INTERCONNECTION, RESALE AND UNBUNDLING

AGREEMENT

between

GTE NORTHWEST INCORPORATED

and

AT&T COMMUNICATIONS OF THE PACIFIC NORTHWEST, INC.

The filing of this arbitrated Agreement with the Washington Utilities and Transportation Commission in accordance with the Arbitrator's Report dated December 11, 1996 (the "Order") with respect to AT&T Communications of the Pacific Northwest, Inc.'s Petition for Arbitration pursuant to Section 252(b) of the Telecommunications Act of 1996 to establish an interconnection agreement between AT&T Communications of the Pacific Northwest, Inc. and GTE Northwest Incorporated, Docket No. UT-960307, does not in any way constitute a waiver by either AT&T Communications of the Pacific Northwest, Inc. or GTE Northwest Incorporated, of any right which any such Party may have to appeal to a competent court of law, or to petition the Washington Utilities and Transportation Commission for reconsideration of any determination contained in the Order, or any provision included in this Agreement pursuant to the Order.

In this document the Parties attempt to comply with the Order which directs the Parties to reduce to contractual language the substantive provisions and directives of the Order. Nothing contained herein shall be construed or is intended to be a concession or admission by either Party that any such provision of the Order or the language herein complies with the duties imposed by the Telecommunications Act of 1996, the decisions of the FCC and the Washington Utilities and Transportation Commission, or other law, and each Party thus expressly reserves its full right to assert and pursue claims that the Order does not comport with applicable law.

EXPLANATION OF CONTRACT MARKING:

PLAIN TEXT AGREED LANGUAGE, UNLESS OTHERWISE

INDICATED ON THE DOCUMENT

BOLD TEXT AT&T PROPOSAL TO WHICH GTE HAS NOT

UPPER AND LOWER CASE AGREED

<u>DOUBLE UNDERLINED</u> GTE PROPOSAL TO WHICH AT&T HAS NOT

<u>TEXT</u> AGREED

BOLD and UNDERLINED AT&T PROPOSAL IN ACCORDANCE WITH

TEXT THE TEXAS STIPULATIONS

LANGUAGE AGREED TO IN MICHIGAN JOINT

BOLD SUBMISSION 12/23/96 WHICH GTE NOW

ALL CAPS DISPUTES

TABLE OF CONTENTS

Section	<u>Page</u>
PREFACE	1
AGREEMENT	1
RECITALS	1
SCOPE, INTENT AND DEFINITIONS	2
GENERAL TERMS AND CONDITIONS	3
1. Provision of Local Service, Unbundled Network Elements and Interconnection	CTION 3
2. TERM OF AGREEMENT	3
3. TERMINATION OF AGREEMENT; TRANSITIONAL SUPPORT	3
4. GOOD FAITH PERFORMANCE	5
5. OPTION TO OBTAIN LOCAL SERVICES OR NETWORK ELEMENTS UNDER OTHER AGREE	EMENTS
6. RESPONSIBILITY OF EACH PARTY	5
7. GOVERNMENTAL COMPLIANCE	6
8. RESPONSIBILITY FOR ENVIRONMENTAL CONTAMINATION	6
9. REGULATORY MATTERS	7
10. LIABILITY AND INDEMNITY	8
11. SERVICE PARITY AND STANDARDS	11
12. CUSTOMER CREDIT HISTORY	11
13. FORCE MAJEURE	12
14. CERTAIN STATE AND LOCAL TAXES	13
15. ALTERNATIVE DISPUTE RESOLUTION	13
16. NOTICES	14
17. CONFIDENTIALITY AND PROPRIETARY INFORMATION	15
18. Branding	17
19. DIRECTORY LISTINGS AND DIRECTORY DISTRIBUTION	18
20. DIRECTORY ASSISTANCE LISTING INFORMATION	21
21. Busy Line Verification and Busy Line Verification Interrupt	21

22. NUMBER ASSIGNMENT	. 22
23. MISCELLANEOUS	. 22
PART I LOCAL SERVICES RESALE	. 28
24. TELECOMMUNICATIONS SERVICES PROVIDED FOR RESALE	. 28
25. GENERAL TERMS AND CONDITIONS FOR RESALE	. 28
26. REQUIREMENTS FOR SPECIFIC SERVICES	. 30
27. ADVANCED INTELLIGENT NETWORK	. 32
28. ROUTING TO DIRECTORY ASSISTANCE, OPERATOR AND REPAIR SERVICES	. 32
29. SERVICE SUPPORT FUNCTIONS	. 36
30. Pay Phone Lines and Pay Phone Services	. 41
PART II: UNBUNDLED NETWORK ELEMENTS	. 44
31. Introduction	. 44
32. Unbundled Network Elements	. 44
PART III: ANCILLARY FUNCTIONS	. 47
33. Introduction	. 47
34. GTE Provision of Ancillary Functions	. 47
35. STANDARDS FOR ANCILLARY FUNCTIONS	. 47
PART IV: INTERCONNECTION PURSUANT TO SECTION 251(C)(2)	. 49
36. Scope	. 49
37. Interconnection Points and Methods	. 49
38. Transmission and routing of telephone exchange service traffic pursuant to)
SECTION 251(c)(2)	. 55
39. TRANSMISSION AND ROUTING OF EXCHANGE ACCESS TRAFFIC	
40. TRANSPORT AND TERMINATION OF INFORMATION SERVICES TRAFFIC	. 59
41. INSTALLATION, MAINTENANCE, TESTING AND REPAIR	. 60

ATTACHMENTS

Attachment 1	Alternative Dispute Resolution
Attachment 2	Services Description: Unbundled Network Elements ("UNE")
Attachment 3	Service Description: Ancillary Functions
Attachment 4	Provisioning and Ordering - UNE
Attachment 5	Maintenance for Local Services Resale and UNE
Attachment 6	Local Services Resale, UNE and Interconnection Billing and
Attachment 7	Provision of Customer Usage Data
Attachment 8	Local Number Portability
Attachment 9	Network Security
Attachment 10	Acronyms
Attachment 11	Definitions
Attachment 12	Service Quality Standards and Processes
Attachment 13	Electronic Interface for Operations Support Systems
Attachment 14	Pricing
Attachment 15	Reciprocal Compensation For Call Termination Agreement

PREFACE

AGREEMENT

This Agreement is entered into as of the _____ day of ______, 1997, by and between AT&T Communications of the Pacific Northwest, Inc., a Washington Corporation having an office at 1875 Lawrence Street, Denver, Colorado 80202, in its capacity as a certified provider of local dial-tone service ("AT&T"), and GTE Northwest Incorporated, a Washington Corporation, having an office for purposes of this Agreement at 600 Hidden Ridge Drive, Irving, Texas 75038 ("GTE"), in its capacity as an incumbent local exchange carrier. This Agreement covers services only in the state of Washington (the "State").

RECITALS

WHEREAS, The Telecommunications Act of 1996 (the "Act") was signed into law on February 8, 1996; and

WHEREAS, the Act places certain duties and obligations upon, and grants certain rights to, Telecommunications Carriers, with respect to the interconnection of their networks, resale of their telecommunications services, access to their poles, ducts, conduits and rights of way and, in certain cases, the offering of certain unbundled network elements and physical collocation of equipment in Local Exchange Carrier premises, and

WHEREAS, GTE is an Incumbent Local Exchange Carrier; and

WHEREAS, AT&T is a Telecommunications Carrier and has requested that GTE negotiate an agreement with AT&T for the provision of Network Elements, Local Services for resale, collocation and access to poles, ducts, conduits and rights of way and the reciprocal provision of interconnection services pursuant to the Act and in conformance with GTE's and AT&T's duties under the Act; and

WHEREAS, interconnection between competing Local Exchange Carriers (LECs) is necessary and desirable for the mutual exchange and termination of traffic originating on each LEC's network and the Parties desire to exchange such traffic and related signaling in a technically and economically efficient manner at defined and mutually agreed upon points of interconnection; and

WHEREAS, the Parties have been made to produce this Agreement as a result of a compulsory arbitration and the Order of the Washington Utilities and Transportation Commission dated December 11, 1996, pursuant to Section 252 of the Act, and only certain provisions of this Agreement are the product of negotiations conducted by and between the Parties pursuant to Section 251 of the Act, accordingly neither Party is entering into this Agreement voluntarily.

NOW, THEREFORE, in consideration of the premises and the mutual covenants of this Agreement, AT&T and GTE hereby agree as follows:

NOW, THEREFORE, acting in compliance with the aforementioned Order, AT&T and GTE hereby submit the following Agreement.

SCOPE, INTENT AND DEFINITIONS

This Agreement governs the purchase by AT&T of certain telecommunications services provided by GTE in its service areas for resale by AT&T, the purchase by AT&T of certain unbundled network elements from GTE, the terms and conditions of the collocation of certain equipment of AT&T in the premises of GTE, the provision by GTE of access to its poles, conduits and rights of way and the reciprocal interconnection of each Party's local facilities for the exchange of traffic.

The Parties agree that their entry into this Agreement is without prejudice to any positions they may have taken previously, or may take in the future, in any legislative, regulatory, judicial or other public forum addressing any matters, including matters related to the same types of arrangements covered in this Agreement.

For purposes of this Agreement, certain terms have been defined in Attachment 11 and elsewhere in this Agreement to encompass meanings that may differ from the normal connotation of the defined word. A defined word intended to convey its special meaning is capitalized when used. Unless the context clearly indicates otherwise, any term defined or used in the singular shall include the plural. The words "shall" and "will" are used interchangeably throughout this Agreement and the use of either connotes a mandatory requirement. The use of one or the other shall not mean a different degree of right or obligation for either Party. Other terms that are capitalized, and not defined in this Agreement, shall have the meaning given them in the Act. For convenience of reference only, Attachment 10 provides a list of acronyms used throughout this Agreement.

GENERAL TERMS AND CONDITIONS

1. <u>Provision of Local Service, Unbundled Network Elements and Interconnection</u>

This Agreement, which consists of these General Terms and Conditions and Attachments 1-15 and their accompanying Appendices, sets forth the terms, conditions and prices under which GTE agrees to provide (a) telecommunications services for resale (hereinafter referred to as "Local Services") and (b) certain unbundled Network Elements. Ancillary Functions and additional features to AT&T or combinations of such Network Elements ("Combinations"), for purposes of offering telecommunications services of any kind, including, but not limited to, local exchange services, intrastate toll services, and intrastate and interstate exchange access services and (c) access to GTE's poles, conduits and rights of way. This Agreement also sets forth the terms and conditions for the interconnection of AT&T's local network to GTE's local network ("Interconnection Services") and the reciprocal compensation to be paid by each Party to the other for the transport and termination of Local Traffic of the other Party. The Network Elements, Combinations or Local Services provided pursuant to this Agreement may be connected to other Network Elements, Combinations or Local Services provided by GTE or to any Network Elements, Combinations or Local Services provided by AT&T itself or by any other vendor. SUBJECT TO THE REQUIREMENTS OF THIS AGREEMENT, AT&T MAY, AT ANY TIME ADD, DELETE, RELOCATE OR MODIFY THE LOCAL SERVICES, OR NETWORK ELEMENTS OR COMBINATIONS PURCHASED HEREUNDER.

2. Term of Agreement

This Agreement shall become effective on the later of the date the same is executed by authorized representatives of all Parties, or the date the same becomes effective under Section 23.8 (the "Effective Date"), and shall remain effective for a period of five (5) years. This Agreement shall continue in effect for consecutive one (1) year terms, thereafter unless either Party gives the other Party at least ninety (90) calendar days written notice of termination, which termination shall be effective at the end of the then-current term.

3. Termination of Agreement; Transitional Support

- 3.1 Subject to any applicable restrictions and requirements contained elsewhere in this Agreement, AT&T may elect at any time to terminate this entire Agreement at AT&T's sole discretion, upon ninety (90) days prior written notice to GTE. Unless otherwise provided in this Agreement, in such case, AT&T's liability shall be limited to payment of the amounts due for Local Services, Network Elements, Combinations and Interconnection Services provided up to and including the date of termination. The Parties recognize that provision of uninterrupted service to customers is vital and services must be continued without interruption. Upon the termination or expiration of this Agreement, AT&T may itself provide or retain another vendor to provide comparable Local Services, Network Elements, or Combinations. GTE agrees to cooperate in an orderly and efficient transition to AT&T or another vendor such that the level and quality of the Local Services, Network Elements and Combinations are not degraded and to exercise reasonable efforts to assist in an orderly and efficient transition.
- 3.2 AT&T may terminate any Local Service(s), Network Element(s) or Combination(s) provided under this Agreement upon thirty (30) days written notice to GTE, unless a different notice period or different conditions are specified for termination of such Local Service(s), Network Element(s) or Combination(s) in this Agreement, in which event such specific period and conditions shall apply.
- 3.3 GTE will not discontinue any unbundled Network Element, Ancillary Function or Combination thereof during the term of this Agreement without AT&T's written consent which consent shall not be unreasonably withheld, except (1) to the extent required by network changes or upgrades, in which event GTE will comply with the network disclosure requirements stated in the Act and the FCC's implementing regulations; or (2) if required by a final order of the Court, the FCC or the Commission as a result of remand or appeal of the FCC's order In the Matter of Implementation of Local Competition Provisions of the Telecommunications Act of 1996, Docket 96-98. In the event such a final order allows but does not require discontinuance, GTE shall make a proposal for AT&T's approval, and if the Parties are unable to agree, either Party may submit the matter to the Dispute resolution procedures described in Attachment 1. GTE will not discontinue any Local Service or Combination of Local Services without providing 45 days advance written notice to AT&T, provided however, that if such services are discontinued with less than 45 days notice to the regulatory authority, GTE will notify AT&T at the same time it determines to discontinue the service. If GTE grandfathers a Local Service or combination of Local Services, GTE shall grandfather the service for all AT&T resale customers who subscribe to the service as of the date of discontinuance.

Either Party may terminate this Agreement at any time by giving written notice in writing to the other Party in the event the other Party files a petition for bankruptcy, is declared bankrupt, is insolvent, makes an assignment for the benefit of creditors, or goes into liquidation or receivership. In addition, either Party may terminate this Agreement in the event of a Party's refusal or failure to pay all or any portion of any amount required to be paid to the other Party as and when due; provided however that the Party allegedly due payment (1) notifies the other Party of the amounts due, (2) utilizes the ADR process set forth in Attachment 1, (3) obtains a favorable final ruling in that process and (4) does not receive payment within thirty (30) calendar days of the final ruling. There shall be no other reason for the unilateral termination of this Agreement.

4. Good Faith Performance

In the performance of their obligations under this Agreement, the Parties shall act in accordance with the good faith requirements of the Act. In situations in which notice, consent, approval or similar action by a Party is permitted or required by any provision of this Agreement, (including, without limitation, the obligation of the Parties to further negotiate the resolution of new or open issues under this Agreement), such action shall not be unreasonably delayed, withheld or conditioned.

5. Option to Obtain Local Services or Network Elements Under Other Agreements

GTE shall allow AT&T to elect terms other than those set forth in this Agreement to the extent required by Section 252 of the Act, final regulations thereunder and relevant court decisions.

6. Responsibility of Each Party

Each Party is an independent contractor, and has and hereby retains the right to exercise full control of and supervision over its own performance of its obligations under this Agreement and retains full control over the employment, direction, compensation and discharge of all employees assisting in the performance of such obligations. Each Party will be solely responsible for all matters relating to payment of such employees, including compliance with social security taxes, withholding taxes and all other regulations governing such matters. Each Party will be solely responsible for proper handling, storage, transport and disposal at its own expense of all (i) substances or materials that it or its contractors or agents bring to, create or assume control over at Work Locations or, (ii) Waste resulting therefrom or otherwise generated in connection with its or its contractors' or agents' activities at the Work Locations. Subject to the limitations on liability

contained in this Agreement and except as otherwise provided in this Agreement, each Party shall be responsible for (i) its own acts and performance of all obligations imposed by Applicable Law in connection with its activities, legal status and property, real or personal and, (ii) the acts of its own affiliates, employees, agents and contractors during the performance of that Party's obligations hereunder.

