy</u>. In addition to any other provisions addressing Termination of Occupancy in this Attachment, Termination of Occupancy may occur in the following circumstances:
- 4.3.1 KMC Telecom may terminate occupancy in a particular Collocation Space by submitting a Subsequent Application requesting termination of occupancy.
- 4.3.2 Upon termination of such occupancy, KMC Telecom at its expense shall remove its equipment and other property from the Collocation Space. KMC Telecom shall have thirty (30) calendar days from the termination date to complete such removal,

including the removal of all equipment and facilities of KMC Telecom's Guests, unless CLEC's guest has assumed responsibility for the collocation space housing the guest equipment and executed the documentation required by BellSouth prior to such removal date. KMC Telecom shall continue payment of monthly fees to BellSouth until such date as KMC Telecom has fully vacated the Collocation Space. Should KMC Telecom or KMC Telecom's Guest fail to vacate the Collocation Space within thirty (30) calendar days from the termination date, BellSouth shall have the right to remove the equipment and other property of KMC Telecom or KMC Telecom's Guest at KMC Telecom's expense and with no liability for damage or injury to KMC Telecom or KMC Telecom's Guest's property unless caused by the gross negligence or intentional misconduct of BellSouth. Upon termination of KMC Telecom's right to occupy Collocation Space, KMC Telecom shall surrender such Collocation Space to BellSouth in the same condition as when first occupied by KMC Telecom except for ordinary wear and tear, unless otherwise agreed to by the Parties. KMC Telecom shall be responsible for the cost of removing any enclosure, together with all support structures (e.g., racking, conduits), at the termination of occupancy and restoring the grounds to their original condition.

5. Use of Collocation Space

- 5.1 <u>Equipment Type</u>. BellSouth permits the collocation of any type of equipment necessary for interconnection to BellSouth's network or for access to unbundled network elements in the provision of telecommunications services.
- 5.1.1 Such equipment must at a minimum meet the following BellCore (Telcordia) Network Equipment Building Systems (NEBS) General Equipment Requirements: Criteria Level 1 requirements as outlined in the BellCore (Telcordia) Special Report SR-3580, Issue 1; equipment design spatial requirements per GR-63-CORE, Section 2; thermal heat dissipation per GR-063-CORE, Section 4, Criteria 77-79; acoustic noise per GR-063-CORE, Section 4, Criterion 128, and National Electric Code standards. Except where otherwise required by a Commission, BellSouth shall comply with the applicable FCC rules relating to denial of collocation based on KMC Telecom's failure to comply with this section.
- 5.1.2 KMC Telecom shall not request more DS0, DS1, DS3 and optical terminations for a collocation arrangement than the total port or termination capacity of the transmission equipment physically installed in the arrangement. The total capacity of the transmission equipment collocated in the arrangement will include equipment contained in the application in question as well as equipment already placed in the arrangement. Collocated cross-connect devices are not considered transmission equipment. If full network termination capacity of the transmission equipment being installed is not requested in the application, additional network terminations for the installed equipment will require the submission of another application. In the event that KMC Telecom submits an application for terminations that exceed the total

- capacity of the collocated equipment, KMC Telecom will be informed of the discrepancy and will be required to submit a revision to the application.
- 5.1.3 KMC Telecom shall not use the Collocation Space for marketing purposes nor shall it place any identifying signs or markings in the area surrounding the Collocation Space or on the grounds of the Premises.
- 5.1.4 KMC Telecom shall place a plaque or other identification affixed to KMC Telecom's equipment necessary to identify KMC Telecom's equipment, including a list of emergency contacts with telephone numbers.
- 5.2 Entrance Facilities. KMC Telecom may elect to place KMC Telecom-owned or KMC Telecom-leased fiber entrance facilities into the Collocation Space. BellSouth will designate the point of interconnection in close proximity to the Premises building housing the Collocation Space, such as an entrance manhole or a cable vault which are physically accessible by both Parties. KMC Telecom will provide and place fiber cable at the point of entrance of sufficient length to be pulled through conduit and into the splice location. KMC Telecom will provide and install a sufficient length of fire retardant riser cable, to which the entrance cable will be spliced, which will extend from the splice location to KMC Telecom's equipment in the Collocation Space. In the event KMC Telecom utilizes a non-metallic, riser-type entrance facility, a splice will not be required. KMC Telecom must contact BellSouth for instructions prior to placing the entrance facility cable in the manhole. KMC Telecom is responsible for maintenance of the entrance facilities. At KMC Telecom's option BellSouth will accommodate where technically feasible a microwave entrance facility pursuant to separately negotiated terms and conditions. In the case of adjacent collocation, unless BellSouth determines that limited space is available for the entrance facilities, copper facilities may be used between the adjacent collocation arrangement and the central office termination point.
- Dual Entrance. BellSouth will provide at least two interconnection points at each Premises where there are at least two such interconnection points available and where capacity exists. Upon receipt of a request for physical collocation under this Attachment, BellSouth shall provide KMC Telecom with information regarding BellSouth's capacity to accommodate dual entrance facilities. If conduit in the serving manhole(s) is available and is not reserved for another purpose for utilization within 12 months of the receipt of an application for collocation, BellSouth will make the requested conduit space available for installing a second entrance facility to KMC Telecom's arrangement. The location of the serving manhole(s) will be determined at the sole discretion of BellSouth. Where dual entrance is not available due to lack of capacity, BellSouth will so state in the Application Response.
- 5.2.2 <u>Shared Use</u>. KMC Telecom may utilize spare capacity on an existing interconnector entrance facility for the purpose of providing an entrance facility to another KMC Telecom collocation arrangement within the same BellSouth Premises. KMC Telecom

Exhibit 1

must arrange with BellSouth for BellSouth to splice the utilized entrance facility capacity to KMC Telecom-provided riser cable.

- 5.3 <u>Demarcation Point</u>. BellSouth will designate the point(s) of demarcation between KMC Telecom's equipment and/or network and BellSouth's network. Each Party will be responsible for maintenance and operation of all equipment/facilities on its side of the demarcation point. For 2-wire and 4-wire connections to BellSouth's network, the demarcation point shall be a common block on the BellSouth designated conventional distributing frame. KMC Telecom shall be responsible for providing, and a supplier certified by BellSouth ("KMC Telecom's BellSouth Certified Supplier") shall be responsible for installing and properly labeling/stenciling, the common block, and necessary cabling pursuant to Section 6.5. For all other terminations BellSouth shall designate a demarcation point on a per arrangement basis. KMC Telecom or its agent must perform all required maintenance to equipment/facilities on its side of the demarcation point, pursuant to Section 5.4, following, and may self-provision crossconnects that may be required within the Collocation Space to activate service requests. At KMC Telecom's option and expense, a Point of Termination ("POT") bay or frame may be placed in the Collocation Space, but will not serve as the demarcation point. KMC Telecom must make arrangements with a BellSouth Certified Supplier for such placement.
- KMC Telecom's Equipment and Facilities. KMC Telecom, or if required by this Attachment, KMC Telecom's BellSouth Certified Supplier, is solely responsible for the design, engineering, installation, testing, provisioning, performance, monitoring, maintenance and repair of the equipment and facilities used by KMC Telecom which must be performed in compliance with all applicable BellSouth policies and guidelines. Such equipment and facilities may include but are not limited to cable(s); equipment; and point of termination connections. KMC Telecom and its selected BellSouth Certified Supplier must follow and comply with all BellSouth requirements outlined in BellSouth's TR 73503, TR 73519, TR 73572, and TR 73564.
- 5.5 BellSouth's Access to Collocation Space. From time to time BellSouth may require access to the Collocation Space. BellSouth retains the right to access such space for the purpose of making BellSouth equipment and building modifications (e.g., running, altering or removing racking, ducts, electrical wiring, HVAC, and cables). BellSouth will give notice to KMC Telecom at least 48 hours before access to the Collocation Space is required. KMC Telecom may elect to be present whenever BellSouth performs work in the Collocation Space. The Parties agree that KMC Telecom will not bear any of the expense associated with this work.
- 5.6 Access. Pursuant to Section 11, KMC Telecom shall have access to the Collocation Space twenty-four (24) hours a day, seven (7) days a week. KMC Telecom agrees to provide the name and social security number or date of birth or driver's license number of each employee, contractor, or agents of KMC Telecom or KMC Telecom's Guests provided with access keys or devices ("Access Keys") prior to the issuance of said Access Keys. Key acknowledgement forms must be signed by KMC Telecom and

returned to BellSouth Access Management within 15 calendar days of KMC Telecom's receipt. Failure to return properly acknowledged forms will result in the holding of subsequent requests until acknowledgements are current. Access Keys shall not be duplicated under any circumstances. KMC Telecom agrees to be responsible for all Access Keys and for the return of all said Access Keys in the possession of KMC Telecom employees, contractors, Guests, or agents after termination of the employment relationship, contractual obligation with KMC Telecom or upon the termination of this Attachment or the termination of occupancy of an individual collocation arrangement.

- 5.6.1 <u>Lost or Stolen Access Keys</u>. KMC Telecom shall notify BellSouth in writing within 24 hours of becoming aware in the case of lost or stolen Access Keys. Should it become necessary for BellSouth to re-key buildings or deactivate a card as a result of a lost Access Key(s) or for failure to return an Access Key(s), KMC Telecom shall pay for all reasonable costs associated with the re-keying or deactivating the card.
- 5.7 Interference or Impairment. Notwithstanding any other provisions of this Attachment, KMC Telecom shall not use any product or service provided under this Agreement, any other service related thereto or used in combination therewith, or place or use any equipment or facilities in any manner that 1) significantly degrades, interferes with or impairs service provided by BellSouth or by any other entity or any person's use of its telecommunications service; 2) endangers or damages the equipment, facilities or other property of BellSouth or of any other entity or person; 3) compromises the privacy of any communications; or 4) creates an unreasonable risk of injury or death to any individual or to the public. If BellSouth reasonably determines that any equipment or facilities of KMC Telecom violates the provisions of this paragraph, BellSouth shall give written notice to KMC Telecom, which notice shall direct KMC Telecom to cure the violation within forty-eight (48) hours of KMC Telecom's actual receipt of written notice or, at a minimum, to commence curative measures within 24 hours and to exercise reasonable diligence to complete such measures as soon as possible thereafter. After receipt of the notice, the Parties agree to consult immediately and, if necessary, to inspect the arrangement.
- 5.7.1 Except in the case of the deployment of an advanced service which significantly degrades the performance of other advanced services or traditional voice band services, if KMC Telecom fails to take curative action within 48 hours or if the violation is of a character which poses an immediate and substantial threat of damage to property, injury or death to any person, or any other significant degradation, interference or impairment of BellSouth's or another entity's service, then and only in that event BellSouth may take such action as it deems appropriate to correct the violation, including without limitation the interruption of electrical power to KMC Telecom's equipment. BellSouth will endeavor, but is not required, to provide notice to KMC Telecom prior to taking such action and shall have no liability to KMC Telecom for any damages arising from such action, except to the extent that such action by BellSouth constitutes willful misconduct.

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- 5.7.2 For purposes of this Section 5.7, the term significantly degrade shall mean an action that noticeably impairs a service from a user's perspective. In the case of the deployment of an advanced service which significantly degrades the performance of other advanced services or traditional voice band services and KMC Telecom fails to take curative action within 48 hours then BellSouth will establish before the relevant Commission that the technology deployment is causing the significant degradation. Any claims of network harm presented to KMC Telecom or, if subsequently necessary, the relevant Commission, must be supported with specific and verifiable information. Where BellSouth demonstrates that a deployed technology is significantly degrading the performance of other advanced services or traditional voice band services, KMC Telecom shall discontinue deployment of that technology and migrate its customers to technologies that will not significantly degrade the performance of other such services. Where the only degraded service itself is a known disturber, and the newly deployed technology satisfies at least one of the criteria for a presumption that is acceptable for deployment under section 47 C.F.R. 51.230, the degraded service shall not prevail against the newly-deployed technology.
- Personalty and its Removal. Facilities and equipment placed by KMC Telecom in the Collocation Space shall not become a part of the Collocation Space, even if nailed, screwed or otherwise fastened to the Collocation Space, but shall retain their status as personal property and may be removed by KMC Telecom at any time. Any damage caused to the Collocation Space by KMC Telecom's employees, agents or representatives during the removal of such property shall be promptly repaired by KMC Telecom at its expense.
- Alterations. In no case shall KMC Telecom or any person acting on behalf of KMC Telecom make any rearrangement, modification, improvement, addition, repair, or other alteration which could affect in any way space, power, HVAC, and/or safety considerations to the Collocation Space or the BellSouth Premises without the written consent of BellSouth, which consent shall not be unreasonably withheld. The cost of any such specialized alterations shall be paid by KMC Telecom. Any material rearrangement, modification, improvement, addition, repair, or other alteration shall require a Subsequent Application and Subsequent Application Fee, pursuant to subsection 6.2.2.
- 5.10 <u>Janitorial Service</u>. KMC Telecom shall be responsible for the general upkeep of the Collocation Space. KMC Telecom shall arrange directly with a BellSouth Certified Contractor for janitorial services applicable to Caged Collocation Space. BellSouth shall provide a list of such contractors on a site-specific basis upon request.

6. Ordering and Preparation of Collocation Space

6.1 Should any state or federal regulatory agency impose procedures or intervals applicable to KMC Telecom that are different from procedures or intervals set forth in this section, whether now in effect or that become effective after execution of this

Agreement, those procedures or intervals shall supersede the requirements set forth herein for that jurisdiction for all applications submitted for the first time after the effective date thereof.

- 6.2 <u>Application for Space</u>. KMC Telecom shall submit an application document when KMC Telecom or KMC Telecom's Guest(s), as defined in Section 3.4, desires to request or modify the use of the Collocation Space.
- 6.2.1 <u>Initial Application</u>. For KMC Telecom or KMC Telecom's Guest(s) initial equipment placement, KMC Telecom shall submit to BellSouth a Physical Expanded Interconnection Application Document ("Application"). The Application is Bona Fide when it is complete and accurate, meaning that all required fields on the application are completed with the appropriate type of information. The Bona Fide Application shall contain a detailed description and schematic drawing of the equipment to be placed in KMC Telecom's Collocation Space(s) and an estimate of the amount of square footage required.
- 6.2.2 Subsequent Application. In the event KMC Telecom or KMC Telecom's Guest(s) desires to modify the use of the Collocation Space ("Augmentation"), KMC Telecom shall complete an Application detailing all information regarding the modification to the Collocation Space ("Subsequent Application"). The minimum Subsequent Application Fee shall be considered a partial payment of the applicable Subsequent Application Fee which shall be calculated as set forth below. BellSouth shall determine what modifications, if any, to the Premises are required to accommodate the change requested by KMC Telecom in the Application. Such necessary modifications to the Premises may include but are not limited to, floor loading changes, changes necessary to meet HVAC requirements, changes to power plant requirements, equipment additions, etc. The fee paid by KMC Telecom for its request to modify the use of the Collocation Space shall be dependent upon the level of assessment needed for the modification requested. Where the Subsequent Application does not require assessment for provisioning or construction work by BellSouth, no Subsequent Application Fee will be required and the pre-paid fee shall be refunded to KMC Telecom. The fee for an Application where the modification requested has limited effect (e.g., does not require assessment related to capital expenditure by BellSouth) shall be the Subsequent Application Fee as set forth in Exhibit A. If the modification requires capital expenditure assessment, a full Application Fee shall apply. In the event such modifications require the assessment of a full Application Fee as set forth in Exhibit A, the outstanding balance shall be due by KMC Telecom within 30 calendar days following KMC Telecom's receipt of a bill or invoice from BellSouth. The Subsequent Application is Bona Fide when it is complete and accurate, meaning that all required fields on the Application are completed with the appropriate type of information.
- 6.3 <u>Application Response.</u> In Alabama, North Carolina, and Tennessee, in addition to the notice of space availability pursuant to Section 2.1, BellSouth will respond as to whether the Application is Bona Fide, and if it is not Bona Fide, the items necessary to

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cause the Application to become Bona Fide. Sufficient detail will be provided to permit KMC Telecom a reasonable opportunity to correct each deficiency. KMC Telecom must correct any deficiencies in its Application and resubmit a Bona Fide Application within ten (10) calendar days of being notified of the deficiencies in the original Application. If KMC Telecom fails to resubmit its Application as Bona Fide within this ten (10) day period, KMC Telecom will lose its place in the collocation queue. When space has been determined to be available, BellSouth will provide a written response ("Application Response"), which will include, at a minimum, the configuration of the space, the Cable Installation Fee, Cable Records Fee, and the space preparation fees, as described in Section 7.

- 6.3.1 Application Response. Except as otherwise provided, for all States that have ordered provisioning intervals but not application response intervals, the following will apply. In addition to the notice of space availability pursuant to Section 2.1, BellSouth will respond as to whether the Application is Bona Fide, and if it is not Bona Fide, the items necessary to cause the Application to become Bona Fide. When space has been determined to be available, BellSouth will provide a written response ("Application Response") within thirty (30) calendar days of receipt of a Bona Fide Application. The Application Response will include, at a minimum, the configuration of the space, the Cable Installation Fee, Cable Records Fee, and the space preparation fees, as described in Section 7. When multiple applications are submitted in a state within a fifteen (15) calendar day window, BellSouth will respond to the Bona Fide Applications as soon as possible, but no later than the following: within thirty (30) calendar days for Bona Fide Applications 1-5; within thirty-six (36) calendar days for Bona Fide Applications 6-10; within forty-two (42) calendar days for Bona Fide Applications 11-15. Response intervals for multiple Bona Fide Applications submitted within the same timeframe for the same state in excess of 15 must be negotiated. All negotiations shall consider the total volume from all requests from telecommunications companies for collocation.
- Application Response (Florida). Within fifteen (15) calendar days of receipt of a Bona Fide Application, BellSouth will respond as to whether space is available or not available within a particular Premises. Additionally, when space has been determined to be available or when a lesser amount of space than that requested is available, then with respect to the space available, BellSouth will provide a written response ("Application Response") including sufficient information to enable KMC Telecom to place a Firm Order. The Application Response will include, at a minimum, the configuration of the space, the Cable Installation Fee, Cable Records Fee, and the space preparation fees, as described in Section 7. When KMC Telecom submits ten (10) or more Applications within ten (10) calendar days, the initial fifteen (15) day response period will increase by ten (10) days for every additional ten (10) Applications or fraction thereof.
- 6.3.3 <u>Application Response (Georgia)</u> In addition to the notice of space availability pursuant to Section 2.1, BellSouth will respond as to whether the Application is Bona Fide, and if it is not Bona Fide, the items necessary to cause the Application to become

Bona Fide. When space has been determined to be available for caged or cageless arrangements, BellSouth will provide a written response ("Application Response") within thirty (30) calendar days of receipt of a Bona Fide Application. The Application Response will include, at a minimum, the configuration of the space, the Cable Installation Fee, Cable Records Fee, and the space preparation fees, as described in Section 7.

- 6.3.4 Application Response (Kentucky) In addition to the notice of space availability pursuant to Section 2.1, BellSouth will respond as to whether the Application is Bona Fide, and if it is not Bona Fide, the items necessary to cause the Application to become Bona Fide. When space has been determined to be available, BellSouth will provide a written response ("Application Response") within thirty (30) calendar days of receipt of a Bona Fide Application. The Application Response will include, at a minimum, the configuration of the space, the Cable Installation Fee, Cable Records Fee, and the space preparation fees, as described in Section 7. When multiple applications are submitted in a state within a fifteen (15) calendar day window, BellSouth will respond to the Bona Fide Applications as soon as possible, but no later than the following: within thirty (30) calendar days for Bona Fide Applications 1-5; within thirty-six (36) calendar days for Bona Fide Applications 6-10; within forty-two (42) calendar days for Bona Fide Applications 11-15. Response intervals for multiple Bona Fide Applications submitted within the same timeframe for the same state in excess of 15 must be negotiated. All negotiations shall consider the total volume from all requests from telecommunications companies for collocation.
- Application Response (Louisiana). In addition to the notice of space availability pursuant to Section 2.1, BellSouth will respond as to whether the Application is Bona Fide, and if it is not Bona Fide, the items necessary to cause the Application to become Bona Fide. BellSouth will respond as to whether space is available or not available within a particular Premises in accordance with Section 2. The Application Response will include, at a minimum, the configuration of the space, the Cable Installation Fee, Cable Records Fee, and the space preparation fees, as described in Section 7. BellSouth will respond with a full Application Response within 30 calendar days for one to ten Applications; 35 calendar days for eleven to twenty Applications; and for requests of more than twenty Application it is increased by five calendar days for every five Applications received within five business days.
- Application Response (Mississippi). In addition to the notice of space availability pursuant to Section 2. BellSouth will respond as to whether the Application is Bona Fide, and if it is not Bona Fide, the items necessary to cause the Application to become Bona Fide. When space has been determined to be available, BellSouth will provide a written response ("Application Response") within thirty (30) business days of receipt of a Bona Fide Application. The Application Response will include, at a minimum, the configuration of the space, the Cable Installation Fee, Cable Records Fee, and the space preparation fees, as described in Section 7. When multiple applications are submitted in a state within a fifteen (15) business day window, BellSouth will respond to the Bona Fide Applications as soon as possible, but no later than the following:

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within thirty (30) business days for Bona Fide Applications 1-5; within thirty-six (36) business days for Bona Fide Applications 6-10; within forty-two (42) business days for Bona Fide Applications 11-15. Response intervals for multiple Bona Fide Applications submitted within the same timeframe for the same state in excess of 15 must be negotiated. All negotiations shall consider the total volume from all requests from telecommunications companies for collocation.

- Application Modifications. In Alabama, North Carolina, and Tennessee, if a modification or revision is made to any information in the Bona Fide Application for Physical Collocation or the Bona Fide Application for Adjacent Collocation, with the exception of modifications to Customer Information, Contact Information or Billing Contact Information, either at the request of KMC Telecom or necessitated by technical considerations, said Application shall be considered a new Application and shall be handled as a new Application for purposes of the provisioning interval and BellSouth shall charge KMC Telecom a Subsequent Application Fee. Major changes such as requesting additional space or adding equipment may require KMC Telecom to submit the Application with an Application Fee.
- Application Modifications. For all States that have ordered provisioning intervals but not application response intervals, and except as otherwise specified, the following will apply: If a modification or revision is made to any information in the Bona Fide Application for Physical Collocation or the Bona Fide Application for Adjacent Collocation, with the exception of modifications to Customer Information, Contact Information or Billing Contact Information, either at the request of KMC Telecom or necessitated by technical considerations, BellSouth will respond to the Bona Fide Application within thirty (30) calendar days after BellSouth receives such revised application or at such other date as the Parties agree. If, at any time, BellSouth needs to reevaluate KMC Telecom's Bona Fide Application as a result of changes requested by KMC Telecom to KMC Telecom's original application, then BellSouth will charge KMC Telecom a Subsequent Application Fee. Major changes such as requesting additional space or adding additional equipment may require KMC Telecom to resubmit the Application with an Application Fee.
- Application Modifications (Florida). If a modification or revision is made to any information in the Bona Fide Application for Physical Collocation or the Bona Fide Application for Adjacent Collocation, with the exception of modifications to Customer Information, Contact Information or Billing Contact Information, either at the request of KMC Telecom or necessitated by technical considerations, BellSouth will respond to the Bona Fide Application within fifteen (15) calendar days after BellSouth receives such revised Application or at such other date as the Parties agree. If, at any time, BellSouth needs to reevaluate KMC Telecom's Bona Fide Application as a result of changes requested by KMC Telecom to KMC Telecom's original Application, then BellSouth will charge KMC Telecom a Subsequent Application Fee. Major changes such as requesting additional space or adding additional equipment may require KMC Telecom to resubmit the Application with an Application Fee.

