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BellSouth Telecommunications, Inc.
Suite 400
150 South Monroe Street
Tallahassee, FL 32301-1556

marshall.criser@bellsouth.com

COMMISSION
CLERK

Marshall M. Criser III
Vice President
Regulatory & External Affairs

850 224 7798
Fax 850 224 5073

February 27, 2002

Mrs. Blanca S. Bayo
Director, Division of the Commission
Clerk and Administrative Services
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399

020172-TP

Re: Approval of the Resale Agreement by BellSouth Telecommunications, Inc. ("BellSouth") and Fair Financial, LLC. d/b/a MidState Telecommunications pursuant to Sections 251 and 252 of the Telecommunications Act of 1996

Dear Mrs. Bayo:

Pursuant to section 252(e) of the Telecommunications Act of 1996, BellSouth and Fair Financial, LLC. d/b/a MidState Telecommunications are submitting to the Florida Public Service Commission their negotiated agreement for the purchase of BellSouth's telecommunications services for the purpose of resale to end users by Fair Financial, LLC. d/b/a MidState Telecommunications

Pursuant to section 252(e) of the Act, the Commission is charged with approving or rejecting the negotiated agreement between BellSouth and Fair Financial, LLC. d/b/a MidState Telecommunications within 90 days of its submission. The Act provides that the Commission may only reject such an agreement if it finds that the agreement, or any portion of the agreement, discriminates against a telecommunications carrier, not a party to the agreement, or the implementation of the agreement, or if any portion of the agreement is not consistent with the public interest, convenience and necessity. Both parties agree that neither of these reasons exist as to the agreement they have negotiated and therefore, this agreement shall be deemed effective by operation of law on May 27, 2002.

Very truly yours,

Marshall M. Criser III

Regulatory Vice President

(KA)

DOCUMENT NUMBER-DATE

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FPSC-COMMISSION CLERK

**Resale
Agreement
Between
BellSouth Telecommunications Inc.
And
Fair Financial, LLC d/b/a MidState Telecommuncations**

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Attachment 1 - Resale

AGREEMENT

THIS AGREEMENT is made by and between BellSouth Telecommunications, Inc., ("BellSouth"), a Georgia corporation, and Fair Financial, LLC d/b/a MidState Telecommunications, a Tennessee company, and shall be deemed effective as of the date of the last signature of both Parties ("Effective Date"). This Agreement may refer to either BellSouth or Fair Financial, LLC d/b/a MidState Telecommunications or both as a "Party" or "Parties."

WITNESSETH

WHEREAS, BellSouth is a local exchange telecommunications company authorized to provide telecommunications services in the states of Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina and Tennessee; and

WHEREAS, Fair Financial, LLC d/b/a MidState Telecommunications is or seeks to become a CLEC authorized to provide telecommunications services in the states of Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina, and Tennessee; and

WHEREAS, Fair Financial, LLC d/b/a MidState Telecommunications wishes to resell BellSouth's telecommunications services and purchase network elements and other services, and the Parties wish to interconnect their facilities and exchange traffic pursuant to Sections 251 and 252 of the Act.

NOW THEREFORE, in consideration of the mutual agreements contained herein, BellSouth and Fair Financial, LLC d/b/a MidState Telecommunications agree as follows:

Definitions

Affiliate is defined as a person that (directly or indirectly) owns or controls, is owned or controlled by, or is under common ownership or control with, another person. For purposes of this paragraph, the term "own" means to own an equity interest (or equivalent thereof) of more than 10 percent.

Commission is defined as the appropriate regulatory agency in each of BellSouth's nine-state region: Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina, and Tennessee.

Competitive Local Exchange Carrier (CLEC) means a telephone company certificated by the Commission to provide local exchange service within BellSouth's franchised area.

End User means the ultimate user of the Telecommunications Service.

FCC means the Federal Communication Commission.

Telecommunications means the transmission, between or among points specified by the user, of information of the user's choosing, without change in the form or content of the information as sent and received.

Telecommunications Service means the offering of telecommunications for a fee directly to the public, or to such classes of users as to be effectively available directly to the public, regardless of the facilities used.

Telecommunications Act of 1996 ("Act") means Public Law 104-104 of the United States Congress effective February 8, 1996. The Act amended the Communications Act of 1934 (47 U.S.C. Section 1 et. seq.).

1. CLEC Certification

1.1 Fair Financial, LLC d/b/a MidState Telecommunications agrees to provide BellSouth in writing the certificate number or docket number, for the docket pending certification, for all states covered by this Agreement except Kentucky prior to BellSouth filing this Agreement with the appropriate commission for approval.