7. Governmental Compliance

Except with respect to laws relating to the environment and laws relating to Intellectual Property Rights, AT&T and GTE each shall comply with all Applicable Law that relates to i) its obligations under or activities in connection with this Agreement; or ii) its activities undertaken at, in connection with or relating to Work Locations. AT&T and GTE each agree to indemnify, defend (at the other Party's request) and save harmless the other, each of its officers, directors and employees from and against any losses, damages, claims, demands, suits, liabilities, fines, penalties and expenses (including reasonable attorneys' fees) that arise out of or result from its failure or the failure of its contractors or agents to so comply. GTE Each Party will be solely responsible for obtaining from governmental authorities, building owners, other carriers, and any other persons or entities, all rights and privileges (including, but not limited to, space and power), which are necessary for GTE Such Party to provide the Network Elements and Local Services pursuant to Deform its obligations under this Agreement.

8. Responsibility For Environmental Contamination

8.1 AT&T shall in no event be liable to GTE for any costs whatsoever resulting from the presence or Release of any Environmental Hazard that AT&T did not introduce to the affected Work Location. GTE Each Party (the "First Party") shall be responsible for and shall indemnify, defend (at AT&T's the Other Party's request) and hold harmless AT&T the other Party (the "Second Party"), and each of its the second Party's officers, directors and employees from and against any losses, damages, claims, demands, suits, liabilities, fines, penalties and expenses (including reasonable attorneys' fees) (collectively the "Losses") that arise out of or result from (i) any Environmental Hazard that GTE, its contractors the First Party, or its employees or agents introduce to the Work Locations or (ii) the presence or Release of any **Environmental Hazard for which GTE is responsible under Applicable** Law, provided, however, that the First Party shall not be responsible for (i) the cost to investigate or remedy any Environmental Hazard if in either event the investigation, remediation or Losses would not have been required or incurred but for the performance of work by either Party as a result of the operational requirements of the Second Party (the "Excluded Environmental Liabilities").

8.2 GTE shall in no event be liable to AT&T for any costs whatsoever resulting from the presence or Release of any Environmental Hazard that GTE did not introduce to the affected Work Location. AT&T shall indemnify, defend (at GTE's request) and hold harmless GTE, each of its officers, directors and employees from and against any losses, damages, claims, demands, suits, liabilities, fines, penalties and expenses (including reasonable attorneys' fees) that arise out of or result from (i) any Environmental Hazard that AT&T, its contractors or agents introduce to the Work Locations or (ii) the presence or Release of any Environmental Hazard for which AT&T is responsible under Applicable Law. The Second Party shall be responsible for and shall pay the costs associated with all Excluded Environmental Liabilities and shall indemnify, defend and hold harmless the First Party and each of the First Party's officers, directors and employees from and against any Excluded **Environmental Liabilities.**

9. **Regulatory Matters**

- 9.1 GTE shall be responsible for obtaining and keeping in effect all FCC, state regulatory commission, franchise authority and other regulatory approvals that may be required in connection with the performance of its obligations under this Agreement. AT&T shall be responsible for obtaining and keeping in effect all FCC, state regulatory commission, franchise authority and other regulatory approvals that may be required in connection with its offering of services to AT&T Customers contemplated by this Agreement. AT&T shall reasonably cooperate with GTE in obtaining and maintaining any required approvals for which GTE is responsible, and GTE shall reasonably cooperate with AT&T in obtaining and maintaining any required approvals for which AT&T is responsible.
- 9.2 Nothing in this Agreement shall be construed to deny either Party the right to file tariffs from time to time in the normal course of business. If GTE files a tariff that changes the price, term or other condition of a retail service offered for resale under Section 24 hereunder, such tariff change shall apply to modify the appropriate price, term or condition of such retail service under this Agreement. In the case of tariff changes affecting other prices, terms or conditions of this Agreement other than retail services offered for resale, the Commission shall determine on a case by case basis whether any such tariff change will apply to modify the relevant price, term or condition of this Agreement.
- IF ANY FINAL AND NONAPPEALABLE LEGISLATIVE, REGULATORY, JUDICIAL OR OTHER LEGAL ACTION, INCLUDING A CHANGE IN APPLICABLE LAW, MATERIALLY AFFECTS ANY MATERIAL TERMS OF THIS AGREEMENT, OR THE ABILITY OF AT&T OR GTE TO PERFORM ANY

MATERIAL TERMS OF THIS AGREEMENT, AT&T OR GTE MAY, ON 30 DAYS' WRITTEN NOTICE (DELIVERED NOT LATER THAN 30 DAYS FOLLOWING THE DATE ON WHICH SUCH ACTION HAS BECOME LEGALLY BINDING AND HAS OTHERWISE BECOME FINAL AND NONAPPEALABLE) REQUIRE THAT SUCH TERMS BE RENEGOTIATED. AND THE PARTIES SHALL RENEGOTIATE IN GOOD FAITH SUCH MUTUALLY ACCEPTABLE NEW TERMS AS MAY BE REQUIRED. IF SUCH NEW TERMS ARE NOT RENEGOTIATED WITHIN 90 DAYS AFTER SUCH NOTICE. THE DISPUTE SHALL BE REFERRED TO THE ALTERNATIVE DISPUTE RESOLUTION PROCEDURES SET FORTH IN ATTACHMENT 1. This document has been produced by GTE and AT&T pursuant to the order (the "Order" of the Commission in Case Number TO-97-63). GTE and AT&T understand this document to be the functional equivalent of an order by the Commission and not an agreement entered into voluntarily by the Parties. Each of GTE and AT&T hereby disclaims any liability for violations of the obligations imposed hereby (including contractual liability) other than such liability as may be imposed by the Commission.

9.4 GTE and AT&T further agree that the terms and conditions of this Agreement were composed in order to effectuate the legal requirements (including the Order) in effect at the time the Agreement was produced. Any modifications to those requirements (including modifications resulting from judicial review of the Order) will be deemed to automatically supersede any terms and conditions of this Agreement that, as a result of such modification, are no longer required by law.

10. Liability and Indemnity

- 10.1 **Liabilities of AT&T** AT&T's liability to GTE during any Contract Year resulting from any and all causes under this Agreement, other than as specified in Sections 7, 8, 10.3 and 10.4 below, shall not exceed an amount equal to the amount due and owing by AT&T to GTE under this Agreement during the Contract Year in which such cause accrues or arises.
- 10.2 Liabilities of GTE GTE's liability to AT&T during any Contract Year resulting from any and all causes under this Agreement, other than as specified in Sections 7, 8 and 10.4 below, shall not exceed (i) an amount equal to any amounts due and owing by AT&T to GTE under this Agreement during the Contract Year in which such cause accrues or arises plus (ii) any access or exchange access fees or charges payable by AT&T to GTE during the Contract Year in which such cause accrues or arises.
- 10.2 **No Consequential Damages -** NEITHER AT&T NOR GTE SHALL BE LIABLE TO THE OTHER PARTY FOR ANY INDIRECT, INCIDENTAL, CONSEQUENTIAL, RELIANCE, OR SPECIAL DAMAGES SUFFERED BY

SUCH OTHER PARTY (INCLUDING WITHOUT LIMITATION DAMAGES FOR HARM TO BUSINESS, LOST REVENUES, LOST SAVINGS, OR LOST PROFITS SUFFERED BY SUCH OTHER PARTIES), REGARDLESS OF THE FORM OF ACTION, WHETHER IN CONTRACT, WARRANTY, STRICT LIABILITY, OR TORT, INCLUDING WITHOUT LIMITATION NEGLIGENCE OF ANY KIND WHETHER ACTIVE OR PASSIVE, AND REGARDLESS OF WHETHER THE PARTIES KNEW OF THE POSSIBILITY THAT SUCH DAMAGES COULD RESULT. EACH PARTY HEREBY RELEASES THE OTHER PARTY AND SUCH OTHER PARTY'S SUBSIDIARIES AND AFFILIATES, AND THEIR RESPECTIVE OFFICERS, DIRECTORS, EMPLOYEES AND AGENTS FROM ANY SUCH CLAIM. NOTHING CONTAINED IN THIS SECTION 10 SHALL LIMIT GTE'S OR AT&T's LIABILITY TO THE OTHER FOR (i) WILFUL OR INTENTIONAL MISCONDUCT (INCLUDING GROSS NEGLIGENCE): (ii) BODILY INJURY. DEATH OR DAMAGE TO TANGIBLE REAL OR TANGIBLE PERSONAL PROPERTY PROXIMATELY CAUSED BY GTE'S OR AT&T'S NEGLIGENT ACT OR OMISSION OR THAT OF THEIR RESPECTIVE AGENTS. SUBCONTRACTORS OR EMPLOYEES, NOR SHALL ANYTHING **CONTAINED IN THIS SECTION 10 LIMIT THE PARTIES** INDEMNIFICATION OBLIGATIONS, AS SPECIFIED BELOW. FOR PURPOSES OF THIS SECTION 10, AMOUNTS DUE AND OWING TO AT&T PURSUANT TO SECTION 11 (SERVICE PARITY) AND THE ATTACHMENT REFERENCED IN THAT SECTION SHALL NOT BE CONSIDERED TO BE INDIRECT, INCIDENTAL, CONSEQUENTIAL, RELIANCE, OR SPECIAL **DAMAGES.** [This language was not previously agreed]

10.4 **Obligation to Indemnify**

Each Party shall, and hereby agrees to, defend at the other's request, indemnify and hold harmless the other Party and each of its officers, directors, employees and agents (each, an "Indemnitee") against and in respect of any loss, debt, liability, damage, obligation, claim, demand, judgment or settlement or any nature or kind, known or unknown, liquidated or unliquidated, including without limitation all reasonable costs and expenses incurred (legal, accounting or otherwise) (collectively, "Damages") arising out of, resulting from or based upon any pending or threatened claim, action, proceeding or suit by any third party (a "Claim"): (i) based upon injuries or damage to any person or property or the environment arising out of or in connection with this Agreement, that are the result of such Indemnifying Party's actions, breach of Applicable Law, or breach of representations, warranties or covenants made in this Agreement, or the actions, breach of Applicable Law or of this Agreement by its officers, directors, employees, agents and subcontractors, or (ii) for actual or alleged infringement of any patent, copyright, trademark, service mark, trade name, trade dress, trade secret or any other intellectual property right now known or later developed (referred to as "Intellectual Property Rights") to the extent that such claim or action arises from the Indemnifying

Party's or the Indemnifying Party's Customer's use of the Network Elements, Ancillary Functions, Combinations, Local Services or other services provided under this Agreement.

10.5 Obligation to Defend; Notice; Co-operation - Whenever a Claim shall arise for indemnification under this Agreement, the relevant Indemnitee, as appropriate, shall promptly notify the Indemnifying Party and request the Indemnifying Party to defend the same. Failure to so notify the Indemnifying Party shall not relieve the Indemnifying Party of any liability that the Indemnifying Party might have, except to the extent that such failure prejudices the Indemnifying Party's ability to defend such Claim. The Indemnifying Party shall have the right to defend against such liability or assertion in which event the Indemnifying Party shall give written notice to the Indemnitee of acceptance of the defense of such Claim and the identity of counsel selected by the Indemnifying Party. Except as set forth below, such notice to the relevant Indemnitee shall give the Indemnifying Party full authority to defend, adjust, compromise or settle such Claim with respect to which such notice shall have been given, except to the extent that any compromise or settlement shall prejudice the Intellectual Property Rights of the relevant Indemnitees. The Indemnifying Party shall consult with the relevant Indemnitee prior to any compromise or settlement that would adversely affect the Intellectual Property Rights or other rights of any Indemnitee, and the relevant Indemnitee shall have the right to refuse such compromise or settlement and, at the refusing Party's or refusing Parties' cost, to take over such defense, provided that in such event the Indemnifying Party shall not be responsible for, nor shall it be obligated to indemnify the relevant Indemnitee against, any cost or liability in excess of such refused compromise or settlement. With respect to any defense accepted by the Indemnifying Party, the relevant Indemnitee shall be entitled to participate with the Indemnifying Party in such defense to the extent the Claim requests equitable relief or other relief that could affect the rights of the Indemnitee and also shall be entitled to employ separate counsel for such defense at such Indemnitee's expense. In the event the Indemnifying Party does not accept the defense of any indemnified Claim as provided above, the relevant Indemnitee shall have the right to employ counsel for such defense at the expense of the Indemnifying Party. Each Party agrees to cooperate and to cause its employees and agents to cooperate with the other Party in the defense of any such Claim and the relevant records of each Party shall be available to the other Party with respect to any such defense.

10.5 **Service Parity and Standards**

- 11.1 Notwithstanding anything in this Agreement to the contrary, GTE shall meet any service standard imposed by the FCC or by any state regulatory authority for any Local Services, Unbundled Network Elements, Ancillary Functions and Interconnection provided by GTE to AT&T for resale.
- 11.2 GTE shall ensure that the quality of Local Services, network elements, ancillary functions, and interconnection provided to AT&T are at least equal in quality to that provided by GTE to itself.
- 11.3 GTE and AT&T agree to implement the quality standards ("Quality Standards") described in Attachment 12 to measure each Party's performance of its respective obligations hereunder. Imposition of the penalties set forth in Attachment 12 shall be the sole remedy for any violation of the Quality Standards. No such violations shall constitute a breach of this Agreement or shall give rise to any claim or cause of action other than the imposition of the penalty specified in Attachment 12.
- 11.4 [Intentionally Left Blank]
- 11.5 If AT&T requests a standard higher than GTE provides to itself, such request shall be made as a Bona Fide Request pursuant to Attachment 12, and GTE shall provide such standard to the extent technically feasible. AT&T shall pay the incremental cost, prorated in a competitively neutral manner, of such higher standard or other measurement of quality.

12. Customer Credit History

12.1 AT&T and GTE agree to make available to a designated third-party credit bureau, on a timely basis, such of the following customer payment history information that is available solely from internal business records of the providing Party for each person or entity that applies for local or IntraLATA toll Telecommunications Service(s) from either carrier. Such information shall be provided on the condition that the credit bureau will only make such information available to the carrier to which the person or entity in question has applied for Telecommunication Service.

Applicants name;

Applicant's address:

Applicant's previous phone number; if any;

Amount, if any, of unpaid balance in applicant's name;

Whether applicant is delinquent on payments;

Length of service with prior local or IntraLATA toll provider;

Whether applicant had local or IntraLATA toll service terminated or suspended within the last six months with an explanation of the reason therefor; and

Whether applicant was required by prior local or IntraLATA toll provider to pay a deposit or make an advance payment, including the amount of each.

Nothing contained herein shall require either Party to undertake obligations which would subject that Party to requirements or liabilities as a consumer reporting agency under 15 U.S.C. §1681 et seq. and its implementing regulations or any similar statute, order or administrative rule of the State.

12.2 Cooperation on Fraud Minimization - The Parties shall cooperate with one another to investigate, minimize and take corrective action in cases of fraud. The Parties' fraud minimization procedures are to be cost effective and implemented so as not to unreasonably burden or harm one Party as compared to the other. At a minimum, such cooperation shall include, when permitted by law or regulation, providing the other Party, upon reasonable request, information concerning end users who terminate services to that Party without paying all outstanding charges, when that Party is notified that such end user seeks service from the other Party. If required, it shall be the responsibility of the Party seeking the information to secure the end user's permission (in the format required by law) to obtain the information. Although in most circumstances the end user's current telephone number may be retained by the end user when switching local service providers, if an end user has past due charges associated with the account, for which payment arrangements have not been made with one Party, the end user's previous telephone number will not be made available to the other Party until the end user's outstanding balance has been paid.

13. **Force Majeure**

13.1 Except as otherwise specifically provided in this Agreement, neither Party shall be liable for any delay or failure in performance of any part of this Agreement caused by any condition beyond the reasonable control of the Party claiming excusable delay or other failure to perform, including acts of the United States of America or any state, territory or political subdivision thereof, acts of God or a public enemy, fires, floods, freight embargoes, earthquakes, volcanic actions, wars, or civil disturbances. If any Force Majeure condition occurs, the Party whose performance fails or is delayed because of such Force Majeure condition shall give prompt notice to the other Party, and upon cessation of such Force Majeure condition, shall give like notice and commence performance hereunder as promptly as reasonably practicable, including implementation of disaster recovery plans.