- Application Modifications (Kentucky & Georgia). If a modification or revision is made to any information in the Bona Fide Application for Physical Collocation or the Bona Fide Application for Adjacent Collocation, with the exception of modifications to Customer Information, Contact Information or Billing Contact Information, either at the request of KMC Telecom or necessitated by technical considerations, BellSouth will respond to the Bona Fide Application within thirty (30) calendar days after BellSouth receives such revised Application or at such other date as the Parties agree. If, at any time, BellSouth needs to reevaluate KMC Telecom's Bona Fide Application as a result of changes requested by KMC Telecom to CLEC's original Application, then BellSouth will charge KMC Telecom a Subsequent Application Fee. Major changes such as requesting additional space or adding additional equipment may require KMC Telecom to resubmit the Application with an Application Fee.
- Application Modifications (Mississippi). If a modification or revision is made to any information in the Bona Fide Application for Physical Collocation or the Bona Fide Application for Adjacent Collocation, with the exception of modifications to Customer Information, Contact Information or Billing Contact Information, either at the request of KMC Telecom or necessitated by technical considerations, BellSouth will respond to the Bona Fide Application within thirty (30) business days after BellSouth receives such revised Application or at such other date as the Parties agree. If, at any time, BellSouth needs to reevaluate KMC Telecom's Bona Fide Application as a result of changes requested by KMC Telecom to CLEC's original Application, then BellSouth will charge KMC Telecom a Subsequent Application Fee. Major changes such as requesting additional space or adding additional equipment may require KMC Telecom to resubmit the Application with an Application Fee.
- 6.4.5 Application Modifications (Louisiana). If a modification or revision is made to any information in the Bona Fide Application for Physical Collocation or the Bona Fide Application for Adjacent Collocation, with the exception of modifications to Customer Information, Contact Information or Billing Contact Information, either at the request of KMC Telecom or necessitated by technical considerations, BellSouth will respond to the Bona Fide Application within thirty (30) calendar days after BellSouth receives such revised application or at such other date as the Parties agree. BellSouth will respond to such modifications or revisions within 30 calendar days for one to ten revised Applications; 35 calendar days for eleven to twenty revised Applications; and for requests of more than twenty revised Applications it is increased by five calendar days for every five revised Applications received within five business days. If, at any time, BellSouth needs to reevaluate KMC Telecom's Bona Fide Application as a result of changes requested by KMC Telecom to CLEC's original application, then BellSouth will charge KMC Telecom a Subsequent Application Fee. Major changes such as requesting additional space or adding additional equipment may require KMC Telecom to resubmit the application with an Application Fee.
- 6.5 <u>Bona Fide Firm Order</u>. In Alabama, North Carolina, and Tennessee, KMC Telecom shall indicate its intent to proceed with equipment installation in a BellSouth Premises by submitting a Physical Expanded Interconnection Firm Order document ("Firm

Order") to BellSouth. A Firm Order shall be considered Bona Fide when KMC Telecom has completed the Application/Inquiry process described in Section 6.2, preceding, and has submitted the Firm Order document indicating acceptance of the Application Response provided by BellSouth. The Bona Fide Firm Order must be received by BellSouth no later than seven (7) calendar days after BellSouth's Application Response to KMC Telecom's Bona Fide Application, unless BellSouth provides an Application Response on or before the ten-day response interval set forth in section 2.1, in which case KMC Telecom must submit its Bona Fide Firm Order to BellSouth within seventeen (17) calendar days of BellSouth's receipt of the Bona Fide Application. If KMC Telecom fails to submit its Bona Fide Firm Order to BellSouth within the time frames set forth above, the provisioning intervals set forth in section 6.6 shall apply from the date of receipt of the Bona Fide Firm Order and not from the date of the Bona Fide Application. If KMC Telecom fails to submit a Bona Fide Firm Order within fifteen (15) days of receipt of An Application Response, the Application will expire.

- Bona Fide Firm Order. Except as otherwise provided, in all States that have ordered provisioning intervals but not addressed Firm Order intervals, the following shall apply. KMC Telecom shall indicate its intent to proceed with equipment installation in a BellSouth Premises by submitting a Physical Expanded Interconnection Firm Order document ("Firm Order") to BellSouth. A Firm Order shall be considered Bona Fide when KMC Telecom has completed the Application/Inquiry process described in Section 6.2, preceding and has submitted the Firm Order document indicating acceptance of the Application Response provided by BellSouth. The Bona Fide Firm Order must be received by BellSouth no later than thirty (30) calendar days after BellSouth's Application Response to KMC Telecom's Bona Fide Application or the Application will expire.
- 6.5.2 Bona Fide Firm Order (Kentucky & Mississippi). KMC Telecom shall indicate its intent to proceed with equipment installation in a BellSouth Premises by submitting a Physical Expanded Interconnection Firm Order document ("Firm Order") to BellSouth. A Firm Order shall be considered Bona Fide when KMC Telecom has completed the Application/Inquiry process described in Section 6.2, preceding and has submitted the Firm Order document indicating acceptance of the Application Response provided by BellSouth. The Bona Fide Firm Order must be received by BellSouth no later than thirty (30) calendar days (in Mississippi 30 business days) after BellSouth's Application Response to KMC Telecom's Bona Fide Application or the Application will expire.
- BellSouth will establish a firm order date based upon the date BellSouth is in receipt of a Bona Fide Firm Order. BellSouth will acknowledge the receipt of KMC Telecom's Bona Fide Firm Order within seven (7) calendar days of receipt indicating that the Bona Fide Firm Order has been received. A BellSouth response to a Bona Fide Firm Order will include a Firm Order Confirmation containing the firm order date. No revisions will be made to a Bona Fide Firm Order.

- 6.5.4 BellSouth will permit one accompanied site visit to KMC Telecom's designated collocation arrangement location after receipt of the Bona Fide Firm Order without charge to KMC Telecom.
- 6.5.5 KMC Telecom must submit to BellSouth the completed Access Control Request Form for all employees or agents requiring access to the BellSouth Premises a minimum of 30 calendar days prior to the date KMC Telecom desires access to the Collocation Space. KMC Telecom may submit such a request at any time subsequent to BellSouth's receipt of the Bona Fide Firm Order. In the event KMC Telecom desires access to the Collocation Space after submitting such a request but prior to access being approved, BellSouth shall permit KMC Telecom to access the Collocation Space, accompanied by a security escort at KMC Telecom's expense. KMC Telecom must request escorted access at least three (3) business days prior to the date such access is desired.

6.6

- 6.6.1 Construction and Provisioning Interval. In Alabama, North Carolina, and Tennessee, BellSouth will complete construction for collocation arrangements within a maximum of 90 calendar days from receipt of an Application or as agreed to by the Parties. Under extraordinary conditions, BellSouth may elect to renegotiate an alternative provisioning interval with KMC Telecom or seek a waiver from this interval from the Commission. Examples of extraordinary conditions include, but are not limited to, extended license or permitting intervals; major BellSouth equipment rearrangement or addition; power plant addition or upgrade; major mechanical addition or upgrade; major upgrade for ADA compliance; environmental hazard or hazardous materials abatement; and arrangements for which equipment shipping intervals are extraordinary in length.
- Construction and Provisioning Interval (Florida). BellSouth will complete construction for collocation arrangements as soon as possible and within a maximum of 90 calendar days from receipt of a Bona Fide Firm Order or as agreed to by the Parties. For changes to collocation space after initial space completion, BellSouth will complete construction for collocation arrangements as soon as possible and within a maximum of 45 calendar days from receipt of a Bona Fide Firm Order or as agreed to by the Parties. If BellSouth does not believe that construction will be completed within the relevant time frame and BellSouth and KMC Telecom cannot agree upon a completion date, within 45 calendar days of receipt of the Bona Fide Firm Order for an initial request, and within 30 calendar days for Augmentations, BellSouth may seek an extension from the Florida PSC.
- 6.6.3 <u>Construction and Provisioning Interval (Georgia)</u>. BellSouth will use best efforts to complete construction for caged collocation arrangements under ordinary conditions as soon as possible and within a maximum of 90 calendar days from receipt of a Bona

Fide Firm Order or as agreed to by the Parties. BellSouth will use best efforts to complete construction for cageless collocation arrangements under ordinary conditions as soon as possible and within a maximum of 60 calendar days from receipt of a Bona Fide Firm Order and 90 calendar days for extraordinary conditions or as agreed to by the Parties. Ordinary conditions are defined as space available with only minor changes to support systems required, such as but not limited to, HVAC, cabling and the power plant(s). Extraordinary conditions are defined to include but are not limited to major BellSouth equipment rearrangement or addition; power plant addition or upgrade; major mechanical addition or upgrade; major upgrade for ADA compliance; environmental hazard or hazardous materials abatement; and arrangements for which equipment shipping intervals are extraordinary in length. BellSouth may elect to renegotiate an alternative provisioning interval with KMC Telecom or seek a waiver from this interval from the Commission.

- 6.6.4 Construction and Provisioning Interval (Louisiana). BellSouth will complete construction for collocation arrangements under ordinary conditions as soon as possible and within a maximum of 120 calendar days from receipt of a Bona Fide Firm Order for an initial request, and within 60 calendar days for an Augmentation, or as agreed to by the Parties. Ordinary conditions are defined as space available with only minor changes to support systems required, such as but not limited to, HVAC, cabling and the power plant(s). BellSouth will complete construction of all other Collocation Space ("extraordinary conditions") within 180 calendar days of the receipt of a Bona Fide Firm Order. Examples of extraordinary conditions include but are not limited to, extended license or permitting intervals; major BellSouth equipment rearrangement or addition; power plant addition or upgrade; major mechanical addition or upgrade; major upgrade for ADA compliance; environmental hazard or hazardous materials abatement; and arrangements for which equipment shipping intervals are extraordinary in length. BellSouth may elect to renegotiate an alternative provisioning interval with KMC Telecom or seek a waiver from this interval from the Commission.
- Construction and Provisioning Interval (Mississippi). Excluding the time interval 6.6.5 required to secure the appropriate government licenses and permits, BellSouth will complete construction for collocation arrangements under ordinary conditions as soon as possible and within a maximum of 120 calendar days from receipt of a Bona Fide Firm Order or as agreed to by the Parties. Ordinary conditions are defined as space available with only minor changes to support systems required, such as but not limited to, HVAC, cabling and the power plant(s). Excluding the time interval required to secure the appropriate government licenses and permits, BellSouth will complete construction of all other Collocation Space ("extraordinary conditions") within 180 calendar days of the receipt of a Bona Fide Firm Order. Examples of extraordinary conditions include but are not limited to, extended license or permitting intervals; major BellSouth equipment rearrangement or addition; power plant addition or upgrade; major mechanical addition or upgrade; major upgrade for ADA compliance; environmental hazard or hazardous materials abatement; and arrangements for which equipment shipping intervals are extraordinary in length. BellSouth may elect to

renegotiate an alternative provisioning interval with KMC Telecom or seek a waiver from this interval from the Commission.

- 6.6.6 Construction and Provisioning Interval (Kentucky). Excluding the time interval required to secure the appropriate government licenses and permits, BellSouth will use best efforts to complete construction for collocation arrangements under ordinary conditions as soon as possible and within a maximum of 90 calendar days from receipt of a Bona Fide Firm Order or as agreed to by the Parties. Ordinary conditions are defined as space available with only minor changes to support systems required, such as but not limited to, HVAC, cabling and the power plant(s). Excluding the time interval required to secure the appropriate government licenses and permits, BellSouth will use best efforts to complete construction of all other Collocation Space ("extraordinary conditions") within 130 calendar days of the receipt of a Bona Fide Firm Order. Extraordinary conditions are defined to include but are not limited to major BellSouth equipment rearrangement or addition; power plant addition or upgrade; major mechanical addition or upgrade; major upgrade for ADA compliance; environmental hazard or hazardous materials abatement; and arrangements for which equipment shipping intervals are extraordinary in length. BellSouth may elect to renegotiate an alternative provisioning interval with KMC Telecom or seek a waiver from this interval from the Commission.
- 6.6.7 <u>Construction and Provisioning Interval (South Carolina)</u>. BellSouth will complete the construction and provisioning activities for cageless and caged collocation arrangements as soon as possible, but no later than 90 calendar days from receipt of a bona fide firm order. BellSouth may elect to renegotiate an alternative provisioning interval with KMC Telecom or seek a waiver from this interval from the Commission.
- 6.7 <u>Joint Planning</u>. Joint planning between BellSouth and KMC Telecom will commence within a maximum of twenty (20) calendar days from BellSouth's receipt of a Bona Fide Firm Order. BellSouth will provide the preliminary design of the Collocation Space and the equipment configuration requirements as reflected in the Bona Fide Application and affirmed in the Bona Fide Firm Order. The Collocation Space completion time period will be provided to KMC Telecom during joint planning.
- 6.8 <u>Permits.</u> Each Party or its agents will diligently pursue filing for the permits required for the scope of work to be performed by that Party or its agents within ten (10) calendar days of the completion of finalized construction designs and specifications.
- 6.9 Acceptance Walk Through. KMC Telecom will contact BellSouth within seven (7) days of collocation space being ready to schedule an acceptance walk through of each Collocation Space requested from BellSouth by KMC Telecom. BellSouth will correct any deviations to KMC Telecom's original or jointly amended requirements within seven (7) calendar days after the walk through, unless the Parties jointly agree upon a different time frame.

- 6.10 Use of BellSouth Certified Supplier. KMC Telecom shall select a supplier which has been approved as a BellSouth Certified Supplier to perform all engineering and installation work. KMC Telecom and KMC Telecom's BellSouth Certified Supplier must follow and comply with all BellSouth requirements outlined in BellSouth's TR 73503, TR 73519, TR 73572, and TR 73564. In some cases, KMC Telecom must select separate BellSouth Certified Suppliers for transmission equipment, switching equipment and power equipment. BellSouth shall provide KMC Telecom with a list of BellSouth Certified Suppliers upon request. The BellSouth Certified Supplier(s) shall be responsible for installing KMC Telecom's equipment and components, extending power cabling to the BellSouth power distribution frame, performing operational tests after installation is complete, and notifying BellSouth's equipment engineers and KMC Telecom upon successful completion of installation, etc. The BellSouth Certified Supplier shall bill KMC Telecom directly for all work performed for KMC Telecom pursuant to this Attachment and BellSouth shall have no liability for nor responsibility to pay such charges imposed by the BellSouth Certified Supplier. BellSouth shall consider certifying KMC Telecom or any supplier proposed by KMC Telecom. All work performed by or for KMC Telecom shall conform to generally accepted industry guidelines and standards.
- Alarm and Monitoring. BellSouth shall place environmental alarms in the Premises for the protection of BellSouth equipment and facilities. KMC Telecom shall be responsible for placement, monitoring and removal of environmental and equipment alarms used to service KMC Telecom's Collocation Space. Upon request, BellSouth will provide KMC Telecom with applicable tariffed service(s) to facilitate remote monitoring of collocated equipment by KMC Telecom. Both Parties shall use best efforts to notify the other of any verified environmental hazard known to that Party.
- 6.12 <u>Basic Telephone Service</u>. Upon request of KMC Telecom, BellSouth will provide basic telephone service to the Collocation Space under the rates, terms and conditions of the current tariff offering for the service requested.
- 6.13 Virtual to Physical Collocation Relocation. In the event physical Collocation Space was previously denied at a location due to technical reasons or space limitations, and that physical Collocation Space has subsequently become available, KMC Telecom may relocate its virtual collocation arrangements to physical collocation arrangements and pay the appropriate non-recurring fees for physical collocation and for the rearrangement or reconfiguration of services terminated in the virtual collocation arrangement, as outlined in the appropriate BellSouth tariffs. In the event that BellSouth knows when additional space for physical collocation may become available at the location requested by KMC Telecom, such information will be provided to KMC Telecom in BellSouth's written denial of physical collocation. To the extent that (i) physical Collocation Space becomes available to KMC Telecom within 180 calendar days of BellSouth's written denial of KMC Telecom's request for physical collocation, (ii) BellSouth had knowledge that the space was going to become available, and (iii) KMC Telecom was not informed in the written denial that physical Collocation Space would become available within such 180 calendar days, then KMC

Telecom may transition its virtual collocation arrangement to a physical collocation arrangement and will receive a credit for any nonrecurring charges previously paid for such virtual collocation. KMC Telecom must arrange with a BellSouth Certified Supplier for the relocation of equipment from its virtual Collocation Space to its physical Collocation Space and will bear the cost of such relocation.

- 6.14 <u>Cancellation</u>. If, at anytime prior to space acceptance, KMC Telecom cancels its order for the Collocation Space(s), KMC Telecom will reimburse BellSouth in the following manner: BellSouth will ascertain how far preparation work has progressed. KMC Telecom will be billed the applicable non recurring rate for any and all work processes for which work has begun.
- 6.15 <u>Licenses.</u> KMC Telecom, at its own expense, will be solely responsible for obtaining from governmental authorities, and any other appropriate agency, entity, or person, all rights, privileges, and licenses necessary or required to operate as a provider of telecommunications services to the public or to occupy the Collocation Space.
- 6.16 <u>Environmental Compliance.</u> The Parties agree to utilize and adhere to the Environmental Hazard Guidelines identified as Exhibit B attached hereto.

7. Rates and Charges

- 7.1 BellSouth shall assess an Application Fee via a service order which shall be issued at the time BellSouth responds that space is available pursuant to section 2.1. Payment of said Application Fee will be due as dictated by KMC Telecom's current billing cycle and is non-refundable.
- Order Processing and monthly recurring charges for Central Office Modifications, assessed per arrangement, per square foot, and Common Systems Modifications, assessed per arrangement, per square foot for cageless and per cage for caged collocation. KMC Telecom shall remit payment of the nonrecurring Firm Order Processing Fee coincident with submission of a Bona Fide Firm Order. The recurring charges for space preparation apply beginning on the date on which BellSouth releases the Collocation Space for occupancy or on the date KMC Telecom first occupies the Collocation Space, whichever is sooner. The charges recover the costs associated with preparing the Collocation Space, which includes survey, engineering of the Collocation Space, design and modification costs for network, building and support systems. In the event KMC Telecom opts for cageless space, the space preparation fees will be assessed based on the total floor space dedicated to KMC Telecom as prescribed in Section 7.7.
- 7.3 <u>Space Preparation Fee in Florida.</u> Space preparation fees include a nonrecurring charge for Firm Order Processing and monthly recurring charges for Central Office Modifications, assessed per arrangement, per square foot, and Common Systems

Modifications, assessed per arrangement, per square foot for cageless and per cage for caged collocation. KMC Telecom shall remit payment of the nonrecurring Firm Order Processing Fee coincident with submission of a Bona Fide Firm Order. The recurring charges for space preparation apply beginning on the date on which BellSouth releases the Collocation Space for occupancy or on the date KMC Telecom first occupies the Collocation Space, whichever is sooner. The charges recover the costs associated with preparing the Collocation Space, which includes survey, engineering of the Collocation Space, design and modification costs for network, building and support systems. In the event KMC Telecom opts for cageless space, space preparation fees will be assessed based on the total floor space dedicated to KMC Telecom as prescribed in Section 7.7

- 7.4 <u>Space Preparation Fee in Georgia</u>. In Georgia, the Space Preparation Fee is a one-time fee, assessed per arrangement, per location. It recovers a portion of costs associated with preparing the Collocation Space, which includes survey, engineering of the Collocation Space, design and modification costs for network, power, building and support systems. This is a set fee of \$100 per square foot as established by the Georgia Public Service Commission Order in Docket No. 7061-U. In the event KMC Telecom opts for non-enclosed space, the space preparation fee will be assessed based on the total floor space dedicated to KMC Telecom as prescribed in Section 7.7.
- 7.5 Space Preparation Fee in North Carolina. In North Carolina, space preparation fees consist of monthly recurring charges for Central Office Modifications, assessed per arrangement, per square foot; Common Systems Modifications, assessed per arrangement, per square foot for cageless and per cage for caged collocation; and Power, assessed per the nominal –48V DC ampere requirements specified by KMC Telecom on the Bona Fide Application. The space preparation charges apply beginning on the date on which BellSouth releases the Collocation Space for occupancy or on the date KMC Telecom first occupies the Collocation Space, whichever is sooner. The charges recover the costs associated with preparing the Collocation Space, which includes survey, engineering of the Collocation Space, design and modification costs for network, building and support systems. In the event KMC Telecom opts for cageless space, the space preparation fees will be assessed based on the total floor space dedicated to KMC Telecom as described in Section 7.7.
- 7.6 <u>Cable Installation</u>. Cable Installation Fee(s) are assessed per entrance cable placed.
- 7.7 Floor Space. The Floor Space Charge includes reasonable charges for lighting, HVAC, and other allocated expenses associated with maintenance of the Premises but does not recover any power-related costs incurred by BellSouth. When the Collocation Space is enclosed, KMC Telecom shall pay floor space charges based upon the number of square feet so enclosed. When the Collocation Space is not enclosed, KMC Telecom shall pay floor space charges based upon the following floor space calculation: [(depth of the equipment lineup in which the rack is placed) + (0.5 x maintenance aisle depth) + (0.5 x wiring aisle depth)] X (width of rack and spacers).

For purposes of this calculation, the depth of the equipment lineup shall consider the footprint of equipment racks plus any equipment overhang. BellSouth will assign unenclosed Collocation Space in conventional equipment rack lineups where feasible. In the event KMC Telecom's collocated equipment requires special cable racking, isolated grounding or other treatment which prevents placement within conventional equipment rack lineups, KMC Telecom shall be required to request an amount of floor space sufficient to accommodate the total equipment arrangement. Floor space charges are due beginning with the date on which BellSouth releases the Collocation Space for occupancy or on the date KMC Telecom first occupies the Collocation Space, whichever is sooner.

- 7.8 <u>Power</u>. BellSouth shall make available –48 Volt (-48V) DC power for KMC Telecom's Collocation Space at a BellSouth Power Board or BellSouth Battery Distribution Fuse Bay ("BDFB") at KMC Telecom's option within the Premises.
- 7.8.1 Recurring charges for -48V DC power will be assessed per ampere per month based upon the BellSouth Certified Supplier engineered and installed power feed fused ampere capacity. Rates include redundant feeder fuse positions (A&B) and common cable rack to KMC Telecom's equipment or space enclosure. When obtaining power from a BDFB, fuses and power cables (A&B) must be engineered (sized), and installed by KMC Telecom's BellSouth Certified Supplier. When obtaining power from a BellSouth power board, power cables (A&B) must be engineered (sized), and installed by KMC Telecom's BellSouth Certified power Supplier. KMC Telecom is responsible for contracting with a BellSouth Certified Supplier for power distribution feeder cable runs from a BellSouth BDFB or power board to KMC Telecom's equipment. Determination of the BellSouth BDFB or BellSouth power board as the power source will be made at BellSouth's sole, but reasonable, discretion. The BellSouth Certified Supplier contracted by KMC Telecom must provide BellSouth a copy of the engineering power specification prior to the day on which KMC Telecom's equipment becomes operational ("Commencement Date"). BellSouth will provide the common power feeder cable support structure between the BellSouth BDFB or power board and KMC Telecom's arrangement area. KMC Telecom shall contract with a BellSouth Certified Supplier who will be responsible for the following: dedicated power cable support structure within KMC Telecom's arrangement; power cable feeds; terminations of cable. Any terminations at a BellSouth power board must be performed by a BellSouth Certified power Supplier. KMC Telecom shall comply with all applicable National Electric Code (NEC), BellSouth TR73503, Telcordia (BellCore) and ANSI Standards regarding power cabling.
- 7.8.2 If BellSouth has not previously invested in power plant capacity for collocation at a specific site, KMC Telecom has the option to add its own dedicated power plant; provided, however, that such work shall be performed by a BellSouth Certified Supplier who shall comply with BellSouth's guidelines and specifications. Where the addition of KMC Telecom's dedicated power plant results in construction of a new power plant room, upon termination of KMC Telecom's right to occupy collocation

space at such site, KMC Telecom shall have the right to remove its equipment from the power plant room, but shall otherwise leave the room intact.

- 7.8.3 If KMC Telecom elects to install its own DC Power Plant, BellSouth shall provide AC power to feed KMC Telecom's DC Power Plant. Charges for AC power will be assessed per breaker ampere per month. Rates include the provision of commercial and standby AC power. When obtaining power from a BellSouth service panel, protection devices and power cables must be engineered (sized), and installed by KMC Telecom's BellSouth Certified Supplier except that BellSouth shall engineer and install protection devices and power cables for Adjacent Collocation. KMC Telecom's BellSouth Certified Supplier must also provide a copy of the engineering power specification prior to the Commencement Date. Charges for AC power shall be assessed pursuant to the rates specified in Exhibit A. AC power voltage and phase ratings shall be determined on a per location basis. At KMC Telecom's option, KMC Telecom may arrange for AC power in an Adjacent Collocation arrangement from a retail provider of electrical power.
- 7.9 <u>Security Escort</u>. A security escort will be required whenever KMC Telecom or its approved agent desires access to the entrance manhole or must have access to the Premises after the one accompanied site visit allowed pursuant to Section 6.6.2 prior to completing BellSouth's Security Training requirements and/or prior to Space Acceptance. Rates for a security escort are assessed according to the schedule appended hereto as Exhibit A beginning with the scheduled escort time. BellSouth will wait for one-half (1/2) hour after the scheduled time for such an escort and KMC Telecom shall pay for such half-hour charges in the event KMC Telecom fails to show up.
- 7.10 Cable Record charges. These charges apply for work required to build cable records in company systems. The VG/DS0 per cable record charge is for a maximum of 3600 records. The Fiber cable record charge is for a maximum of 99 records.
- 7.11 Rate "True-Up". The Parties agree that the prices reflected as interim herein shall be "trued-up" (up or down) based on final prices either determined by further agreement or by an effective order, in a proceeding involving BellSouth before the regulatory authority for the state in which the services are being performed or any other body having jurisdiction over this Agreement (hereinafter "Commission"). Under the "trueup" process, the interim price for each service shall be multiplied by the volume of that service purchased to arrive at the total interim amount paid for that service ("Total Interim Price"). The final price for that service shall be multiplied by the volume purchased to arrive at the total final amount due ("Total Final Price"). The Total Interim Price shall be compared with the Total Final Price. If the Total Final Price is more than the Total Interim Price, KMC Telecom shall pay the difference to BellSouth. If the Total Final Price is less than the Total Interim Price, BellSouth shall pay the difference to KMC Telecom. Each Party shall keep its own records upon which a "true-up" can be based and any final payment from one Party to the other shall be in an amount agreed upon by the Parties based on such records. In the event of any

disagreement as between the records or the Parties regarding the amount of such "true-up," the Parties agree that the Commission shall be called upon to resolve such differences.

7.12 Other. If no rate is identified in the contract, the rate for the specific service or function will be negotiated by the Parties upon request by either Party. Payment of all other charges under this Attachment shall be due as dictated by KMC Telecom's current billing cycle. KMC Telecom will pay a late payment charge as specified in the current State Tariff.