1.2 Additionally, Fair Financial, LLC d/b/a MidState Telecommunications will notify BellSouth in writing when it becomes certified or has a docket pending certification to operate in any other state in the BellSouth region. Upon notification, BellSouth will file this Agreement with the appropriate commission for approval.

2. Term of the Agreement

2.1 The term of this Agreement shall be two years, beginning on the Effective Date and shall apply to the BellSouth territory in the state(s) of Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina and Tennessee.

2.2 The Parties agree that by no earlier than two hundred seventy (270) days and no later than one hundred and eighty (180) days prior to the expiration of this Agreement, they shall commence negotiations for a new agreement to be effective beginning on the expiration date of this Agreement ("Subsequent Agreement"). If as of the expiration of this Agreement, a Subsequent Agreement has not been executed by the Parties, then except as set forth in Section 2.3.2 below, this Agreement shall continue on a month-to-month basis while a Subsequent Agreement is being negotiated. The Parties' rights and obligations with respect to this Agreement after expiration shall be as set forth in Section 2.3 below.

2.3 If, within one hundred and thirty-five (135) days of commencing the negotiation referred to in Section 2.2 above, the Parties are unable to negotiate new terms, conditions and prices for a Subsequent Agreement, either Party may petition the

Commission to establish appropriate terms, conditions and prices for the Subsequent Agreement pursuant to 47 U.S.C. 252. If the Commission does not issue its order prior to the expiration date of this Agreement, or if the Parties continue beyond the expiration date of this Agreement to negotiate the Subsequent Agreement without Commission intervention, the terms, conditions and prices ultimately ordered by the Commission, or negotiated by the Parties, shall be effective as of the date of execution of this agreement.

2.3.1 Except as set forth in Section 2.3.2 below, notwithstanding the foregoing, in the event that as of the date of expiration of this Agreement and conversion of this Agreement to a month-to-month term, the Parties have not entered into a Subsequent Agreement and no arbitration proceeding has been filed in accordance with Section 2.2 above, then either Party may terminate this Agreement upon sixty (60) days notice to the other Party. In the event that BellSouth terminates this Agreement as provided above, BellSouth shall continue to offer services to Fair Financial, LLC d/b/a MidState Telecommunications pursuant to the terms, conditions and rates set forth in BellSouth's then current standard interconnection agreement. In the event that BellSouth's standard interconnection agreement becomes effective as between the Parties, the Parties may continue to negotiate a Subsequent Agreement, and the terms of such Subsequent Agreement shall be effective as of the date of execution.

2.3.2 Notwithstanding Section 2.3 above, in the event that as of the date of expiration of this Agreement the Parties have not entered into a Subsequent Agreement and (1) no arbitration proceeding has been filed in accordance with Section 2.2 above, and (2) Fair Financial, LLC d/b/a MidState Telecommunications either is not certified as a CLEC in any particular state to which this Agreement applies or has not ordered any services under this Agreement as of the date of expiration, then this Agreement shall not continue on a month to month basis but shall be deemed terminated as of the expiration date hereof.

3. Operational Support Systems

3.1 Fair Financial, LLC d/b/a MidState Telecommunications shall pay charges for Operational Support Systems (OSS) as set forth in this Agreement in Attachment 1 and/or in Attachments 2, 3 and 5, as applicable.

4. Parity

4.1 When Fair Financial, LLC d/b/a MidState Telecommunications purchases, pursuant to Attachment 1 of this Agreement, telecommunications services from BellSouth for the purposes of resale to end users, BellSouth shall provide said services so that the services are equal in quality, subject to the same conditions, and provided within the same provisioning time intervals that BellSouth provides to its affiliates, subsidiaries and end users. To the extent technically feasible, the quality of a Network Element, as well as the quality of the access to such Network Element provided by BellSouth to Fair Financial, LLC d/b/a MidState Telecommunications

shall be at least equal in quality to that which BellSouth provides to itself, its affiliates or any other telecommunications carrier. The quality of the interconnection between the networks of BellSouth and the network of Fair Financial, LLC d/b/a MidState Telecommunications shall be at a level that is equal to that which BellSouth provides itself, a subsidiary, an Affiliate, or any other party. The interconnection facilities shall be designed to meet the same technical criteria and service standards that are used within BellSouth's network and shall extend to a consideration of service quality as perceived by BellSouth's end users and service quality as perceived by Fair Financial, LLC d/b/a MidState Telecommunications.