Notwithstanding subsection 1, preceding, no delay or other failure to perform shall be excused pursuant to this Section:

- (i) by the acts or omission of a Party's subcontractors, material men, suppliers or other third persons providing products or services to such Party unless such acts or omissions are themselves the product of a Force Majeure condition, and
- (ii) unless such delay or failure and the consequences thereof are beyond the reasonable control and without the fault or negligence of the Party claiming excusable delay or other failure to perform.

14. Certain State and Local Taxes

Any state or local excise, sales, or use taxes (excluding any taxes levied on

income) resulting from the performance of this Agreement shall be borne by the Party upon which the obligation for payment is imposed under applicable law, even if the obligation to collect and remit such taxes is placed upon the other Party. The collecting Party shall charge and collect from the obligated Party, and the obligated Party agrees to pay to the collecting Party, all applicable taxes, except to the extent that the obligated Party notifies the collecting Party and provides to the collecting Party appropriate documentation that qualifies the obligated Party for a full or partial exemption. Any such taxes shall be shown as separate items on applicable billing documents between the Parties. The obligated Party may contest the same in good faith, at its own expense, and shall be entitled to the benefit of any refund or recovery, provided that such Party shall not permit any lien to exist on any asset of the other Party by reason of the contest. The collecting Party shall cooperate in any such contest by the other Party, provided that the contesting Party shall pay the reasonable expenses of the collecting Party for any such cooperative activities.

15. <u>Alternative Dispute Resolution</u>

All Disputes arising under this Agreement or the breach hereof, except those arising pursuant to Attachment 6, Connectivity Billing, shall be resolved according to the procedures set forth in Attachment 1. Disputes involving matters subject to the Connectivity Billing provisions contained in Attachment 6, shall be resolved in accordance with the Billing Disputes section of Attachment 6. In no event shall the Parties permit the pendency of a Dispute to disrupt service to any customer of any Party contemplated by this Agreement except in the case of default and termination of this Agreement pursuant to Section 3.4. The foregoing notwithstanding, neither this Section 15 nor Attachment 1 shall be construed to prevent either Party from seeking and obtaining temporary equitable remedies, including temporary restraining orders.

Notices

Any notices or other communications required or permitted to be given or delivered under this Agreement shall be in hard-copy writing (unless otherwise specifically provided herein) and shall be sufficiently given if delivered personally or delivered by prepaid overnight express service or certified mail, return receipt requested or by facsimile (followed by a hard copy delivered by U.S. Mail or another method specified herein) to the following (unless otherwise specifically required by this Agreement to be delivered to another representative or point of contact):

If to AT&T:

R. Reed Harrison Vice President, AT&T Room 4ED103 One Oak Way Berkeley Heights, New Jersey 07922 Facsimile number: 908-771-2219

and

R. Steven Davis
Vice President, AT&T
Room 3252J1
295 North Maple Ave.
Basking Ridge, New Jersey 07920
Facsimile number: 908-953-8360

If to GTE:

 _		ernal <i>A</i> orpora	Affairs ted
	_		
			- -

and

Thomas R. Parker, Esq.
Assistant Vice President and Associate General Counsel HQ EO3J43
600 Hidden Ridge Drive
Irving, TX 75038
Facsimile Number: 972-718-1250

Either Party may unilaterally change its designated representative and/or address for the receipt of notices by giving seven (7) days' prior written notice to the other Party in compliance with this Section. Any notice or other communication shall be deemed given when received.

17. **Confidentiality and Proprietary Information**

17.1 For the purposes of this Agreement, "Confidential Information" means confidential or proprietary technical or business information, in written or tangible form, given by the Discloser to the Recipient that is stamped, labeled, or otherwise designated as "Proprietary" or "Confidential" or that contains other words or symbols clearly indicating that the information is intended to be secure from public disclosure. "Confidential Information" also includes information that is intentionally provided or disclosed orally or visually if it is

identified as proprietary or confidential when provided or disclosed and is summarized in a writing so marked and delivered within ten (10) days following such disclosure. "Confidential Information" also includes information that is observed or learned by one Party while it is on the premises (including leased collocation space) of the other Party. Notwithstanding the foregoing, all orders for Local Services, Network Elements or Combinations placed by AT&T pursuant to this Agreement, and information that would constitute Customer Proprietary Network Information of AT&T Customers pursuant to the Act and the rules and regulations of the FCC and Recorded Usage Data as described in Attachment 7, whether disclosed by AT&T to GTE or otherwise acquired by GTE in the course of the performance of this Agreement, shall be deemed Confidential Information of AT&T for all purposes under this Agreement whether or not specifically marked or designated as confidential or proprietary.

- 17.2 For the period set forth in Section 17.6, except as otherwise specified in this Agreement, the Recipient agrees (a) to use it only for the purpose of performing under this Agreement, (b) to hold it in confidence and disclose it to no one other than its employees or agents or consultants having a need to know for the purpose of performing under this Agreement, and (c) to safeguard it from unauthorized use or disclosure with at least the same degree of care with which the Recipient safeguards its own Confidential Information. Any agent or consultant must have executed a written agreement of non-disclosure and non-use comparable in scope to the terms of this Section 17 which agreement shall be enforceable by the Discloser.
- 17.3 The Recipient may make copies of Confidential Information only as reasonably necessary to perform its obligations under this Agreement. All such copies shall be subject to the same restrictions and protections as the original and shall bear the same copyright and proprietary rights notices as are contained on the original.
- The Recipient agrees to return to the Discloser all Confidential Information received in tangible form from the Discloser, including any copies made by the Recipient, within thirty (30) days after a written request is delivered to the Recipient, or to destroy or erase all such Confidential Information and certify as to such event, except for Confidential Information that the Recipient reasonably requires to perform its obligations under this Agreement or as otherwise required by applicable law. If either Party loses or makes an unauthorized disclosure of the other Party's Confidential Information, it shall notify such other Party as soon as is reasonably practicable after the loss is discovered and use reasonable efforts to retrieve the lost or wrongfully disclosed information.
- 17.5 The Recipient shall have no obligation to safeguard Confidential Information:
 (a) which was in the possession of the Recipient free of restriction on use or disclosure prior to its receipt from the Discloser; (b) after it becomes publicly

known or available through no breach of this Agreement or other restriction on use or disclosure by the Recipient; (c) after it is rightfully acquired by the Recipient free of restrictions on its use or disclosure; or (d) after it is proven to be independently developed by personnel of the Recipient to whom the Discloser's Confidential Information had not been previously disclosed. In addition, either Party shall have the right to disclose Confidential Information to any mediator, arbitrator, state or federal regulatory body, the Department of Justice or any court in the conduct of any mediation, arbitration or approval of this Agreement subject to the requirements concerning notice and other measures specified in the last sentence of this Subsection. Additionally, the Recipient may disclose Confidential Information if so required by law, a court of competent jurisdiction, or governmental or administrative agency, so long as the Discloser has been notified of the requirement promptly after the Recipient becomes aware of the requirement, but prior to such disclosure and so long as the Recipient undertakes all lawful measures to avoid disclosing such information until Discloser has had reasonable time to seek a protective order and Discloser complies with any protective order that covers the Confidential Information to be disclosed.

- 17.6 Each Party's obligations with respect to Confidential Information disclosed prior to expiration or termination of this Agreement shall expire three (3) years from the date of receipt of the initial disclosure, regardless of any termination of this Agreement prior to such expiration date; provided that the duties with respect to Confidential Information that is software, protocols and interfaces shall expire fifteen (15) years from the date of the initial disclosure.
- Except as otherwise expressly provided elsewhere in this Agreement, no license is hereby granted under any patent, trademark, copyright or other Intellectual Property Right, nor is any such license implied, solely by virtue of the disclosure of any Confidential Information.
- 17.8 Each Party agrees that the Discloser would be irreparably injured by a breach of this Agreement by the Recipient or its representatives and that the Discloser shall be entitled to seek equitable relief, including injunctive relief and specific performance, in the event of any breach of the provisions of this Section 17. Such remedies shall not be deemed to be the exclusive remedies for a breach of this Section 17, but shall be in addition to all other remedies available at law or in equity.

18. **Branding**

AT&T may, at its option, use the Network Elements, Combinations and Local Services provided in accordance with this Agreement to provide to its customers services branded as AT&T. Except as otherwise provided in this Agreement or specified in a separate writing by AT&T, AT&T shall provide the exclusive interface to AT&T Customers in connection with the marketing or

offering of AT&T services. When a GTE technical representative goes to a customer premise on behalf of AT&T, in the event the representative has contact with the customer, the representative will indicate to the customer that he or she works for GTE but is at the customer premise on behalf of AT&T regarding AT&T service. If the customer is not at the premise at the time that the technical representative is at the premise, GTE agrees to deliver generic material or documents to the customer, and the representative will write AT&T's name on the document or material left for the customer. GTE personnel acting on behalf of AT&T will not discuss, provide, or leave information or material relative to GTE's services and products

18.1 Operator Services and Directory Assistance provided by GTE to AT&T local service customers under this Agreement will be branded exclusively as AT&T services, where technically feasible. GTE will perform the necessary software upgrades to allow for rebranding of its Operator Services and Directory Assistance in AT&T's name on a switch by switch basis, subject to capability and capacity limitations; until those upgrades have been completed, GTE will provide rebranded services through alternate means to the extent technically feasible. Where it is not technically feasible for GTE to provide Operator Services and Directory Assistance as rebranded services, then GTE will provide such services without any branding, if allowed by state laws and regulations. Live operators handling Operator Services and Directory Assistance calls from AT&T local service customers will identify themselves as AT&T operators; where such rebranding is not technically feasible, live operator response will be provided on an unbranded basis. For those offices that AT&T has requested GTE to rebrand and/or unbrand OS and DA, AT&T shall continue exclusively to use GTE rebranded and/or unbranded OS and DA for the duration of this Agreement. During the period between the execution of this Agreement and the implementation of rebranding, where GTE unbrands live operator handled OS and DA calls, AT&T agrees to withdraw its request for rebranding of OS and DA calls handled by automated systems until these systems are capable of rebranding. To the extent the costs of these services are not covered by the underlying element charge, AT&T agrees to reimburse GTE for the total cost of implementing rebranding of OS and DA on a non-recurring charge basis. AT&T shall pay GTE's costs, if any, pursuant to the pricing standards of Section 252(d) of the Act and in such amounts or levels as determined by the Commission for implementation of such branding.

19. <u>Directory Listings and Directory Distribution</u>

GTE shall offer the following to AT&T:

19.1 Directory Listings (White Pages) - A basic listing for each AT&T Customer shall be included in the GTE white pages directory for such AT&T Customer's specific geographic area at no charge to AT&T or AT&T's Customers. Where an AT&T Customer has two numbers for a line due to the implementation of interim Local Number Portability, the second number shall be considered part of the White pages basic listing. Other listings that are made available to GTE Customers (e.g. additional listings, non-published status, foreign listings, etc.,) will be made available to AT&T Customers on the same rates, terms and conditions as available to GTE Customers. AT&T Customer Government listings will be listed in the same manner as GTE Customer Government listings.

- Directory Listings (Yellow Pages) GTE will provide AT&T Customers with the same yellow page services on the same terms and conditions as those provided to GTE Customers. GTE will provide each AT&T Customer within the geographical area covered by the yellow pages directory a basic listing in GTE "yellow pages" under the classified heading that most accurately reflects the primary nature of the AT&T Customer's business at no charge to AT&T or AT&T Customers for this listing. GTE will supply AT&T with a list of authorized classified headings and will notify AT&T of any changes to such headings. AT&T agrees to supply GTE, on a regularly scheduled basis and in the format mutually agreed between AT&T and GTE, with a classified heading assignment for each AT&T Customer who wishes to receive this listing. GTE shall provide AT&T with monthly schedules (for a rolling twelve (12) month period) for Yellow Pages publications in the State.
- 19.3 **Listing Information -** AT&T agrees to supply GTE, on a regularly scheduled basis and in the format mutually agreed between AT&T and GTE, all listing information for AT&T Customers who wish to be listed in the white or yellow pages of the GTE published directory for that subscriber area. Listing information will consist of names, addresses (including city and ZIP code where provided in that directory) and telephone numbers. GTE shall employ the listing information for the production of GTE-published white and yellow page directories. Listing inclusion in a given directory will be in accordance with directory configuration, scope and schedules established by GTE which are applicable to all GTE entities. GTE shall obtain AT&T's prior written approval for the use of AT&T Customers' listings for any other purpose. GTE will not sell or license, nor allow any third party, the use of AT&T subscriber listing and GTE will not disclose non-listed name or address information for any purpose without the prior written consent of AT&T, which shall not be unreasonably withheld. GTE will charge AT&T a reasonable service bureau extraction fee for all third party translations and AT&T will be free to establish its own fees for direct billing the third parties.
- 19.4 **Directory Distribution -** Initial directories will be provided to AT&T Customers for each AT&T Customer's specific geographic region on the same basis as GTE Customers within the same directory area. More specifically, GTE will not charge AT&T or AT&T Customers for annual distribution of

directories. GTE will provide secondary distributions of directories (e.g. a new customer, requests for additional copies) to AT&T Customers at the same price that GTE is charged for secondary distribution by GTE Directories. AT&T shall pay GTE Directories for such secondary distributions based on GTE's agreement that the secondary distribution costs will be excluded from GTE's cost studies and resulting avoided cost discounts and prices for unbundled elements. Timing of such delivery and the determination of which Telephone Directories shall be delivered (by customer address, NPA/NXX or other criteria), and the number of Telephone Directories to be provided per customer, shall be provided under the same terms that GTE delivers Telephone Directories to GTE Customers. AT&T will supply GTE in a timely manner with all required subscriber mailing information, including non-listed and non-published subscriber mailing information, to enable GTE to perform its distribution responsibilities.

- 19.5 **Critical Customer Contact Information -** GTE will list in the information pages of its directories at no charge to AT&T, AT&T's critical customer contact information for business and residential customers regarding emergency services, billing, sales and service information, repair service and AT&T's logo. GTE shall list Competitive Local Exchange Carrier critical customer contact information on an alphabetical basis.
- 19.6 GTE shall also include, in the customer call guide page(s) of each Telephone Directory, up to four full pages of consolidated space for the inclusion of information about AT&T products and services, including addresses and telephone numbers for AT&T customer service. The form and content of such customer information shall be provided by AT&T to GTE and shall be subject to GTE review and approval, which approval shall not be unreasonably withheld. AT&T agrees to pay a price per page to be determined by GTE Directories, provided that such price shall be nondiscriminatory to GTE and AT&T.
- 19.7 GTE shall, at no charge to AT&T, make available recycling services for Telephone Directories to AT&T Customers under the same terms and conditions that GTE makes such services available to its own local service customers.
- 19.8 Notwithstanding anything to the contrary contained herein, GTE may terminate this Section 19 as to a specific GTE exchange in the event that GTE sells or otherwise transfers the exchange to an entity other than a GTE Affiliate. GTE shall provide AT&T with at least ninety (90) days' prior written notice of such termination, which shall be effective on the date specified in the notice. Notwithstanding termination as to a specific exchange, this Section 19 shall remain in full force and effect in the remaining exchanges.

19.9 Notwithstanding the termination of this Section 19, the Parties' obligations with respect to any directories whose annual publication cycle has begun prior to the effective date of termination shall survive such termination. For example, if a Party terminates this Section 19 effective as of June 30, 1997, the Parties' survival obligations shall apply as follows:

Exchange	Beginning of Publication Cycle	Expiration of Obligations	
1	January 1, 1997	December 31, 1997	
2	June 1, 1997	May 31, 1998	
3	August 1, 1997	June 30, 1997	

a publication cycle begins the day following the listing activity close date for the current year's publication.