8. Insurance

- 8.1 KMC Telecom shall, at its sole cost and expense, procure, maintain, and keep in force insurance as specified in this Section 8 and underwritten by insurance companies licensed to do business in the states applicable under this Attachment and having a Best's Insurance Rating of A-.
- 8.2 KMC Telecom shall maintain the following specific coverage:
- 8.2.1 Commercial General Liability coverage in the amount of ten million dollars (\$10,000,000.00) or a combination of Commercial General Liability and Excess/Umbrella coverage totaling not less than ten million dollars (\$10,000,000.00). BellSouth shall be named as an Additional Insured on the Commercial General Liability policy as specified herein.
- 8.2.2 Statutory Workers Compensation coverage and Employers Liability coverage in the amount of one hundred thousand dollars (\$100,000.00) each accident, one hundred thousand dollars (\$100,000.00) each employee by disease, and five hundred thousand dollars (\$500,000.00) policy limit by disease.
- 8.2.3 All Risk Property coverage on a full replacement cost basis insuring all of KMC Telecom's real and personal property situated on or within BellSouth's Central Office location(s).
- 8.2.4 KMC Telecom may elect to purchase business interruption and contingent business interruption insurance, having been advised that BellSouth assumes no liability for loss of profit or revenues should an interruption of service occur.
- 8.3 The limits set forth in Section 8.2 above may be increased by BellSouth from time to time during the term of this Attachment upon thirty (30) days notice to KMC Telecom to at least such minimum limits as shall then be customary with respect to comparable occupancy of BellSouth structures.
- 8.4 All policies purchased by KMC Telecom shall be deemed to be primary and not contributing to or in excess of any similar coverage purchased by BellSouth. All insurance must be in effect on or before the date equipment is delivered to BellSouth's

Premises and shall remain in effect for the term of this Attachment or until all KMC Telecom's property has been removed from BellSouth's Premises, whichever period is longer. If KMC Telecom fails to maintain required coverage, BellSouth may pay the premiums thereon and seek reimbursement of same from KMC Telecom.

8.5 KMC Telecom shall submit certificates of insurance reflecting the coverage required pursuant to this Section a minimum of ten (10) business days prior to the commencement of any work in the Collocation Space. Failure to meet this interval may result in construction and equipment installation delays. KMC Telecom shall arrange for BellSouth to receive thirty (30) business days' advance notice of cancellation from KMC Telecom's insurance company. KMC Telecom shall forward a certificate of insurance and notice of cancellation/non-renewal to BellSouth at the following address:

BellSouth Telecommunications, Inc. Attn.: Risk Management Coordinator 17H53 BellSouth Center 675 W. Peachtree Street Atlanta, Georgia 30375

- 8.6 KMC Telecom must conform to recommendations made by BellSouth's fire insurance company to the extent BellSouth has agreed to, or shall hereafter agree to, such recommendations.
- 8.7 Self-Insurance. If KMC Telecom's net worth exceeds five hundred million dollars (\$500,000,000), KMC Telecom may elect to request self-insurance status in lieu of obtaining any of the insurance required in Sections 8.2.1 and 8.2.2. KMC Telecom shall provide audited financial statements to BellSouth thirty (30) days prior to the commencement of any work in the Collocation Space. BellSouth shall then review such audited financial statements and respond in writing to KMC Telecom in the event that self-insurance status is not granted to KMC Telecom. If BellSouth approves KMC Telecom for self-insurance, KMC Telecom shall annually furnish to BellSouth, and keep current, evidence of such net worth that is attested to by one of KMC Telecom's corporate officers. The ability to self-insure shall continue so long as the KMC Telecom meets all of the requirements of this Section. If the KMC Telecom subsequently no longer satisfies this Section, KMC Telecom is required to purchase insurance as indicated by Sections 8.2.1 and 8.2.2.
- 8.8 The net worth requirements set forth in Section 8.7 may be increased by BellSouth from time to time during the term of this Attachment upon thirty (30) days' notice to KMC Telecom to at least such minimum limits as shall then be customary with respect to comparable occupancy of BellSouth structures.
- 8.9 Failure to comply with the provisions of this Section will be deemed a material breach of this Attachment.

9. Mechanics Liens

9.1 If any mechanics lien or other liens shall be filed against property of either Party (BellSouth or KMC Telecom), or any improvement thereon by reason of or arising out of any labor or materials furnished or alleged to have been furnished or to be furnished to or for the other Party or by reason of any changes, or additions to said property made at the request or under the direction of the other Party, the other Party directing or requesting those changes shall, within thirty (30) business days after receipt of written notice from the Party against whose property said lien has been filed, either pay such lien or cause the same to be bonded off the affected property in the manner provided by law. The Party causing said lien to be placed against the property of the other shall also defend, at its sole cost and expense, on behalf of the other, any action, suit or proceeding which may be brought for the enforcement of such liens and shall pay any damage and discharge any judgment entered thereon.

10. Inspections

10.1 BellSouth may conduct an inspection of KMC Telecom's equipment and facilities in the Collocation Space(s) prior to the activation of facilities between KMC Telecom's equipment and equipment of BellSouth. BellSouth may conduct an inspection if KMC Telecom adds equipment and may otherwise conduct routine inspections at reasonable intervals mutually agreed upon by the Parties. BellSouth shall provide KMC Telecom with a minimum of forty-eight (48) hours or two (2) business days, whichever is greater, advance notice of all such inspections. All costs of such inspection shall be borne by BellSouth.

11. Security and Safety Requirements

11.1 The security and safety requirements set forth in this section are as stringent as the security requirements BellSouth maintains at its own premises either for their own employees or for authorized contractors. Only BellSouth employees, BellSouth Certified Contractors and authorized employees, authorized Guests, pursuant to Section 3.4, preceeding, or authorized agents of KMC Telecom will be permitted in the BellSouth Premises. KMC Telecom shall provide its employees and agents with picture identification which must be worn and visible at all times while in the Collocation Space or other areas in or around the Premises. The photo Identification card shall bear, at a minimum, the employee's name and photo, and the KMC Telecom name. BellSouth reserves the right to remove from its premises any employee of KMC Telecom not possessing identification issued by KMC Telecom or who have violated any of BellSouth's policies as outlined in the CLEC Security Training documents. KMC Telecom shall hold BellSouth harmless for any damages resulting from such removal of its personnel from BellSouth premises. KMC Telecom shall be solely responsible for ensuring that any Guest of KMC Telecom is in compliance with all subsections of this Section 11.

- 11.1.1 KMC Telecom will be required, at its own expense, to conduct a statewide investigation of criminal history records for each KMC Telecom employee being considered for work on the BellSouth Premises, for the states/counties where the KMC Telecom employee has worked and lived for the past five years. Where state law does not permit statewide collection or reporting, an investigation of the applicable counties is acceptable. KMC Telecom shall not be required to perform this investigation if an affiliated company of KMC Telecom has performed an investigation of the KMC Telecom employee seeking access, if such investigation meets the criteria set forth above. This requirement will not apply if KMC Telecom has performed a pre-employment statewide investigation of criminal history records, or where state law does not permit an investigation of the applicable counties for the KMC Telecom employee seeking access, for the states/counties where the KMC Telecom employee has worked and lived for the past five years.
- 11.1.2 KMC Telecom will be required to administer to their personnel assigned to the BellSouth Premises security training either provided by BellSouth, or meeting criteria defined by BellSouth.
- 11.1.3 KMC Telecom shall not assign to the BellSouth Premises any personnel with records of felony criminal convictions. KMC Telecom shall not assign to the BellSouth Premises any personnel with records of misdemeanor convictions, except for misdemeanor traffic violations, without advising BellSouth of the nature and gravity of the offense(s). BellSouth reserves the right to refuse building access to any KMC Telecom personnel who have been identified to have misdemeanor criminal convictions. Notwithstanding the foregoing, in the event that KMC Telecom chooses not to advise BellSouth of the nature and gravity of any misdemeanor conviction, KMC Telecom may, in the alternative, certify to BellSouth that it shall not assign to the BellSouth Premises any personnel with records of misdemeanor convictions (other than misdemeanor traffic violations).
- 11.1.4 KMC Telecom shall not knowingly assign to the BellSouth Premises any individual who was a former employee of BellSouth and whose employment with BellSouth was terminated for a criminal offense whether or not BellSouth sought prosecution of the individual for the criminal offense.
- 11.1.5 KMC Telecom shall not knowingly assign to the BellSouth Premises any individual who was a former contractor of BellSouth and whose access to a BellSouth Premises was revoked due to commission of a criminal offense whether or not BellSouth sought prosecution of the individual for the criminal offense.
- 11.1.6 For each KMC Telecom employee requiring access to a BellSouth Premises pursuant to this Attachment, KMC Telecom shall furnish BellSouth, prior to an employee gaining such access, a certification that the aforementioned background check and security training were completed. The certification will contain a statement that no felony convictions were found and certifying that the security training was completed by the employee. If the employee's criminal history includes misdemeanor

convictions, KMC Telecom will disclose the nature of the convictions to BellSouth at that time. In the alternative, KMC Telecom may certify to BellSouth that it shall not assign to the BellSouth Premises any personnel with records of misdemeanor convictions other than misdemeanor traffic violations.

- 11.1.7 At BellSouth's request, KMC Telecom shall promptly remove from BellSouth's Premises any employee of KMC Telecom BellSouth does not wish to grant access to its premises 1) pursuant to any investigation conducted by BellSouth or 2) prior to the initiation of an investigation in the event that an employee of KMC Telecom is found interfering with the property or personnel of BellSouth or another CLEC, provided that an investigation shall promptly be commenced by BellSouth.
- 11.2 Notification to BellSouth. BellSouth reserves the right to interview KMC Telecom's employees, agents, or contractors in the event of wrongdoing in or around BellSouth's property or involving BellSouth's or another CLEC's property or personnel, provided that BellSouth shall provide reasonable notice to KMC Telecom's Security contact of such interview. KMC Telecom and its contractors shall reasonably cooperate with BellSouth's investigation into allegations of wrongdoing or criminal conduct committed by, witnessed by, or involving KMC Telecom's employees, agents, or contractors. Additionally, BellSouth reserves the right to bill KMC Telecom for all reasonable costs associated with investigations involving its employees, agents, or contractors if it is established and mutually agreed in good faith that KMC Telecom's employees, agents, or contractors are responsible for the alleged act. BellSouth shall bill KMC Telecom for BellSouth property which is stolen or damaged where an investigation determines the culpability of KMC Telecom's employees, agents, or contractors and where KMC Telecom agrees, in good faith, with the results of such investigation. KMC Telecom shall notify BellSouth in writing immediately in the event that the CLEC discovers one of its employees already working on the BellSouth premises is a possible security risk. Upon request of the other Party, the Party who is the employer shall discipline consistent with its employment practices, up to and including removal from BellSouth Premises, any employee found to have violated the security and safety requirements of this section. KMC Telecom shall hold BellSouth harmless for any damages resulting from such removal of its personnel from BellSouth premises.
- 11.3 <u>Use of Supplies</u>. Unauthorized use of telecommunications equipment or supplies by either Party, whether or not used routinely to provide telephone service (e.g. plug-in cards,) will be strictly prohibited and handled appropriately. Costs associated with such unauthorized use may be charged to the offending Party, as may be all associated investigative costs.
- 11.4 <u>Use of Official Lines</u>. Except for non-toll calls necessary in the performance of their work, neither Party shall use the telephones of the other Party on the BellSouth Premises. Charges for unauthorized telephone calls may be charged to the offending Party, as may be all associated investigative costs.

11.5 <u>Accountability</u>. Full compliance with the Security requirements of this section shall in no way limit the accountability of either Party to the other for the improper actions of its employees.

12. Destruction of Collocation Space

12.1 In the event a Collocation Space is wholly or partially damaged by fire, windstorm, tornado, flood or by similar causes to such an extent as to be rendered wholly unsuitable for KMC Telecom's permitted use hereunder, then either Party may elect within ten (10) business days after such damage, to terminate occupancy of the damaged Collocation Space, and if either Party shall so elect, by giving the other written notice of termination, both Parties shall stand released of and from further liability under the terms hereof. If the Collocation Space shall suffer only minor damage and shall not be rendered wholly unsuitable for KMC Telecom's permitted use, or is damaged and the option to terminate is not exercised by either Party, BellSouth covenants and agrees to proceed promptly without expense to KMC Telecom, except for improvements not the property of BellSouth, to repair the damage. BellSouth shall have a reasonable time within which to rebuild or make any repairs, and such rebuilding and repairing shall be subject to delays caused by storms, shortages of labor and materials, government regulations, strikes, walkouts, and causes beyond the control of BellSouth, which causes shall not be construed as limiting factors, but as exemplary only. KMC Telecom may, at its own expense, accelerate the rebuild of its collocated space and equipment provided however that a BellSouth Certified Contractor is used and the necessary space preparation has been completed. Rebuild of equipment must be performed by a BellSouth Certified Vendor. If KMC Telecom's acceleration of the project increases the cost of the project, then those additional charges will be incurred by KMC Telecom. Where allowed and where practical, KMC Telecom may erect a temporary facility while BellSouth rebuilds or makes repairs. In all cases where the Collocation Space shall be rebuilt or repaired, KMC Telecom shall be entitled to an equitable abatement of rent and other charges, depending upon the unsuitability of the Collocation Space for KMC Telecom's permitted use, until such Collocation Space is fully repaired and restored and KMC Telecom's equipment installed therein (but in no event later than thirty (30) business days after the Collocation Space is fully repaired and restored). Where KMC Telecom has placed an Adjacent Arrangement pursuant to Section 3.5, KMC Telecom shall have the sole responsibility to repair or replace said Adjacent Arrangement provided herein. Pursuant to this section, BellSouth will restore the associated services to the Adjacent Arrangement.

13. Eminent Domain

13.1 If the whole of a Collocation Space or Adjacent Arrangement shall be taken by any public authority under the power of eminent domain, then this Attachment shall terminate with respect to such Collocation Space or Adjacent Arrangement as of the

day possession shall be taken by such public authority and rent and other charges for the Collocation Space or Adjacent Arrangement shall be paid up to that day with proportionate refund by BellSouth of such rent and charges as may have been paid in advance for a period subsequent to the date of the taking. If any part of the Collocation Space or Adjacent Arrangement shall be taken under eminent domain, BellSouth and KMC Telecom shall each have the right to terminate this Attachment with respect to such Collocation Space or Adjacent Arrangement and declare the same null and void, by written notice of such intention to the other Party within ten (10) business days after such taking.

14. Nonexclusivity

14.1 KMC Telecom understands that this Attachment is not exclusive and that BellSouth may enter into similar agreements with other Parties. Assignment of space pursuant to all such agreements shall be determined by space availability and made on a first come, first served basis.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – ALABAMA PHYSICAL COLLOCATION

Rates marked with an asterisk (*) are interim and are subject to true-up

USOC	Rate Element Description	Unit	Recurring Rate	Non-Recurring
	•		(RC)	Rate (NRC)
PE1BA	Application Fee	Per request	NA	\$3,760.00
PE1CA	Subsequent Application Fee	Per request	NA	\$3,134.00 Minimum
PE1SJ	Space Preparation Fees Firm Order Processing*			\$1,211.00
PE1SK	Central Office Modifications*	Per sq. ft.	\$2.24	ψ1,211100
PE1SL	Common Systems	Per sq. ft.	\$3.01	
DE 4014	Modifications – Cageless*		040040	
PE1SM	Common Systems Modifications – Caged*	Per cage	\$102.16	
	Chara Factorius (400 og #			
	Space Enclosure (100 sq. ft. minimum)			
PE1BW	Welded Wire-mesh	Per first 100 sq. ft.	\$178.65	NA
PE1C	Welded Wire-mesh	Per add'l 50 sq. ft.	\$17.52	NA
W				
PE1PJ	Floor Space	Per sq. ft.	\$3.68	NA
PE1BD	Cable Installation	Per cable	NA	\$1,751.00
DEADM	Cable Company Otherstone	Deventues	#40.07	NIA
PE1PM	Cable Support Structure	Per entrance cable	\$19.67	NA
PE1PL	Power -48V DC Power*	Per amp	\$9.00	NA
PE1FB	120V AC Power single phase*	Per breaker amp	\$5.63	-
PE1FD	240V AC Power single phase*	Per breaker amp	\$11.26	-
PE1FE	120V AC Power three phase*	Per breaker amp	\$16.89	-
PE1FG	277 AC Power three phase*	Per breaker amp	\$38.99	-
	Cross Connects	Per cross connect		First/Add'l
PE1P2	2-wire		\$.031	\$33.68/\$31.79
PE1P4	4-wire		\$.062	\$33.63/\$31.67
PE1P1	DS-1 DS-3		\$1.28 \$16.27	\$52.93/\$39.87 \$51.99/\$38.59
PE1P3 PE1F2	2-fiber		\$16.27 \$3.23	\$51.99/\$38.59 \$52.00/\$38.60
PE1F4	4-fiber		\$5.73	\$64.54/\$51.14

	AL	ABAMA (continued)		
USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)
PE1AX	Security Access System Security System*	Per central office	\$52.27	
PE1A1 PE1AA	New Access Card Activation* Administrative change, existing card*	Per card Per card	\$.059	\$55.57 \$15.58
PE1AR	Replace lost or stolen card*	Per card		\$45.56
PE1AK	Initial Key	Per key	NA	\$26.19
PE1AL	Replace lost or stolen key	Per key	NA	\$26.19
PE1SR	Space Availability Report*	Per premises requested		\$2,150.00
PE1PE PE1PF PE1PG PE1PH PE1B2 PE1B4	POT Bay Arrangements Prior to 6/1/99 2-Wire Cross-Connect 4-Wire Cross-Connect DS1 Cross-Connect DS3 Cross-Connect 2-Fiber Cross-Connect 4-Fiber Cross-Connect	Per cross connect	\$0.08 \$0.17 \$0.69 \$4.74 \$32.02 \$40.48	NA NA NA NA NA
r L I D4	Cable Records ¹		Ψ40.40	Note 2 Initial/Subsequent
PE1CR PE1CD PE1CO PE1C1 PE1C3 PE1CB	Cable Records VG/DS0 Cable VG/DS0 Cable DS1 DS3 Fiber Cable	Per request Per cable record Per each 100 pair Per T1TIE Per T3TIE Per cable record	NA NA NA NA NA	\$1708/\$1166 \$923.51/\$923.51 \$18.02/\$18.02 \$8.44/\$8.44 \$29.53/\$29.53 \$278.95/\$278.95

ALABAMA (continued)					
USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)	
	Security Escort	Per half hr/add'l			
		half hr			
PE1BT	Basic Time		NA	\$33.85/\$21.45	
PE1OT	Overtime		NA	\$44.09/\$27.71	
PE1PT	Premium Time		NA	\$54.33/\$33.96	

Note(s):

N/A refers to rate elements which do not have a negotiated rate.

Note1: Cable records charges apply for work required to build cable records in company systems. The VG/DS0 per cable record charge is for a maximum of 3600 records. The Fiber cable record charge is for a maximum of 99 records.

Note 2: The initial charge applies when the cables are first installed and inventoried. The subsequent charge applies when additional cables are installed and inventoried at the same location.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – FLORIDA PHYSICAL COLLOCATION

USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)
PE1BA	Application Fee	Per request		\$3,791.00
PE1CA	Subsequent Application Fee	Per request	NA	\$3,160.00
PE1SJ	Space Preparation Fees Firm Order Processing			\$1,211.00
PE1SK	Central Office Modifications	Per sq. ft.	\$2.58	
PE1SL	Common Systems	Per sq. ft.	\$2.96	
	Modifications – Cageless			
PE1SM	Common Systems	Per cage	\$100.66	
	Modifications - Caged			
	Space Enclosure (100 sq. ft. minimum)			
PE1BW	Wire Cage	Per first 100 sq. ft.	\$205.93	NA
PE1C	Wire Cage	Per add'l 50 sq. ft.	\$20.20	NA
W		·		
	_			
PE1PJ	Floor Space	Per sq. ft.	\$6.57	NA
PE1BD	Cable Installation	Per cable		\$1,826.00
FEIDD	Cable installation	rei cable		\$1,020.00
PE1PM	Cable Support Structure		\$21.66	NA
			+ =	
	Power			
PE1PL	-48V DC Power	Per amp	\$8.86	NA
PE1FB	120V AC Power single phase	Per breaker amp	\$5.62	-
PE1FD	240V AC Power single phase	Per breaker amp	\$11.26	-
PE1FE	120V AC Power three phase	Per breaker amp	\$16.88	-
PE1FG	277 AC Power three phase	Per breaker amp	\$38.98	-
	Cross Connects			First/Add'l
	2-wire	Per cross connect	\$.074	\$34.53/\$32.51
	4-wire	Per cross connect	\$.148	\$34.54/\$32.53
	DS1	Per cross connect	\$1.29	\$54.15/\$40.94
	DS3	Per cross connect	\$17.48	\$53.28/\$39.65
	2-fiber	Per cross connect	\$2.96	\$53.28/\$39.66
	4-fiber	Per cross connect	\$5.66	\$66.08/\$52.47

	FL	ORIDA (continued)		
USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)
PE1AX	Security Access System Security System	Per premises	\$89.48	
PE1A1 PE1AA	New Access Card Activation Administrative change, existing card	Per card Per card	\$.06	\$56.03 \$15.71
PE1AR	Replace lost or stolen card	Per card		\$45.93
PE1AK PE1AL	Initial Key Replace lost or stolen key	Per key Per key	NA NA	\$26.41 \$26.41
PE1SR	Space Availability Report	Per premises requested		\$2,168.00
	POT Bay (Note 1)		NA	NA
	Cable Records ²			Note 3
				initial/subsequent
PE1CR PE1CD	Cable Records VG/DS0 Cable	Per request Per cable record	NA NA	\$1709/\$1166
PE1CO	VG/DS0 Cable VG/DS0 Cable	Per each 100 pair	NA NA	\$923.86/\$923.86 \$18.03/\$18.03
PE1C1	DS1	Per T1TIE	NA	\$8.44/\$8.44
PE1C3 PE1CB	DS3 Fiber Cable	Per T3TIE Per cable record	NA NA	\$29.54/\$29.54 \$279.05/\$279.05
	Security Escort	Per ¼ hour		
PE1BQ	Basic Time	1 GI /4 HOUI	NA	\$10.89
PE10Q	Overtime		NA	\$13.64
PE1PQ	Premium Time		NA	\$16.40

Note(s):

N/A refers to rate elements which do not have a negotiated rate.

- (1) POT Bays: BellSouth's Florida specific rates were established in the Florida Public Service Commission Docket No. 960833. The Commission did not set permanent rates for <u>POT Bays</u>, given the assumption by the Parties to the Proceeding that they will always provide their own POT Bays. It will be necessary for KMC Telecom to provide its own POT Bays per BellSouth specifications and provide the necessary information from which BellSouth can inventory.
- (2) Cable records charges apply for work required to build cable records in company systems. The VG/DS0 per cable record charge is for a maximum of 3600 records. The Fiber cable record charge is for a maximum of 99 records.
- (3) The initial charge applies when the cables are first installed and inventoried. The subsequent charge applies when additional cables are installed and inventoried at the same location.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – GEORGIA PHYSICAL COLLOCATION

Rates marked with an asterisk (*) are interim and subject to true-up

USOC	Rate Element Description	Unit	Recurring	Non-Recurring
			Rate (RC)	Rate (NRC)
PE1BA	Application Fee	Per request	NA	\$3,755.00
PE1CA	Subsequent Application Fee	Per request	NA	\$3,130.00
				Minimum
PE1BB	Space Preparation Fee (Note	Per sq. ft.	NA	\$100.00
	2)			
	Crear Francisco (400 cr. ft			
	Space Enclosure (100 sq. ft.			
PE1BW	minimum) Welded Wire-mesh	Per first 100 sq. ft.	\$187.36	NA
PE1C	Welded Wire-mesh	Per add'l 50 sq. ft.	\$18.38	NA NA
W	Weided Wife-filesii	rei add i 50 sq. it.	φ10.30	INA
VV	Floor Space			
PE1PJ	Zone A	Per sq. ft.	\$4.47	NA
PE1PK	Zone B	Per sq. ft.	\$4.47	NA
			+	
PE1BD	Cable Installation	Per cable	NA	\$1,693.00
PE1PM	Cable Support Structure	Per entrance	\$19.26	NA
		cable		
DEAD	Power	5	# 5.00	N.I.A.
PE1PL	-48V DC Power	Per amp	\$5.00	NA
PE1FB PE1FD	120V AC Power single phase*	Per breaker amp	\$5.52	-
PE1FD PE1FE	240V AC Power single phase* 120V AC Power three phase*	Per breaker amp	\$11.05 \$16.58	-
PE1FE PE1FG	277 AC Power three phase*	Per breaker amp Per breaker amp	\$18.36 \$38.27	-
FEIFG	211 AC Fower tillee pilase	rei bieakei allip	φ30.Z <i>1</i>	<u> </u>
	Cross Connects	Per cross connect		First/Add'l
PE1P2	2-wire	. 5. 5. 5.555 601111601	\$0.030	\$33.76/\$31.86
PE1P4	4-wire		\$0.061	\$33.77/\$31.80
PE1P1	DS-1		\$1.13	\$53.05/\$39.99
PE1P3	DS-3		\$14.43	\$52.14/\$38.71
PE1F2	2-fiber		\$2.86	\$52.14/\$38.72
PE1F4	4-fiber		\$5.08	\$64.74/\$51.31

	GEORGIA (continued)					
USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)		
PE1AX	Security Access System Security System*	Per premises	\$40.00			
PE1A1	New Access Card Activation*	Per card	\$.058	\$55.51		
PE1AA	Administrative change, existing card*	Per card		\$15.56		
PE1AR	Replace lost or stolen card*	Per card		\$45.50		
PE1AK PE1AL	Initial Key Replace lost or stolen key	Per key Per key	NA NA	\$26.16 \$26.16		
PE1SR	Space Availability Report*	Per premises requested		\$2,148.00		
	POT Bay Arrangements Prior to 6/1/99	Per cross-connect				
PE1PE	2-Wire Cross-Connect		\$0.40	NA		
PE1PF	4-Wire Cross-Connect		\$1.20	NA		
PE1PG	DS1 Cross-Connect		\$1.20	NA		
PE1PH	DS3 Cross-Connect		\$8.00	NA		
PE1B2	2 Fiber Cross-Connect		\$38.79	NA		
PE1B4	4 Fiber Cross-Connect		\$52.31	NA		
	Cable Records ¹			Note 2		
				Initial/subsequent		
PE1CR	Cable Records	Per request	NA	\$1706/\$1164		
PE1CD	VG/DS0 Cable	Per cable record	NA	\$922.38/\$922.38		
PE1CO	VG/DS0 Cable	Per each 100 pair	NA	\$18.00/\$18.00		
PE1C1	DS1	Per T1TIE	NA	\$8.43/\$8.43		
PE1C3	DS3	Per T3TIE	NA	\$29.49/\$29.49		
PE1CB	Fiber Cable	Per cable record	NA	\$278.61/\$278.61		
	Security Escort	Per half hr./Add'l				
	,	half hr.				
PE1BT	Basic Time		NA	\$33.81/\$21.42		
PE1OT	Overtime		NA	\$44.03/\$27.67		
PE1PT	Premium Time		NA	\$54.26/\$33.92		

N/A refers to rate elements which do not have a negotiated rate.