5. White Pages Listings

- 5.1 BellSouth shall provide Fair Financial, LLC d/b/a MidState Telecommunications and their customers access to white pages directory listings under the following terms:
- 5.2 Listings. Fair Financial, LLC d/b/a MidState Telecommunications shall provide all new, changed and deleted listings on a timely basis and BellSouth or its agent will include Fair Financial, LLC d/b/a MidState Telecommunications residential and business customer listings in the appropriate White Pages (residential and business) or alphabetical directories. Directory listings will make no distinction between Fair Financial, LLC d/b/a MidState Telecommunications and BellSouth subscribers.
- 5.2.1 Rates. So long as Fair Financial, LLC d/b/a MidState Telecommunications provides subscriber listing information to BellSouth in accordance with Section 5.3 below, BellSouth shall provide to Fair Financial, LLC d/b/a MidState Telecommunications one (1) primary White Pages listing per Fair Financial, LLC d/b/a MidState Telecommunications subscriber at no charge other than applicable service order charges as set forth in BellSouth's tariffs.
- 5.3 Procedures for Submitting Fair Financial, LLC d/b/a MidState Telecommunications Subscriber Information are found in The BellSouth Business Rules for Local Ordering.
- 5.3.1 Notwithstanding any provision(s) to the contrary, Fair Financial, LLC d/b/a MidState Telecommunications shall provide to BellSouth, and BellSouth shall accept, Fair Financial, LLC d/b/a MidState Telecommunications's Subscriber Listing Information (SLI) relating to Fair Financial, LLC d/b/a MidState Telecommunications's customers in the geographic area(s) covered by this Interconnection Agreement. Fair Financial, LLC d/b/a MidState Telecommunications authorizes BellSouth to release all such Fair Financial, LLC d/b/a MidState Telecommunications SLI provided to BellSouth by Fair Financial, LLC d/b/a MidState Telecommunications to qualifying third parties via either license agreement or BellSouth's Directory Publishers Database Service (DPDS), General Subscriber Services Tariff, Section A38.2, as the same may be amended from time to time. Such Fair Financial, LLC d/b/a MidState Telecommunications

SLI shall be intermingled with BellSouth's own customer listings and listings of any other CLEC that has authorized a similar release of SLI. Where necessary, BellSouth will use good faith efforts to obtain state commission approval of any necessary modifications to Section A38.2 of its tariff to provide for release of third party directory listings, including modifications regarding listings to be released pursuant to such tariff and BellSouth's liability thereunder. BellSouth's obligations pursuant to this Section shall not arise in any particular state until the commission of such state has approved modifications to such tariff.

- 5.3.2 No compensation shall be paid to Fair Financial, LLC d/b/a MidState Telecommunications for BellSouth's receipt of Fair Financial, LLC d/b/a MidState Telecommunications SLI, or for the subsequent release of such SLI to third parties of such SLI. In addition, to the extent BellSouth incurs costs to modify its systems to enable the release of Fair Financial, LLC d/b/a MidState Telecommunications's SLI, or costs on an ongoing basis to administer the release of Fair Financial, LLC d/b/a MidState Telecommunications SLI, Fair Financial, LLC d/b/a MidState Telecommunications shall pay to BellSouth its proportionate share of the reasonable costs associated therewith.
- 5.3.3 Neither BellSouth nor any agent shall be liable for the content or accuracy of any SLI provided by Fair Financial, LLC d/b/a MidState Telecommunications under this Agreement. Fair Financial, LLC d/b/a MidState Telecommunications shall indemnify, hold harmless and defend BellSouth and its agents from and against any damages, losses, liabilities, demands claims, suits, judgments, costs and expenses (including but not limited to reasonable attorneys' fees and expenses) arising from BellSouth's tariff obligations or otherwise and resulting from or arising out of any third party's claim of inaccurate Fair Financial, LLC d/b/a MidState Telecommunications listings or use of the SLI provided pursuant to this Agreement. BellSouth may forward to Fair Financial, LLC d/b/a MidState Telecommunications any complaints received by BellSouth relating to the accuracy or quality of Fair Financial, LLC d/b/a MidState Telecommunications listings.
- 5.3.4 Listings and subsequent updates will be released consistent with BellSouth system changes and/or update scheduling requirements.
- 5.4 Unlisted/Non-Published Subscribers. Fair Financial, LLC d/b/a MidState Telecommunications will be required to provide to BellSouth the names, addresses and telephone numbers of all Fair Financial, LLC d/b/a MidState Telecommunications customers that wish to be omitted from directories.
- 5.5 Inclusion of Fair Financial, LLC d/b/a MidState Telecommunications Customers in Directory Assistance Database. BellSouth will include and maintain Fair Financial, LLC d/b/a MidState Telecommunications subscriber listings in BellSouth's Directory Assistance databases at no recurring charge and Fair Financial, LLC d/b/a MidState Telecommunications shall provide such Directory Assistance listings at no recurring charge. BellSouth and Fair Financial, LLC d/b/a MidState

Telecommunications will formulate appropriate procedures regarding lead-time, timeliness, format and content of listing information.