- 19.10 Directory Listing criteria shall be specified by GTE. GTE shall provide any changes to its Directory Listing Criteria thirty (30) days in advance of such changes becoming effective. The Directory Listing criteria shall include:
- 19.10.1 Classified heading information;
- 19.10.2 Rules for White Pages and Yellow Pages listings (e.g., eligibility for free Yellow Pages listing, space restrictions, unlisted and unpublished listings, abbreviated listings, foreign listings, and heading requirements);

Identification of Enhanced White Pages and Enhanced Yellow Pages listings available;

- 19.10.4 Publication schedules for White Pages and Yellow Pages;
- 19.10.5 Identification of which Telephone Directories are provided to which customers by customer address, NPA/NXX or other criteria;
- 19.10.6 Telephone Directory delivery schedules;
- 19.10.7 Restrictions, if any, on number of Telephone Directories provided at no charge to customer;
- 19.10.8 Processes and terms and conditions for obtaining foreign Telephone Directories from GTE; and
- 19.10.9 Geographic coverage areas of each Telephone (by municipality and NPA/NXX).

20. Directory Assistance Listing Information

20.1 GTE shall include in its directory assistance database all directory assistance listing information, which consists of name and address ("DA Listing Information") for all AT&T Customers, including those with nonpublished and unlisted numbers, at no charge to AT&T.

GTE shall provide to AT&T, at AT&T's request, for purposes of AT&T providing AT&T-branded directory assistance services to its local customers, within thirty (30) days after the Effective Date, all published GTE DA Listing Information via magnetic tape delivered within twenty-four (24) hours of preparation, at a the rate specified in Attachment 14. Changes to the DA Listing Information shall be updated on a daily basis through the same means used to transmit the initial list. DA Listing Information provided shall indicate whether the customer is a residence or business customer.

Neither Party will release, sell, or license DA Listing Information that includes the other Party's end user information to third parties without the other Party's approval. The other Party shall inform the releasing Party if it desires to have the releasing Party provide the other Party's DA Listing Information to the third party, in which case, the releasing Party shall provide the other Party's DA Listing Information at the same time as the releasing Party provides the releasing Party's DA Listing Information to the third party. The rate to be paid by the releasing Party to the other Party for such sales shall be negotiated on a case-by-case basis.

21. Busy Line Verification and Busy Line Verification Interrupt

21. Prior to the exchange of traffic under this Agreement, each Party shall establish procedures whereby its operator bureau will coordinate with the operator bureau of the other Party to provide Busy Line Verification ("BLV") and Busy Line Verification Interrupt ("BLVI") services on calls between their respective end users. Each Party shall route BLV and BLVI inquiries over separate inward operator services trunks. Each Party's operator assistance bureau will only verify and/or interrupt the call and will not complete the call of the end-user initiating the BLV or BLVI. Each Party shall charge the other for the BLV and BLVI services on a bill-and-keep basis.

22. Number Assignment

22.1 GTE shall allocate Central Office Codes, i.e. NXXs, in a neutral manner at parity with itself in those LATAs where GTE is the number administrator. GTE shall not charge a fee for the allocation of NXXs to AT&T for any costs including, but not limited to, programming expenses incurred by GTE in their role as number administrator; provided, however, that when responsibility for number assignment is transferred to a neutral third party, GTE shall charge a

- fee for such services to recover costs incurred that is consistent with the applicable rules and regulations for such.
- 22.2 GTE shall process all AT&T NXX requests in a timely manner as per the ICCF Code Assignment Guidelines and will provide numbers in any NPA/NXX associated with a terminating line within the boundaries of an LSO, in those LATAs where GTE is the number administrator.
- 22.3 GTE, during the interim period, will maintain its current process of notifying public utility commissions and state regulatory bodies of plans for NPA splits and code relief.
- GTE shall treat as confidential, and solely for use in its role as Code Administrator and for no other purpose, any and all information received from AT&T regarding NPA/NXX forecasts. This information shall be used only for the purposes of code administration, e.g. NPA code relief studies.
- 22.5 GTE shall participate in the transition of its code administration responsibilities to a neutral third party and will notify AT&T if there are not sufficient numbers to meet the forecasted requirements of AT&T.
- 22.6 GTE shall provide AT&T with a file, or files, containing a street address/LSO cross reference indicating which LSO serves the cross referenced street address.

23. **Miscellaneous**

- Delegation or Assignment Any assignment by either Party of any right, obligation, or duty, in whole or in part, or of any interest, without the written consent of the other Party shall be void, except that either Party may assign all of its rights, and delegate its obligations, liabilities and duties under this Agreement, either in whole or in part, to any entity that is, or that was, an Affiliate of that Party without consent, but with written notification, provided that in the case of AT&T, such Affiliate is a certified provider of local dial-tone service in the State to the extent such State requires such certification. The effectiveness of an assignment shall be conditioned upon the assignee's assumption of the rights, obligations, and duties of the assigning Party.
- 23.2 Subcontracting GTE may subcontract the performance of any obligation under this Agreement without the prior written consent of AT&T, provided that GTE shall remain fully responsible for the performance of this Agreement in accordance with its terms, including any obligations it performs through subcontractors, and GTE shall be solely responsible for payments due its subcontractors. No contract, subcontract or other Agreement entered into by either Party with any third party in connection with the provision of Local Services or Network Elements hereunder shall provide for any indemnity, guarantee or

assumption of liability by, or other obligation of, the other Party to this Agreement with respect to such arrangement, except as consented to in writing by the other Party. No subcontractor shall be deemed a third party beneficiary for any purposes under this Agreement.

- 23.3 AUTHORITY EACH PARTY REPRESENTS THAT THE PERSON WHOSE SIGNATURE APPEARS ON THIS AGREEMENT ON BEHALF OF SUCH PARTY HAS AUTHORITY TO BIND SUCH PARTY.
- 23.4 **Binding Effect** This Agreement shall be binding on and inure to the benefit of the respective successors and permitted assigns of the Parties.
- 23.5 **Nonexclusive Remedies** Except as otherwise expressly provided in this Agreement, each of the remedies provided under this Agreement is cumulative and is in addition to any remedies that may be available at law or in equity.
- 23.6 **No Third-Party Beneficiaries** Except as specifically set forth in Section 10.4 and 10.5, this Agreement does not provide and shall not be construed to provide third parties with any remedy, claim, liability, reimbursement, cause of action, or other privilege.
- 23.7 **Referenced Documents** Whenever any provision of this Agreement refers to a technical reference, technical publication, AT&T Practice, GTE Practice, any publication of telecommunications industry administrative or technical standards, or any other document expressly incorporated into this Agreement, it will be deemed to be a reference to the most recent version or edition (including any amendments, supplements, addenda, or successors) of such document that is in effect at the time of the execution of this Agreement, and will include the most recent version or edition (including any amendments, supplements, addenda, or successors) of each document incorporated by reference in such a technical reference, technical publication, AT&T Practice, GTE Practice, or publication of industry standards.
- 23.8 **Regulatory Agency Control** This Agreement shall at all times be subject to changes, modifications, orders, and rulings by the FCC and/or the applicable state utility regulatory commission to the extent the substance of this Agreement is or becomes subject to the jurisdiction of such agency. If this Agreement is subject to advance approval of a regulatory agency, this Agreement shall not become effective until five (5) Business Days after receipt by the Parties of written notice of such approval. "Business Day" shall mean Monday through Friday, except for holidays on which the U. S. Mail is not delivered.
- 23.9 GOVERNING LAW THE VALIDITY OF THIS AGREEMENT, THE
 CONSTRUCTION AND ENFORCEMENT OF ITS TERMS, AND THE
 INTERPRETATION OF THE RIGHTS AND DUTIES OF THE PARTIES SHALL
 BE GOVERNED BY THE LAWS OF THE STATE AND SHALL BE SUBJECT TO

THE EXCLUSIVE JURISDICTION OF THE COURTS THEREIN, EXCEPT INSOFAR AS FEDERAL LAW MAY CONTROL ANY ASPECT OF THIS AGREEMENT, IN WHICH CASE FEDERAL LAW SHALL GOVERN SUCH ASPECT. THE PARTIES SUBMIT TO PERSONAL JURISDICTION IN THE STATE, AND WAIVE ANY AND ALL OBJECTIONS TO THE STATE'S VENUE.

- 23.10 Publicity and Advertising Any news release, public announcement, advertising, or any form of publicity pertaining to this Agreement, or the provision of Local Services, Unbundled Network Elements, Ancillary Functions or Interconnection Services pursuant to it, or association of the Parties with respect to provision of the services described in this Agreement shall be subject to prior written approval of both GTE and AT&T. Neither Party shall publish or use any advertising, sales promotions or other publicity materials that use the other Party's logo, trademarks or service marks without the prior written approval of the other Party.
- 23.11 Amendments or Waivers Except as otherwise provided in this Agreement, no amendment or waiver of any provision of this Agreement, and no consent to any default under this Agreement, shall be effective unless the same is in writing and signed by an officer of the Party against whom such amendment, waiver or consent is claimed. In addition, no course of dealing or failure of a Party strictly to enforce any term, right or condition of this Agreement shall be construed as a waiver of such term, right or condition. By entering into this Agreement, neither Party waives any right granted to it pursuant to the Act.
- 23.12 Severability If any term, condition or provision of this Agreement is held by a governmental body of competent jurisdiction be invalid or unenforceable for any reason, such invalidity or unenforceability shall not invalidate the entire Agreement. The Agreement shall be construed as if it did not contain the invalid or unenforceable provision or provisions, and the rights and obligations of each Party shall be construed and enforced accordingly; PROVIDED, HOWEVER, THAT IF SUCH INVALID OR UNENFORCEABLE TERM, CONDITION OR PROVISION IS MATERIAL TO THIS AGREEMENT, EITHER PARTY MAY REQUIRE THAT SUCH TERM, CONDITION OR PROVISION BE RENEGOTIATED IN ACCORDANCE WITH SECTION 9.3.
- 23.13 **Entire Agreement** This Agreement, which shall include the Attachments, Appendices and other documents referenced herein, constitutes the entire Agreement between the Parties concerning the subject matter hereof and supersedes any prior agreements, representations, statements, negotiations, understandings, proposals or undertakings, oral or written, with respect to the subject matter expressly set forth herein.
- 23.14 **Survival of Obligations** Any liabilities or obligations of a Party for acts or omissions prior to the cancellation or termination of this Agreement; any obligation of a Party under the provisions regarding indemnification, Confidential

- Information, limitations on liability, and any other provisions of this Agreement which, by their terms, are contemplated to survive (or to be performed after) termination of this Agreement, shall survive cancellation or termination thereof.
- 23.15 EXECUTED IN COUNTERPARTS THIS AGREEMENT MAY BE EXECUTED IN ANY NUMBER OF COUNTERPARTS, EACH OF WHICH SHALL BE DEEMED AN ORIGINAL; BUT SUCH COUNTERPARTS SHALL TOGETHER CONSTITUTE ONE AND THE SAME INSTRUMENT.
- 23.16 **Headings of No Force or Effect** The headings of Articles and Sections of this Agreement are for convenience of reference only, and shall in no way define, modify or restrict the meaning or interpretation of the terms or provisions of this Agreement.
- 23.17 **Trademarks and Trade Names** Except as specifically set out in this Agreement, nothing in this Agreement shall grant, suggest, or imply any right, license or authority for one Party to use the name, trademarks, service marks, or trade names of the other Party for any purpose whatsoever.
- 23.18 **Notice of Network and Technology Changes** GTE shall establish quarterly reviews of network and technologies plans. GTE shall notify AT&T at least six (6) months in advance of changes that would impact AT&T's provision of service.

23.19 Technical References -

- 23.19.1 The technical references cited throughout this Agreement shall apply unless GTE shall offer, within ninety (90) days following Commission approval of this Agreement, GTE's proposed substitute technical references, for consideration and review by subject matter experts designated, respectively, by AT&T and GTE. Within ten (10) business days following AT&T's receipt of true and complete copies of GTE's proposed substitute technical references, AT&T and GTE subject matter experts shall meet in person or via teleconference to review the substitute reference(s) with a view toward achieving agreement on the suitability of such references for implementation and incorporation into this Agreement. The subject matter experts may agree to implement and incorporate, to modify or supplement, or to replace any such substitute technical reference proposed by GTE. Where they so agree, the resulting substitute technical reference shall be implemented and incorporated forthwith, by formal amendment in writing, into this Agreement. Where they disagree with respect to the suitability or adequacy of any such proposed substitute technical reference, the GTE-proposed substitute technical reference shall be incorporated into this Agreement at the conclusion of the ten business day period cited above, by formal amendment in writing, subject to AT&T's right to pursue the dispute and the implementation of more suitable technical references through the ADR procedures set forth in Attachment 1 to this Agreement. AT&T may initiate such ADR procedures within sixty (60) days following the incorporation of the challenged technical reference into this Agreement.
- 23.19.2 The parties recognize the possibility that some equipment vendors may manufacture telecommunications equipment that does not fully incorporate or may deviate from the technical references contained in this Agreement. To the extent that, due to the manner in which individual manufacturers may have chosen to implement industry standards into the design of their product, or due to the differing vintages of these individual facility components and the presence of embedded technologies that pre-date certain technical references, some of the individual facility components deployed with GTE's network may not adhere to the technical references, then, within forty-five (45) days after the Effective Date of this Agreement:
 - (a)the Parties will develop processes by which GTE will inform AT&T of any such deviati
 - (b)the Parties will develop further processes and procedures designed, upon notice of su
 - (c)the parties will take such other mutually agreed upon actions as shall be appropriate in

PART I LOCAL SERVICES RESALE

24. Telecommunications Services Provided for Resale

Upon request by AT&T in accordance with Attachment 4 and subject to the restrictions contained in Section 25.3 hereunder, GTE shall make available to AT&T at the applicable rate set forth in Attachment 14, any Telecommunications Service that GTE currently offers or may hereafter offer at retail to subscribers that are not telecommunications carriers. Such Telecommunications Services and SERVICE SUPPORT FUNCTIONS provided by GTE pursuant to this Section are collectively referred to as "Local Services."

- 25. General Terms and Conditions for Resale
- 25.1 **Ordering**
- 25.1.1 Orders for resale of Local Services will be placed utilizing a standard Local Service Request ("LSR") form. A complete and accurate LSR must be provided by AT&T before a request can be processed; provided, however, that immaterial deviations or omissions in the LSR will not prevent an order from being processed. Each Party shall transfer the customer's service features and functionalities "as is" to the other Party when requested by a customer. For purposes of this Section 25, an "as is transfer" is the transfer of all the telecommunications services and features available for resale that are currently being provided for the specified account without the requirement of a specific enumeration of the services and features on the LSR.
- 25.1.2 A Letter of Authorization ("LOA") will be required before Local Services will be provided for resale to a subscriber that currently receives local exchange service from GTE or from a local service provider other that AT&T. Such LOA may be a blanket letter of authorization (Blanket LOA) or such other form as agreed upon by AT&T and GTE. When a Blanket LOA has been provided by AT&T, GTE shall not require an additional disconnect order, LOA or other writing from a customer, or another LEC, in order to process an order for Local Service. Each Party will provide the capability for customers to retain their current phone number in the event that they change local service providers to the extent technically feasible, allowing them to retain all existing features and functionalities.
- 25.1.3 GTE shall include an AT&T Customer's listing in its Directory Assistance database as part of the Local Service Request ("LSR") process. GTE will honor AT&T Customer's preferences for listing status, including non-published and unlisted, as noted on the LSR and will enter the listing in the GTE database which is used to perform Directory Assistance functions as it appears on the LSR.
- 25.1.4 GTE shall accept requests for a change in the primary interexchange carrier of a local exchange customer of AT&T only from AT&T._
- 25.2 **Pricing**

The prices to be charged to AT&T for Local Services under this Agreement are set forth in Part V of this Agreement.

25.3 Restrictions on Resale

To the extent consistent with the applicable rules and regulations of the FCC and the Commission, AT&T may resell all GTE Local Services as defined in GTE's tariffs. The following restrictions shall apply to the resale of Local Services, as described in Section 24 of this Agreement by AT&T: (i) AT&T shall not resell residential services to business customers; (ii) GTE shall not be required to offer at a wholesale discount to AT&T any GTE promotional offering that is made available to any GTE customer for a period of ninety (90) days or less; (iii) and GTE shall not be required to provide to AT&T for resale any retail service which a telecommunications carrier is by law required to provide as a social benefit to a specially designated class of customer. AT&T shall determine whether its customers qualify for any such social programs and shall bear the costs associated with the provision of such programs.