Note (1) Cable records charges apply for work required to build cable records in company systems. The VG/DS0 per cable record charge is for a maximum of 3600 records. The Fiber cable record charge is for a maximum of 99 records.

Note 2: The initial charge applies when the cables are first installed and inventoried. The subsequent charge applies when additional cables are installed and inventoried at the same location.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – KENTUCKY PHYSICAL COLLOCATION

Rates marked with an asterisk (*) are interim and are subject to true-up.

	Rates marked with an asterisk (") are interim and are subject to true-up.				
USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)	
PE1BA	Application Fee	Per request	NA	\$3,761.00	
		·			
PE1CA	Subsequent Application Fee	Per request	NA	\$3,135.00	
		· ·		Minimum	
	Space Preparation Fees				
PE1SJ	Firm Order Processing*			\$1,202.00	
PE1SK	Central Office Modifications*	Per sq. ft.	\$2.38		
PE1SL	Common Systems	Per sq. ft.	\$3.30		
	Modifications – Cageless*				
PE1SM	Common Systems	Per cage	\$112.11		
	Modifications - Caged*				
	_				
	Space Enclosure (100 sq. ft.				
	minimum)				
PE1BW	Welded Wire-mesh	Per first 100 sq. ft.	\$189.85	NA	
PE1C	Welded Wire-mesh	Per add'l 50 sq. ft.	\$18.62	NA	
W					
	_				
PE1PJ	Floor Space	Per sq. ft.	\$8.20	NA	
PE1BD	Cable Installation	Dorochio	NΙΛ	\$4.7EE.00	
PEIDU	Cable Installation	Per cable	NA	\$1,755.00	
PE1PM	Cable Support Structure	Per entrance	\$20.14	NA	
11 141	Cable Cappert Ciractars	cable	Ψ20.11	107	
		Cabio			
	Power				
PE1PL	-48V DC Power*	Per amp	\$8.77	NA	
PE1FB	120V AC Power single phase*	Per breaker amp	\$5.58	-	
PE1FD	240V AC Power single phase*	Per breaker amp	\$11.16	-	
PE1FE	120V AC Power three phase*	Per breaker amp	\$16.74	-	
PE1FG	277 AC Power three phase*	Per breaker amp	\$38.65	-	
	•	•	-		
	Cross Connects	Per cross connect		First/Add'l	
PE1P2	2-wire		\$0.037	\$33.67/\$31.78	
PE1P4	4-wire		\$0.075	\$33.66/\$31.70	
PE1P1	DS-1		\$1.51	\$52.97/\$39.90	
PE1P3	DS-3		\$19.15	\$52.04/\$38.62	
PE1F2	2-fiber		\$3.80	\$52.04/\$38.63	
PE1F4	4-fiber		\$6.75	\$64.59/\$51.18	

	KENTUCKY (continued)				
USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)	
PE1AX	Security Access System Security System*	Per premises	\$78.11		
PE1A1 PE1AA	New Access Card Activation Administrative change, existing card	Per card Per card	\$.059	\$55.59 \$15.59	
PE1AR	Replace lost or stolen card	Per card		\$45.58	
PE1AK PE1AL	Initial Key Replace lost or stolen key	Per key Per key	NA NA	\$26.20 \$26.20	
PE1SR	Space Availability Report	Per premises requested		\$2,151	
	POT Bay Arrangements Prior to 6/1/99	Per cross-connect			
PE1PE	2-Wire Cross-Connect		\$0.06	NA	
PE1PF PE1PG	4-Wire Cross-Connect DS1 Cross-Connect		\$0.15 \$0.58	NA NA	
PE1PG PE1PH	DS3 Cross-Connect		\$4.51	NA NA	
PE1B2	2 Fiber Cross-Connect		\$38.79	NA NA	
PE1B4	4 Fiber Cross-Connect		\$52.31	NA	
	Security Escort	Per half hr./Add'l half hr.			
PE1BT	Basic Time		NA	\$33.86/\$21.46	
PE1OT	Overtime		NA	\$44.10/\$27.72	
PE1PT	Premium Time		NA	\$54.35/\$33.97	
	Cable Records ¹			Note 2	
				Initial/subsequent	
PE1CR	Cable Records	Per request	NA	\$1709/1166	
PE1CD	VG/DS0 Cable	Per cable record	NA	\$923.83/\$923.83	
PE1CO	VG/DS0 Cable	Per each 100 pair	NA	\$18.03/\$18.03	
PE1C1	DS1	Per T1TIE	NA	\$8.44/\$8.44	
PE1C3 PE1CB	DS3 Fiber Cable	Per T3TIE Per cable record	NA NA	\$29.54/\$29.54 \$279.05/\$279.05	

Note(s):

N/A refers to rate elements which do not have a negotiated rate.

Note1: Cable records charges apply for work required to build cable records in company systems. The VG/DS0 per cable record charge is for a maximum of 3600 records. The Fiber cable record charge is for a maximum of 99 records.

Note 2: The initial charge applies when the cables are first installed and inventoried. The subsequent charge applies when additional cables are installed and inventoried at the same location.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – LOUISIANA PHYSICAL COLLOCATION

Rates marked with an asterisk (*) are interim and are subject to true-up.

USOC	Rate Element Description	Unit	Recurring	Non-Recurring
			Rate (RC)	Rate (NRC)
PE1BA	Application Fee	Per request	NA	\$3756.00
PE1CA	Subsequent Application Fee	Per request	NA	\$3131.00
				Minimum
	Space Preparation Fees			A.
	Firm Order Processing*			\$1,200.00
_	Central Office Modifications*	Per sq. ft.	\$2.60	
	Common Systems	Per sq. ft.	\$3.15	
	Modifications – Cageless*	D	#405.07	
	Common Systems	Per cage	\$105.87	
	Modifications – Caged*			
	Space Enclosure (100 sq. ft.			
	minimum)			
	Welded Wire-mesh	Per first 100 sq. ft.	\$207.06	NA
	Welded Wire-mesh	Per add'l 50 sq. ft.	\$207.00	NA NA
W	Weided Wife-filesii	rei aud i 50 sq. it.	Ψ20.31	INA
VV				
PE1PJ	Floor Space	Per sq. ft.	\$5.94	NA
			+ + + + + + + + + + + + + + + + + + + 	
PE1BD	Cable Installation	Per cable	NA	\$1,753.00
PE1PM	Cable Support Structure	Per entrance	\$21.16	NA
		cable		
	Power	D	# 0.00	.
	-48V DC Power*	Per amp	\$9.20	NA
	120V AC Power single phase*	Per breaker amp	\$5.66	-
	240V AC Power single phase*	Per breaker amp	\$11.34	-
	120V AC Power three phase*	Per breaker amp	\$17.00	-
PE1FG	277 AC Power three phase*	Per breaker amp	\$39.26	-
	Cross Connects	Per cross connect		First/Add'l
	2-wire	i di didaa ddiiliedt	\$0.036	\$33.61/\$31.76
	4-wire		\$0.030	\$33.53/\$31.58
	DS-1		\$1.20	\$52.80/\$39.76
	DS-3		\$15.26	\$51.86/\$38.49

USOC		ISIANA (continued)		
0000	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)
	Cross Connects (continued)	Per cross connect		First/Add'l
PE1F2	2-fiber		\$3.03	\$51.86/\$38.49
PE1F4	4-fiber		\$5.38	\$64.36/\$50.99
DEAAV	Conveity Annual Cystem	Dar promises	ФСО CO	
PE1AX	Security Access System Security System*	Per premises	\$60.60	
PE1A1	New Access Card Activation*	Per card	\$.060	\$55.51
PE1AA	Administrative change, existing card*	Per card		\$15.57
PE1AR	Replace lost or stolen card	Per card		\$45.51
PE1AK	Initial Key	Per key	NA	\$26.16
PE1AL	Replace lost or stolen key	Per key	NA	\$26.16
PE1SR	Space Availability Report*	Per premises requested		\$2,148
	POT Bay Arrangements Prior to 6/1/99	Per cross-connect		
PE1PE	2-Wire Cross-Connect		\$0.0776	NA
PE1PF	4-Wire Cross-Connect		\$0.1552	NA
PE1PG	DS1 Cross-Connect		\$0.6406	NA
PE1PH	DS3 Cross-Connect		\$4.75	NA
PE1B2	2 Fiber Cross-Connect		\$47.44	NA
PE1B4	4 Fiber Cross-Connect		\$63.97	NA
	Cable Records ¹			Note 2
				Initial/subsequent
PE1CR	Cable Records	Per request	NA	\$1706/\$1165
PE1CD	VG/DS0 Cable	Per cable record	NA	\$922.51/\$922.51
PE1CO	VG/DS0 Cable	Per each 100 pair	NA	\$18.00/\$18.00
PE1C1	DS1	Per T1TIE	NA	\$8.43/\$8.43
PE1C3	DS3	Per T3TIE	NA	\$29.49/\$29.49
PE1CB	Fiber Cable	Per cable record	NA	\$278.65/\$278.65

	LOUISIANA (continued)					
USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)		
	Security Escort	Per half hr./Add'l half hr.				
PE1BT	Basic Time		NA	\$33.97/\$21.53		
PE1OT	Overtime		NA	\$44.25/\$27.81		
PE1PT	Premium Time		NA	\$54.53/\$34.09		

Note(s):

N/A refers to rate elements which do not have a negotiated rate.

Note1: Cable records charges apply for work required to build cable records in company systems. The VG/DS0 per cable record charge is for a maximum of 3600 records. The Fiber cable record charge is for a maximum of 99 records.

Note 2: The initial charge applies when the cables are first installed and inventoried. The subsequent charge applies when additional cables are installed and inventoried at the same location.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – MISSISSIPPI PHYSICAL COLLOCATION

Rates marked with an asterisk (*) are interim and are subject to true-up.

USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)
PE1BA	Application Fee	Per request	NA	\$3,755.00
FEIDA	Application ree	rei iequesi	INA	φ3,733.00
PE1CA	Subsequent Application Fee	Per request	NA	\$3,130.00 Minimum
PE1SJ PE1SK PE1SL PE1SM	Space Preparation Fees Firm Order Processing* Central Office Modifications* Common Systems Modifications – Cageless* Common Systems Modifications – Caged*	Per sq. ft. Per sq. ft. Per cage	\$2.61 \$2.88 \$97.85	\$1,200.00
	Space Enclosure(100 sq. ft.			
PE1BW PE1C W	minimum) Welded Wire-mesh Welded Wire-mesh	Per first 100 sq. ft. Per add'l 50 sq. ft.	\$208.30 \$20.43	NA NA
PE1PJ	Floor Space	Per sq. ft.	\$6.53	
1 2 11 0	11001 0000	1 01 04. 11.	Ψ0.00	
PE1BD	Cable Installation	Per cable	NA	\$1,871.00
				, ,
PE1PM	Cable Support Structure	Per entrance cable	\$19.90	NA
PE1PL PE1FB PE1FD PE1FE PE1FG	Power -48V DC Power* 120V AC Power single phase* 240V AC Power single phase* 120V AC Power three phase* 277 AC Power three phase*	Per amp Per breaker amp Per breaker amp Per breaker amp Per breaker amp	\$8.96 \$5.61 \$11.23 \$16.84 \$38.89	NA - - -
	Cuasa Cannasts	Day avecs as a set		T:
PE1P2	Cross Connects 2-wire	Per cross connect	\$.038	First/Add'l \$33.65/\$31.77
PE1P2 PE1P4	4-wire		\$.036 \$.076	\$33.46/\$31.52

	MISSISSIPPI (continued)				
USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)	
	Cross Connects (continued)	Per cross connect		First/Add'l	
PE1P1	DS-1		\$1.30	\$52.73/\$39.70	
PE1P3	DS-3		\$16.55	\$51.78/\$38.43	
PE1F2	2-fiber		\$3.28	\$51.78/\$38.43	
PE1F4	4-fiber		\$5.83	\$64.27/\$50.91	
PE1AX	Security Access System Security System*	Per premises	\$85.54		
PE1A1	New Access Card Activation*	Per card	\$.061	\$55.50	
PE1AA	Administrative change, existing card*	Per card	·	\$15.56	
PE1AR	Replace lost or stolen card	Per card		\$45.50	
PE1AK	Initial Key	Per key	NA	\$26.16	
PE1AL	Replace lost or stolen key	Per key	NA	\$26.16	
PE1SR	Space Availability Report*	Per premises requested		\$2,147.00	
	POT Bay Arrangements Prior to 6/1/99	Per cross-connect			
PE1PE	2-Wire Cross-Connect		\$0.1195	NA	
PE1PF	4-Wire Cross-Connect		\$0.2389	NA	
PE1PG	DS1 Cross-Connect		\$0.9862	NA	
PE1PH	DS3 Cross-Connect		\$5.81	NA	
PE1B2	2 Fiber Cross-Connect		\$38.79	NA	
PE1B4	4 Fiber Cross-Connect		\$52.31	NA	
	Cable Records ¹			Note 2	
				Initial/subsequent	
PE1CR	Cable Records	Per request	NA	\$1706/1164	
PE1CD	VG/DS0 Cable	Per cable record	NA	\$922.28/\$922.28	
PE1CO	VG/DS0 Cable	Per each 100 pair	NA	\$18.00/\$18.00	
PE1C1	DS1	Per T1TIE	NA	\$8.42/\$8.42	
PE1C3	DS3	Per T3TIE	NA	\$29.49/\$29.49	
PE1CB	Fiber Cable	Per cable record	NA	\$278.58/\$278.58	

	MISSISSIPPI (continued)				
USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)	
	Security Escort	Per half hr./Add'l half hr.			
PE1BT	Basic Time		NA	\$33.80/\$21.42	
PE1OT	Overtime		NA	\$44.03/\$27.67	
PE1PT	Premium Time		NA	\$54.26/\$33.92	

Note(s):

N/A refers to rate elements which do not have a negotiated rate.

Note1: Cable records charges apply for work required to build cable records in company systems. The VG/DS0 per cable record charge is for a maximum of 3600 records. The Fiber cable record charge is for a maximum of 99 records.

Note 2: The initial charge applies when the cables are first installed and inventoried. The subsequent charge applies when additional cables are installed and inventoried at the same location.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – NORTH CAROLINA PHYSICAL COLLOCATION

Rates marked with an asterisk (*) are interim and are subject to true-up.

USOC	Rate Element Description	Unit	Recurring	Non-Recurring
	rate Lienem 2000p.iio	-	Rate (RC)	Rate (NRC)
PE1BA	Application Fee*	Per request	NA	\$3,850.00
PE1CA	Subsequent Application Fee	Per request	NA	\$3,119.00
				Minimum
	Space Preparation Fees			
	Central Office Modification*	Per sq. ft.	\$1.57	
	Common Systems Modification – Cageless*	Per sq. ft.	\$3.26	
	Common Systems Modification – Caged*	Per cage	\$110.79	
	Power*	Per nominal –48v	\$5.76	
		DC Amp		
	Chara Englacina (100 ag #			
	Space Enclosure (100 sq. ft. minimum)			
PE1BW	Welded Wire-mesh*	Per first 100 sq. ft.	\$102.76	NA
PE1C	Welded Wire-mesh*	Per add'l 50 sq. ft.	\$10.44	NA
W				
PE1PJ	Floor Space*	Per sq. ft.	\$3.45	NA

PE1BD	Cable Installation*	Per cable	NA	\$2,305.00
PE1PM	Cable Support Structure*	Per entrance	\$21.33	NA
	Cabic Cappert Cit details	cable	Ψ21.00	
	_			
PE1PL	Power -48V DC Power*	Per amp	\$6.65	NA
PE1FB	120V AC Power single phase*	Per breaker amp	\$5.50	INA
PE1FD	240V AC Power single phase*	Per breaker amp	\$11.01	-
PE1FE	120V AC Power three phase*	Per breaker amp	\$16.51	-
PE1FG	277 AC Power three phase*	Per breaker amp	\$38.12	-
	Cross Connects (Note 1)	Per cross connect		First/Add'l
PE1P2	2-wire*	. 51 51555 55111661	\$0.32	\$41.78/\$39.23
PE1P4	4-wire*		\$0.64	\$41.91/\$39.25
PE1P1	DS-1*		\$2.34	\$71.02/\$51.08
PE1P3	DS-3*		\$42.84	\$69.84/\$49.43
PE1F2	2-fiber		\$2.94 \$5.63	\$51.97/\$38.59
PE1F4	4-fiber		\$5.62	\$64.53/\$51.15

	NORTH CAROLINA (continued)				
USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)	
PE1AX	Security Access System Security System*	Per premises	\$41.03		
PE1A1	New Access Card Activation*	Per card	\$.062	\$55.30	
PE1AA	Administrative change, existing card*	Per card		\$15.51	
PE1AR	Replace lost or stolen card	Per card		\$45.34	
PE1AK	Initial Key	Per key	NA	\$26.18	
PE1AL	Replace lost or stolen key	Per key	NA	\$26.18	
PE1SR	Space Availability Report*	Per premises requested		\$2,140.00	
	POT Bay Arrangements Prior to 6/1/99	Per cross-connect			
PE1PE	2-Wire Cross-Connect		\$0.10	NA	
PE1PF	4-Wire Cross-Connect		\$0.19	NA	
PE1PG	DS1 Cross-Connect		\$0.79	NA	
PE1PH	DS3 Cross-Connect		\$4.85	NA	
PE1B2	2 Fiber Cross-Connect		\$45.30	NA	
PE1B4	4 Fiber Cross-Connect		\$61.09	NA	
	Security Escort	Per half hr./Add'l half hr.			
PE1BT	Basic Time		NA	\$42.92/\$25.56	
PE1OT	Overtime		NA	\$54.51/\$32.44	
PE1PT	Premium Time		NA	\$66.10/\$39.32	
	Cable Records ¹			Note 2	
				Initial/subsequent	
PE1CR	Cable Records	Per request	NA	\$1707/\$1165	
PE1CD	VG/DS0 Cable	Per cable record	NA	\$923.08/\$923.08	
PE1CO	VG/DS0 Cable	Per each 100 pair	NA	\$18.02/\$18.02	
PE1C1	DS1	Per T1TIE	NA	\$8.43/\$8.43	
PE1C3	DS3	Per T3TIE	NA	\$29.51/\$29.51	
PE1CB	Fiber Cable	Per cable record	NA	\$278.82/\$278.82	

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – NORTH CAROLINA PHYSICAL COLLOCATION (continued)

Note(s):

N/A refers to rate elements which do not have a negotiated rate.

Note1: Cable records charges apply for work required to build cable records in company systems. The VG/DS0 per cable record charge is for a maximum of 3600 records. The Fiber cable record charge is for a maximum of 99 records.

Note 2: The initial charge applies when the cables are first installed and inventoried. The subsequent charge applies when additional cables are installed and inventoried at the same location.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – SOUTH CAROLINA PHYSICAL COLLOCATION

Rates marked with an asterisk (*) are interim and are subject to true-up.

USOC	Rate Element Description	Unit	Recurring	Non-Recurring
0000	Rate Liement Description	Offic	Rate (RC)	Rate (NRC)
PE1BA	Application Fee	Per request	NA	\$3768.00
	FF			, , , , , , , , , , , , , , , , , , , ,
PE1CA	Subsequent Application Fee	Per request	NA	\$3,141.00
		•		Minimum
	Space Preparation Fees			•
PE1SJ	Firm Order Processing*		40.75	\$1,204.00
PE1SK	Central Office Modifications*	Per sq. ft.	\$2.75	
PE1SL	Common Systems	Per sq. ft.	\$3.24	
PE1SM	Modifications – Cageless* Common Systems	Per cage	\$110.17	
PETSIVI	Modifications – Caged*	rei cage	φ110.17	
	Woullications = Caged			
	Space Enclosure (100 sq. ft.			
	minimum)			
PE1BW	Welded Wire-mesh	Per first 100 sq. ft.	\$219.19	NA
PE1C	Welded Wire-mesh	Per add'l 50 sq. ft.	\$21.50	NA
W		-		
	_			
PE1PJ	Floor Space	Per sq. ft.	\$3.95	NA
PE1BD	Cable Installation	Per cable	NA	\$1,621.00
				• •
PE1PM	Cable Support Structure	Per entrance	\$21.33	NA
		cable		
	D			
PE1PL	Power -48V DC Power*	Doromo	¢ 0.40	NA
PE1FL PE1FB	120V AC Power single phase*	Per amp Per breaker amp	\$9.19 \$5.67	INA
PE1FD	240V AC Power single phase*	Per breaker amp	\$1.36	_
PE1FE	120V AC Power three phase*	Per breaker amp	\$17.03	-
PE1FG	277 AC Power three phase*	Per breaker amp	\$39.33	-
12110	277 76 F 6Wei all 66 phace	1 of broaker amp	φου.σσ	
	Cross Connects	Per cross connect		First/Add'l
PE1P2	2-wire		\$.034	\$33.75/\$31.86
PE1P4	4-wire		\$.068	\$33.71/\$31.75
PE1P1	DS-1		\$1.12	\$53.05/\$39.96
PE1P3	DS-3		\$14.21	\$52.11/\$38.68
PE1F2	2-fiber		\$2.82	\$52.11/\$38.69
PE1F4	4-fiber		\$5.01	\$64.69/\$51.26

	SOUTH CAROLINA (continued)				
USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)	
PE1AX	Security Access System Security System*	Per premises	\$74.12		
PE1A1	New Access Card Activation*	Per card	\$.060	\$55.70	
PE1AA	Administrative change, existing card*	Per card		\$15.62	
PE1AR	Replace lost or stolen card	Per card		\$45.66	
PE1AK	Initial Key	Per key	NA	\$26.25	
PE1AL	Replace lost or stolen key	Per key	NA	\$26.25	
PE1SR	Space Availability Report*	Per premises requested		\$2,155.00	
	POT Bay Arrangements Prior to 6/1/99	Per cross-connect			
PE1PE	2-Wire Cross-Connect		\$0.1091	NA	
PE1PF	4-Wire Cross-Connect		\$0.2181	NA	
PE1PG	DS1 Cross-Connect		\$0.9004	NA	
PE1PH	DS3 Cross-Connect		\$5.64	NA	
PE1B2	2 Fiber Cross-Connect		\$37.36	NA	
PE1B4	4 Fiber Cross-Connect		\$50.38	NA	
	Security Escort	Per half hr./Add'l half hr.			
PE1BT	Basic Time		NA	\$33.92/\$21.50	
PE1OT	Overtime		NA	\$44.19/\$27.77	
PE1PT	Premium Time		NA	\$54.45/\$34.04	
	Cable Records ¹			Note 2	
				Initial/subsequent	
PE1CR	Cable Records	Per request	NA	\$1712/\$1168	
PE1CD	VG/DS0 Cable	Per cable record	NA	\$925.57/\$925.57	
PE1CO	VG/DS0 Cable	Per each 100 pair	NA	\$18.06/\$18.06	
PE1C1	DS1	Per T1TIE	NA	\$8.45/\$8.45	
PE1C3	DS3	Per T3TIE	NA	\$29.59/\$29.59	
PE1CB	Fiber Cable	Per cable record	NA	\$279.57/\$279.57	

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – SOUTH CAROLINA PHYSICAL COLLOCATION (continued)

Note(s):

N/A refers to rate elements which do not have a negotiated rate.

Note1: Cable records charges apply for work required to build cable records in company systems. The VG/DS0 per cable record charge is for a maximum of 3600 records. The Fiber cable record charge is for a maximum of 99 records.

Note 2: The initial charge applies when the cables are first installed and inventoried. The subsequent charge applies when additional cables are installed and inventoried at the same location.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – TENNESSEE PHYSICAL COLLOCATION

* Rates are interim and are subject to true-up.

USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)
PE1BA	Application Fee	Per request	NA	\$3,767.00
PE1CA	Subsequent Application Fee	Per request	NA	\$3,140.00 Minimum
PE1SJ PE1SK PE1SL PE1SM	Space Preparation Fees Firm Order Processing* Central Office Modifications* Common Systems Modifications – Cageless* Common Systems Modifications – Caged*	Per sq. ft. Per sq. ft. Per cage	\$2.74 \$2.95 \$100.14	\$1,204.00
PE1BW PE1C W	Space Enclosure (100 sq. ft. minimum) Welded Wire-mesh Welded Wire-mesh	Per first 100 sq. ft. Per add'l 50 sq. ft.	\$218.53 \$21.44	NA NA
PE1PJ	Floor Space	Per sq. ft.	\$6.75	NA
PE1BD	Cable Installation	Per cable	NA	\$1,757.00
PE1PM	Cable Support Structure	Per entrance cable	\$19.80	NA
PE1PL PE1FB PE1FD PE1FE PE1FG	Power -48V DC Power* 120V AC Power single phase* 240V AC Power single phase* 120V AC Power three phase* 277 AC Power three phase*	Per amp Per breaker amp Per breaker amp Per breaker amp Per breaker amp	\$8.87 \$5.60 \$11.22 \$16.82 \$38.84	NA - - - -
PE1P2 PE1P4 PE1P1 PE1P3 PE1F2 PE1F4	Cross Connects 2-wire 4-wire DS-1 DS-3 2-fiber 4-fiber	Per cross connect	\$0.033 \$0.066 \$1.51 \$19.26 \$3.82 \$6.79	First/Add'l \$33.82/\$31.92 \$33.94/\$31.95 \$53.27/\$40.16 \$52.37/\$38.89 \$52.37/\$38.89 \$65.03/\$51.55

	TENNESSEE (continued)				
USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)	
PE1AX	Security Access System Security System	Per premises	\$55.99		
PE1A1 PE1AA	New Access Card Activation Administrative change, existing card	Per card Per card	\$.059	\$55.67 \$15.61	
PE1AR	Replace lost or stolen card	Per card		\$45.64	
PE1AK PE1AL	Initial Key Replace lost or stolen key	Per key Per key	NA NA	\$26.24 \$26.24	
PE1SR	Space Availability Report*	Per premises requested		\$2,154.00	
	POT Bay Arrangements Prior to 6/1/99	Per cross-connect			
PE1PE	2-Wire Cross-Connect		\$0.40	NA	
PE1PF	4-Wire Cross-Connect		\$1.20	NA	
PE1PG	DS1 Cross-Connect		\$1.20	NA	
PE1PH PE1B2	DS3 Cross-Connect 2 Fiber Cross-Connect		\$8.00 \$38.79	NA NA	
PE1B4	4 Fiber Cross-Connect		\$52.31	NA NA	
	Security Escort	Per half hr./Add'l half hr.			
PE1BT	Basic Time		NA	\$33.91/\$21.49	
PE1OT	Overtime		NA	\$44.17/\$27.76	
PE1PT	Premium Time		NA	\$54.42/\$34.02	
	Cable Records ¹			Note 2	
				Initial/subsequent	
PE1CR	Cable Records	Per request	NA	\$1711/\$1168	
PE1CD	VG/DS0 Cable	Per cable record	NA	\$925.06/\$925.06	
PE1CO	VG/DS0 Cable	Per each 100 pair	NA	\$18.05/\$18.05	
PE1C1	DS1	Per T1TIE	NA	\$8.45/\$8.45	
PE1C3 PE1CB	DS3 Fiber Cable	Per T3TIE Per cable record	NA NA	\$29.57/\$29.57 \$279.42/\$279.42	

Note(s):

N/A refers to rate elements which do not have a negotiated rate.

Note1: Cable records charges apply for work required to build cable records in company systems. The VG/DS0 per cable record charge is for a maximum of 3600 records. The Fiber cable record charge is for a maximum of 99 records.

Note 2: The initial charge applies when the cables are first installed and inventoried. The subsequent charge applies when additional cables are installed and inventoried at the same location.

EXHIBIT B

Page 1 of 4

ENVIRONMENTAL AND SAFETY PRINCIPLES

The following principles provide basic guidance on environmental and safety issues when applying for and establishing Physical Collocation arrangements.

1. GENERAL PRINCIPLES

- Compliance with Applicable Law. BellSouth and KMC Telecom agree to comply with applicable federal, state, and local environmental and safety laws and regulations including U.S. Environmental Protection Agency (USEPA) regulations issued under the Clean Air Act (CAA), Clean Water Act (CWA), Resource Conservation and Recovery Act (RCRA), Comprehensive Environmental Response, Compensation and Liability Act (CERCLA), Superfund Amendments and Reauthorization Act (SARA), the Toxic Substances Control Act (TSCA), and OSHA regulations issued under the Occupational Safety and Health Act of 1970, as amended and NFPA and National Electrical Codes (NEC) and the NESC ("Applicable Laws"). Each Party shall notify the other if compliance inspections are conducted by regulatory agencies and/or citations are issued that relate to any aspect of this Attachment.
- Notice. BellSouth and KMC Telecom shall provide notice to the other, including Material Safety Data Sheets (MSDSs), of known and recognized physical hazards or Hazardous Chemicals existing on site or brought on site. Each Party is required to provide specific notice for known potential Imminent Danger conditions. KMC Telecom should contact 1-800-743-6737 for BellSouth MSDS sheets.
- 1.3 Practices/Procedures. BellSouth may make available additional environmental control procedures for KMC Telecom to follow when working at a BellSouth Premises (See Section 2, below). These practices/procedures will represent the regular work practices required to be followed by the employees and contractors of BellSouth for environmental protection. KMC Telecom will require its contractors, agents and others accessing the BellSouth Premises to comply with these practices. Section 2 lists the Environmental categories where BST practices should be followed by CLEC when operating in the BellSouth Premises.
- 1.4 Environmental and Safety Inspections. BellSouth reserves the right to inspect the KMC Telecom space with proper notification. BellSouth reserves the right to stop any KMC Telecom work operation that imposes Imminent Danger to the environment, employees or other persons in the area or Facility.
- 1.5 Hazardous Materials Brought On Site. Any hazardous materials brought into, used, stored or abandoned at the BellSouth Premises by KMC Telecom are owned by KMC Telecom. KMC Telecom will indemnify BellSouth for claims, lawsuits or damages to persons or property caused by these materials. Without prior written BellSouth approval, no substantial new safety or environmental hazards can be created by KMC

Telecom or different hazardous materials used by KMC Telecom at BellSouth Facility. KMC Telecom must demonstrate adequate emergency response capabilities for its materials used or remaining at the BellSouth Facility.

- 1.6 Spills and Releases. When contamination is discovered at a BellSouth Premises, the Party discovering the condition must notify BellSouth. All Spills or Releases of regulated materials will immediately be reported by KMC Telecom to BellSouth.
- Coordinated Environmental Plans and Permits. BellSouth and KMC Telecom will coordinate plans, permits or information required to be submitted to government agencies, such as emergency response plans, spill prevention control and countermeasures (SPCC) plans and community reporting. If fees are associated with filing, BellSouth and KMC Telecom will develop a cost sharing procedure. If BellSouth's permit or EPA identification number must be used, KMC Telecom must comply with all of BellSouth's permit conditions and environmental processes, including environmental "best management practices (BMP)" (see Section 2, below) and/or selection of BST disposition vendors and disposal sites.
- 1.8 Environmental and Safety Indemnification. BellSouth and KMC Telecom shall indemnify, defend and hold harmless the other Party from and against any claims (including, without limitation, third-party claims for personal injury or death or real or personal property damage), judgments, damages, (including direct and indirect damages, and punitive damages), penalties, fines, forfeitures, costs, liabilities, interest and losses arising in connection with the violation or alleged violation of any Applicable Law or contractual obligation or the presence or alleged presence of contamination arising out of the acts or omissions of the indemnifying Party, its agents, contractors, or employees concerning its operations at the Facility.

2. CATEGORIES FOR CONSIDERATION OF ENVIRONMENTAL ISSUES

When performing functions that fall under the following Environmental categories on BellSouth's Premises, KMC Telecom agrees to comply with the applicable sections of the current issue of BellSouth's Environmental and Safety Methods and Procedures (M&Ps), incorporated herein by this reference. KMC Telecom further agrees to cooperate with BellSouth to ensure that KMC Telecom's employees, agents, and/or subcontractors are knowledgeable of and satisfy those provisions of BellSouth's Environmental M&Ps which apply to the specific Environmental function being performed by KMC Telecom, its employees, agents and/or subcontractors.

The most current version of reference documentation must be requested from BellSouth.

ENVIRONMENTAL CATEGORIES	ENVIRONMENTAL ISSUES	ADDRESSED BY THE FOLLOWING DOCUMENTATION
Disposal of hazardous material	Compliance with all applicable	• Std T&C 450

or other regulated material (e.g., batteries, fluorescent	local, state, & federal laws and regulations	• Fact Sheet Series 17000
tubes, solvents & cleaning materials)	Pollution liability insurance	• Std T&C 660-3
	EVET approval of contractor	Approved Environmental Vendor List (Contact E/S Management)
Emergency response	Hazmat/waste release/spill firesafety emergency	 Fact Sheet Series 1700 Building Emergency Operations Plan (EOP) (specific to and located on Premises)
Contract labor/outsourcing for services with environmental implications to be performed on BellSouth Premises	Compliance with all applicable local, state, & federal laws and regulations	• Std T&C 450
(e.g., disposition of hazardous material/waste; maintenance of storage tanks)	Performance of services in accordance with BST's environmental M&Ps	 Std T&C 450-B (Contact E/S for copy of appropriate E/S M&Ps.)
	Insurance	• Std T&C 660
Transportation of hazardous material	Compliance with all applicable local, state, & federal laws and regulations	Std T&C 450Fact Sheet Series 17000
	Pollution liability insurance	• Std T&C 660-3
	EVET approval of contractor	Approved Environmental Vendor List (Contact E/S Management)
Maintenance/operations work which may produce a waste	Compliance with all application local, state, & federal laws and regulations	• Std T&C 450
Other maintenance work	Protection of BST employees and equipment	 29CFR 1910.147 (OSHA Standard) 29CFR 1910 Subpart O (OSHA Standard)
Janitorial services	All waste removal and disposal must conform to all applicable federal, state and local regulations	P&SM Manager - Procurement
	All Hazardous Material and Waste	• Fact Sheet Series 17000
	Asbestos notification and protection of employees and	• GU-BTEN-001BT, Chapter 3

	equipment	• BSP 010-170-001BS (Hazcom)
Manhole cleaning	Compliance with all applicable local, state, & federal laws and regulations	 Std T&C 450 Fact Sheet 14050 BSP 620-145-011PR Issue A, August 1996
	Pollution liability insurance	• Std T&C 660-3
	EVET approval of contractor	Approved Environmental Vendor List (Contact E/S Management)
Removing or disturbing building materials that may contain asbestos	Asbestos work practices	• GU-BTEN-001BT, Chapter 3

3. **DEFINITIONS**

<u>Generator</u>. Under RCRA, the person whose act produces a Hazardous Waste, as defined in 40 CFR 261, or whose act first causes a Hazardous Waste to become subject to regulation. The Generator is legally responsible for the proper management and disposal of Hazardous Wastes in accordance with regulations.

<u>Hazardous Chemical</u>. As defined in the U.S. Occupational Safety and Health (OSHA) hazard communication standard (29 CFR 1910.1200), any chemical which is a health hazard or physical hazard.

<u>Hazardous Waste</u>. As defined in section 1004 of RCRA.

<u>Imminent Danger</u>. Any conditions or practices at a facility which are such that a danger exists which could reasonably be expected to cause immediate death or serious harm to people or immediate significant damage to the environment or natural resources.

Spill or Release. As defined in Section 101 of CERCLA.

4. ACRONYMS

<u>E/S</u> – Environmental/Safety

EVET - Environmental Vendor Evaluation Team

<u>DEC/LDEC</u> - Department Environmental Coordinator/Local Department Environmental Coordinator

GU-BTEN-001BT - BellSouth Environmental Methods and Procedures

<u>NESC</u> - National Electrical Safety Codes

<u>P&SM</u> - Property & Services Management

Std. T&C - Standard Terms & Conditions

EXHIBIT 2

Remote Site Physical Collocation

BELLSOUTH

REMOTE SITE PHYSICAL COLLOCATION

1. Scope of Attachment

1.1 <u>Scope of Attachment.</u> The rates, terms, and conditions contained within this Attachment shall only apply when KMC Telecom is occupying the Remote Collocation Space as a sole occupant or as a Host within a Remote Site Location pursuant to Section 4.

All the negotiated rates, terms and conditions set forth in this Attachment pertain to Remote Site Collocation and the provisioning of Remote Collocation Space.

- 1.2 Right to occupy. BellSouth shall offer to KMC Telecom Remote Site Collocation on rates, terms, and conditions that are just, reasonable, nondiscriminatory and consistent with the rules of the Federal Communications Commission ("FCC"). Subject to the rates, terms, and conditions of this Attachment, BellSouth hereby grants to KMC Telecom a right to occupy that certain area designated by BellSouth within a BellSouth Remote Site Location, of a size which is specified by KMC Telecom and agreed to by BellSouth (hereinafter "Remote Collocation Space"). BellSouth Remote Site Locations include cabinets, huts, and controlled environmental vaults owned or leased by BellSouth that house BellSouth Network Facilities. To the extent this Attachment does not include all the necessary rates, terms and conditions for other BellSouth remote locations other than cabinets, huts and controlled environmental vaults, the Parties will negotiate said rates, terms, and conditions at the request for Remote Site collocation at BellSouth remote locations other than those specified above.
- 1.2.1 In all states other than Florida, the size specified by KMC Telecom may contemplate a request for space sufficient to accommodate KMC Telecom's growth within a two year period. Neither BellSouth nor any of BellSouth's affiliates may reserve space for future use on more preferential terms than those set forth above.
- 1.2.2 In the state of Florida, the size specified by KMC Telecom may contemplate a request for space sufficient to accommodate KMC Telecom's growth within an eighteen (18) month period.

- 1.3 Third Party Property. If the Premises, or the property on which it is located, is leased by BellSouth from a Third Party or otherwise controlled by a Third Party, special considerations and intervals may apply in addition to the terms and conditions of this Agreement. Additionally, where BellSouth notifies KMC Telecom that BellSouth's agreement with a Third Party does not grant BellSouth the ability to provide access and use rights to others, upon KMC Telecom's request, BellSouth will use its best efforts to obtain the owner's consent and to otherwise secure such rights for KMC Telecom. KMC Telecom agrees to reimburse BellSouth for the reasonable and demonstrable costs incurred by BellSouth in obtaining such rights for KMC Telecom. In cases where a Third Party agreement does not grant BellSouth the right to provide access and use rights to others as contemplated by this Agreement and BellSouth, despite its best efforts, is unable to secure such access and use rights for KMC Telecom as above, KMC Telecom shall be responsible for obtaining such permission to access and use such property. BellSouth shall cooperate with KMC Telecom in obtaining such permission.
- 1.4 Space Reclamation. In the event of space exhaust within a Remote Site Location, BellSouth may include in its documentation for the Petition for Waiver filing any vacant space in the Remote Site Location. KMC Telecom will be responsible for any justification of vacant space within its Remote Collocation Space, if such justification is required by the appropriate state commission.
- 1.5 <u>Use of Space.</u> KMC Telecom shall use the Remote Collocation Space for the purposes of installing, maintaining and operating KMC Telecom's equipment (to include testing and monitoring equipment) necessary, for interconnection with BellSouth services and facilities, including access to unbundled network elements, for the provision of telecommunications services. The Remote Collocation Space may be used for no other purposes except as specifically described herein or authorized in writing by BellSouth.
- 1.6 <u>Rates and charges</u>. KMC Telecom agrees to pay the rates and charges identified in Exhibit A attached hereto.
- 1.7 <u>Due Dates</u>. In all states except Georgia, if any due date contained in this Attachment falls on a weekend or holiday, then the due date will be the next business day thereafter.

2. Space Notification

Availability of Space. Upon submission of an Application pursuant to Section
 BellSouth will permit KMC Telecom to physically collocate, pursuant to the terms of this Attachment, at any BellSouth Remote Site Location, unless

BellSouth has determined that there is no space available due to space limitations or that Remote Site collocation is not practical for technical reasons. In the event space is not immediately available at a Remote Site Location, BellSouth reserves the right to make additional space available, in which case the conditions in Section 6.5 shall apply, or BellSouth may elect to deny space in accordance with this section in which case virtual or adjacent collocation options may be available. If the amount of space requested is not available, BellSouth will notify KMC Telecom of the amount that is available.

- Availability Notification. Unless otherwise specified, BellSouth will respond to an application within ten (10) calendar days as to whether space is available or not available within a BellSouth Remote Site Location. This interval excludes National Holidays. If the amount of space requested is not available, BellSouth will notify KMC Telecom of the amount of space that is available.
- 2.2.1 BellSouth will respond to a Florida Application within fifteen (15) calendar days as to whether space is available or not available within a BellSouth Remote Site Location. If the amount of space requested is not available, BellSouth will notify KMC Telecom of the amount that is available.
- 2.2.2 BellSouth will respond to a Louisiana Application within ten (10) calendar days for space availability for one (1) to ten (10) Applications; fifteen (15) calendar days for eleven (11) to twenty (20) Applications; and for more than twenty (20) Applications, it is increased by five (5) calendar days for every five additional Applications received within five (5) business days. If the amount of space requested is not available, BellSouth will notify KMC Telecom of the amount of space that is available.
- 2.2.3 BellSouth will respond to a Mississippi Application within ten (10) business days as to whether space is available or not available within a BellSouth Premises. If the amount of space requested is not available, BellSouth will notify KMC Telecom of the amount of space that is available.
- 2.3 Reporting. Upon request from KMC Telecom, BellSouth will provide a written report ("Space Availability Report") specifying the amount of Remote Collocation Space available at the Remote Site Location requested, the number of collocators present at the Remote Site Location, any modifications in the use of the space since the last report on the Remote Site Location requested and the measures BellSouth is taking to make additional space available for collocation arrangements.
- 2.3.1 The request from KMC Telecom for a Space Availability Report must be written and must include the Common Language Location Identification

("CLLI")code for both the Remote Site Location and the serving central office. Such information regarding the CLLI code for the serving central offices located in the National Exchange Carriers Association (NECA) Tariff FCC No. 4. If KMC Telecom is unable to obtain the CLLI code, from for example a site visit to the remote site, KMC Telecom may request the CLLI code from BellSouth. To obtain a CLLI code for a remote site directly from BellSouth, KMC Telecom should submit to BellSouth a Remote Site Interconnection Request for Remote Site CLLI Code prior to submitting its request for a Space Availability Report. KMC Telecom should complete all the requested information and submit the Request with the applicable fee to BellSouth.

- 2.3.2 BellSouth will respond to a request for a Space Availability Report for a particular Remote Site Location within ten (10) calendar days of receipt of such request. This interval excludes national holidays. BellSouth will make best efforts to respond in ten (10) calendar days to such a request when the request includes from two (2) to five (5) Remote Site Locations within the same state. The response time for requests of more than five (5) Remote Site Locations shall be negotiated between the Parties. If BellSouth cannot meet the ten calendar day response time, BellSouth shall notify KMC Telecom and inform KMC Telecom of the time frame under which it can respond.
- 2.3.3 In Mississippi, BellSouth will respond to a request for a Space Availability Report for a particular Remote Site Location within ten (10) business days of receipt of such request. BellSouth will make best efforts to respond in ten (10) business days to such a request when the request includes from two (2) to five (5) Remote Site Locations within the same state. The response time for requests of more than five (5) Remote Site Locations shall be negotiated between the Parties. If BellSouth cannot meet the ten business day response time, BellSouth shall notify KMC Telecom and inform KMC Telecom of the time frame under which it can respond.
- 2.4 <u>Denial of Application</u>. After notifying KMC Telecom that BellSouth has no available space in the requested Remote Site Location ("Denial of Application"), BellSouth will allow KMC Telecom, upon request, to tour the Remote Site Location within ten (10) calendar days of such Denial of Application. This interval excludes national holidays. In order to schedule said tour within ten (10) calendar days, the request for a tour of the Remote Site Location must be received by BellSouth within five (5) calendar days of the Denial of Application.
- 2.4.1 Denial of Application. In Mississippi, after notifying KMC Telecom that BellSouth has no available space in the requested Premises ("Denial of Application"), BellSouth will allow KMC Telecom, upon request, to tour the Remote Site Location within ten (10) business days of such Denial of

Application. In order to schedule said tour within ten (10) business days, the request for a tour of the Remote Site Location must be received by BellSouth within five (5) business days of the Denial of Application.

- Filing of Petition for Waiver. Upon Denial of Application BellSouth will timely file a petition with the Commission pursuant to 47 U.S.C. § 251(c)(6). BellSouth shall provide to the Commission any information requested by that Commission. Such information shall include which space, if any, BellSouth or any of BellSouth's affiliates have reserved for future use and a detailed description of the specific future uses for which the space has been reserved. Subject to an appropriate nondisclosure agreement or provision, BellSouth shall permit KMC Telecom to inspect any plans or diagrams that BellSouth provides to the Commission.
- 2.6 Waiting List. Unless otherwise specified, on a first-come, first-served basis governed by the date of receipt of an Application or Letter of Intent, BellSouth will maintain a waiting list of requesting carriers who have either received a Denial of Application or, where it is publicly known that the Remote Site Location is out of space, have submitted a Letter of Intent to collocate. BellSouth will notify the telecommunications carriers on the waiting list when space becomes available according to how much space becomes available and the position of telecommunications carrier on said waiting list. KMC Telecom must submit an updated, complete, and correct Application to BellSouth within 30 calendar days (in Mississippi, 30 business days) or notify BellSouth in writing that KMC Telecom wants to maintain its place on the waiting list either without accepting such space or accepting an amount of space less than its original request. If KMC Telecom does not submit such an Application or notify BellSouth in writing as described above, BellSouth will offer such space to the next CLEC on the waiting list and remove KMC Telecom from the waiting list. Upon request, BellSouth will advise KMC Telecom as to its position on the list.
- 2.6.1 In Florida, on a first-come, first-served basis governed by the date of receipt of an Application or Letter of Intent, BellSouth will maintain a waiting list of requesting carriers who have either received a Denial of Application or, where it is publicly known that the Remote Site Location is out of space, have submitted a Letter of Intent to collocate. Sixty (60) days prior to space becoming available, if known, BellSouth will notify the Florida PSC and the telecommunications carriers on the waiting list by mail when space becomes available according to the position of telecommunications carrier on said waiting list. If not known sixty (60) days in advance, BellSouth shall notify the Florida PSC and the telecommunications carriers on the waiting list within two days of the determination that space is available.

- 2.7 <u>Public Notification</u>. BellSouth will maintain on its Interconnection Services website a notification document that will indicate all Remote Site Locations that are without available space. BellSouth shall update such document within ten (10) calendar days (in Mississippi, 10 business days)of the Denial of Application date. This interval excludes national holidays. BellSouth will also post a document on its Interconnection Services website that contains a general notice where space has become available in a Remote Site Location previously on the space exhaust list. BellSouth shall allocate said available space pursuant to the waiting list referenced in Section 2.6.
- 2.8 Regulatory Agency Procedures Notwithstanding the foregoing, should any state or federal regulatory agency impose procedures or intervals different than procedures or intervals set forth in this section applicable to KMC Telecom, whether now in effect or that become effective after execution of this Agreement, those procedures or intervals shall supersede the requirements set forth herein for all Applications submitted for the first time after the effective date thereof for that jurisdiction.

3. Collocation Options

- 3.1 <u>Compliance</u>. The parties agree to comply with all applicable federal, state, county, local and administrative laws, orders, rules, ordinances, regulations, and codes in the performance of their obligations hereunder.
- 3.2 <u>Cageless.</u> BellSouth shall allow KMC Telecom to collocate KMC Telecom's equipment and facilities without requiring the construction of a cage or similar structure. BellSouth shall allow KMC Telecom to have direct access to its equipment and facilities. BellSouth shall make cageless collocation available in single rack/bay increments pursuant to Section 6. For equipment requiring special technical considerations, KMC Telecom must provide the equipment layout, including spatial dimensions for such equipment pursuant to generic requirements contained in BellCore (Telcordia) GR-63-Core and shall be responsible for constructing all special technical requirements associated with such equipment pursuant to Section 6.8 following. Subject to space availability and technical feasibility, at KMC Telecom's option, KMC Telecom may enclose its equipment.
- 3.3 Shared (Subleased) Collocation KMC Telecom may allow other telecommunications carriers to share KMC Telecom's Remote Site collocation arrangement pursuant to terms and conditions agreed to by KMC Telecom ("Host") and other telecommunications carriers ("Guests") and pursuant to this section, except where the BellSouth Remote Site Location is located within a leased space and BellSouth is prohibited by said lease from offering such an option or is located on property for which BellSouth holds an easement and such easement does not permit such an option. KMC

Telecom shall notify BellSouth in writing upon execution of any agreement between the Host and its Guest within ten (10) calendar days (in Mississippi, 10 business days) of its execution and prior to any Firm Order. Further, such notice shall include the name of the Guest(s) and the term of the agreement, and shall contain a certification by KMC Telecom that said agreement imposes upon the Guest(s) the same terms and conditions for Remote Collocation Space as set forth in this Attachment between BellSouth and KMC Telecom.

