

John C. Peterson  
Manager-Intercompany Compensation  
Local Competition/Interconnection



GTE Telephone  
Operations

June 29, 1996

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**Transmitted via Fax - Sent Regular Mail**

Mr. A. Rasul Damji  
AT&T National Local Infrastructure & Access Management  
District Manager  
Room 2EA148  
One Oak Way  
Berkeley Heights, NJ 07922

Dear Rasul:

On June 25, 1996, Meade Seaman received a request from Brenda Kahn to submit our unbundled network elements pricing proposal in a format consistent with the Hatfield model output report. As I understand it, prices would be presented by density zone for the following network elements:

Loop Elements (Distribution, Concentration, Feeder)  
End Office Switching (Port, Usage)  
Signaling (Links, STP, SCP)  
Transport (Dedicated, Common, Tandem)  
Operator Systems

We are currently evaluating your request. However, as you know we have very different views on the degree of unbundling that is technically feasible and do not support proposals that establish unit prices based on density zones. We have not yet completed our unbundled price proposal as the negotiations on Matrix 4 issues have not proceeded as quickly as we had assumed they would. GTE should be in a position to present our unbundled pricing proposal within the next 10 days.

Sincerely,

John C. Peterson

JCP:mlh

c: Brenda Kahn - AT&T  
D. W. McLeod - GTE  
M. C. Seaman - GTE

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