25.4 [Intentionally deleted]

25.5 **Dialing and Service Parity**

- 25.5.1 GTE will provide the same dialing parity to AT&T Customers as similarlysituated GTE Customers, such that, for all call types, an AT&T Customer is not required to dial any greater number of digits than a similarly-situated GTE Customer; provided however with respect to intra-LATA dialing, GTE shall provide dialing parity to AT&T customers in the State in accordance with the provisions and schedule established by the Commission. IN ADDITION, EXCEPT FOR THE LOSS OF FEATURES THAT MAY BE OCCASIONED BY THE USE OF REMOTE CALL FORWARDING OR OTHER NUMBER PORTABILITY TECHNOLOGIES, THE AT&T CUSTOMER MAY RETAIN ITS LOCAL TELEPHONE NUMBER WITH NO LOSS OF FEATURES AND FUNCTIONALITIES: AND THE POST-DIAL DELAY (TIME ELAPSED BETWEEN THE LAST DIGIT DIALED AND THE FIRST NETWORK RESPONSE), CALL COMPLETION RATE AND TRANSMISSION QUALITY EXPERIENCED BY AN AT&T CUSTOMER SHALL BE EQUAL IN QUALITY TO THAT EXPERIENCED BY A SIMILARLY-SITUATED GTE CUSTOMER.
- GTE will provide service levels for Local Services for resale that are equal to service levels for similarly-situated GTE Customers, such that there is no loss of features or functionalities including, but not limited to: same dial tone and ringing; same capability for either dial pulse or touch tone recognition; flat and measured services; speech recognition as available; same extended local free calling area; 1+ IntraLATA toll calling; InterLATA toll calling and international calling; 500, 700, 800, 900, 976 and Dial Around (10xxx) Services; restricted collect and third number billing; all available speeds of analogue and digital private lines; off-premise extensions; CENTRANET and

ISDN.

25.6 Changes in Retail Service

GTE will notify AT&T of proposed new retail services or modifications to existing retail services forty-five (45) days prior to the expected date of regulatory approval of the new or modified services. If new services or modifications are introduced with less than forty-five (45) days notice to the regulatory authority, GTE will notify AT&T at the same time it determines to introduce the new or modified service. With respect to changes in prices for existing retail services or related resale rates, GTE will notify AT&T at the same time as GTE begins internal implementation efforts (i.e., at least at the time that GTE's Product Management Committee is notified of the proposed change) or obtains internal approval to make the price change, whichever is sooner.

- 26. Requirements for Specific Services
- 26.1 [Intentionally deleted]
- 26.2 CLASS/LASS and Custom Features Requirements

AT&T may purchase the entire set of CLASS/LASS and Custom features and functions, or a subset of any one or any combination of such features, on a customer-specific basis, without restriction on the minimum or maximum number of lines or features that may be purchased for any one level of service, provided such CLASS/LASS and Custom features are available to GTE Customers served by the same GTE Central Office. GTE shall provide to AT&T a list of CLASS/LASS and Custom features and functions within ten (10) business days of the Effective Date and shall provide updates to such list when new features and functions become available. GTE shall provide to AT&T a list of all services, features, and products including a definition of the service (by specific reference to the appropriate tariff sections) and how such services interact with each other. GTE shall provide features and services by street address guide and by switch. All features shall be at least at parity with the GTE service offering.

This Section intentionally left blank.

26.4 Intercept and Transfer Service

GTE shall provide intercept and transfer service to AT&T for AT&T Customers on the same basis and for the same length of time as such service is available to similarly-situated GTE Customers. To that end, when an end-user customer transfers service from GTE to AT&T, or from AT&T to GTE, and does not retain its original telephone number, the Party formerly providing service to the end user will provide, upon request, a referral announcement on the original telephone number. The announcement will provide the new

number of the customer.

26.5 **E911/911 Services**

GTE shall provide to AT&T, for AT&T Customers, E911/911 call routing to the appropriate PSAP. AT&T shall provide AT&T Customer information to GTE, and GTE shall validate and provide AT&T Customer information to the PSAP. GTE shall use its service order process to update and maintain, on the same schedule that it uses for its end users, the AT&T Customer service information in the ALI/DMS (Automatic Location Identification/Location Information Database Management System) used to support E911/911 services, pursuant National Emergency Number Agency (NENA) standards. AT&T shall have the right to verify the accuracy of the information regarding AT&T Customers in the ALI database.

26.6 **Telephone Relay Service**

Where GTE provides to speech and hearing-impaired callers a service that enables callers to type a message into a telephone set equipped with a keypad and message screen and to have a live operator read the message to a recipient and to type message recipient's response to the speech or hearing-impaired caller ("Telephone Relay Service"), GTE shall make such service available to AT&T AT NO ADDITIONAL CHARGE, at its retail cost for use by AT&T Customers who are speech or hearing-impaired. Information concerning qualification for Telephone Relay Service will be made available on the Customer Service Record (CSR).

26.7 Voice Mail Related Services

GTE shall provide the following features capability for voice mail services: **the SMDI-E interface**, the Message Waiting Indicator; and the Call Forward on Busy/Don't Answer feature; **and Forwarded Call Information**.

26.8 Voluntary Federal Customer Financial Assistance Programs

Local Services provided to low-income subscribers, pursuant to requirements establis (collectively referred to as "Voluntary Federal Customer Financial Assistance Programs") and Directory Assistance - Exempt. When a GTE Customer eligible for these services chooses to obtain Local Service from AT&T, GTE shall forward all information regarding such customer's eligibility to participate in such programs including any applicable certification procedures to AT&T, in electronic format in accordance with the procedures set forth herein.

Advanced Intelligent Network

27.1 GTE will provide AT&T access to the GTE Service Creation Environment (SCE)

to design, create, test, deploy and provision AIN-based features, equivalent to the access GTE provides to itself, providing that security arrangements can be made. AT&T requests to use the GTE SCE will be subject to request, review and testing procedures to be agreed upon by the parties.

- 27.2 When AT&T utilizes GTE's Local Switching network element and requests GTE to provision such network element with a technically feasible AIN trigger, GTE will provide access to the appropriate AIN Call Related Database for the purpose of invoking either a GTE AIN feature or an AT&T developed AIN feature described in 27.1, above.
- 27.3 When AT&T utilizes its own local switch, GTE will provide access to the appropriate AIN Call Related Database for the purpose of invoking either a GTE AIN feature or an AT&T developed AIN feature described in 27.1, above.
- 27.4 Any mediation to GTE's AIN database will be performed on a competitively neutral, nondiscriminatory basis. Any network management controls found necessary to protect the SCP from an overload condition must be applied on a nondiscriminatory basis for all users of that database, including GTE. GTE and AT&T agree that any load mediation will affect all links to the STP, including GTE's, in a like manner. AT&T will provide the information necessary to ensure that GTE is able to engineer sufficient capacity on the AIN SCP platform.
- 28. Routing to Directory Assistance, Operator and Repair Services
- 28.1 Where AT&T purchases either Local Services or Local Switching as an Unbundled Element, unless AT&T requests otherwise, GTE will, where technically feasible, provide the functionality and features required to modify the AT&T Customer's line at GTE's local switch (LS) to route all calls to the AT&T Network for local Directory Assistance and the AT&T Platform for Operator and Repair Services. AT&T shall be responsible for all costs associated with any request for customized routing and implementation of such routing. AT&T shall pay GTE's costs, if any, pursuant to the pricing standards of Section 252(d) of the Act and in such amounts or levels as determined by the Commission for implementation of such routing.

28.2 Directory Assistance

Where technically feasible GTE shall route local Directory Assistance calls, including 411 and (NPA) 555-1212, dialed by AT&T Customers directly to the AT&T platform, unless AT&T requests otherwise pursuant to Section 28.7.2. <u>AT&T shall be responsible for all costs associated with any Directory Assistance routing request and implementation of such routing.</u> AT&T shall pay GTE's costs, if any, pursuant to the pricing standards of Section 252(d) of the Act and in such amounts or levels as determined by the Commission for implementation of such routing.

28.3 Operator Services

Where technically feasible, GTE shall route local Operator Services calls (0+, 0-) dialed by AT&T Customers directly to the AT&T Local Operator Services platform, unless AT&T requests otherwise pursuant to Section 28.7.1. Such traffic shall be routed over trunk groups specified by AT&T which connect GTE end offices and the AT&T Local Operator Services platform, using standard Operator Services dialing protocols of 0+ or 0-. Where intraLATA presubscription is not available. GTE will provide the functionality and features within its local switch (LS), to route AT&T Customer dialed 0- and 0+ intraLATA calls to the AT&T designated line or trunk on the Main Distributing Frame (MDF) or Digital Cross Connect (DSX) panel via Modified Operator Services (MOS) Feature Group C signaling. Where intraLATA presubscription is available, AT&T Customer dialed 0- and 0+ intraLATA calls will be routed to the intraLATA PIC carrier's designated operator services platform. In all cases, GTE will provide post-dial delay no greater than that provided by GTE for its end user customers. For switches lacking the existing capacity and capability to provide the customized rerouting described in this Section 28, GTE shall develop alternative forms of customized routing. AT&T shall be responsible for all costs associated with any Operator Services routing request and implementation of such routing. AT&T shall pay GTE's costs, if any, pursuant to the pricing standards of Section 252(d) of the Act and in such amounts or levels as determined by the Commission for implementation of such routing.

Repair Calls

GTE shall route repair calls dialed by AT&T Customers directly to the AT&T repair center.

In the event an AT&T Customer calls GTE with a request for repairs, GTE shall provide the AT&T Customer with AT&T's repair 800-telephone number. AT&T agrees to provide GTE with AT&T's repair 800-telephone numbers.

In the event a GTE Customer calls AT&T with a request for repairs, AT&T shall provide the GTE Customer with GTE's repair 800-telephone number. GTE agrees to provide AT&T with GTE's repair 800-telephone number.

28.5 Non-discriminatory Treatment

All direct routing capabilities described herein shall permit AT&T Customers to dial the same telephone numbers for AT&T Directory Assistance, Local Operator and the same number of digits for Repair Services that similarly-situated GTE Customers dial for reaching equivalent GTE services. AT&T and GTE will use 800/888 numbers where necessary to achieve this result.

28.6 Emergency Calls

GTE, no later than ten (10) business days after the Effective Date, shall provide to AT&T the emergency public agency (e.g., police, fire,

ambulance) telephone numbers linked to each NPA-NXX. Such data will be transmitted via the Electronic Interface described in Section 29.1, or by an interim means agreed to by the Parties. GTE will electronically transmit to AT&T, in a timely manner, all changes, alterations, modifications and updates to such data.

28.7 Optional Routing

- 28.7.1 Operator Services: AT&T may request GTE to route AT&T Customers to GTE Operator Services. In this case, the requirements for GTE-provided Operator Services as part of the Total Services Resale service shall be those requirements specified in Attachment 2, "Unbundled Elements", Section 5.1, "Operator Services." AT&T shall be responsible for any costs associated with rerouting operator services calls from alternative operator services platforms to GTE's operator services platform. AT&T shall pay GTE's costs, if any, pursuant to the pricing standards of Section 252(d) of the Act and in such amounts or levels as determined by the Commission for implementation of such routing.
- 28.7.2 Directory Assistance: AT&T may request GTE to route AT&T Customers to GTE's Directory Assistance. In this case, the requirements for GTE-provided Directory Assistance Services as part of the Total Services Resale service shall be those requirements specified in Attachment 2, "Unbundled Elements", Section 6, "Directory Services." AT&T shall be responsible for any costs associated with rerouting directory assistance calls from alternative directory assistance center to GTE's directory assistance center. AT&T shall pay GTE's costs, if any, pursuant to the pricing standards of Section 252(d) of the Act and in such amounts or levels as determined by the Commission for implementation of such routing.
- 28.8 Line Information Database Updates

GTE shall update and maintain AT&T Customer information in the GTE Line Information Database ("LIDB") in the same manner and on the same schedule that it maintains information in LIDB for GTE Customers.

28.9 Telephone Line Number Calling Cards
Upon request by an AT&T Customer or by AT&T on behalf of an AT&T
Customer, and effective as of the date of an end user's subscription to AT&T
service (or such later date as such request is received), GTE will remove any
GTE-assigned telephone line calling card number (including area code) ("TLN")
from GTE's LIDB. AT&T may issue a new telephone calling card to such
customer, utilizing the same TLN, and AT&T shall have the right to enter such
TLN in AT&T's LIDB for calling card validation purposes.

GTE shall provide the following end-office features in those end offices in which such features are available to GTE Customers: CLASS features; Repeat Dial Capability; Multi-line Hunting; and trunk connectivity to private branch exchange switches (PBX's) and Direct Inward Dialed Services and all other end-office features that GTE makes available to GTE Customers.

28.11 Call Blocking

Upon AT&T's request and when available to similarly-situated GTE Customers, GTE will provide blocking on a line by line basis of an AT&T Customer's access to any or all of the following call types: 900/976; bill to third and collect; and such other call types for which GTE provides blocking to similarly situated GTE Customers.

28.12 Law Enforcement and Service Annoyance

Not later than forty-five (45) business days after the Effective Date, GTE and AT&T will begin the process of developing procedures to handle requests from law enforcement agencies for service termination, wire taps and provisions of Customer Usage Data pursuant to a lawful process as well as procedures to handle AT&T Customer complaints concerning harassing or annoying calls. Such procedures will include, but not be limited to, a process for AT&T to interface with GTE regarding law enforcement and service annoyance issues on a 24 hour per day, 7 days a week basis and otherwise on the same basis as GTE provides access for its own customers.

29. Service Support Functions

- 29.1 Electronic Interface
- 29.1.1 Until such time as GTE and AT&T are able to fully implement electronic interfaces ("EI"), GTE and AT&T agree to use interim processes for Pre-Ordering, Ordering, Provisioning, Maintenance, Repair and Billing.
- 29.1.1.1 The schedule for implementing an interim electronic interface shall be subject to the memorandum of understanding ("MOU") relating to electronic interfaces negotiated by GTE and AT&T under the direction of the California Commission in connection with the decision in 96-07-022.
- 29.1.2 In accordance with the schedule set out in the MOU, GTE shall provide a Real Time electronic interface ("EI") for sending and receiving information on demand for Pre-Ordering, for Ordering/Provisioning data and materials (e.g., access to Street Address Guide ("SAG") and Telephone Number Assignment database), and for scheduling service delivery. GTE shall provide an electronic interface ("EI") for sending and receiving information on agreed, pre-defined schedules ("batch communications") for reports and Billing. These interfaces shall be administered through a national ordering platform that will serve as a single point

- of contact for the transmission of such data from AT&T to GTE, and from GTE to AT&T.
- 29.1.3 No later than six (6) months after the Effective Date of this Agreement, GTE will:

 (i) establish the national gateway standards to be used by AT&T and all other carriers connecting to GTE's Operations Support Systems ("OSS"); and (ii) establish the date by which GTE will provide permanent national gateway access to its OSS. GTE will provide this permanent national gateway access at the earliest practical date but in no case later than twelve (12) months after the Effective Date of this Agreement, which shall include ensuring that all interfaces are operational and end-to-end testing has been successfully completed.

29.1.4 [DELETED]

- 29.1.5 The Parties agree that the principles outlined in Attachment 13 and related time schedules will be used as a starting point for the development of the permanent national gateway.
- GTE shall provide the same information, of the same quality and within the same time frames for Pre-Ordering, Ordering/Provisioning, Maintenance/ Repairs and Billing to AT&T as GTE provides to itself. The Parties recognize that GTE is not required to establish new systems or processes in order to provide information to AT&T which GTE does not provide to itself.
- 29.1.7 GTE shall recover its costs of creating the permanent OSS gateway and any interim interfaces in a competitively neutral manner.
- 29.2 Service Standards
- 29.2.1 GTE shall ensure that all Service Support Functions used to provision Local Service to AT&T for resale are provided at a quality level which GTE is required to meet by its own internal procedures or by law, or is actually meeting, in providing Local Service to itself, to its end users or to its affiliates.
- 29.2.2 Not later than twenty (20) business days after the Effective Date of this Agreement, GTE and AT&T shall begin the process of developing mutually agreed-upon escalation and expedite procedures to be employed at any point in the Local Service Pre-Ordering, Ordering/Provisioning, Testing, Maintenance, Billing and Customer Usage Data transfer processes to facilitate rapid and timely resolution of Disputes.
- 29.3 Point of Contact for the AT&T Customer
- 29.3.1 Except as otherwise provided in this Agreement or as directed by AT&T, AT&T shall be the single and sole point of contact for all AT&T Customers with respect to AT&T Local Services.

