

I T L
INTERNATIONAL TELCOM LTD.
417 SECOND AVENUE WEST SEATTLE, WASHINGTON 98119 USA

ORIGINAL

March 6, 2001

Via Overnight Courier and
Fax 850 413-6547

Ms. Kristin Craig
Florida Public Service Commission
Capitol Circle Office Center
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

Re: Settlement Offer for Docket No. 010132-TX

Dear Ms. Craig:

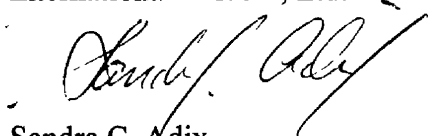
After further investigation International Telcom, Ltd. ("ITL") has determined that our failure to file the Year 2000 Local Competition Report was through inadvertence. We sincerely regret this and have taken steps to make sure it does not happen again. ITL is currently implementing an entirely new set of procedures for tracking all regulatory reports and filings, and ensuring that they are timely submitted in the future. In addition, we are building a new data base and "tickle system" for improved handling of all regular filings as well as periodic requests for information, such as the 2000 report at issue here.

ITL wishes to propose settlement of this matter in the amount of three thousand five hundred dollars (\$3,500), payable in a lump sum within ten days of the Public Service Commission's written acceptance of this offer. International Telcom, Ltd. waives its right of objection to the administrative cancellation of its certificate, in the event its offer is accepted and it fails to comply with the terms it has offered.

Thank you for you help in this matter. If you have questions, please contact me at the above address or by telephone, fax or email at: Telephone: (206) 479-2353; Fax: (206) 479-3234; email: sandraa@ms.kallback.com.

Sincerely,

International Telcom, Ltd.



Sandra C. Adix
Corporate Counsel

cc: M. Wells
Y. Melendez

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