- 5.6 Listing Information Confidentiality. BellSouth will accord Fair Financial, LLC d/b/a MidState Telecommunications's directory listing information the same level of confidentiality that BellSouth accords its own directory listing information, and BellSouth shall limit access to Fair Financial, LLC d/b/a MidState Telecommunications's customer proprietary confidential directory information to those BellSouth employees or agents who are involved in the preparation of listings or directories.
- 5.7 Additional and Designer Listings. Additional and designer listings will be offered by BellSouth at tariffed rates as set forth in the General Subscriber Services Tariff.
- 5.8 Directories. BellSouth or its agent shall make available White Pages directories to Fair Financial, LLC d/b/a MidState Telecommunications subscribers at no charge or as specified in a separate BAPCO agreement.

6. Bona Fide Request/New Business Request Process for Further Unbundling

- 6.1 BellSouth shall, upon request of Fair Financial, LLC d/b/a MidState Telecommunications, provide to Fair Financial, LLC d/b/a MidState Telecommunications access to its network elements at any technically feasible point for the provision of Fair Financial, LLC d/b/a MidState Telecommunications's telecommunications service where such access is necessary and failure to provide access would impair the ability of Fair Financial, LLC d/b/a MidState Telecommunications to provide services that it seeks to offer. Any request by Fair Financial, LLC d/b/a MidState Telecommunications for access to a network element, interconnection option, or for the provisioning of any service or product that is not already available shall be treated as a Bona Fide Request/New Business Request (BFR/NBR), and shall be submitted to BellSouth pursuant to the BFR/NBR process as described in Attachment 12 to this Agreement.
- 6.2 Fair Financial, LLC d/b/a MidState Telecommunications shall submit any BFR/NBR in writing to Fair Financial, LLC d/b/a MidState Telecommunications's Account Manager. The BFR/NBR shall specifically identify the requested service date, technical requirements, space requirements and/or such specifications that clearly define the request such that BellSouth has sufficient information to analyze and prepare a response. The BFR/NBR also shall include Fair Financial, LLC d/b/a MidState Telecommunications's designation of the request as being (i) pursuant to the Telecommunications Act of 1996 or (ii) pursuant to the needs of the business.

7. Court Ordered Requests for Call Detail Records and Other Subscriber Information

- 7.1 Subpoenas Directed to BellSouth. Where BellSouth provides resold services or local switching for Fair Financial, LLC d/b/a MidState Telecommunications, BellSouth shall respond to subpoenas and court ordered requests delivered directly

to BellSouth for the purpose of providing call detail records when the targeted telephone numbers belong to Fair Financial, LLC d/b/a MidState Telecommunications end users. Billing for such requests will be generated by BellSouth and directed to the law enforcement agency initiating the request. BellSouth shall maintain such information for Fair Financial, LLC d/b/a MidState Telecommunications end users for the same length of time it maintains such information for its own end users.

- 7.2 Subpoenas Directed to Fair Financial, LLC d/b/a MidState Telecommunications. Where BellSouth is providing to Fair Financial, LLC d/b/a MidState Telecommunications telecommunications services for resale or providing to Fair Financial, LLC d/b/a MidState Telecommunications the local switching function, then Fair Financial, LLC d/b/a MidState Telecommunications agrees that in those cases where Fair Financial, LLC d/b/a MidState Telecommunications receives subpoenas or court ordered requests regarding targeted telephone numbers belonging to Fair Financial, LLC d/b/a MidState Telecommunications end users, and where Fair Financial, LLC d/b/a MidState Telecommunications does not have the requested information, Fair Financial, LLC d/b/a MidState Telecommunications will advise the law enforcement agency initiating the request to redirect the subpoena or court ordered request to BellSouth for handling in accordance with 7.1 above.
- 7.3 In all other instances, where either Party receives a request for information involving the other Party's end user, the Party receiving the request will advise the law enforcement agency initiating the request to redirect such request to the other Party.

8. Liability and Indemnification

- 8.1 Fair Financial, LLC d/b/a MidState Telecommunications Liability. In the event that Fair Financial, LLC d/b/a MidState Telecommunications consists of two (2) or more separate entities as set forth in this Agreement and/or any Amendments hereto, all such entities shall be jointly and severally liable for the obligations of Fair Financial, LLC d/b/a MidState Telecommunications under this Agreement.
- 8.2 Liability for Acts or Omissions of Third Parties. BellSouth shall not be liable to Fair Financial, LLC d/b/a MidState Telecommunications for any act or omission of another telecommunications company providing services to Fair Financial, LLC d/b/a MidState Telecommunications.
- 8.3 Limitation of Liability
- 8.3.1 Except for any indemnification obligations of the Parties hereunder, each Party's liability to the other for any loss, cost, claim, injury or liability or expense, including reasonable attorney's fees relating to or arising out of any negligent act or omission in its performance of this Agreement whether in contract or in tort,

shall be limited to a credit for the actual cost of the services or functions not performed or improperly performed.