- 29.3.2 GTE shall refer all questions regarding any AT&T service or product directly to AT&T at a telephone number specified by AT&T and provided to GTE for that purpose.
- 29.3.3 GTE representatives who receive inquiries regarding AT&T services: (i) shall refer callers who inquire about AT&T services or products to the numbers provided; and (ii) will not in any way disparage or discriminate against AT&T, or its products or services.
- 29.4 Single Point of Contact
 Each Party shall provide the other Party with a single point of contact ("SPOC")
 for each functional area for all inquiries regarding the implementation of this Part.
 Each Party shall accept all inquiries from the other Party and provide timely responses.
- 29.5 Service Order
 29.5 To facilitate the ordering of new service for resale or changes to such service to an AT&T Customer, AT&T's representative will have access to GTE Customer information to enable the AT&T representative to perform the tasks enumerated below. Until electronic interfaces are established, these functions will be performed with the use of an 800 number.
- 29.5.1 Obtain customer account information through the same nondiscriminatory access to Operation Support Systems for pre-ordering, ordering, provisioning, maintenance and repair, and billing as GTE provides itself including information regarding the facilities and services assigned to individual customers.
- 29.5.2 Obtain information on all features and services available, including new services, by LSO identified by switch, NPA-NXX and customer street address.
- 29.5.3 Submit the AT&T Customer order by submitting an LSR_using the agreed upon electronic interface (the Network Data Mover or NDM) for all desired features and services;
- 29.5.4 Assign a telephone number, including a vanity number, (if the AT&T Customer does not have one assigned). As an interim step prior to the implementation of the electronic interface specified in Section 29.1, GTE will establish an 800 (toll-free) number for AT&T;
- 29.5.5 Submit the appropriate directory listing using the agreed to EI;
- 29.5.6 Determine if a service call is needed to install the line or service;
- 29.5.7 Schedule dispatch and installation, if applicable;
- 29.5.8 Provide service availability dates to customer;
- 29.5.9 Order local and intraLATA toll service and enter AT&T Customer's choice of primary interexchange carrier on a single, unified order; and

29.5.10 Suspend, terminate or restore service to an AT&T Customer using agreed to methods (temporary disconnects for nonpayment may not be requested using the LSR).

29.6 PROVISIONING

- 29.6.1 After receipt and acceptance of an LSR, GTE shall provision such LSR in accordance with the following Intervals and in accordance with the service parity standards and other performance standards specified in Section 11 and Attachment 12.
- GTE shall provide AT&T with service status notices, on a Real Time basis. Such status notices shall include the following:
- 29.6.2.1 Firm order confirmation, including service availability date and information regarding the need for a service dispatch for installation;
- 29.6.2.2 Notice of service installation issued at time of installation, including any additional information, such as material charges;
- 29.6.2.3 Changes/rejections/errors in LSRs;
- 29.6.2.4 Service completion;
- 29.6.2.5 Jeopardies and missed appointments;
- 29.6.2.6 Charges associated with necessary construction;
- 29.6.2.7 Order status at critical intervals:
- 29.6.2.8 Test results of the same type that GTE records for itself or its own customers.
- 29.6.3 GTE shall inform AT&T of overall change order flexibility and any changes thereto on a Real Time basis.
- 29.6.4 GTE shall notify AT&T prior to making any changes in the services, features or functions specified on the LSR. If an AT&T Customer requests a service change at the time of installation GTE shall refer the AT&T Customer to AT&T.
- 29.6.5 GTE shall provide provisioning support to AT&T on the same basis that it provides to other competitive LECs and to itself. GTE retains full discretion to control the scheduling of its provisioning workforce.
- 29.6.6 GTE shall provide training for all GTE employees who may communicate, either by telephone or face-to-face, with AT&T Customers, during the provisioning process. Such training shall include training on compliance with the branding

requirements of this Agreement.

29.7 Provision of Customer Usage Data

GTE shall provide the Customer Usage Data recorded by GTE. Such data shall include complete AT&T Customer usage data for Local Service, (i.e., the same usage data that GTE records for billing its own customers), in accordance with the terms and conditions set forth in Attachment 7.

Service/Operation Readiness Testing

- 29.8.1 In addition to testing described elsewhere in this Section 29, GTE shall test the systems used to perform the following functions at a negotiated interval and in no event less than ten (10) business days prior to commencement of GTE's provision of Local Service to AT&T, in order to establish system readiness capabilities:
- 29.8.1.1 All interfaces between AT&T and GTE work centers for Service Order Provisioning;
- 29.8.1.2 Maintenance, Billing and Customer Usage Data;
- 29.8.1.3 The process for GTE to provide customer profiles;
- 29.8.1.4 The installation scheduling process;
- 29.8.1.5 Network alarm reporting;
- 29.8.1.6 Telephone number assignment;
- 29.8.1.7 Procedures for communications and coordination between AT&T SPOC and GTE SPOC:
- 29.8.1.8 Procedures for transmission of Customer Usage Data; and
- 29.8.1.9 Procedures for transmitting bills to AT&T for Local Service.
- 29.8.2 The functionalities identified above shall be tested in order to determine whether GTE performance meets the service parity requirements and other performance standards specified in Section 11. GTE shall make available sufficient technical staff to perform such testing. GTE technical staff shall be available to meet with AT&T as necessary to facilitate testing. GTE and AT&T shall mutually agree on the schedule for such testing.
- 29.8.3 At AT&T's request, GTE shall provide to AT&T any results of the testing performed pursuant to the terms of this Part. AT&T may review such results and may notify GTE of any failures to meet the requirements of this Agreement.
- 29.8.4 GTE shall provide to AT&T the same type and quality of loop testing information that it provides to and records for itself. Where GTE develops loop testing information as a matter of course, it will make that information available to AT&T where such information is relevant to AT&T's business. Where GTE maintains the internal discretion to test loops as needed, GTE will provide similar testing discretion to AT&T. AT&T shall pay the full cost of any such discretionary testing.
- Within 60 days of the Effective Date of this Agreement, AT&T and GTE will agree upon a process to resolve cooperative testing issues and technical issues relating to GTE's provision of Local Services to AT&T. The agreed upon process shall include procedures for escalating disputes and unresolved issues up through higher levels of each company's management. If AT&T and GTE do not reach agreement on such a process within 60 days, any issues that have not been resolved by the Parties with respect to such process shall be submitted to the

ADR procedures set forth in Section 14 and Attachment 1 of this Agreement unless both Parties agree to extend the time to reach agreement on such issues.

29.9 Maintenance

GTE shall provide maintenance in accordance with the requirements and standards set forth in Attachment 5 and in accordance with the service parity requirements set forth in this Agreement.

- 29.10 Billing For Local Service
- 29.10.1 GTE shall bill AT&T for Local Service provided by GTE to AT&T pursuant to the terms of this Part, and in accordance with the terms and conditions for Connectivity Billing and Recording in Attachment 6.
- 29.10.2 GTE shall recognize AT&T as the customer of record for all Local Service and will send all notices, bills and other pertinent information directly to AT&T.

30. Pay Phone Lines and Pay Phone Services

- 30.1 Intentionally left blank.
- 30.2 "Pay phone lines" are defined as the loop from the pay phone point of demarcation to the Service Wiring Center and includes all supporting central office functions and features.
- 30.3 GTE shall make available to AT&T for resale the following classes of pay phone lines:
- 30.3.1 Customer Owned Coin Operated Telephone (COCOT) Lines;
- 30.3.2 Coinless COCOT Lines:
- 30.3.3 Coin Lines in those jurisdictions where provision of such lines is required by law;
- 30.3.4 [This section left intentionally blank]

Semi Public Lines.

- 30.4 GTE shall make available pay phone line service options as follows:
- 30.5 When providing COCOT Lines to AT&T for resale, GTE shall offer, in those jurisdictions and/or central offices where available: originating line screening; billed number screening; PIC protection for all 1+ inter and intraLATA traffic (when presubscription is authorized); one way and/or two way service (if so provided in the applicable tariff) on the line; detailed billing showing all 1+ traffic; AT&T's service center phone number to all AT&T end users that contact GTE service centers; number portability for end users; touchtone service; line side answer supervision; GTE designated contact center as single point of contact for customer service; provisioning of 9 1 1 service; access to Answer Number Identifier (ANI) Information; all information necessary to permit AT&T to bill end users for access line usage; the same monitoring and diagnostic routines as GTE utilizes on its own facilities; one directory for each line

installed; blocking for 1+ international calls, 10XXX1+ international calls 1-900 calls, 1-976 calls DA link, any 1+ service that can be billed to the line but that is not rated, 1-700 calls, 1-500 calls, and in bound international calls where SS7 signalling is available.

- 30.6 When providing Coinless COCOT Lines to AT&T for resale, GTE shall offer, in those jurisdictions and/or central offices where available: originating line screening; billed number screening; PIC protection for all 1+ local inter- and intraLATA traffic; one way and/or two way service on the line (if so provided in the tariff); flat and/or measured service; detailed billing showing all 1+ traffic; AT&T's service center phone number to all AT&T end users that contact GTE service center; number portability for end users; touchtone service; GTE designated contact center as single point of contact for customer service; provisioning of 9 1 1 service; access to ANI information; all information necessary to permit AT&T to bill end users for access line usage; the same monitoring and diagnostic routines as GTE utilizes on its own facilities; one directory for each line installed; blocking for any service that can be billed to the line but not rated and all 1+ calls except where local mandate requires access to Directory Assistance.
- 30.7 When providing Coin Lines for resale, GTE shall offer, in those jurisdictions and/or central offices where available: Access to all Central Office intelligence required to provide Coin Line pay phone services; FAR END DISCONNECT RECOGNITION, call timing for intra- and interLATA calls (when presubscription is authorized), PIC protection for all 1+ local, intraLATA and interLATA traffic; one way and two way service on the line; detailed billing showing all 1+ traffic; AT&T's service center phone number to all AT&T end users that contact GTE service center; number portability for end users; touchtone service; line side answer supervision; GTE designated contact center as single point of contact for customer service; provisioning of 9 1 1 service; access to ANI information; all information necessary to permit AT&T to bill end users for access line usage; the same monitoring and diagnostic routines as GTE utilizes on its own facilities; and one directory for each line installed; blocking for 1+ international calls at the line level and any 1+ service that cannot be rated by the pay phone line or any operator services: AT&T rate tables for local and intraLATA service.
- 30.8 When providing Semi Public Lines for resale, GTE shall make available: Access to all Central Office intelligence required to provide Semi Public Line pay phone services; far end disconnect recognition; call timing for intra- and interLATA calls; personnel to collect, count and deposit pay phone vault contents on behalf of AT&T; personnel to monitor vault contents for non-US currency or theft and report results to AT&T; installed pay phone enclosures branded as designated by AT&T; "bright" station technology; periodic revenue, maintenance and collection reports in electronic or paper form as specified by AT&T; one way and two way service on the line in those jurisdictions where available; detailed billing showing all 1+ traffic; AT&T's service center phone number to all AT&T end users that contact GTE service center; number portability for end users; touchtone service; line side supervision in those jurisdictions where available; GTE designated contact center as single point of contact for customer service; provisioning of 9 1 1 service; access to ANI information; all information

necessary to permit AT&T to bill end users for access line usage; the same monitoring and diagnostic routines as GTE utilizes on its own facilities; one directory for each line installed; blocking for 1+ international calls and any 1+ service that cannot be rated by the phone pay line or any operator services; AT&T rate tables for local and intraLATA service.

- 30.9 For any pay phone line provided to AT&T for resale, GTE shall also make available to AT&T any future pay phone line option that GTE provides to any of its own customers using such a pay phone line.
- 30.10 GTE shall adhere to the following additional requirements when providing pay phone lines for resale:
- 30.10.1 GTE shall provide AT&T with the same call restrictions and fraud protections used by GTE in connection with its pay phones;
- 30.10.2 GTE shall not block AT&T's existing access to [NAI] codes;
- 30.10.3 GTE shall forward all AT&T pay phone customers to the designated AT&T line or trunk group for handling Operator Services or Directory Assistance calls;

[Intentionally Deleted]

PART II: UNBUNDLED NETWORK ELEMENTS

31. <u>Introduction</u>

This Part II sets forth the unbundled Network Elements that GTE agrees to offer to AT&T in accordance with its obligations under Section 251(c)(3) of the Act and 47 CFR 51.307 to 51.321 of the FCC Rules. The specific terms and conditions that apply to the unbundled Network Elements are described below and in Attachment 2. Prices for Network Elements are set forth in Part V and Attachment 14 of this Agreement.

32. Unbundled Network Elements

- 32.1 GTE will offer Network Elements to AT&T on an unbundled basis at rates set forth in Attachment 14.
- 32.2 GTE will permit AT&T to interconnect AT&T's facilities or facilities provided by AT&T or by third parties with each of GTE's unbundled Network Elements at any point designated by AT&T that is technically feasible.
- 32.3 AT&T, at its option, may designate any technically feasible network interface at a Served Premises, including without limitation, DS0, DS-1, DS-3, and STS-1.
- 32.4 Except as provided otherwise in this Agreement, AT&T MAY USE ONE OR MORE NETWORK ELEMENTS TO PROVIDE ANY FEATURE, FUNCTION, OR SERVICE OPTION THAT SUCH NETWORK ELEMENT IS CAPABLE OF PROVIDING.
- 32.5 GTE shall offer each Network Element individually and in combination with any other Network Element or Network Elements, so long as such combination is technically feasible, in order to permit AT&T to combine such Network Element or Network Elements with another Network Element or other Network Elements obtained from GTE or with network components provided by itself or by third parties to provide telecommunications services to its customers.
- 32.6 For each Network Element, GTE shall provide a demarcation point (e.g., an interconnection point at a Digital Signal Cross-Connect or Light Guide Cross-Connect panels or a Main Distribution Frame) and, if necessary, access to such demarcation point, which AT&T agrees is suitable. However, where GTE provides contiguous Network Elements to AT&T, GTE may provide the existing interconnections and no demarcation point shall exist between such contiguous Network Elements.

GTE SHALL NOT CHARGE AT&T AN INTERCONNECTION FEE OR DEMAND OTHER CONSIDERATION FOR DIRECTLY INTERCONNECTING ANY NETWORK ELEMENT OR COMBINATION TO ANY OTHER NETWORK ELEMENT OR COMBINATION PROVIDED BY GTE TO AT&T IF GTE

DIRECTLY INTERCONNECTS THE SAME TWO NETWORK ELEMENTS OR COMBINATIONS IN PROVIDING ANY SERVICE TO ITS OWN CUSTOMERS OR A GTE AFFILIATE, INCLUDING THE USE OF INTERMEDIATE DEVICES, SUCH AS A DIGITAL SIGNAL CROSS CONNECT PANEL, TO PERFORM SUCH INTERCONNECTION.