- 3.3.1 KMC Telecom shall be the sole interface and responsible Party to BellSouth for assessment of rates and charges contained within this Attachment; and for the purposes of ensuring that the safety and security requirements of this Attachment are fully complied with by the Guest, its employees and agents. In all states other than Florida, and in addition to the foregoing, KMC Telecom shall be the responsible party to BellSouth for the purpose of submitting Applications for initial and additional equipment placement of Guest. In the event the Host and Guest jointly submit an Application, only one Application Fee will be assessed. A separate Guest Application shall require the assessment of an Application Fee, as set forth in Exhibit A. Notwithstanding the foregoing, Guest may arrange directly with BellSouth for the provision of the interconnecting facilities between BellSouth and Guest and for the provision of the services and access to unbundled network elements.
- 3.3.2 KMC Telecom shall indemnify and hold harmless BellSouth from any and all claims, actions, causes of action, of whatever kind or nature arising out of the presence of KMC Telecom's Guests in the Remote Collocation Space except to the extent caused by BellSouth's sole negligence, gross negligence, or willful misconduct.
- 3.4 Adjacent Collocation. BellSouth will provide approval for adjacent Remote Site collocation arrangements ("Remote Site Adjacent Arrangement") where space within the Remote Site Location is legitimately exhausted, subject to technical feasibility, where the Remote Site Adjacent Arrangement does not interfere with access to existing or planned structures or facilities on the Remote Site Location property and where permitted by zoning and other applicable state and local regulations. The Remote Site Adjacent Arrangement shall be constructed or procured by KMC Telecom and in conformance with BellSouth's design and construction specifications. Further, KMC Telecom shall construct, procure, maintain and operate said Remote Site Adjacent Arrangement(s) pursuant to all of the terms and conditions set forth in this Attachment. Rates shall be negotiated at the time of the request for the Remote Site Adjacent Arrangement.

- 3.4.2 Should KMC Telecom elect such an option, KMC Telecom must arrange with a BellSouth Certified Contractor to construct a Remote Site Adjacent Arrangement structure in accordance with BellSouth's guidelines and specifications. BellSouth will provide guidelines and specifications upon request. Where local building codes require enclosure specifications more stringent than BellSouth's standard specification, KMC Telecom and KMC Telecom's BellSouth Certified Contractor must comply with local building code requirements. KMC Telecom's BellSouth Certified Contractor shall be responsible for filing and receiving any and all necessary zoning, permits and/or licenses for such construction. KMC Telecom's BellSouth Certified Contractor shall bill KMC Telecom directly for all work performed for KMC Telecom pursuant to this Attachment and BellSouth shall have no liability for nor responsibility to pay such charges imposed by the BellSouth Certified Contractor. KMC Telecom must provide the local BellSouth Remote Site Location contact with two cards, keys or other access device used to enter the locked enclosure. Except in cases of emergency, BellSouth shall not access KMC Telecom's locked enclosure prior to notifying KMC Telecom.
- 3.4.3 BellSouth maintains the right to review KMC Telecom's plans and specifications prior to construction of a Remote Site Adjacent Arrangement(s). BellSouth shall complete its review within fifteen (15) calendar days. BellSouth may inspect the Remote Site Adjacent Arrangement(s) following construction and prior to the Commencement Date, as defined in Section 4.1 following, to ensure the design and construction comply with BellSouth's guidelines and specifications. BellSouth may require KMC Telecom, at KMC Telecom's sole cost, to correct any deviations from BellSouth's guidelines and specifications found during such inspection(s), up to and including removal of the Remote Site Adjacent Arrangement, within seven (7) calendar days of BellSouth's inspection, unless the Parties mutually agree to an alternative time frame.
- 3.4.4 KMC Telecom shall provide a concrete pad, the structure housing the arrangement, heating/ventilation/air conditioning ("HVAC"), lighting, and all facilities that connect the structure (i.e. racking, conduits, etc.) to the BellSouth point of demarcation. At KMC Telecom's option, and where the local authority having jurisdiction permits, BellSouth shall provide an AC power source and access to physical collocation services and facilities subject to the same nondiscriminatory requirements as applicable to any other physical collocation arrangement. KMC Telecom's BellSouth Certified Contractor shall be responsible for filing and receiving any and all necessary zoning, permits and/or licenses for such arrangement.
- 3.4.5 BellSouth shall allow Shared (Subleased) Caged Collocation within a Remote Site Adjacent Arrangement pursuant to the terms and conditions set forth in Section 3.3 preceding.

4. Occupancy

- 4.1 <u>Commencement Date</u>. The "Commencement Date" shall be the day KMC Telecom"s equipment becomes operational as described in Article 4.2, following.
- 4.2 Occupancy. BellSouth will notify KMC Telecom in writing that the Remote Collocation Space is ready for occupancy. KMC Telecom must notify BellSouth in writing that collocation equipment installation is complete and is operational with BellSouth's network. BellSouth may, at its option, not accept orders for interconnected service until receipt of such notice. For purposes of this paragraph, KMC Telecom's telecommunications equipment will be deemed operational when connected to BellSouth's network for the purpose of service provision.
- 4.3 Termination. Except where otherwise agreed to by the Parties, KMC Telecom may terminate occupancy in a particular Remote Collocation Space upon thirty (30) calendar days prior written notice to BellSouth. Upon termination of such occupancy, KMC Telecom at its expense shall remove its equipment and other property from the Remote Collocation Space. KMC Telecom shall have thirty (30) calendar days from the termination date to complete such removal, including the removal of all equipment and facilities of KMC Telecom's Guests; provided, however, that KMC Telecom shall continue payment of monthly fees to BellSouth until such date as KMC Telecom has fully vacated the Remote Collocation Space. Should KMC Telecom or KMC Telecom's Guest fail to vacate the Remote Collocation Space within thirty (30) calendar days from the termination date, BellSouth shall have the right to remove the equipment and other property of KMC Telecom or KMC Telecom's Guest at KMC Telecom's expense and with no liability for damage or injury to KMC Telecom or KMC Telecom's Guest's property unless caused by the gross negligence or intentional misconduct of BellSouth. Upon termination of occupancy with respect to a Remote Collocation Space, KMC Telecom shall surrender such Remote Collocation Space to BellSouth in the same condition as when first occupied by the KMC Telecom except for ordinary wear and tear unless otherwise agreed to by the Parties. KMC Telecom shall be responsible for the cost of removing any enclosure, together with all support structures (e.g., racking, conduits), of a Remote Site Adjacent Arrangement at the termination of occupancy and restoring the grounds to their original condition.

5. Use of Remote Collocation Space

5.1 <u>Equipment Type</u>. BellSouth permits the collocation of any type of equipment necessary for interconnection to BellSouth's network or for access to unbundled network elements in the provision of telecommunications services.

- 5.1.1 Such equipment must at a minimum meet the following BellCore (Telcordia) Network Equipment Building Systems (NEBS) General Equipment Requirements: Criteria Level 1 requirements as outlined in theBellCore (Telcordia) Special Report SR-3580, Issue 1; equipment design spatial requirements per GR-63-CORE, Section 2; thermal heat dissipation per GR-063-CORE, Section 4, Criteria 77-79; acoustic noise per GR-063-CORE, Section 4, Criterion 128, and National Electric Code standards. Except where otherwise required by a Commission, BellSouth shall comply with the applicable FCC rules relating to denial of collocation based on KMC Telecom's failure to comply with this section.
- 5.1.2 KMC Telecom shall not use the Remote Collocation Space for marketing purposes nor shall it place any identifying signs or markings in the area surrounding the Remote Collocation Space or on the grounds of the Remote Site Location.
- 5.1.3 KMC Telecom shall place a plaque or other identification affixed to KMC Telecom's equipment necessary to identify KMC Telecom's equipment, including a list of emergency contacts with telephone numbers.
- 5.1.4 All KMC Telecom equipment installation shall comply with BellSouth TR 73503-11, Section 8, "Grounding Engineering Procedures." Metallic cable sheaths and metallic strength members of optical fiber cables as well as the metallic cable sheaths of all copper conductor cables shall be bonded to the designated grounding bus for the remote collocation site. All copper conductor pairs, working and non-working, shall be equipped with asolid state protector unit (over-voltage protection only) which has been listed by a nationally recognized testing laboratory.
- 5.2 Entrance Facilities. KMC Telecom may elect to place KMC Telecom-owned or KMC Telecom-leased entrance facilities into the Remote Collocation Space from KMC Telecom's point of presence. BellSouth will designate the point of interconnection at the Remote Site Location housing the Remote Collocation Space which is physically accessible by both Parties. KMC Telecom will provide and place copper cable through conduit from the Remote Collocation Space to the Feeder Distribution Interface to the splice location of sufficient length for splicing by BellSouth. KMC Telecom must contact BellSouth for instructions prior to placing the entrance facility cable. KMC Telecom is responsible for maintenance of the entrance facilities.
- 5.2.1 Shared Use. KMC Telecom may utilize spare capacity on an existing interconnector entrance facility for the purpose of providing an entrance facility to another KMC Telecom collocation arrangement within the same BellSouth Remote Site Location.

- Demarcation Point. BellSouth will designate the point(s) of demarcation between KMC Telecom's equipment and/or network and BellSouth's network. Each Party will be responsible for maintenance and operation of all equipment/facilities on its side of the demarcation point. KMC Telecom or its agent must perform all required maintenance to KMC Telecom equipment/facilities on its side of the demarcation point, pursuant to Section 5.8, following
- 5.4 <u>KMC Telecom's Equipment and Facilities</u>. KMC Telecom, or if required by this Attachment, KMC Telecom's BellSouth Certified Supplier, is solely responsible for the design, engineering, installation, testing, provisioning, performance, monitoring, maintenance and repair of the equipment and facilities used by KMC Telecom.
- 5.5 <u>BellSouth's Access to Remote Collocation Space</u> BellSouth retains the right to access the Remote Collocation Space for the purpose of making BellSouth equipment and Remote Site Location modifications
- 5.6 Access. Pursuant to Section 11, KMC Telecom shall have access to the Remote Collocation Space twenty-four (24) hours a day, seven (7) days a week. KMC Telecom agrees to provide the name and social security number or date of birth or driver's license number of each employee, contractor, or agents of KMC Telecom or KMC Telecom's Guests provided with access keys or devices ("Access Keys") prior to the issuance of said Access Keys. Key acknowledgement forms must be signed by KMC Telecom and returned to BellSouth Access Management within 15 calendar days of KMCTelecom's receipt. Failure to return properly acknowledged forms will result in the holding of subsequent requests until acknowledgements are current. Access Keys shall not be duplicated under any circumstances. KMC Telecom agrees to be responsible for all Access Keys and for the return of all said Access Keys in the possession of KMC Telecom employees, contractors, Guests, or agents after termination of the employment relationship, contractual obligation with KMC Telecom or upon the termination of this Attachment or the termination of occupancy of an individual Remote Site collocation arrangement.
- 5.7 <u>Lost or Stolen Access Keys.</u> KMC Telecom shall notify BellSouth in writing immediately in the case of lost or stolen Access Keys. Should it become necessary for BellSouth to re-key Remote Site Locations as a result of a lost Access Key(s) or for failure to return an Access Key(s), KMC Telecom shall pay for all reasonable costs associated with the re-keying.
- 5.8 <u>Interference or Impairment</u>. Notwithstanding any other provisions of this Attachment, equipment and facilities placed in the Remote Collocation Space

shall not significantly degrade, interfere with or impair service provided by BellSouth or by any other interconnector located in the Remote Site Location; shall not endanger or damage the facilities of BellSouth or of any other interconnector, the Remote Collocation Space, or the Remote Site Location; shall not compromise the privacy of any communications carried in, from, or through the Remote Site Location; and shall not create an unreasonable risk of injury or death to any individual or to the public. If BellSouth reasonably determines that any equipment or facilities of KMC Telecom violates the provisions of this paragraph, BellSouth shall give written notice to KMC Telecom, which notice shall direct KMC Telecom to cure the violation within forty-eight (48) hours of KMC Telecom's actual receipt of written notice or, at a minimum, to commence curative measures within 24 hours and to exercise reasonable diligence to complete such measures as soon as possible thereafter. After receipt of the notice, the Parties agree to consult immediately and, if necessary, to inspect the arrangement. Except in the case of the deployment of an advanced service which significantly degrades the performance of other advanced services or traditional voice band services, if KMC Telecom fails to take curative action within 48 hours or if the violation is of a character which poses an immediate and substantial threat of damage to property, injury or death to any person, or other interference/impairment of the services provided by BellSouth or any other interconnector, then and only in that event BellSouth may take such action as it deems appropriate to correct the violation, including without limitation the interruption of electrical power to KMC Telecom's equipment. BellSouth will endeavor, but is not required, to provide notice to KMC Telecom prior to taking such action and shall have no liability to KMC Telecom for any damages arising from such action, except to the extent that such action by BellSouth constitutes willful misconduct. For purposes of this section, the term significantly degrade shall mean an action that noticeably impairs a service from a user's perspective. In the case of the deployment of an advanced service which significantly degrades the performance of other advanced services or traditional voice band services and KMC Telecom fails to take curative action within 48 hours then BellSouth will establish before the relevant Commission that the technology deployment is causing the significant degradation. Any claims of network harm presented to KMC Telecom or, if subsequently necessary, the relevantCommission, must be supported with specific and verifiable information. Where BellSouth demonstrates that a deployed technology is significantly degrading the performance of other advanced services or traditional voice band services, KMC Telecom shall discontinue deployment of that technology and migrate its customers to technologies that will not significantly degrade the performance of other such services. Where the only degraded service itself is a known disturber, and the newly deployed technology satisfies at least one of the criteria for a presumption that is acceptable for deployment under

47 C.F.R. 51.230, the degraded service shall not prevail against the newly-deployed technology.

- Presence of Facilities. Facilities and equipment placed by KMC Telecom in the Remote Collocation Space shall not become a part of the Remote Site Location, even if nailed, screwed or otherwise fastened to the Remote Collocation Space but shall retain its status as personality and may be removed by KMC Telecom at any time. Any damage caused to the Remote Collocation Space by KMC Telecom's employees, agents or representatives shall be promptly repaired by KMC Telecom at its expense.
- Alterations. In no case shall KMC Telecom or any person acting on behalf of KMC Telecom make any rearrangement, modification, improvement, addition, repair, or other alteration which could affect in any way space, power, HVAC, and/or safety considerations to the Remote Collocation Space or the BellSouth Remote Site Location without the written consent of BellSouth, which consent shall not be unreasonably withheld. The cost of any such specialized alterations shall be paid by KMC Telecom. Any material rearrangement, modification, improvement, addition, repair, or other alteration shall require an Application Fee, pursuant to sub-section 6.2.
- 5.11 <u>Upkeep of Remote Collocation Space</u> KMC Telecom shall be responsible for the general upkeep and cleaning of the Remote Collocation Space. KMC Telecom shall be responsible for removing any KMC Telecom debris from the Remote Collocation Space and from in and around the Remote Collocation Site on each visit.

6. Ordering and Preparation of Remote Collocation Space

- 6.1 State or Federal Regulatory agency impose procedures or intervals. Should any state or federal regulatory agency impose procedures or intervals different than procedures or intervals set forth in this section applicable to KMC Telecom, whether now in effect or that become effective after execution of this Agreement, those procedures or intervals shall supersede the requirements set forth herein for all applications submitted for the first time after the effective date thereof for that jurisdiction.
- Application for Space. KMC Telecom shall submit a Remote Site Collocation Application when KMC Telecom or KMC Telecom's Guest(s), as defined in Section 3.3, desires to request or modify the use of the Remote Collocation Space.
- 6.3 <u>Initial Application</u>. For KMC Telecom or KMC Telecom's Guest(s) equipment placement, KMC Telecom shall submit to BellSouth an Application. The Application is Bona Fide when it is complete and accurate, meaning that all

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required fields on the Application are completed with the appropriate type of information. The Bona Fide Application shall contain a detailed description and schematic drawing of the equipment to be placed in KMC Telecom's Remote Collocation Space(s) in addition to the CLLI code applicable to that location. Prior to submitting the application, CLLI information can be obtained in the manner set forth in Section 2.3.1.

- Application Fee. BellSouth will assess an Application Fee on a service order which shall be issued at the time BellSouth responds that space is available pursuant to Section 2. Payment of the Application Fee will be due as dictated by KMC Telecom's current billing cycle and is non-refundable.
- Application Response. In Alabama, North Carolina, and Tennessee, In 6.5 addition to the notice of space availability pursuant to Section 2, BellSouth will respond within ten (10) calendar days of receipt of an Application stating whether the Application is Bona Fide, and if it is not Bona Fide, the items necessary to cause the Application to become Bona Fide. Sufficient detail will be provided to permit KMC Telecom a reasonable opportunity to correct each deficiency. KMC Telecom must correct any deficiencies in its Application and resubmit a Bona Fide Application within ten (10) calendar days of being notified of the deficiencies in the original Application. If KMC Telecom fails to resubmit its Application as Bona Fide within this ten (10) day period, KMC Telecom will lose its place in the collocation gueue. This interval excludes national holidays. When space has been determined to be available, BellSouth will provide a written response ("Application Response"). which will include the configuration of the space and an estimate of the interval to provide the Remote Collocation Space.
- 6.5.1 Application Response. Except as otherwise provided, for all States that have ordered provisioning intervals but not application response intervals, the following will apply. In addition to the notice of space availability pursuant to Section 2, BellSouth will respond as to whether the Application is Bona Fide. and if it is not Bona Fide, the items necessary to cause the Application to become Bona Fide. When space has been determined to be available. BellSouth will provide a written response ("Application Response") within thirty (30) calendar days of receipt of a Bona Fide Application. When multiple applications are submitted in a state within a fifteen (15) calendar day window, BellSouth will respond to the Bona Fide Applications as soon as possible, but no later than the following: within thirty (30) calendar days for Bona Fide Applications 1-5; within thirty-six (36) calendar days for Bona Fide Applications 6-10; within forty-two (42) calendar days for Bona Fide Applications 11-15. Response intervals for multiple Bona Fide Applications submitted within the same timeframe for the same state in excess of 15 must be negotiated. All negotiations shall consider the total volume from all requests from telecommunications companies for collocation.

- 6.5.2 Application Response (Florida). Within fifteen (15) calendar days of receipt of a Bona Fide Application, BellSouth will respond as to whether space is available or not available within a particular Remote Site Location. Additionally, when space has been determined to be available or when a lesser amount of space than that requested is available, then with respect to the space available, BellSouth will provide a written response ("Application Response") including sufficient information to enable KMC Telecom to place a Firm Order. When KMC Telecom submits ten (10) or more Applications within ten (10) calendar days, the initial fifteen (15) day response period will increase by ten (10) days for every additional ten (10) Applications or fraction thereof.
- Application Response (Georgia) In addition to the notice of space availability pursuant to Section 2.1, BellSouth will respond as to whether the Application is Bona Fide, and if it is not Bona Fide, the items necessary to cause the Application to become Bona Fide. When space has been determined to be available for caged or cageless arrangements, BellSouth will provide a written response ("Application Response") withinthirty (30) calendar days of receipt of a Bona Fide Application. The Application Response will include, at a minimum, the configuration of the space, the Cable Installation Fee, Cable Records Fee, and the space preparation fees, as described in Section 7.
- Application Response (Louisiana). In addition to the notice of space availability pursuant to Section 2, BellSouth will respond as to whether the Application is Bona Fide, and if it is not Bona Fide, the items necessary to cause the Application to become Bona Fide. BellSouth will respond as to whether space is available or not available within a particular Remote Site Location in accordance with Section 2. BellSouth will respond with a full Application Response within 30 calendar days for one to ten Applications; 35 calendar days for eleven to twenty Applications; and for requests of more than twenty Application it is increased by five calendar days for every five Applications received within five business days.
- Application Response (Mississippi) In addition to the notice of space availability pursuant to Section 2, BellSouth will respond as to whether the Application is Bona Fide, and if it is not Bona Fide, the items necessary to cause the Application to become Bona Fide. When space has been determined to be available, BellSouth will provide a written response ("Application Response") within thirty (30) business days of receipt of a Bona Fide Application. When multiple applications are submitted in a state within a fifteen (15) business day window, BellSouth will respond to the Bona Fide Applications as soon as possible, but no later than the following: within thirty (30) business days for Bona Fide Applications 1-5; within thirty-six (36)

business days for Bona Fide Applications 6-10; within forty-two (42) business days for Bona Fide Applications 11-15. Response intervals for multiple Bona Fide Applications submitted within the same timeframe for the same state in excess of 15 must be negotiated. All negotiations shall consider the total volume from all requests from telecommunications companies for collocation.

- Application Response (Kentucky) In addition to the notice of space 6.5.6 availability pursuant to Section 2, BellSouth will respond as to whether the Application is Bona Fide, and if it is not Bona Fide, the items necessary to cause the Application to become Bona Fide. When space has been determined to be available, BellSouth will provide a written response ("Application Response") within thirty (30) calendar days of receipt of a Bona Fide Application. When multiple applications are submitted in a state within a fifteen (15) calendar day window, BellSouth will respond to the Bona Fide Applications as soon as possible, but no later than the following: within thirty (30) calendar days for Bona Fide Applications 1-5; within thirty-six (36) calendar days for Bona Fide Applications 6-10; within forty-two (42) calendar days for Bona Fide Applications 11-15. Response intervals for multiple Bona Fide Applications submitted within the same timeframe for the same state in excess of 15 must be negotiated. All negotiations shall consider the total volume from all requests from telecommunications companies for collocation.
- Application Modifications. In Alabama, North Carolina, and Tennessee, if a modification or revision is made to any information in the Bona Fide Application for Remote Site Collocation or the Bona Fide Application for Adjacent Remote Site Collocation, with the exception of modifications to Customer Information, Contact Information or Billing Contact Information, either at the request of KMC Telecom or necessitated by technical considerations, said Application shall be considered a new Application and shall be handled as a new Application for purposes of the provisioning interval, and BellSouth shall charge KMC Telecom a Subsequent Application Fee. Major changes, such as requesting additional space or adding equipment may require KMC Telecom to submit the Application with an Application Fee.
- Application Modifications. For all States that have ordered provisioning intervals but not application response intervals, and except as otherwise specified, the following will apply. If a modification or revision is made to any information in the Bona Fide Application for Remote Site Collocation or the Bona Fide Application for Adjacent Remote Site Collocation, with the exception of modifications to Customer Information, Contact Information or Billing Contact Information, either at the request of KMC Telecom or necessitated by technical considerations, BellSouth will respond to the Bona Fide Application within thirty (30) calendar days after BellSouth receives such revised application or at such other date as the Parties agree. If, at any

time, BellSouth needs to reevaluate KMCTelecom's Bona Fide Application as a result of changes requested by KMC Telecom to KMCTelecom's original application, then BellSouth will charge KMC Telecom a Subsequent Application Fee. Major changes such as requesting additional space or adding additional equipment may require KMC Telecom to resubmit the Application with an Application Fee.

- Application Modifications (Florida). If a modification or revision is made to any information in the Bona Fide Application for Remote Site Collocation or the Bona Fide Application for Adjacent Remote Site Collocation, with the exception of modifications to Customer Information, Contact Information or Billing Contact Information, either at the request of KMC Telecom or necessitated by technical considerations, BellSouth will respond to the Bona Fide Application within fifteen (15) calendar days after BellSouth receives such revised Application or at such other date as the Parties agree. If, at any time, BellSouth needs to reevaluate KMCTelecom's Bona Fide Application as a result of changes requested by KMC Telecom to CLEC's original, then BellSouth will charge KMC Telecom a Subsequent Application Fee. Major changes such as requesting additional space or adding additional equipment may require KMC Telecom to resubmit the Application with an Application Fee.
- 6.6.3 Application Modifications (Mississippi). If a modification or revision is made to any information in the Bona Fide Application for Remote Site Collocation or the Bona Fide Application for Adjacent Collocation, with the exception of modifications to Customer Information, Contact Information or Billing Contact Information, either at the request of KMC Telecom or necessitated by technical considerations, BellSouth will respond to the Bona Fide Application within thirty (30) business days after BellSouth receives such revised Application or at such other date as the Parties agree. If, at any time, BellSouth needs to reevaluate KMCTelecom's Bona Fide Application as a result of changes requested by KMC Telecom to CLEC's original Application, then BellSouth will charge KMC Telecom a Subsequent Application Fee.

 Major changes such as requesting additional space or adding additional equipment may require KMC Telecom to resubmit the Application with an Application Fee.
- Application Modifications (Louisiana). If a modification or revision is made to any information in the Bona Fide Application for Remote Site Collocation or the Bona Fide Application for Adjacent Remote Site Collocation, with the exception of modifications to Customer Information, Contact Information or Billing Contact Information, either at the request of KMC Telecom or necessitated by technical considerations, BellSouth will respond to the Bona Fide Application within thirty (30) calendar days after BellSouth receives such revised Application or at such other date as the Parties agree.

BellSouth will respond to such modifications or revisions within 30 calendar days for one to ten revised Applications; 35 calendar days for eleven to twenty revised Applications; and for requests of more than twenty revised Applications it is increased by five calendar days for every five revised Applications received within five business days. If, at any time, BellSouth needs to reevaluate KMCTelecom's Bona Fide Application as a result of changes requested by KMC Telecom to CLEC's original Application, then BellSouth will charge KMC Telecom a Subsequent Application Fee. Major changes such as requesting additional space or adding additional equipment may require KMC Telecom to resubmit the Application with an Application Fee.