- 8.3.2 Limitations in Tariffs. A Party may, in its sole discretion, provide in its tariffs and contracts with its End Users and third parties that relate to any service, product or function provided or contemplated under this Agreement, that to the maximum extent permitted by Applicable Law, such Party shall not be liable to the End User or third Party for (i) any loss relating to or arising out of this Agreement, whether in contract, tort or otherwise, that exceeds the amount such Party would have charged that applicable person for the service, product or function that gave rise to such loss and (ii) Consequential Damages. To the extent that a Party elects not to place in its tariffs or contracts such limitations of liability, and the other Party incurs a loss as a result thereof, such Party shall indemnify and reimburse the other Party for that portion of the loss that would have been limited had the first Party included in its tariffs and contracts the limitations of liability that such other Party included in its own tariffs at the time of such loss.
- 8.3.3 Neither BellSouth nor Fair Financial, LLC d/b/a MidState Telecommunications shall be liable for damages to the other Party's terminal location, equipment or End User premises resulting from the furnishing of a service, including, but not limited to, the installation and removal of equipment or associated wiring, except to the extent caused by a Party's negligence or willful misconduct or by a Party's failure to ground properly a local loop after disconnection.
- 8.3.4 Under no circumstance shall a Party be responsible or liable for indirect, incidental, or consequential damages, including, but not limited to, economic loss or lost business or profits, damages arising from the use or performance of equipment or software, or the loss of use of software or equipment, or accessories attached thereto, delay, error, or loss of data. In connection with this limitation of liability, each Party recognizes that the other Party may, from time to time, provide advice, make recommendations, or supply other analyses related to the Services, or facilities described in this Agreement, and, while each Party shall use diligent efforts in this regard, the Parties acknowledge and agree that this limitation of liability shall apply to provision of such advice, recommendations, and analyses.
- 8.3.5 To the extent any specific provision of this Agreement purports to impose liability, or limitation of liability, on either Party different from or in conflict with the liability or limitation of liability set forth in this Section, then with respect to any facts or circumstances covered by such specific provisions, the liability or limitation of liability contained in such specific provision shall apply.
- 8.4 Indemnification for Certain Claims. The Party providing services hereunder, its affiliates and its parent company, shall be indemnified, defended and held harmless by the Party receiving services hereunder against any claim, loss or damage arising from the receiving company's use of the services provided under this Agreement pertaining to (1) claims for libel, slander or invasion of privacy arising from the content of the receiving company's own communications, or (2) any claim, loss or

damage claim: by the End User of the Party receiving services arising from such company's use or reliance on the providing company's services, actions, duties, or obligations arising out of this Agreement.

8.5 **Disclaimer.** EXCEPT AS SPECIFICALLY PROVIDED TO THE CONTRARY IN THIS AGREEMENT, NEITHER PARTY MAKES ANY REPRESENTATIONS OR WARRANTIES TO THE OTHER PARTY CONCERNING THE SPECIFIC QUALITY OF ANY SERVICES, OR FACILITIES PROVIDED UNDER THIS AGREEMENT. THE PARTIES DISCLAIM, WITHOUT LIMITATION, ANY WARRANTY OR GUARANTEE OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE, ARISING FROM COURSE OF PERFORMANCE, COURSE OF DEALING, OR FROM USAGES OF TRADE.

9. Intellectual Property Rights and Indemnification

9.1 **No License.** No patent, copyright, trademark or other proprietary right is licensed, granted or otherwise transferred by this Agreement. Fair Financial, LLC d/b/a MidState Telecommunications is strictly prohibited from any use, including but not limited to in sales, in marketing or advertising of telecommunications services, of any BellSouth name, service mark or trademark. Notwithstanding the foregoing, Fair Financial, LLC d/b/a MidState Telecommunications may use BellSouth's name solely in response to inquiries of customers or potential customers regarding the source of the underlying service or the identity of repair or service technicians under this Agreement.

9.2 **Ownership of Intellectual Property.** Any intellectual property which originates from or is developed by a Party shall remain the exclusive property of that Party. Except for a limited license to use patents or copyrights to the extent necessary for the Parties to use any facilities or equipment (including software) or to receive any service solely as provided under this Agreement, no license in patent, copyright, trademark or trade secret, or other proprietary or intellectual property right now or hereafter owned, controlled or licensable by a Party, is granted to the other Party or shall be implied or arise by estoppel. It is the responsibility of each Party to ensure at no additional cost to the other Party that it has obtained any necessary licenses in relation to intellectual property of third Parties used in its network that may be required to enable the other Party to use any facilities or equipment (including software), to receive any service, or to perform its respective obligations under this Agreement.