THE TOTAL CHARGE TO AT&T TO INTERCONNECT ANY NETWORK ELEMENT OR COMBINATION TO ANY OTHER NETWORK ELEMENT OR COMBINATION PROVIDED BY GTE TO AT&T IF GTE DOES NOT DIRECTLY INTERCONNECT THE SAME TWO NETWORK ELEMENTS OR COMBINATIONS IN PROVIDING ANY SERVICE TO ITS OWN CUSTOMERS OR A GTE AFFILIATE (E.G., THE INTERCONNECTION REQUIRED TO CONNECT THE LOOP FEEDER TO AN AGTE'S COLLOCATED EQUIPMENT), SHALL BE THE TOTAL SERVICE LONG-RUN INCREMENTAL COST OF PROVIDING THE INTERCONNECTION. Except with respect to the Loop Distribution, Loop Concentrator/Multiplexer, and Loop Feeder elements, which shall in all cases be subject to the bona fide request process described in Attachment 12, set forth below is a list of Network Elements that AT&T and GTE have identified as of the Effective Date of this Agreement and will be offered by GTE. AT&T and GTE agree that AT&T may identify additional or revised Network Elements that it desires. All such additional or modified Network Elements shall be subject to the Bona Fide Requests Procedures outlined in Attachment 12. Descriptions and requirements for each Network Element identified below are set forth in Attachment 2. The Network Elements described in Attachment 2 consist of:

Loop or Loop Combination

Network Interface Device (NID)

Loop Distribution, otherwise known as Distribution Media

Loop Concentrator/Multiplexer

Loop Feeder

Local Switching

Operator Service

Directory Assistance Service

Common Transport

Dedicated Transport

Signaling Link Transport

Signaling Transfer Points

Service Control Points (SCPs)/Databases

Tandem Switching

Unused Transmission Media

32.10 Standards for Network Elements

32.10.1 [Intentionally Deleted]

32.10.2 [Intentionally left blank]

32.10.3 [Intentionally Deleted]

32.10.3.1 GTE shall provide to AT&T, upon reasonable request, such engineering, design, performance and other network data

sufficient for AT&T to determine that the requirements of Section 31 are being met. In the event that such data indicates that the requirements of Section 31 are not being met, GTE shall, within 10 days, cure any design, performance or other deficiency and provide new data sufficient for AT&T to determine that such deficiencies have been cured.

- 32.10.3.2 GTE agrees to work cooperatively with AT&T to provide Network Elements that will meet AT&T's needs in providing services to its customers.
- 32.10.4 [Intentionally Deleted]

PART III: ANCILLARY FUNCTIONS

33. Introduction

This Part III sets forth the Ancillary Functions that GTE agrees to offer to AT&T so that AT&T may interconnect to GTE's network and obtain access to unbundled Network Elements to use to provide services to its customers.

34. GTE Provision of Ancillary Functions

- 34.1 GTE WILL OFFER ANCILLARY FUNCTIONS TO AT&T ON RATES, TERMS AND CONDITIONS THAT ARE JUST, REASONABLE, AND NON-DISCRIMINATORY AND IN ACCORDANCE WITH THE TERMS AND CONDITIONS OF THIS AGREEMENT.
- 34.2 GTE WILL PERMIT AT&T TO INTERCONNECT AT&T'S EQUIPMENT AND FACILITIES OR EQUIPMENT AND FACILITIES PROVIDED BY AT&T OR BY THIRD PARTIES FOR PURPOSES OF INTERCONNECTION OR ACCESS TO NETWORK ELEMENTS AT ANY POINT THAT IS TECHNICALLY FEASIBLE.
- 34.3 AT&T MAY USE ANY ANCILLARY FUNCTION TO PROVIDE ANY FEATURE, FUNCTION, OR SERVICE OPTION THAT SUCH ANCILLARY FUNCTION IS CAPABLE OF PROVIDING.
- 34.4 Set forth below is the list of the Ancillary Functions that AT&T and GTE have identified as of the Effective Date of this Agreement. Either Party may identify additional or revised Ancillary Functions that it desires. All such additional or revised Ancillary Functions shall be subject to the Bona Fide Requests procedures outlined in Attachment 12. Descriptions and requirements for each Ancillary Function are set forth in Attachment 3. The Ancillary Functions described in Attachment 3 consist of:

Collocation
Right of Way (ROW)
Conduit
Pole attachment

35. Standards for Ancillary Functions

- 35.1 EACH ANCILLARY FUNCTION SHALL MEET OR EXCEED THE REQUIREMENTS SET FORTH IN APPLICABLE TECHNICAL REFERENCES, AS WELL AS THE PERFORMANCE AND OTHER REQUIREMENTS, IDENTIFIED HEREIN.
- 35.2 EACH ANCILLARY FUNCTION PROVIDED BY GTE TO AT&T SHALL BE EQUAL IN THE QUALITY OF DESIGN, PERFORMANCE, FEATURES, FUNCTIONS AND OTHER CHARACTERISTICS, INCLUDING, BUT NOT LIMITED TO LEVELS AND TYPES OF REDUNDANT EQUIPMENT AND

FACILITIES FOR DIVERSITY AND SECURITY, THAT GTE PROVIDES IN THE GTE NETWORK TO ITSELF, ITS OWN CUSTOMERS, ITS AFFILIATES OR ANY OTHER ENTITY.

- 35.3 GTE shall provide to AT&T, upon reasonable request, such engineering, design, performance and other network data sufficient for AT&T to determine that the requirements of Part III and Attachment 3 of this Agreement are being met. In the event that such data indicates that the requirements of Part III and Attachment 3 of this Agreement of this Agreement are not being met, GTE shall, within 30 days, cure any design, performance or other deficiency and provide new data sufficient for AT&T to determine that such deficiencies have been cured.
- 35.4 UNLESS OTHERWISE DESIGNATED BY AT&T, EACH ANCILLARY FUNCTION PROVIDED BY GTE TO AT&T SHALL BE MADE AVAILABLE TO AT&T ON A PRIORITY BASIS THAT IS AT LEAST EQUAL TO THE PRIORITIES THAT GTE PROVIDES TO ITSELF, ITS CUSTOMERS, ITS AFFILIATES OR ANY OTHER ENTITY.
- 35.5 (Intentionally deleted)

PART IV: INTERCONNECTION PURSUANT TO SECTION 251(C)(2)

36. **Scope**

Section 37 describes the physical architecture for Interconnection of the Parties' facilities and equipment for the transmission and routing of Local Traffic and Exchange Access traffic between the respective business and residential customers of the Parties pursuant to the Act. Interconnection may not be used solely for the purpose of originating a Party's own interexchange traffic. Sections 38 to 39 prescribe the specific logical trunk groups (and traffic routing parameters) which will be configured over the physical Interconnections described in this Part related to the transmission and routing of Local Traffic and Exchange Access traffic, respectively. Other trunk groups, as described in this Agreement, may be configured using this architecture.

37. Interconnection Points and Methods.

- 37.1 In each LATA identified pursuant to the procedures of Section 37.6, AT&T and GTE shall Interconnect their networks at the GTE and AT&T Wire Centers identified in such notice for the transmission and routing within that LATA of Local Traffic and Exchange Access traffic.
- 37.2 Interconnection in each LATA shall be accomplished at any technically feasible point within GTE's networks for a given LATA, including through collocation in GTE's Wire Centers as provided in Attachment 3. AT&T shall designate a minimum of one interconnection point within a LATA. If AT&T desires a single interconnection point within a LATA, AT&T shall ensure that GTE maintains the ability to bill for the services provided. AT&T may interconnect at one tandem in the LATA for exchange of local, mandatory EAS and IntraLATA toll traffic by bringing separate trunk groups to that interconnection point for each tandem in that LATA and then by using dedicated special access transport to extend the trunk group from the interconnection point to the designated tandem.

37.3 Interconnection using Collocation:

If the Parties Interconnect their networks using Collocation in GTE's Wire Centers, the following requirements apply:

AT&T will deploy a local service network that places switching and transmission equipment throughout the LATA. The placement of this equipment uses a combination of AT&T owned Wire Centers and

collocated space in GTE Wire Centers.

37.3.2 AT&T will request interconnection with GTE at specific points in GTE's network. The following options are available for (i) the termination of traffic to the GTE network, (ii) the termination of traffic to the AT&T network and (iii) the transiting of traffic to/from a third party network.

37.4 Local Traffic and IntraLATA Toll Traffic - Originating on AT&T, Terminating on GTE.

AT&T may build trunk groups to GTE using the following representative, but not exclusive, options: (i) from AT&T collocated equipment in a Wire Center to the GTE Tandem; (ii) from AT&T collocated equipment in a GTE Wire Center to the GTE End Office Switch; or (iii) from AT&T 4ESS Switches located at AT&T POPs to the nearest GTE Tandem.

Interfaces for these interconnections may be based upon, but not limited to, the following: (i) DS1: from an AT&T-collocated DDM-2000 to a GTE Central Office Switch; (ii) SONET STS1: from an AT&T-collocated DDM-2000 to an GTE 5ESS®-2000 Central Office Switch and (iii) DS1/DS3: from an AT&T 4ESS Switch at an AT&T POP to a GTE Tandem using new trunk groups on existing facilities.

37.5 **Transit Service Traffic**

- 37.5.1 GTE agrees that it shall provide Transit Service to AT&T on terms and conditions set forth in this Agreement.
- 37.5.2 "Transit Service" means the delivery of certain traffic between AT&T and a third party LEC or ILEC by GTE over the Local/IntraLATA Trunks. The following types of traffic will be delivered: (i) Local Traffic and IntraLATA Toll Traffic originated from AT&T to such third party LEC or ILEC and (ii) Local Traffic and IntraLATA Toll Traffic originated from such third party LEC or ILEC and terminated to AT&T where GTE carries such traffic pursuant to the Commission's primary toll carrier plan or other similar plan.
- 37.5.3 While the Parties agree that it is the responsibility of each third party LEC or ILEC to enter into arrangements to deliver Local Traffic between them, they acknowledge that such arrangements are not currently in place and an interim arrangement is necessary to ensure traffic completion. Accordingly, until the earlier of (i) the date on which either Party has entered into an arrangement with such third party LEC or ILEC to deliver Local Traffic via direct trunks or (ii) the termination of this Agreement, GTE will transit such traffic.

- 37.5.4 All networks involved in transit traffic will deliver each call to each involved network with CCIS to the extent available from third party LECs and the appropriate Transaction Capabilities Application Part (TCAP) messages to facilitate full interoperability and billing functions. In all cases, each Party is responsible to follow Exchange Message Record ("EMR") standard and exchange records with both the other Party and the terminating LEC or ILEC to facilitate the billing process to the originating network.
- 37.5.5 Transiting traffic will be delivered using the physical connection options as described in Section 37.4.

37.6 Selection of LATAs

- 37.6.1 If AT&T determines to offer Telephone Exchange Services in any LATA, AT&T shall provide written notice to GTE of its need to establish Interconnection in such LATA pursuant to this Agreement. This notice shall include (i) the initial Wire Centers AT&T has designated in the new LATA; (ii) AT&T's requested Interconnection Activation Date; and (iii) a non-binding forecast of AT&T's trunking requirements.
- 37.6.2 Unless otherwise agreed by the Parties, the Parties shall designate the Wire Center AT&T has identified as its initial Routing Point in the LATA as the ATIWC in that LATA and shall designate the GTE Tandem Office within the LATA nearest to the ATIWC (as measured in airline miles utilizing the V&H coordinates method) as the AIWC in that LATA.
- 37.6.3 Unless otherwise agreed by the Parties, the Interconnection Activation Date in each LATA shall be fifteen (15) business days after the date on which AT&T delivered notice to GTE pursuant to this Section.
- 37.6.4 GTE and AT&T will conduct joint planning sessions to determine the following representative, but not exclusive, information: (i) forecasted number of trunk groups; and (ii) the interconnection activation date.

37.7 Additional Switches or Interconnection Points

37.7 If AT&T deploys additional switches in a LATA after the date hereof or otherwise wishes to establish Interconnection with additional GTE Wire Centers, AT&T may, upon written notice thereof to GTE, establish such Interconnection and the terms and conditions of this Agreement shall apply to such Interconnection. If GTE

deploys additional switches in a LATA after the date hereof or otherwise wishes to establish Interconnection with additional AT&T Wire Centers, GTE may, upon written notice thereof to AT&T, establish such Interconnection and the terms and conditions of this Agreement shall apply to such Interconnection. If either Party establishes an additional Tandem Switch in a given LATA, the Parties shall jointly determine the requirements regarding the establishment and maintenance of separate trunk group connections and the sub-tending arrangements relating to Tandem Switches and End Offices which serve the other Party's customers within the Exchange Areas served by such Tandem Switches.

Nondiscriminatory Interconnection

Interconnection provided by GTE shall be equal in quality to that provided by GTE to itself or any subsidiary, Affiliate or other person. "Equal in quality" means the same or equivalent technical criteria, service standards that a Party uses within its own network and, at a minimum, requires GTE to design interconnection facilities to meet the same technical criteria and service standards that are used within GTE's network. If AT&T requests an Interconnection that is of a higher quality than that provided by GTE to itself or any subsidiary, Affiliate or other person, such request shall be treated as a New Bona Fide Request and established upon rates, terms and conditions that are reasonable and non-discriminatory. AT&T shall pay the incremental cost, prorated in a competitively neutral manner, of such higher quality Interconnection Services. For purposes of proration, the availability to and usage by GTE of such higher quality Interconnection Services shall be included. AT&T shall pay the full cost of GTE providing any such higher quality Interconnection Services. AT&T shall pay GTE's costs, if any, pursuant to the pricing standards of Section 252(d) of the Act and in such amounts or levels as determined by the Commission for implementation of such higher quality Interconnection Services.

Technical Specifications

37.9.1 Each Party shall initially configure a two-way trunk group as a direct transmission path between each AT&T and GTE interconnected Central Offices. AT&T and GTE shall work cooperatively to install and maintain a reliable network. AT&T and GTE shall exchange appropriate information (e.g., maintenance contact numbers, network information, information required to comply with law enforcement and other security agencies of the government and such other information as the Parties shall mutually agree) to achieve this desired reliability.

37.9.2 AT&T and GTE shall work cooperatively to apply sound network management principles by invoking network management controls to alleviate or to prevent congestion.

37.10 911/E911 Arrangements

37.10.1 **Description of Service**

AT&T shall have the right to utilize the existing GTE 911/E911 infrastructure (as agreed in Sections 37.10.3 and 37.10.5 below) to provide all 911/E911 capabilities to its end users. AT&T will install a minimum of two dedicated trunks to GTE's 911/E911 selective routers (i.e., 911 tandem offices) that serve the areas in which AT&T provides Exchange Services, for the provision of 911/E911 services and for access to all subtending PSAPs. The dedicated trunks shall be, at minimum, DSO level trunks configured as a 2-wire analog interface or as part of a digital (1.544 Mbps) interface. Either configuration shall use CAMA type signaling with multifrequency (MF) tones that will deliver ANI with the voice portion of the call. At the request of AT&T, GTE will provide AT&T with the appropriate CLLI codes and specifications of the tandem office serving area and the 10-digit POTS number for each PSAP. If an AT&T Central Office serves end users in an area served by more than one GTE 911/E911 selective router, AT&T will install a minimum of two dedicated trunks in accordance with this section to each of such 911/E911 selective routers. AT&T will pay a pro rata selective router fee per trunk termination.

37.10.2 Transport

If AT&T desires to obtain transport from its end office to the GTE 911 selective routers, AT&T may purchase such transport from GTE at the rates set forth in GTE's intrastate switched access tariff or in GTE's intrastate special access tariff.

37.10.3 Cooperation and Level of Performance

37.10.3 The Parties agree to provide access to 911/E911 in a manner that is transparent to the end user. The Parties will work together to facilitate the prompt, reliable and efficient interconnection of AT&T's systems to the 911/E911 platforms to ensure that 911/E911 service is fully available to AT&T's end users, with a level of performance that will provide the same grade of service as that which GTE provides to its own end users and that meets State requirements. To this end, GTE will provide documentation to AT&T showing the correlation of its rate centers to its E911 tandems.

- 37.10.3.2 In the event of an GTE or AT&T 9 1 1 trunk group failure, the Party that owns the trunk group will notify, on a priority basis, the other Party of such failure, which notification shall occur within two (2) hours of the occurrence or sooner if required under Applicable Law. The Parties will exchange a list containing the names and telephone numbers of the support center personnel responsible for maintaining the 9 1 1 Service between the Parties.
- 37.10.3.3 When AT&T purchases transport, GTE will provide AT&T with the order number and the circuit identification code in advance of the service due date.
- 37.10.3.4 AT&T or its third party agent will provide CNA data to GTE for use in entering the data into the 9 1 1 data base. The initial CNA data will be provided to GTE in a format prescribed by NENA (National Emergency Number Association). AT&T is responsible for providing GTE updates to the CNA data and error corrections which may occur during the entry of CNA data to the GTE 9 1 1 Database System. GTE will confirm receipt of such data and corrections by close of business on the next Business Day by providing AT&T with a report of the number of items sent, the number of items entered correctly, and the number of errors.
- 37.10.3.5 AT&T will monitor the 9 1 1 circuits for the purpose of determining originating network traffic volumes. AT&T will notify GTE if the traffic study information indicates that additional circuits are required to meet the current level of 9 1 1 call volumes.
- 37.10.3.6 GTE shall provide for overflow 911 traffic to be routed to GTE Operator Services.
- 37.10.3.7 Inter-office trunks provided for 9 1 1 shall be engineered to assure minimum P.01 transmission grade of service as measured during the busy day/busy hour. A minimum of two trunks shall be provided by AT&T.