- Application Modifications (Kentucky & Georgia). If a modification or revision is made to any information in the Bona Fide Application for Remote Site Collocation or the Bona Fide Application for Adjacent Collocation, with the exception of modifications to Customer Information, Contact Information or Billing Contact Information, either at the request of KMC Telecom or necessitated by technical considerations, BellSouth will respond to the Bona Fide Application within thirty (30) calendar days after BellSouth receives such revised Application or at such other date as the Parties agree. If, at any time, BellSouth needs to reevaluate KMC Telecom's Bona Fide Application as a result of changes requested by KMC Telecom to KMC Telecom's original Application, then BellSouth will charge KMC Telecom a Subsequent Application Fee. Major changes such as requesting additional space or adding additional equipment may require KMC Telecom to resubmit the Application with an Application Fee.
- 6.7 Bona Fide Firm Order. In Alabama, North Carolina, and Tennessee, KMC Telecom shall indicate its intent to proceed with equipment installation in a BellSouth Remote Site Location by submitting a Bona Fide Firm Order to BellSouth. A Firm Order shall be considered Bona Fide when KMC Telecom has completed the Application/Inquiry process described in Section 6.3, preceding, and has submitted the Firm Order document indicating acceptance of the Application Response provided by BellSouth. The Bona Fide Firm Order must be received by BellSouth no later than seven (7) calendar days after BellSouth's Application Response to KMCTelecom's Bona Fide Application, unless BellSouth provides an Application Response on or before the ten-day response interval set forth in section 2, in which case KMC Telecom must submit its Bona Fide Firm Order to BellSouth within seventeen (17) calendar days of BellSouth's receipt of the Bona Fide Application. If KMC Telecom fails to submit its Bona Fide Firm Order to BellSouth within the time frames set forth above, the provisioning intervals set forth in section 6.6 shall apply from the date of receipt of the Bona Fide Firm Order and not from the date of the Bona Fide Application. If KMC

Telecom fails to submit a Bona Fide Firm Order within fifteen (15) days of receipt of an Application Response, the Application will expire.

- 6.7.1 Bona Fide Firm Order. Except as otherwise provided, in all States that have ordered provisioning intervals but not addressed Firm Order intervals, the following shall apply. KMC Telecom shall indicate its intent to proceed with equipment installation in a BellSouth Remote Site Location by submitting a Physical Expanded Interconnection Firm Order document ("Firm Order") to BellSouth. A Firm Order shall be considered Bona Fide when KMC Telecom has completed the Application/Inquiry process described in Section 6.3, preceding and has submitted the Firm Order document indicating acceptance of the Application Response provided by BellSouth. The Bona Fide Firm Order must be received by BellSouth no later than thirty (30) calendar days (in Mississippi 30 business days) after BellSouth's Application Response to KMC Telecom's Bona Fide Application or the Application will expire.
- 6.7.2 Bona Fide Firm Order (Kentucky & Mississippi). KMC Telecom shall indicate its intent to proceed with equipment installation in a BellSouth Remote Terminal Location by submitting a Physical Expanded Interconnection Firm Order document ("Firm Order") to BellSouth. A Firm Order shall be considered Bona Fide when KMC Telecom has completed the Application/Inquiry process described in Section 6.3, preceding and has submitted the Firm Order document indicating acceptance of the Application Response provided by BellSouth. The Bona Fide Firm Order must be received by BellSouth no later than thirty (30) calendar days (in Mississippi 30 business days) after BellSouth's Application Response to KMCTelecom's Bona Fide Application or the Application will expire.
- 6.7.3 BellSouth will establish a firm order date based upon the date BellSouth is in receipt of a Bona Fide Firm Order. BellSouth will acknowledge the receipt of KMC Telecom's Bona Fide Firm Order within seven (7) calendar days of receipt indicating that the Bona Fide Firm Order has been received. A BellSouth response to a Bona Fide Firm Order will include a Firm Order Confirmation containing the firm order date. No revisions will be made to a Bona Fide Firm Order.
- 6.8 BellSouth will permit one accompanied site visit to KMC Telecom's designated Remote Collocation Space after receipt of the Bona Fide Firm Order without charge to KMC Telecom.
- 6.9 KMC Telecom must submit to BellSouth the completed Access Control Request Form for all employees or agents requiring access to the BellSouth Remote Site Location a minimum of 30 calendar days prior to the date KMC Telecom desires access to the Remote Collocation Space. KMC Telecom may submit such a request at any time subsequent to BellSouth's receipt of

the Bona Fide Firm Order. In the event KMC Telecom desires access to the Collocation Space after submitting such a request but prior to Access being approved, BellSouth shall permit KMC Telecom to access the Collocation Space, accompanied by a security escort at KMC Telecom's expense. KMC Telecom must request escorted access at least three (3) business days prior to the date such access is desired.

- Construction and Provisioning Interval. In Alabama, North Carolina, and Tennessee, BellSouth will complete construction for Remote Site collocation arrangements within a maximum of 90 calendar days from receipt of an Application, or as agreed to by both parties. Under extraordinary conditions, BellSouth may elect to renegotiate an alternative provisioning interval with KMC Telecom or seek a waiver from this interval from the Commission. Examples of extraordinary conditions include, but are not limited to, extended license or permitting intervals; major BellSouth equipment rearrangement or addition; power plant addition or upgrade; major mechanical addition or upgrade; major upgrade for ADA compliance; environmental hazard or hazardous materials abatement; and arrangements for which equipment shipping intervals are extraordinary in length.
- 6.10.1 Construction and Provisioning Interval (Florida). BellSouth will complete construction for collocation arrangements as soon as possible and within a maximum of 90 calendar days from receipt of a Bona Fide Firm Order or as agreed to by the Parties. For changes to collocation space after initial space completion, BellSouth will complete construction for collocation arrangements as soon as possible and within a maximum of 45 calendar days from receipt of a Bona Fide Firm Order or as agreed to by the Parties. If BellSouth does not believe that construction will be completed within the relevant time frame and BellSouth and KMC Telecom cannot agree upon a completion date, within 45 calendar days of receipt of the Bona Fide Firm Order for an initial request, and within 30 calendar days for Augmentations, BellSouth may seek an extension from the Florida PSC.
- 6.10.2 Construction and Provisioning Interval (Georgia). BellSouth will use best efforts to complete construction for caged collocation arrangements under ordinary conditions as soon as possible and within a maximum of 90 calendar days from receipt of a Bona Fide Firm Order or as agreed to by the Parties. BellSouth will use best efforts to complete construction for cageless collocation arrangements under ordinary conditions as soon as possible and within a maximum of 60 calendar days from receipt of a Bona Fide Firm Order and 90 calendar days for extraordinary conditions or as agreed to by the Parties. Ordinary conditions are defined as space available with only minor changes to support systems required, such as but not limited to,

HVAC, cabling and the power plant(s). Extraordinary conditions are defined to include but are not limited to major BellSouth equipment rearrangement or addition; power plant addition or upgrade; major mechanical addition or upgrade; major upgrade for ADA compliance; environmental hazard or hazardous materials abatement; and arrangements for which equipment shipping intervals are extraordinary in length. BellSouth may elect to renegotiate an alternative provisioning interval with KMC Telecom or seek a waiver from this interval from the Commission.

- 6.10.3 Construction and Provisioning Interval (Louisiana). BellSouth will complete construction for collocation arrangements under ordinary conditions as soon as possible and within a maximum of 120 calendar days from receipt of a Bona Fide Firm Order for an initial request, and within 60 calendar days for an Augmentation, or as agreed to by the Parties. Ordinary conditions are defined as space available with only minor changes to support systems required, such as but not limited to, HVAC, cabling and the power plant(s). BellSouth will complete construction of all other Collocation Space ("extraordinary conditions") within 180 calendar days of the receipt of a Bona Fide Firm Order. Examples of extraordinary conditions include but are not limited to, extended license or permitting intervals; major BellSouth equipment rearrangement or addition; power plant addition or upgrade; major mechanical addition or upgrade; major upgrade for ADA compliance; environmental hazard or hazardous materials abatement; and arrangements for which equipment shipping intervals are extraordinary in length. BellSouth may elect to renegotiate an alternative provisioning interval with KMC Telecom or seek a waiver from this interval from the Commission.
- 6.10.4 Construction and Provisioning Interval (Mississippi). Excluding the time interval required to secure the appropriate government licenses and permits, BellSouth will complete construction for collocation arrangements under ordinary conditions as soon as possible and within a maximum of 120 calendar days from receipt of a Bona Fide Firm Order or as agreed to by the Parties. Ordinary conditions are defined as space available with only minor changes to support systems required, such as but not limited to, HVAC. cabling and the power plant(s). Excluding the time interval required to secure the appropriate government licenses and permits, BellSouth will complete construction of all other Collocation Space ("extraordinary conditions") within 180 calendar days of the receipt of a Bona Fide Firm Order. Examples of extraordinary conditions include but are not limited to, extended license or permitting intervals; major BellSouth equipment rearrangement or addition; power plant addition or upgrade; major mechanical addition or upgrade; major upgrade for ADA compliance; environmental hazard or hazardous materials abatement; and arrangements for which equipment shipping intervals are extraordinary in length. BellSouth may elect to renegotiate an

alternative provisioning interval with KMC Telecom or seek a waiver from this interval from the Commission.

- 6.10.5 Construction and Provisioning Interval (Kentucky). Excluding the time interval required to secure the appropriate government licenses and permits, BellSouth will use best efforts to complete construction for collocation arrangements under ordinary conditions as soon as possible and within a maximum of 90 calendar days from receipt of a Bona Fide Firm Order or as agreed to by the Parties. Ordinary conditions are defined as space available with only minor changes to support systems required, such as but not limited to, HVAC, cabling and the power plant(s). Excluding the time interval required to secure the appropriate government licenses and permits, BellSouth will use best efforts to complete construction of all other Collocation Space ("extraordinary conditions") within 130 calendar days of the receipt of a Bona Fide Firm Order. Extraordinary conditions are defined to include but are not limited to major BellSouth equipment rearrangement or addition; power plant addition or upgrade; major mechanical addition or upgrade; major upgrade for ADA compliance; environmental hazard or hazardous materials abatement; and arrangements for which equipment shipping intervals are extraordinary in length. BellSouth may elect to renegotiate an alternative provisioning interval with KMC Telecom or seek a waiver from this interval from the Commission.
- 6.10.6 Construction and Provisioning Interval (South Carolina). BellSouth will complete the construction and provisioning activities for cageless and caged collocation arrangements as soon as possible, but no later than 90 calendar days from receipt of a bona fide firm order. BellSouth may elect to renegotiate an alternative provisioning interval with KMC Telecom or seek a waiver from this interval from the Commission.
- In the event BellSouth does not have space immediately available at a Remote Site Location, BellSouth may elect to make additional space available by, for example but not limited to, rearranging BellSouth facilities or constructing additional capacity. In such cases, excluding the time interval required to secure the appropriate government licenses and permits or additional public or private rights of way, BellSouth will provision the Remote Collocation Space in a nondiscriminatory manner and at parity with BellSouth and will provide KMC Telecom with the estimated completion date in its Response.
- 6.12 <u>Permits</u>. Each Party or its agents will diligently pursue filing for the permits required for the scope of work to be performed by that Party or its agents within ten (10) calendar days of the completion of finalized construction designs and specifications.

- Acceptance Walk Through. Upon request, KMC Telecom will contact BellSouth within seven (7) days of collocation space being ready toschedule an acceptance walk through of each Remote Collocation Space requested from BellSouth by KMC Telecom. BellSouth will correct any deviations to KMC Telecom's original or jointly amended requirements within seven (7) calendar days after the walk through, unless the Parties jointly agree upon a different time frame.
- 6.14 Use of BellSouth Certified Supplier. KMC Telecom shall select a supplier that has been approved as a BellSouth Certified Supplier to perform all engineering and installation work required in the Remote Collocation Space per TR 73503 specifications. BellSouth shall provide KMC Telecom with a list of BellSouth Certified Suppliers upon request. The BellSouth Certified Supplier(s) shall be responsible for installing KMCTelecom"s equipment and components, extending power cabling to the BellSouth power distribution frame, performing operational tests after installation is complete, and notifying BellSouth's Outside Plant engineers and KMC Telecom upon successful completion of installation. The BellSouth Certified Supplier shall bill KMC Telecom directly for all work performed for KMC Telecom pursuant to this Attachment and BellSouth shall have no liability for nor responsibility to pay such charges imposed by the BellSouth Certified Supplier. BellSouth shall consider certifying KMC Telecom or any supplier proposed by KMC Telecom. All work performed by or for KMC Telecom shall conform to generally accepted industry guidelines and standards.
- Alarm and Monitoring. BellSouth may place alarms in the Remote Site Location for the protection of BellSouth equipment and facilities. KMC Telecom shall be responsible for placement, monitoring and removal of alarms used to service KMC Telecom's Remote Collocation Space and for ordering the necessary servicestherefor. Both Parties shall use best efforts to notify the other of any verified hazardous conditions known to that Party.
- 6.16 <u>Basic Telephone Service</u> Upon request of KMC Telecom, BellSouth will provide basic telephone service to the Remote Collocation Space under the rates, terms and conditions of the current tariff offering for the service requested.
- 6.17 Virtual Remote Site Collocation Relocation. BellSouth offers Virtual Collocation pursuant to the terms and conditions set forth in its F.C.C. Tariff No. 1 for Remote Site Collocation locations. The rates shall be the same as provided in this Exhibit A of this agreement. For the interconnection to BellSouth's network and access to BellSouth unbundled network elements, KMC Telecom may purchase 2-wire and 4-wire cross-connects as set forth the service inquiry procedures established for sub loop unbundling as set forth in Attachment 2 of the Interconnection Agreement, and KMC Telecom

may place within its Virtual Collocation arrangements the telecommunications equipment set forth in Section 5.1. In the event physical Remote Collocation Space was previously denied at a Remote Site Location due to technical reasons or space limitations, and that physical Remote Collocation Space has subsequently become available, KMC Telecom may relocate its virtual Remote Site collocation arrangements to physical Remote Site collocation arrangements and pay the appropriate non-recurring fees for physical Remote Site collocation and for the rearrangement or reconfiguration of services terminated in the virtual Remote Site collocation arrangement, as outlined in the appropriate BellSouth tariffs. In the event that BellSouth knows when additional space for physical Remote Site collocation may become available at the location requested by KMC Telecom, such information will be provided to KMC Telecom in BellSouth's written denial of physical Remote Site collocation. To the extent that (i) physical Remote Collocation Space becomes available to KMC Telecom within 180 calendar days of BellSouth's written denial of KMC Telecom's request for physical collocation, and (ii) KMC Telecom was not informed in the written denial that physical Remote Collocation Space would become available within such 180 calendar days, then KMC Telecom may relocate its virtual Remote Site collocation arrangement to a physical Remote Site collocation arrangement and will receive a credit for any nonrecurring charges previously paid for such virtual Remote Site collocation. KMC Telecom must arrange with a BellSouth Certified Supplier for the relocation of equipment from its virtual Remote Collocation Space to its physical Remote Collocation Space and will bear the cost of such relocation.

- 6.18 <u>Cancellation</u>. If, at anytime prior to space acceptance, KMC Telecom cancels its order for the Remote Collocation Space(s), KMC Telecom will reimburse BellSouth in the following manner: BellSouth will ascertain how far preparation work has progressed. KMC Telecom will be billed the applicable non recurring rate for any and all work processes for which work has begun.
- 6.19 <u>Licenses.</u> KMC Telecom, at its own expense, will be solely responsible for obtaining from governmental authorities, and any other appropriate agency, entity, or person, all rights, privileges, and licenses necessary or required to operate as a provider of telecommunications services to the public or to occupy the Remote Collocation Space.
- 6.20 <u>Environmental Hazard Guidelines</u>. The Parties agree to utilize and adhere to the Environmental Hazard Guidelines identified as Exhibit B attached hereto.

7. Rates and Charges

7.1 <u>Recurring Fees.</u> Recurring fees for space occupancy shall be billed upon space completion or space acceptance, whichever occurs first. Other

charges shall be billed upon request for the services. All charges shall be due as dictated by KMC Telecom's current billing cycle.

- 7.2 Rack/Bay Space. The rack/bay space charge includes reasonable charges for air conditioning, ventilation and other allocated expenses associated with maintenance of the Remote Site Location, and includes amperage necessary to power KMC Telecom's equipment. KMC Telecom shall pay rack/bay space charges based upon the number of racks/bays requested. BellSouth will assign Remote Collocation Space in conventional remote site rack/bay lineups where feasible
- 7.3 Power. BellSouth shall make available –48 Volt (-48V) DC power for KMC Telecom's Remote Collocation Space at a BellSouth Power Board (Fuse and Alarm Panel) or BellSouth Battery Distribution Fuse Bay ("BDFB") at KMC Telecom's option within the Remote Site Location. The charge for power shall be assessed as part of the recurring charge for rack/bay space. If the power requirements for KMC Telecom's equipment exceeds the capacity for the rack/bay, then such power requirements shall be assessed on a recurring per amp basis for the individual case.
- 7.3.1 Charges for AC power will be assessed per breaker ampere per month.
 Rates include the provision of commercial and standby AC power. When obtaining power from a BellSouth service panel, protection devices and power cables must be engineered (sized), and installed by KMCTelecom's BellSouth Certified Supplier except that BellSouth shall engineer and install protection devices and power cables for Adjacent Collocation. KMC Telecom's BellSouth Certified Supplier must also provide a copy of the engineering power specification prior to the Commencement Date. AC power voltage and phase ratings shall be determined on a per location basis. At KMC Telecom's option, KMC Telecom may arrange for AC power in an Adjacent Collocation arrangement from a retail provider of electrical power.
- 7.4 Security Escort. A security escort will be required whenever KMC Telecom or its approved agent desires access to the Remote Site Location after the one accompanied site visit allowed prior to completing BellSouth's Security Training requirements and/or prior to Space Acceptance. The parties agree that a security escort will not be required for remote site collocation. However, if one is needed, the parties will negotiate appropriate security escort rates which will be assessed on a one half (1/2) hour increment basis.
- 7.5 Rate "True-Up". The Parties agree that the prices reflected as interim herein shall be "trued-up" (up or down) based on final prices either determined by further agreement or by final order, including any appeals, in a proceeding involving BellSouth before the regulatory authority for the state in which the services are being performed or any other body having jurisdiction over this

Agreement (hereinafter "Commission"). Under the "true-up" process, the interim price for each service shall be multiplied by the volume of that service purchased to arrive at the total interim amount paid for that service ("Total Interim Price"). The final price for that service shall be multiplied by the volume purchased to arrive at the total final amount due ("Total Final Price"). The Total Interim Price shall be compared with the Total Final Price. If the Total Final Price is more than the Total Interim Price, KMC Telecom shall pay the difference to BellSouth. If the Total Final Price is less than the Total Interim Price, BellSouth shall pay the difference to KMC Telecom. Each Party shall keep its own records upon which a "true-up" can be based and any final payment from one Party to the other shall be in an amount agreed upon by the Parties based on such records. In the event of any disagreement as between the records or the Parties regarding the amount of such "true-up," the Parties agree that the Commission shall be called upon to resolve such differences.

Other. If no rate is identified in the contract, the rate for the specific service or function will be negotiated by the Parties upon request by either Party. Payment of all other charges under this Attachment shall be due as dictated by KMC Telecom's current billing cycle KMC Telecom will pay a late payment charge as specified in the current State Tariff.

8. Insurance

- 8.1 <u>Maintain Insurance</u>. KMC Telecom shall, at its sole cost and expense, procure, maintain, and keep in force insurance as specified in this Section 8 and underwritten by insurance companies licensed to do business in the states applicable under this Attachment and having a Best's Insurance Rating of A-.
- 8.2 <u>Coverage</u>. KMC Telecom shall maintain the following specific coverage:
- 8.2.1 Commercial General Liability coverage in the amount of ten million dollars (\$10,000,000.00) or a combination of Commercial General Liability and Excess/Umbrella coverage totaling not less than ten million dollars (\$10,000,000.00). BellSouth shall be named as an Additional Insured on the Commercial General Liability policy as specified herein.
- 8.2.2 Statutory Workers Compensation coverage and Employers Liability coverage in the amount of one hundred thousand dollars (\$100,000.00) each accident, one hundred thousand dollars (\$100,000.00) each employee by disease, and five hundred thousand dollars (\$500,000.00) policy limit by disease.

- 8.2.3 All Risk Property coverage on a full replacement cost basis insuring all of KMC Telecom's real and personal property situated on or within BellSouth's Remote Site Location.
- 8.2.4 KMC Telecom may elect to purchase business interruption and contingent business interruption insurance, having been advised that BellSouth assumes no liability for loss of profit or revenues should an interruption of service occur.
- 8.3 <u>Limits</u>. The limits set forth in Section 8.2 above may be increased by BellSouth from time to time during the term of this Attachment upon thirty (30) days notice to KMC Telecom to at least such minimum limits as shall then be customary with respect to comparable occupancy of BellSouth structures.
- 8.4 All policies purchased by KMC Telecom shall be deemed to be primary. All policies purchased by KMC Telecom shall be deemed to be primary and not contributing to or in excess of any similar coverage purchased by BellSouth. All insurance must be in effect on or before the date equipment is delivered to BellSouth's Remote Site Location and shall remain in effect for the term of this Attachment or until all KMC Telecom''s property has been removed from BellSouth's Remote Site Location, whichever period is longer. If KMC Telecom fails to maintain required coverage, BellSouth may pay the premiums thereon and seek reimbursement of same from KMC Telecom.
- 8.5 <u>Submit certificates of insurance</u>. KMC Telecom shall submit certificates of insurance reflecting the coverage required pursuant to this Section a minimum of ten (10) business days prior to the commencement of any work in the Remote Collocation Space. Failure to meet this interval may result in construction and equipment installation delays. KMC Telecom shall arrange for BellSouth to receive thirty (30) business days' advance notice of cancellation from KMC Telecom''s insurance company. KMC Telecom shall forward a certificate of insurance and notice of cancellation/non-renewal to BellSouth at the following address:

BellSouth Telecommunications, Inc. Attn.: Risk Management Coordinator 675 W. Peachtree Street Rm. 17H53 Atlanta, Georgia 30375

8.6 Conformance to recommendations made by BellSouth's fire insurance company. KMC Telecom must conform to recommendations made by BellSouth's fire insurance company to the extent BellSouth has agreed to, or shall hereafter agree to, such recommendations.

- 8.7 Self-Insurance. If KMC Telecom's net worth exceeds five hundred million dollars (\$500,000,000), KMC Telecom may elect to request self-insurance status in lieu of obtaining any of the insurance required in Sections 8.2.1 and 8.2.3. KMC Telecom shall provide audited financial statements to BellSouth thirty (30) days prior to the commencement of any work in the Remote Collocation Space. BellSouth shall then review such audited financial statements and respond in writing to KMC Telecom in the event that selfinsurance status is not granted to KMC Telecom. If BellSouth approves KMC Telecom for self-insurance, KMC Telecom shall annually furnish to BellSouth, and keep current, evidence of such net worth that is attested to by one of KMC Telecom's corporate officers. The ability to self-insure shall continue so long as KMC Telecom meets all of the requirements of this Section. If KMC Telecom subsequently no longer satisfies this Section, KMC Telecom is required to purchase insurance as indicated by Sections 8.2.1 and 8.2.3.
- 8.8 Net worth requirements. The net worth requirements set forth in Section 8.7 may be increased by BellSouth from time to time during the term of this Attachment upon thirty (30) days' notice to KMC Telecom to at least such minimum limits as shall then be customary with respect to comparable occupancy of BellSouth structures.
- 8.9 <u>Failure to comply</u>. Failure to comply with the provisions of this Section will be deemed a material breach of this Attachment.

9. Mechanics Liens

9.1 Mechanics Lien or other Liens If any mechanics lien or other liens shall be filed against property of either Party (BellSouth or KMC Telecom), or any improvement thereon by reason of or arising out of any labor or materials furnished or alleged to have been furnished or to be furnished to or for the other Party or by reason of any changes, or additions to said property made at the request or under the direction of the other Party, the other Party directing or requesting those changes shall, within thirty (30) business days after receipt of written notice from the Party against whose property said lien has been filed, either pay such lien or cause the same to be bonded off the affected property in the manner provided by law. The Party causing said lien to be placed against the property of the other shall also defend, at its sole cost and expense, on behalf of the other, any action, suit or proceeding which may be brought for the enforcement of such liens and shall pay any damage and discharge any judgment entered thereon.

10. Inspections

BellSouth may conduct inspection. BellSouth may conduct an inspection of KMC Telecom's equipment and facilities in the Remote Collocation Space(s) prior to the activation of facilities between KMC Telecom's equipment and equipment of BellSouth. BellSouth may conduct an inspection if KMC Telecom adds equipment and may otherwise conduct routine inspections at reasonable intervals mutually agreed upon by the Parties. BellSouth shall provide KMC Telecom with a minimum of forty-eight (48) hours or two (2) business days, whichever is greater, advance notice of all such inspections. All costs of such inspection shall be borne by BellSouth.

11. Security and Safety Requirements

- 11.1 The security and safety requirements. The security and safety requirements set forth in this section are as stringent as the security requirements BellSouth maintains at its own Remote Site Location either for their own employees or for authorized contractors. Only BellSouth employees, BellSouth Certified Contractors and authorized employees, authorized Guests, pursuant to Section 3.3, proceeding, or authorized agents of KMC Telecom will be permitted in the BellSouth Remote Site Location. KMC Telecom shall provide its employees and agents with picture identification which must be worn and visible at all times while in the Remote Collocation Space or other areas in or around the Remote Site Location. The photo Identification card shall bear, at a minimum, the employee's name and photo, and the KMC Telecom name. BellSouth reserves the right to remove from its Remote Site Location any employee of KMC Telecom not possessing identification issued by KMC Telecom or who have violated any of BellSouth's policies as outlined in the CLEC Security Training documents. KMC Telecom shall hold BellSouth harmless for any damages resulting from such removal of its personnel from BellSouth Remote Site Location. KMC Telecom shall be solely responsible for ensuring that any Guest of KMC Telecom is in compliance with all subsections of this Section 11.
- 11.1.1 KMC Telecom will be required, at its own expense, to conduct a statewide investigation of criminal history records for each KMC Telecom employee being considered for work on the BellSouth Remote Site Location, for the states/counties where the KMC Telecom employee has worked and lived for the past five years. Where state law does not permit statewide collection or reporting, an investigation of the applicable counties is acceptable.
- 11.1.2 KMC Telecom will be required to administer to their personnel assigned to the BellSouth Remote Site Location security training either provided by BellSouth, or meeting criteria defined by BellSouth.