9.3 **Indemnification.** The Party providing a service pursuant to this Agreement will defend the Party receiving such service or data provided as a result of such service against claims of infringement arising solely from the use by the receiving Party of such service in the manner contemplated under this Agreement and will indemnify the receiving Party for any damages awarded based solely on such claims in accordance with Section 8 preceding.

- 9.4 Claim of Infringement. In the event that use of any facilities or equipment (including software), becomes, or in the reasonable judgment of the Party who owns the affected network is likely to become, the subject of a claim, action, suit, or proceeding based on intellectual property infringement, then said Party shall promptly and at its sole expense and sole option, but subject to the limitations of liability set forth below:
- 9.4.1 modify or replace the applicable facilities or equipment (including software) while maintaining form and function, or
- 9.4.2 obtain a license sufficient to allow such use to continue.
- 9.4.3 In the event 9.4.1 or 9.4.2 are commercially unreasonable, then said Party may, terminate, upon reasonable notice, this contract with respect to use of, or services provided through use of, the affected facilities or equipment (including software), but solely to the extent required to avoid the infringement claim.
- 9.5 Exception to Obligations. Neither Party's obligations under this Section shall apply to the extent the infringement is caused by: (i) modification of the facilities or equipment (including software) by the indemnitee; (ii) use by the indemnitee of the facilities or equipment (including software) in combination with equipment or facilities (including software) not provided or authorized by the indemnitor, provided the facilities or equipment (including software) would not be infringing if used alone; (iii) conformance to specifications of the indemnitee which would necessarily result in infringement; or (iv) continued use by the indemnitee of the affected facilities or equipment (including software) after being placed on notice to discontinue use as set forth herein.
- 9.6 Exclusive Remedy. The foregoing shall constitute the Parties' sole and exclusive remedies and obligations with respect to a third party claim of intellectual property infringement arising out of the conduct of business under this Agreement.
- 10. Proprietary and Confidential Information**
- 10.1 Proprietary and Confidential Information. It may be necessary for BellSouth and Fair Financial, LLC d/b/a MidState Telecommunications, each as the "Discloser," to provide to the other Party, as "Recipient," certain proprietary and confidential information (including trade secret information) including but not limited to technical, financial, marketing, staffing and business plans and information, strategic information, proposals, request for proposals, specifications, drawings, maps, prices, costs, costing methodologies, procedures, processes, business systems, software programs, techniques, customer account data, call detail records and like information (collectively the "Information"). All such Information conveyed in writing or other tangible form shall be clearly marked with a confidential or proprietary legend. Information conveyed orally by the Discloser to Recipient shall be designated as proprietary and confidential at the time of such oral conveyance, shall be reduced to writing by the Discloser within forty-five (45)

days thereafter, and shall be clearly marked with a confidential or proprietary legend.

- 10.2 **Use and Protection of Information.** Recipient agrees to protect such Information of the Discloser provided to Recipient from whatever source from distribution, disclosure or dissemination to anyone except employees of Recipient with a need to know such Information solely in conjunction with Recipient's analysis of the Information and for no other purpose except as authorized herein or as otherwise authorized in writing by the Discloser. Recipient will not make any copies of the Information inspected by
- 10.3 **Exceptions.** Recipient's obligation to protect any portion of the Information which:
- 10.3.1 (a) is made publicly available by the Discloser or lawfully by a nonparty to this Agreement; (b) is lawfully obtained by Recipient from any source other than the Discloser; (c) is previously known to Recipient without an obligation to keep it confidential; or (d) is released to Recipient in the terms of this Agreement by Discloser upon written notice to Recipient.
- 10.4 Recipient agrees to use the Information solely for the purposes of negotiations pursuant to 47 U.S.C. 251 in performing its obligations under this Agreement and for no other entity or purpose, except as may be otherwise agreed to in writing by the Parties. Nothing herein shall prohibit Recipient from providing information requested by the Federal Communications Commission or a state regulatory agency with jurisdiction over this matter, or to support a request for arbitration or an allegation of failure to negotiate in good faith.
- 10.5 Recipient agrees not to publish or use the Information for any advertising, sales promotions, press releases, or publicity matters that refer either directly or indirectly to the Information or to the Discloser or any of its affiliated companies.
- 10.6 The disclosure of Information neither grants nor implies any license to the Recipient under any trademark, patent, copyright, or application which is now or may hereafter be owned by the Discloser.
- 10.7 **Survival of Confidentiality Obligations.** The Parties' rights and obligations under this Section 10 shall survive and continue in effect until two (2) years after the expiration or termination date of this Agreement with regard to all Information exchanged during the term of this Agreement. Thereafter, the Parties' rights and obligations hereunder survive and continue in effect with respect to any Information that is a trade secret under applicable law.
- 10.8 **Assignments**
- 10.9 Any assignment by either Party to any non-affiliated entity of any right, obligation or duty, or of any other interest hereunder, in whole or in part, without the prior written consent of the other Party shall be void. A Party may assign this