Updates to MSAG

It shall be the responsibility of AT&T to ensure that the address of each of its end users is included in the Master Street Address Guide ("MSAG") via information provided on AT&T's Local Service Request ("LSR") or via a separate feed established by AT&T and GTE pursuant to section 37.10.5 of this Article. Within thirty (30) days after the Effective Date of this Agreement, GTE shall provide AT&T with an initial electronic copy and a paper copy of the MSAG or its equivalent. Prior to the time that updates are available electronically,

GTE will provide updates to AT&T on a monthly basis. Thereafter, GTE will provide updates to AT&T as changes are made.

37.10.5 Updates to Database

GTE and AT&T will work together to develop the process by which the 911/E911 database will be updated with AT&T's end user 911/E911 information. AT&T shall have the right to verify the accuracy of the information regarding AT&T's end users in the 911/E911 database.

37.10.6 Compensation

In situations in which GTE is responsible for maintenance of the 911/E911 database and can be compensated for maintaining AT&T's information by the municipality, GTE will seek such compensation from the municipality. GTE will seek compensation from AT&T only if and to the extent that GTE is unable to obtain such compensation from the municipality.

38. Transmission and routing of telephone exchange service traffic pursuant to section 251(c)(2)

38.1 Scope of Traffic

This Section prescribes parameters for trunk groups (the "Local/IntraLATA Trunks") to be effected over the Interconnections specified in Part IV for the transmission and routing of Local Traffic and IntraLATA Toll Traffic between the Parties' respective Telephone Exchange Service Customers.

38.2 Limitations

No Party shall terminate Exchange Access traffic or originate untranslated 800/888 traffic over Local/IntraLATA Interconnection Trunks.

Trunk Group Architecture and Traffic Routing

The Parties shall jointly engineer and configure Local/IntraLATA Trunks over the physical Interconnection arrangements as follows:

38.3.1 Notwithstanding anything to the contrary contained in this Section, if the traffic volumes between any two Central Office Switches at any time exceeds the CCS busy hour equivalent of one DS1, the Parties shall within sixty (60) days after such occurrence establish new direct

- trunk groups to the applicable End Office(s) consistent with the grades of service and quality parameters set forth in the Grooming Plan.
- 38.3.2 Only those valid NXX codes served by an End Office may be accessed through a direct connection to that End Office.
- 38.3.3 Each Party shall ensure that each Tandem connection permits the completion of traffic to all End Offices which sub-tend that Tandem or to End Offices which sub-tend an additional Tandem. Pursuant to Section 39, each Party shall establish and maintain separate trunk groups connected to each Tandem of the other Party which serves, or is sub tended by End Offices which serve, such other Party's customers within the Exchange Areas served by such Tandem Switches.
- 38.3.4 GTE will provide tandem to tandem switching to AT&T. AT&T shall enter into an appropriate billing arrangement with GTE to ensure recovery of inter-tandem switching costs at rates to be established by the Commission.

38.4 Signaling

Signaling Interconnection may be used for signaling between AT&T switches, between AT&T switches and GTE switches, and between AT&T switches and those third party networks with which GTE's SS7 network is interconnected.

- Where available, CCIS signaling shall be used by the Parties to set up calls between the Parties' **Telephone Exchange Service** <u>local</u> networks. Each Party shall supply Calling Party Number (CPN) within the SS7 signaling message, if available. If Common Channel Interoffice Signaling ("CCIS") is unavailable, MF (Multi-Frequency) signaling shall be used by the Parties. **Each Party shall charge the other Party equal and reciprocal rates for CCIS signaling in accordance with the Pricing Schedule.**
- Each Party is responsible for requesting Interconnection to the other Party's CCIS network, where SS7 signaling on the trunk group(s) is desired. Each Party shall connect, either directly or via arrangements with third party providers, to a pair of access STPs in each LATA where traffic will be exchanged. The Parties shall establish Interconnection at the STP.
- 38.4.3 The Parties will cooperate on the exchange of Transactional Capabilities Application Part (TCAP) messages to facilitate

interoperability of CCIS based features between their respective networks, including all CLASS features and functions, to the extent each Party offers such features and functions to its customers. Each Party shall honor all privacy indicators as required under Applicable Law.

38.4.4 Where available and upon the <u>bona fide</u> request of the other Party, each Party shall cooperate to ensure that its trunk groups are configured utilizing the B8ZS ESF protocol for 64 kbps clear channel transmission to allow for ISDN interoperability between the Parties' respective networks.

38.5 Grades of Service

The Parties shall initially engineer and shall jointly monitor and enhance all trunk groups consistent with the Grooming Plan.

38.6 **Measurement and Billing**

- 38.6.1 Where technically feasible and currently available, for billing purposes, each Party shall pass Calling Party Number (CPN) information on each call that it originates and terminates over the Local/IntraLATA Trunks; provided that, where CPN information is not technically feasible and currently available, all calls exchanged without CPN information shall be billed as either Local Traffic or IntraLATA Toll Traffic based upon a percentage of local usage (PLU) factor calculated based on the amount of actual volume during the preceding three months. The PLU will be reevaluated every three (3) months. If either Party fails to pass at least ninety percent (90%) of calls with CPN that it originates within a monthly billing period, then either Party may request that separate trunks groups for Local Traffic and IntraLATA Toll Traffic be established.
- 38.6.2 Measurement of Telecommunications traffic billed hereunder shall be
 (i) in actual conversation time as specified in FCC terminating FGD
 Switched access tariffs for Local Traffic and (ii) in accordance with
 applicable tariffs for all other types of Telecommunications traffic.

Reciprocal Compensation Arrangements

Reciprocal Compensation for the exchange of traffic shall be paid as described in Part V and Attachment 15, at the prices specified in Attachment 14.

38.8 **Transiting Traffic**

- 38.8.1 The exchange of transiting traffic is defined in Section 37.5.2.
- 38.8.2 Compensation for transiting traffic shall be paid as described in Part V and Attachment 15, at the prices specified in Attachment 14.
- 39. Transmission and Routing of Exchange Access Traffic

39.1 **Scope of Traffic**

This Section prescribes parameters for certain trunk groups ("Access Toll Connecting Trunks") to be established over the Interconnections specified in this Agreement for the transmission and routing of Exchange Access traffic and nontranslated 800 traffic between AT&T Telephone Exchange Service Customers and Interexchange Carriers.

39.2 Trunk Group Architecture and Traffic Routing

- 39.2.1 The Parties shall jointly establish Access Toll Connecting Trunks by which they will jointly provide Tandem transported Switched Exchange Access Services to Interexchange Carriers to enable such Interexchange Carriers to originate and terminate traffic from and to AT&T's customers.
- 39.2.2 Access Toll Connecting Trunks shall be used solely for the transmission and routing of Exchange Access and nontranslated 800/888 traffic to allow AT&T's customers to connect to or be connected to the interexchange trunks of any Interexchange Carrier which is connected to a GTE access Tandem.
- 39.2.3 The Access Toll Connecting Trunks shall be two way trunks connecting an End Office Switch that AT&T utilizes to provide Telephone Exchange Service and Switched Exchange Access Service in a given LATA to an access Tandem Switch GTE utilizes to provide Exchange Access in such LATA.
- 39.2.4 The Parties shall jointly determine which GTE access Tandem(s) will be sub- tended by each AT&T End Office Switch. In each LATA identified pursuant to the procedures of Section 37.6, each AT&T End Office Switch in that LATA shall subtend each access Tandem in that LATA.
- 39.2.5 Only those valid NXX codes served by an End Office may be accessed through a direct connection to that End Office.
- 40. Transport and Termination of Information Services Traffic
- 40.1 Each Party shall route Information Service Traffic which originates on its own network to the appropriate information services platform(s) connected to the other Party's network over the Local/IntraLATA Trunks.

- The Party ("Originating Party") on whose network the Information Services Traffic originated shall provide an electronic file transfer or monthly magnetic tape containing recorded call detail information to the Party ("Terminating Party") to whose information platform the Information Services Traffic terminated.
- 40.3 The Terminating Party shall provide to the Originating Party via electronic file transfer or magnetic tape all necessary information to rate the Information Services Traffic to the Originating Party's customers and establish uncollectible reserves pursuant to the Terminating Party's agreements with each information provider.
- The Originating Party shall bill and collect such information provider charges and remit the amounts collected to the Terminating Party less:
- 40.4.1 The Information Services Billing and Collection fee set forth in Attachment 14; and
- 40.4.2 An uncollectibles reserve calculated based on the uncollectibles reserve in the Terminating Party's billing and collection agreement with the applicable information provider; and
- 40.4.3 Customer adjustments provided by the Originating Party.
- The Originating Party shall provide to the Terminating Party sufficient information regarding uncollectibles and customer adjustments. The Terminating Party shall pass through the adjustments to the information provider. Final resolution regarding all disputed adjustments shall be solely between the Originating Party and the information provider.
- Nothing in this Agreement shall restrict either Party from offering to its Telephone Exchange Service Customers the ability to block the completion of Information Service Traffic.

41. Installation, Maintenance, Testing and Repair

41.1 **Grooming Plan**

Within ninety (90) days after the Effective Date, AT&T and GTE shall jointly begin the development of a plan (the "Grooming Plan") which shall define and detail, inter alia, (i) standards to ensure that Interconnection trunk groups experience a grade of service, availability and quality in accord with all appropriate relevant industry-accepted quality, reliability and availability standards and in

accordance with the levels GTE provides to itself, or any subsidiary, Affiliate or other person; (ii) the respective duties and responsibilities of the Parties with respect to the administration and maintenance of the Interconnections (including signaling) specified in Part IV and the trunk groups specified in Part IV, including standards and procedures for notification and discoveries of trunk disconnects; (iii) disaster recovery and escalation provisions; and (iv) such other matters as the Parties may agree.

41.2 **Operation and Maintenance**

Each Party shall be solely responsible for the installation, operation and maintenance of equipment and facilities provided by it for Interconnection, subject to compatibility and cooperative testing and monitoring and the specific operation and maintenance provisions for equipment and facilities used to provide Interconnection. Operation and maintenance of equipment in Virtual Collocation shall be in accordance with the provisions of Attachment 3. Each party shall also be responsible for engineering and maintaining its network on its side of the interconnection point. If and when the Parties choose to interconnect at a mid-span meet, the Parties will jointly provision the fiber optic facilities that connect the two networks and shall share the financial and other responsibilities for those facilities.

PART V: PRICING

42. **General Principles**

All services currently provided hereunder including resold Local Services, Network Elements and Combinations, Interconnection and any new and additional services or Network Elements to be provided hereunder shall be priced in accordance with all applicable provisions of the Act and the rules and orders of the FCC and any state public utility commission having jurisdiction over this Agreement.

43. **Price Schedules**

43.1 **Local Service Resale**

The prices to be charged to AT&T for Local Services shall be as specified in Attachment 14.

43.2 Unbundled Network Elements

The prices charged to AT&T for Unbundled Network Elements shall be as specified in Attachment 14 and shall be nondiscriminatory.

- 43.2.1 If implementation of an unbundled loop feeder supports shared used of required unbundling facilities, the cost of such facilities shall be allocated and prorated among all users in a non-discriminatory and competitively neutral manner. If such implementation supports only AT&T's use, then AT&T shall pay to GTE the incremental cost of such implementation.
- 43.2.2 If implementation of an unbundled loop concentrator /mutiplexer element supports shared used of required unbundling facilities, the cost of such facilities shall be allocated and prorated among all users in a non-discriminatory and competitively neutral manner. If implementation supports only AT&T's use, then AT&T shall pay to GTE the incremental cost of such implementation.
- 43.2.3 AT&T will be responsible for the costs (if any) required to create an interface at the main distribution frame if such interface does not already exist, such as in the case of an Integrated Digital Loop Carrier System.

Interconnection

- 43.3.1 Reciprocal Compensation applies for transport and termination of Local Traffic billable by GTE or AT&T which a Telephone Exchange Service Customer originates on GTE's or AT&T's network for termination on the other Party's network. Reciprocal Compensation for exchange of traffic shall initially be paid on a "bill and keep" basis subject to the right of either Party to demand that compensation be calculated based upon actual local exchange traffic volumes as further specified in Attachment 14.
- 43.3.2 The Reciprocal Compensation arrangements set forth in this Agreement are not applicable to Switched Exchange Access Service. All Switched

- Exchange Access Service and all IntraLATA Toll Traffic shall continue to be governed by the terms and conditions of the applicable federal and state tariffs.
- 43.3.3 Each Party shall charge the other Party its effective tariffed intraLATA FGD switched access rates for the transport and termination of all IntraLATA Toll Traffic.
- 43.3.4 Standard meet point billing arrangements shall apply when the completion of a toll call involves both GTE and AT&T facilities, as further described in Attachment 6.
- 43.3.5 In the event a toll call is completed through an interim service provider's number portability arrangement (e.g., remote call forwarding, FLEX DID, etc.) to a Customer of the new Carrier of Record, the new Carrier of Record is entitled to a portion of the applicable end office terminating switched access charges (e.g., local switching, line termination, carrier common line, residential interconnection charge, etc.) The company forwarding the call will be considered to be adequately compensated through the charges it receives for porting the number.
- 43.3.6 Transiting Traffic
 - The following applies to all scenarios with transiting traffic.
- 43.3.6.1 AT&T shall pay to GTE a Transiting Service Charge for the use of its Tandem Switching as specified in Attachment 14.
- 43.3.6.2 Until such time as AT&T and the third party LEC or ILEC agree upon mutual compensation, third party mutual compensation will be exchanged between AT&T and GTE as follows:
- For traffic originating on AT&T's network and terminating on a third party LEC or ILEC network, AT&T will pay to GTE the terminating mutual compensation rate agreed upon between GTE and such LEC or ILEC. This includes any switched access IntraLATA Toll charges.
- 43.3.6.4 For traffic originating on a third party LEC or ILEC network and terminating on AT&T's network, GTE will pay to AT&T the terminating mutual compensation rate agreed upon between GTE and such LEC or ILEC. GTE shall pay AT&T for IntraLATA Toll Traffic terminating to AT&T from such third party LEC or ILEC.
- 43.3.6.5 GTE will provide tandem switching at GTE access tandems for traffic between AT&T and GTE end offices subtending the GTE access tandem, as well as for traffic between AT&T and non-GTE end offices subtending GTE access tandems. By transporting traffic to a non-GTE end office(s) via a GTE tandem, AT&T assumes responsibility for compensation to GTE for all tandem switched traffic between AT&T and the non-GTE end office(s). This responsibility may be fulfilled either by payment by AT&T to GTE for all tandem switched traffic between AT&T and the non-GTE end office(s) or by an agreement between AT&T and the non-GTE end office LEC pursuant to which GTE is expressly made a third party beneficiary and GTE would receive compensation from either AT&T or the non-GTE end office LEC, depending upon which entity originated the

- <u>traffic. GTE will bill AT&T for each minute of use AT&T generates</u> <u>that is tandem switched.</u>
- 43.3.6.6 By transporting traffic to non-GTE end offices via a GTE tandem,
 AT&T assumes responsibility for compensation to the non-GTE end
 office company. AT&T assumes responsibility for negotiating a
 compensation arrangement with the non-GTE end office for
 IntraLATA Toll Traffic terminating to AT&T from such third party LEC
 or ILEC.

In witness whereof, the Parties have executed this Agreement through their authorized representatives.

GTE Northwest Incorporated	AT&T Communications of the Pacific Northwest, Inc.
By: Signature	By: Signature
Name ·	Name
 Title	Title
 Date	Date