- 11.1.3 KMC Telecom shall not assign to the BellSouth Remote Site Location any personnel with records of felony criminal convictions. KMC Telecom shall not assign to the BellSouth Remote Site Location any personnel with records of misdemeanor convictions, except for misdemeanor traffic violations, without advising BellSouth of the nature and gravity of the offense(s). BellSouth reserves the right to refuse building access to any KMC Telecom personnel who have been identified to have misdemeanor criminal convictions. Notwithstanding the foregoing, in the even that KMC Telecom chooses not to advise BellSouth of the nature and gravity of any misdemeanor conviction, KMC Telecom may, in the alternative, certify to BellSouth that it shall not assign to the BellSouth Remote Site Location any personnel with records of misdemeanor convictions (other than misdemeanor traffic violations).
- 11.1.4 For each KMC Telecom employee requiring access to a BellSouth Remote Site Location pursuant to this Attachment, KMC Telecom shall furnish BellSouth, prior to an employee gaining such access, a certification that the aforementioned background check and security training were completed. The certification will contain a statement that no felony convictions were found and certifying that the security training was completed by the employee. If the employee's criminal history includes misdemeanor convictions, KMC Telecom will disclose the nature of the convictions to BellSouth at that time. In the alternative, KMC Telecom may certify to BellSouth that it shall not assign to the BellSouth Remote Site Location any personnel with records of misdemeanor convictions other than misdemeanor traffic violations.
- 11.1.5 At BellSouth's request, KMC Telecom shall promptly remove from the BellSouth's Remote Site Location any employee of KMC Telecom BellSouth does not wish to grant access to its Remote Site Location 1) pursuant to any investigation conducted by BellSouth or 2) prior to the initiation of an investigation in the event that an employee of KMC Telecom is found interfering with the property or personnel of BellSouth or another CLEC, provided that an investigation shall promptly be commenced by BellSouth.
- 11.2 Notification to BellSouth. BST reserves the right to interview KMCTelecom's employees, agents, or contractors in the event of wrongdoing in or around BellSouth's property or involving BellSouth's or anotherCLEC's property or personnel, provided that BellSouth shall provide reasonable notice to KMC Telecom's Security contact of such interview. KMC Telecom and its contractors shall reasonably cooperate with BellSouth's investigation into allegations of wrongdoing or criminal conduct committed by, witnessed by, or involving KMC Telecom's employees, agents, or contractors. Additionally, BellSouth reserves the right to bill KMC Telecom for all reasonable costs associated with investigations involving its employees, agents, or contractors if it is established and mutually agreed in good faith that KMC Telecom's

employees, agents, or contractors are responsible for the alleged act. BellSouth shall bill KMC Telecom for BellSouth property which is stolen or damaged where an investigation determines the culpability of KMC Telecom's employees, agents, or contractors and where KMC Telecom agrees, in good faith, with the results of such investigation. KMC Telecom shall notify BellSouth in writing immediately in the event that the CLEC discovers one of its employees already working on the BellSouth Remote Site Location is a possible security risk. Upon request of the other Party, the Party who is the employer shall discipline consistent with its employment practices, up to and including removal from the BellSouth Remote Site Location, any employee found to have violated the security and safety requirements of this section. KMC Telecom shall hold BellSouth harmless for any damages resulting from such removal of its personnel from BellSouth Remote Site Location.

- 11.3 <u>Use of Supplies</u>. Unauthorized use of telecommunications equipment or supplies either Party, whether or not used routinely to provide telephone service (e.g. plug-in cards,) will be strictly prohibited and handled appropriately. Costs associated with such unauthorized use may be charged to the offending Party, as may be all associated investigative costs.
- 11.4 <u>Use of Official Lines</u>. Except for non-toll calls necessary in the performance of their work, neither Party shall use the telephones of the other Party on the BellSouth Remote Site Location. Charges for unauthorized telephone calls may be charged to the offending Party, as may be all associated investigative costs.
- 11.5 <u>Accountability</u>. Full compliance with the Security requirements of this section shall in no way limit the accountability of either Party to the other for the improper actions of its employees.

12. Destruction of Remote Collocation Space

12.1 Remote Collocation Space is damaged. In the event a Remote Collocation Space is wholly or partially damaged by fire, windstorm, tornado, flood or by similar causes to such an extent as to be rendered wholly unsuitable for KMC Telecom's permitted use hereunder, then either Party may elect within ten (10) business days after such damage, to terminate this Attachment with respect to the affected Remote Collocation Space, and if either Party shall so elect, by giving the other written notice of termination, both Parties shall stand released of and from further liability under the terms hereof with respect to such Remote Collocation Space. If the Remote Collocation Space shall suffer only minor damage and shall not be rendered wholly unsuitable for KMC Telecom''s permitted use, or is damaged and the option to terminate is not exercised by either Party, BellSouth covenants and agrees to proceed

promptly without expense to KMC Telecom, except for improvements not the property of BellSouth, to repair the damage. BellSouth shall have a reasonable time within which to rebuild or make any repairs, and such rebuilding and repairing shall be subject to delays caused by storms, shortages of labor and materials, government regulations, strikes, walkouts, and causes beyond the control of BellSouth, which causes shall not be construed as limiting factors, but as exemplary only. KMC Telecom may, at its own expense, accelerate the rebuild of its Remote Collocation Space and equipment provided however that a BellSouth Certified Contractor is used and the necessary space preparation has been completed. Rebuild of equipment must be performed by a BellSouth Certified Vendor. If KMC Telecom"'s acceleration of the project increases the cost of the project, then those additional charges will be incurred by KMC Telecom. Where allowed and where practical, KMC Telecom may erect a temporary facility while BellSouth rebuilds or makes repairs. In all cases where the Remote Collocation Space shall be rebuilt or repaired, KMC Telecom shall be entitled to an equitable abatement of rent and other charges, depending upon the unsuitability of the Remote Collocation Space for KMC Telecom"'s permitted use, until such Remote Collocation Space is fully repaired and restored and KMC Telecom"'s equipment installed therein (but in no event later than thirty (30) business days after the Remote Collocation Space is fully repaired and restored). Where KMC Telecom has placed a Remote Site Adjacent Arrangement pursuant to section 3.4, KMC Telecom shall have the sole responsibility to repair or replace said Remote Site Adjacent Arrangement provided herein. Pursuant to this section, BellSouth will restore the associated services to the Remote Site Adjacent Arrangement.

13. Eminent Domain

13.1 Power of Eminent Domain. If the whole of a Remote Collocation Space or Remote Site Adjacent Arrangement shall be taken by any public authority under the power of eminent domain, then this Attachment shall terminate with respect to such Remote Collocation Space or Remote Site Adjacent Arrangement as of the day possession shall be taken by such public authority and rent and other charges for the Remote Collocation Space or Remote Site Adjacent Arrangement shall be paid up to that day with proportionate refund by BellSouth of such rent and charges as may have been paid in advance for a period subsequent to the date of the taking. If any part of the Remote Collocation Space or Remote Site Adjacent Arrangement shall be taken under eminent domain, BellSouth and KMC Telecom shall each have the right to terminate this Attachment with respect to such Remote Collocation Space or Remote Site Adjacent Arrangement and declare the same null and void, by written notice of such intention to the other Party within ten (10) business days after such taking.

14. Nonexclusivity

14.1 <u>Attachment is not exclusive</u>. KMC Telecom understands that this Attachment is not exclusive and that BellSouth may enter into similar agreements with other Parties. Assignment of space pursuant to all such agreements shall be determined by space availability and made on a first come, first served basis.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – ALABAMA REMOTE SITE COLLOCATION

Rates marked with an asterisk (*) are interim and are subject to true-up

USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)
PE1RA	Application Fee*	Per request	N/A	\$869.18
PE1RB	Cabinet Space *	Per Rack/Bay	\$230.19	N/A
PE1RC	Power Upgrade*	Per fused amp	N/A	ICB/TBD
PE1RD	Security Access System New Key*	Per Key	N/A	\$26.19
PE1SR	Space Availability Report*	Per premises requested	N/A	\$231.74
PE1RE	Request for CLLI*	Per Premises Requested	N/A	\$75.11
AEH	Additional Engineering Fee (Note 1)	Per request, First half hour/add'l half hour	N/A	-
	Security Escort	Per half hr/add'l		
	(Note 1)	half hr		
PE1BT	Basic Time		NA	-
PE1OT	Overtime		NA	-
PE1PT	Premium Time		NA	-

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Note(s):

N/A stipulates the part of the rate element (RC or NRC) not applying to the element ICB/TBD rates will be on an Individual Case Basis .

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – FLORIDA REMOTE SITE COLLOCATION

Rates marked with an asterisk (*) are interim and are subject to true-up

	Pote Florent Description					
USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)		
		<u> </u>		`		
PE1RA	Application Fee*	Per request	N/A	\$874.14		
PE1RB	Cabinet Space *	Per Rack/Bay	\$232.50	N/A		
PE1RC	Power Upgrade*	Per fused amp	N/A	ICB/TBD		
PE1RD	Security Access System New Key*	Per Key	N/A	\$26.20		
PE1SR	Space Availability Report*	Per premises requested	N/A	\$231.45		
PE1RE	Request for CLLI*	Per Premises Requested	N/A	\$75.13		
AEH	Additional Engineering Fee (Note 1)	Per request, First half hour/add'l half hour	N/A	-		
	Security Escort (Note 1)	Per half hr/add'l half hr				
PE1BT	Basic Time		NA	-		
PE1OT	Overtime		NA	-		
PE1PT	Premium Time		NA	-		

Note(s):

N/A stipulates the part of the rate element (RC or NRC) not applying to the element ICB/TBD rates will be on an Individual Case Basis.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – GEORGIA REMOTE SITE COLLOCATION

Rates marked with an asterisk (*) are interim and are subject to true-up

USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)
PE1RA	Application Fee*	Per request	N/A	\$931.61
PE1RB	Cabinet Space *	Per Rack/Bay	\$224.82	N/A
PE1RC	Power Upgrade*	Per fused amp	N/A	ICB/TBD
PE1RD	Security Access System New Key*	Per Key	N/A	\$25.88
PE1SR	Space Availability Report*	Per premises requested	N/A	\$229.02
PE1RE	Request for CLLI*	Per Premises Requested	N/A	\$74.22
AEH	Additional Engineering Fee (Note 1)	Per request, First half hour/add'l half hour	N/A	-
	Security Escort (Note 1)	Per half hr/add'l half hr		
PE1BT	Basic Time		NA	-
PE1OT	Overtime		NA	-
PE1PT	Premium Time		NA	-

Note(s):

N/A stipulates the part of the rate element (RC or NRC) not applying to the element ICB/TBD rates will be on an Individual Case Basis.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – KENTUCKY REMOTE SITE COLLOCATION

Rates marked with an asterisk (*) are interim and are subject to true-up

USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)
PE1RA	Application Fee*	Per request	N/A	\$868.91
PE1RB	Cabinet Space *	Per Rack/Bay	\$224.41	N/A
PE1RC	Power Upgrade*	Per fused amp	N/A	ICB/TBD
PE1RD	Security Access System New Key*	Per Key	N/A	\$26.60
PE1SR	Space Availability Report*	Per premises requested	N/A	\$231.82
PE1RE	Request for CLLI*	Per Premises Requested	N/A	\$75.13
AEH	Additional Engineering Fee (Note 1)	Per request, First half hour/add'l half hour	N/A	-
	Security Escort (Note 1)	Per half hr/add'l half hr		
PE1BT	Basic Time		NA	-
PE1OT	Overtime		NA	-
PE1PT	Premium Time		NA	-

Note(s):

N/A stipulates the part of the rate element (RC or NRC) not applying to the element ICB/TBD rates will be on an Individual Case Basis.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – LOUISIANA REMOTE SITE COLLOCATION

Rates marked with an asterisk (*) are interim and are subject to true-up

USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)
PE1RA	Application Fee*	Per request	N/A	\$868.25
PE1RB	Cabinet Space *	Per Rack/Bay	\$257.01	N/A
PE1RC	Power Upgrade*	Per fused amp	N/A	ICB/TBD
PE1RD	Security Access System New Key*	Per Key	N/A	\$26.16
PE1SR	Space Availability Report*	Per premises requested	N/A	\$231.49
PE1RE	Request for CLLI*	Per Premises Requested	N/A	\$75.02
AEH	Additional Engineering Fee (Note 1)	Per request, First half hour/add'l half hour	N/A	-
	Security Escort (Note 1)	Per half hr/add'l half hr		
PE1BT	Basic Time		NA	-
PE1OT	Overtime		NA	-
PE1PT	Premium Time		NA	-

Note(s):

N/A stipulates the part of the rate element (RC or NRC) not applying to the element ICB/TBD rates will be on an Individual Case Basis.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – MISSISSIPPI REMOTE SITE COLLOCATION

Rates marked with an asterisk (*) are interim and are subject to true-up

USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)
PE1RA	Application Fee*	Per request	N/A	\$868.60
PE1RB	Cabinet Space *	Per Rack/Bay	\$241.11	N/A
PE1RC	Power Upgrade*	Per fused amp	N/A	ICB/TBD
PE1RD	Security Access System New Key*	Per Key	N/A	\$26.16
PE1SR	Space Availability Report*	Per premises requested	N/A	\$231.43
PE1RE	Request for CLLI*	Per Premises Requested	N/A	\$75.01
AEH	Additional Engineering Fee (Note 1)	Per request, First half hour/add'l half hour	N/A	-
	Security Escort (Note 1)	Per half hr/add'l half hr		
PE1BT	Basic Time		NA	-
PE1OT	Overtime		NA	-
PE1PT	Premium Time		NA	-

Note(s):

N/A stipulates the part of the rate element (RC or NRC) not applying to the element ICB/TBD rates will be on an Individual Case Basis.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – NORTH CAROLINA REMOTE SITE COLLOCATION

Rates marked with an asterisk (*) are interim and are subject to true-up

USOC	Rate Element Description	Unit	Recurring	Non-Recurring
			Rate (RC)	Rate (NRC)
PE1RA	Application Fee*	Per request	N/A	\$865.34
PE1RB	Cabinet Space *	Per Rack/Bay	\$254.02	N/A
PE1RC	Power Upgrade*	Per fused amp	N/A	ICB/TBD
PE1RD	Security Access System New Key*	Per Key	N/A	\$26.06
PE1SR	Space Availability Report*	Per premises requested	N/A	\$230.60
PE1RE	Request for CLLI*	Per Premises Requested	N/A	\$74.74
AEH	Additional Engineering Fee (Note 1)	Per request, First half hour/add'l half hour	N/A	-
	Security Escort (Note 1)	Per half hr/add'l half hr		
PE1BT	Basic Time		NA	-
PE1OT	Overtime		NA	-
PE1PT	Premium Time		NA	-

Note(s):

N/A stipulates the part of the rate element (RC or NRC) not applying to the element ICB/TBD rates will be on an Individual Case Basis.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – SOUTH CAROLINA REMOTE SITE COLLOCATION

Rates marked with an asterisk (*) are interim and are subject to true-up

USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)
PE1RA	Application Fee*	Per request	N/A	\$871.12
PE1RB	Cabinet Space *	Per Rack/Bay	\$246.44	N/A
PE1RC	Power Upgrade*	Per fused amp	N/A	ICB/TBD
PE1RD	Security Access System New Key*	Per Key	N/A	\$26.25
PE1SR	Space Availability Report*	Per premises requested	N/A	\$232.25
PE1RE	Request for CLLI*	Per Premises Requested	N/A	\$75.27
AEH	Additional Engineering Fee (Note 1)	Per request, First half hour/add'l half hour	N/A	-
	Security Escort (Note 1)	Per half hr/add'l half hr		
PE1BT	Basic Time		NA	-
PE1OT	Overtime		NA	-
PE1PT	Premium Time		NA	-

Note(s):

N/A stipulates the part of the rate element (RC or NRC) not applying to the element ICB/TBD rates will be on an Individual Case Basis.

EXHIBIT A: BELLSOUTH/KMC Telecom RATES – TENNESSEE REMOTE SITE COLLOCATION

Rates marked with an asterisk (*) are interim and are subject to true-up

USOC	Rate Element Description	Unit	Recurring Rate (RC)	Non-Recurring Rate (NRC)
PE1RA	Application Fee*	Per request	N/A	\$872.95
PE1RB	Cabinet Space *	Per Rack/Bay	\$219.37	N/A
PE1RC	Power Upgrade*	Per fused amp	N/A	ICB/TBD
PE1RD	Security Access System New Key*	Per Key	N/A	\$26.23
PE1SR	Space Availability Report*	Per premises requested	N/A	\$232.12
PE1RE	Request for CLLI*	Per Premises Requested	N/A	\$75.23
AEH	Additional Engineering Fee (Note 1)	Per request, First half hour/add'l half hour	N/A	-
	Security Escort (Note 1)	Per half hr/add'l half hr		
PE1BT	Basic Time		NA	-
PE1OT	Overtime		NA	-
PE1PT	Premium Time		NA	-

Note(s):

N/A stipulates the part of the rate element (RC or NRC) not applying to the element ICB/TBD rates will be on an Individual Case Basis.

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EXHIBIT B
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ENVIRONMENTAL AND SAFETY PRINCIPLES

The following principles provide basic guidance on environmental and safety issues when applying for and establishing Physical Collocation arrangements.

1. GENERAL PRINCIPLES

- 1.1 Compliance with Applicable Law. BellSouth and KMC Telecom agree to comply with applicable federal, state, and local environmental and safety laws and regulations including U.S. Environmental Protection Agency (USEPA) regulations issued under the Clean Air Act (CAA), Clean Water Act (CWA), Resource Conservation and Recovery Act (RCRA), Comprehensive Environmental Response, Compensation and Liability Act (CERCLA), Superfund Amendments and Reauthorization Act (SARA), the Toxic Substances Control Act (TSCA), and OSHA regulations issued under the Occupational Safety and Health Act of 1970, as amended and NFPA and National Electrical Codes (NEC) and the NESC ("Applicable Laws"). Each Party shall notify the other if compliance inspections are conducted by regulatory agencies and/or citations are issued that relate to any aspect of this Attachment.
- Notice. BellSouth and KMC Telecom shall provide notice to the other, including Material Safety Data Sheets (MSDSs), of known and recognized physical hazards or Hazardous Chemicals existing on site or brought on site. Each Party is required to provide specific notice for known potential Imminent Danger conditions. KMC Telecom should contact 1-800-743-6737 for BellSouth MSDS sheets.
- 1.3 Practices/Procedures. BellSouth may make available additional environmental control procedures for KMC Telecom to follow when working at a BellSouth Premises (See Section 2, below). These practices/procedures will represent the regular work practices required to be followed by the employees and contractors of BellSouth for environmental protection. KMC Telecom will require its contractors, agents and others accessingthe BellSouth Premises to comply with these practices. Section 2 lists the Environmental categories where BST practices should be followed by CLEC when operating in the BellSouth Premises.
- 1.4 <u>Environmental and Safety Inspections</u>. BellSouth reserves the right to inspect the KMC Telecom space with proper notification. BellSouth reserves the right to stop any KMC Telecom work operation that imposes Imminent Danger to the environment, employees or other persons in the area or

Facility.

- 1.5 Hazardous Materials Brought On Site. Any hazardous materials brought into, used, stored or abandoned at the BellSouth Premises by KMC Telecom are owned by KMC Telecom. KMC Telecom will indemnify BellSouth for claims, lawsuits or damages to persons or property caused by these materials. Without prior written BellSouth approval, no substantial new safety or environmental hazards can be created by KMC Telecom or different hazardous materials used by KMC Telecom at BellSouth Facility. KMC Telecom must demonstrate adequate emergency response capabilities for its materials used or remaining at the BellSouth Facility.
- 1.6 <u>Spills and Releases</u>. When contamination is discovered at a BellSouth Premises, the Party discovering the condition must notify BellSouth. All Spills or Releases of regulated materials will immediately be reported by KMC Telecom to BellSouth.
- 1.7 Coordinated Environmental Plans and Permits. BellSouth and KMC Telecom will coordinate plans, permits or information required to be submitted to government agencies, such as emergency response plans, spill prevention control and countermeasures (SPCC) plans and community reporting. If fees are associated with filing, BellSouth and KMC Telecom will develop a cost sharing procedure. If BellSouth's permit or EPA identification number must be used, KMC Telecom must comply with all of BellSouth's permit conditions and environmental processes, including environmental "best management practices (BMP)" (see Section 2, below) and/or selection of BST disposition vendors and disposal sites.
- Environmental and Safety Indemnification. BellSouth and KMC Telecom shall indemnify, defend and hold harmless the other Party from and against any claims (including, without limitation, third-party claims for personal injury or death or real or personal property damage), judgments, damages, (including direct and indirect damages, and punitive damages), penalties, fines, forfeitures, costs, liabilities, interest and losses arising in connection with the violation or alleged violation of any Applicable Law or contractual obligation or the presence or alleged presence of contamination arising out of the acts or omissions of the indemnifying Party, its agents, contractors, or employees concerning its operations at the Facility.

2. CATEGORIES FOR CONSIDERATION OF ENVIRONMENTAL ISSUES

When performing functions that fall under the following Environmental categories on BellSouth's Premises, KMC Telecom agrees to comply with the applicable sections of the current issue of BellSouth's Environmental and Safety Methods and Procedures (M&Ps), incorporated herein by this

reference. KMC Telecom further agrees to cooperate with BellSouth to ensure that KMC Telecom's employees, agents, and/or subcontractors are knowledgeable of and satisfy those provisions of BellSouth's Environmental M&Ps which apply to the specific Environmental function being performed by KMC Telecom, its employees, agents and/or subcontractors.

The most current version of reference documentation must be requested from BellSouth.

ENVIRONMENTAL CATEGORIES	ENVIRONMENTAL ISSUES	ADDRESSED BY THE FOLLOWING DOCUMENTATION
Disposal of hazardous material or other regulated material (e.g., batteries, fluorescent	Compliance with all applicable local, state, & federal laws and regulations	Std T&C 450Fact Sheet Series 17000
tubes, solvents & cleaning materials)	Pollution liability insurance	• Std T&C 660-3
,	EVET approval of contractor	 Approved Environmental Vendor List (Contact E/S Management)
Emergency response	Hazmat/waste release/spill firesafety emergency	 Fact Sheet Series 1700 Building Emergency Operations Plan (EOP) (specific to and located on Premises)
Contract labor/outsourcing for services with environmental implications to be performed on	Compliance with all applicable local, state, & federal laws and regulations	• Std T&C 450
BellSouth Premises (e.g., disposition of hazardous material/waste;	Performance of services in accordance with BST's environmental M&Ps	 Std T&C 450-B (Contact E/S for copy of appropriate E/S M&Ps.)
maintenance of storage tanks)	Insurance	• Std T&C 660
Transportation of hazardous material	Compliance with all applicable local, state, & federal laws and regulations	Std T&C 450Fact Sheet Series 17000
	Pollution liability insurance	• Std T&C 660-3
	EVET approval of contractor	Approved Environmental Vendor List (Contact E/S Management)

Maintenance/operations work which may produce a waste	Compliance with all application local, state, & federal laws and regulations	Std T&C 450
Other maintenance work	Protection of BST employees and equipment	 29CFR 1910.147 (OSHA Standard) 29CFR 1910 Subpart O (OSHA Standard)
Janitorial services	All waste removal and disposal must conform to all applicable federal, state and local regulations	P&SM Manager - Procurement
	All Hazardous Material and	Fact Sheet Series 17000
	Waste	• GU-BTEN-001BT, Chapter 3
	Asbestos notification and protection of employees and equipment	BSP 010-170-001BS (Hazcom)
Manhole cleaning	Compliance with all applicable local, state, & federal laws and regulations	 Std T&C 450 Fact Sheet 14050 BSP 620-145-011PR Issue A, August 1996
	Pollution liability insurance	• Std T&C 660-3
	EVET approval of contractor	Approved Environmental Vendor List (Contact E/S Management)
Removing or disturbing building materials that may contain asbestos	Asbestos work practices	GU-BTEN-001BT, Chapter 3

3. **DEFINITIONS**

<u>Generator</u>. Under RCRA, the person whose act produces a Hazardous Waste, as defined in 40 CFR 261, or whose act first causes a Hazardous Waste to become subject to regulation. The Generator is legally responsible for the proper management and disposal of Hazardous Wastes in accordance with regulations.

<u>Hazardous Chemical</u>. As defined in the U.S. Occupational Safety and Health (OSHA) hazard communication standard (29 CFR 1910.1200), any chemical which is a health hazard or physical hazard.

Hazardous Waste. As defined in section 1004 of RCRA.

<u>Imminent Danger</u>. Any conditions or practices at a facility which are such that a danger exists which could reasonably be expected to cause immediate death or serious harm to people or immediate significant damage to the environment or natural resources.

Spill or Release. As defined in Section 101 of CERCLA.

4. ACRONYMS

E/S – Environmental/Safety

EVET - Environmental Vendor Evaluation Team

<u>DEC/LDEC</u> - Department Environmental Coordinator/Local Department Environmental Coordinator

<u>GU-BTEN-001BT</u> - BellSouth Environmental Methods and Procedures

NESC - National Electrical Safety Codes

<u>P&SM</u> - Property & Services Management

Std. T&C - Standard Terms & Conditions