Agreement or any right, obligation, duty or other interest hereunder to an Affiliate of the Party without the consent of the other Party; provided, however, that the assigning Party shall notify the other Party in writing of such assignment thirty (30) days prior to the Effective Date thereof and, provided further, if the assignee is an assignee of Fair Financial, LLC d/b/a MidState Telecommunications, the assignee must provide evidence of Commission CLEC certification. The Parties shall amend this Agreement to reflect such assignments and shall work cooperatively to implement any changes required due to such assignment. All obligations and duties of any Party under this Agreement shall be binding on all successors in interest and assigns of such Party. No assignment or delegation hereof shall relieve the assignor of its obligations under this Agreement in the event that the assignee fails to perform such obligations.

11. Resolution of Disputes

- 11.1 Except as otherwise stated in this Agreement, if any dispute arises as to the interpretation of any provision of this Agreement or as to the proper implementation of this Agreement, the aggrieved Party shall petition the Commission for a resolution of the dispute. However, each Party reserves any rights it may have to seek judicial review of any ruling made by the Commission concerning this Agreement.

12. Taxes

- 12.1 Definition. For purposes of this Section, the terms “taxes” and “fees” shall include but not limited to federal, state or local sales, use, excise, gross receipts or other taxes or tax-like fees of whatever nature and however designated (including tariff surcharges and any fees, charges or other payments, contractual or otherwise, for the use of public streets or rights of way, whether designated as franchise fees or otherwise) imposed, or sought to be imposed, on or with respect to the services furnished hereunder or measured by the charges or payments therefore, excluding any taxes levied on income.

12.2 Taxes and Fees Imposed Directly On Either Providing Party or Purchasing Party.

- 12.2.1 Taxes and fees imposed on the providing Party, which are not permitted or required to be passed on by the providing Party to its customer, shall be borne and paid by the providing Party.

- 12.2.2 Taxes and fees imposed on the purchasing Party, which are not required to be collected and/or remitted by the providing Party, shall be borne and paid by the purchasing Party.

12.3 Taxes and Fees Imposed on Purchasing Party But Collected And Remitted By Providing Party.

- 12.3.1 Taxes and fees imposed on the purchasing Party shall be by the purchasing Party, even if the obligation to collect and/or remit such or fees is placed on the providing Party.
- 12.3.2 To the extent permitted by applicable law, any such taxes and/or fees shall be shown as separate items on applicable billing documents between the Parties. Notwithstanding the foregoing, the purchasing Party shall remain liable for any such taxes and fees regardless of whether they are actually billed by the providing Party at the time that the respective service is billed.
- 12.3.3 If the purchasing Party determines that in its opinion any taxes or fees are not payable, the providing Party shall not bill such taxes or fees to the purchasing Party if the purchasing Party provides written certification, reasonable and satisfactory to the providing Party, stating that it is exempt or otherwise not subject to the tax or fee, setting forth the basis therefor, and satisfying any other requirements under applicable law. If any authority seeks to collect any such tax or fee that the purchasing Party has determined and certified not to be payable or any such tax or fee that was not billed by the providing Party, the purchasing Party may contest the same in good faith, at its own expense. In any such contest, the purchasing Party shall promptly furnish the providing Party with copies of all filings in any proceeding, protest, or legal challenge, all rulings issued in connection therewith, and all correspondence between the purchasing Party and the taxing authority.
- 12.3.4 In the event that all or any portion of an amount sought to be collected must be paid in order to contest the imposition of any such tax or fee, or to avoid the existence of a lien on the assets of the providing Party during the pendency of such contest, the purchasing Party shall be responsible for such payment and shall be entitled to the benefit of any refund or recovery.
- 12.3.5 If it is ultimately determined that any additional amount of such a tax or fee is due to the imposing authority, the purchasing Party shall pay such additional amount, including any interest and penalties thereon.
- 12.3.6 Notwithstanding any provision to the contrary, the purchasing Party shall protect, indemnify and hold harmless (and defend at the purchasing Party's expense) the providing Party from and against any such tax or fee, interest or penalties thereon, or other charges or payable expenses (including reasonable attorney fees) with respect thereto, which are incurred by the providing Party in connection with any claim for or contest of any such tax or fee.
- 12.3.7 Each Party shall notify the other Party in writing of any assessment, proposed assessment or other claim for any additional amount of such a tax or fee by a taxing authority; such notice to be provided, if possible, at least ten (10) days prior to the date by which a response, protest or other appeal must be filed, but in no event later than thirty (30) days after receipt of such assessment, proposed assessment or claim.

