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October 31, 2002

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> Ms. Blanca S. Bayo Director, Division of Public Records and Reporting Florida Public Service Commission 2540 Shummard Oak Blvd. Tallahassee, FL 32399

> > Re: Request to Reopen Docket No. 020251-TP and Vacate Order PSC-02-1072-CO-TP Issued on August 8, 2002 and Close Docket No. 020251-TP

Dear Ms. Bayo:

On August 8, 2002, in Order No. PSC-02-1072-CO-TP issued by the Commission in Docket No. 020251-TP, the Commission approved a transfer of control of XO Communications, Inc. ("XO"), the sole shareholder of XO Long Distance Services, Inc. ("XO Long Distance") and XO Florida, Inc. ("XO Florida"), pursuant to a reorganization plan that contemplated the issuance of stock of XO to funds affiliated with Forstmann Little & Co. ("Forstmann Little") and to an indirect, wholly owned subsidiary of Telefonos de Mexico, S.A. de C.V. ("Telmex") (the "Forstmann Little/Telmex Plan"). The Forstmann Little/Telmex Plan was premised on the terms of a Stock Purchase Agreement dated January 15, 2002 ("Purchase Agreement"). While the application in Docket No. 020251-TP was pending, XO notified the Commission that on June 17, 2002, XO had filed a petition with the U.S. Bankruptcy Court for the Southern District of New York ("Bankruptcy Court") pursuant to Chapter 11 of the U.S. Bankruptcy Code, seeking temporary protection from claims of creditors while the Company OTH Honoreorganized its operations and restructured its finances. Although the reorganization of XO according to the Forstmann Little/Telmex Plan was confirmed by the Bankruptcy Court on August 26, 2002, and the Federal Communications Commission granted XO's applications on October 3, 2002, the Forstmann Little/Telmex Plan will not be implemented. XO, Forstmann

DOCUMENT NUMBER - DATE

11982 NOV-18

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Little and Telmex have reached an agreement pursuant to which the Purchase Agreement will be terminated and any potential claims relating to the Purchase Agreement or its termination will be settled. The termination of the Purchase Agreement is subject to Bankruptcy Court approval, which was applied for on October 15, 2002.

The bankruptcy filing developed by XO contained an alternate reorganization plan. In light of the pending termination of the Purchase Agreement, XO plans to proceed with this alternate plan – the "Stand-Alone Plan" – to emerge from bankruptcy. Consequently, XO is filing on this date a new application requesting Commission approval of the transfer of control of XO, and thus of XO Long Distance and XO Florida, to XO as it will be reorganized pursuant to the Stand-Alone Plan.

By this letter, the applicants in Docket No. 020251-TP respectfully request, as a direct result of the Forstmann Little/Telmex Plan not being implemented and the submission of a new application to implement the Stand-Alone Plan, that Docket No. 020251-TP be reopened, that Order PSC-02-1072-CO-TP issued therein be vacated and that thereupon, Docket No. 020251-T be closed.

Enclosed please find an original and fifteen (15) copies of this letter for filing with the Commission. Also enclosed is a duplicate copy of this letter, and a self-addressed, postage-paid envelope. Please date-stamp the duplicate upon receipt and return it in the envelope provided. Should you have any questions concerning this matter, please contact the undersigned at the above number.

Respectfully submitted,

Air WEnnott

Erin Weber Emmott

Enclosures

cc: Ms. Brenda Hawkins

Ms. Dana Shaffer