- 12.4 Taxes and Fees Imposed on Providing Party But Passed On To Purchasing Party.
- 12.4.1 Taxes and fees imposed on the providing Party, which are permitted or required to be passed on by the providing Party to its customer, shall be borne by the purchasing Party.
- 12.4.2 To the extent permitted by applicable law, any such taxes and/or fees shall be shown as separate items on applicable billing documents between the Parties. Notwithstanding the foregoing, the purchasing Party shall remain liable for any such taxes and fees regardless of whether they are actually billed by the providing Party at the time that the respective service is billed.
- 12.4.3 If the purchasing Party disagrees with the providing Party's determination as to the application or basis for any such tax or fee, the Parties shall consult with respect to the imposition and billing of such tax or fee. Notwithstanding the foregoing, the providing Party shall retain ultimate responsibility for determining whether and to what extent any such taxes or fees are applicable, and the purchasing Party shall abide by such determination and pay such taxes or fees to the providing Party. The providing Party shall further retain ultimate responsibility for determining whether and how to contest the imposition of such taxes and fees; provided, however, that any such contest undertaken at the request of the purchasing Party shall be at the purchasing Party's expense.
- 12.4.4 In the event that all or any portion of an amount sought to be collected must be paid in order to contest the imposition of any such tax or fee, or to avoid the existence of a lien on the assets of the providing Party during the pendency of such contest, the purchasing Party shall be responsible for such payment and shall be entitled to the benefit of any refund or recovery.
- 12.4.5 If it is ultimately determined that any additional amount of such a tax or fee is due to the imposing authority, the purchasing Party shall pay such additional amount, including any interest and penalties thereon.
- 12.4.6 Notwithstanding any provision to the contrary, the purchasing Party shall protect indemnify and hold harmless (and defend at the purchasing Party's expense) the providing Party from and against any such tax or fee, interest or penalties thereon, or other reasonable charges or payable expenses (including reasonable attorney fees) with respect thereto, which are incurred by the providing Party in connection with any claim for or contest of any such tax or fee.
- 12.4.7 Each Party shall notify the other Party in writing of any assessment, proposed assessment or other claim for any additional amount of such a tax or fee by a taxing authority; such notice to be provided, if possible, at least ten (10) days prior to the date by which a response, protest or other appeal must be filed, but in no event later than thirty (30) days after receipt of such assessment, proposed assessment or claim.

12.5 **Mutual Cooperation.** In any contest of a tax or fee by one Party, the other Party shall cooperate fully by providing records, testimony and such additional information or assistance as may reasonably be necessary to pursue the contest. Further, the other Party shall be reimbursed for any reasonable and necessary out-of-pocket copying and travel expenses incurred in assisting in such contest.

13. Force Majeure

13.1 In the event performance of this Agreement, or any obligation hereunder, is either directly or indirectly prevented, restricted, or interfered with by reason of fire, flood, earthquake or like acts of God, wars, revolution, civil commotion, explosion, acts of public enemy, embargo, acts of the government in its sovereign capacity, labor difficulties, including without limitation, strikes, slowdowns, picketing, or boycotts, unavailability of equipment from vendor, changes requested by Customer, or any other circumstances beyond the reasonable control and without the fault or negligence of the Party affected, the Party affected, upon giving prompt notice to the other Party, shall be excused from such performance on a day-to-day basis to the extent of such prevention, restriction, or interference (and the other Party shall likewise be excused from performance of its obligations on a day-to-day basis until the delay, restriction or interference has ceased); provided however, that the Party so affected shall use diligent efforts to avoid or remove such causes of non-performance and both Parties shall proceed whenever such causes are removed or cease.

14. Adoption of Agreements

14.1 BellSouth shall make available, pursuant to 47 USC § 252 and the FCC rules and regulations regarding such availability, to Fair Financial, LLC d/b/a MidState Telecommunications any interconnection, service, or network element provided under any other agreement filed and approved pursuant to 47 USC § 252, provided a minimum of six months remains on the term of such Agreement. The Parties shall adopt all rates, terms and conditions concerning such other interconnection, service or network element and any other rates, terms and conditions that are legitimately related to or were negotiated in exchange for or in conjunction with the interconnection, service or network element being adopted. The adopted interconnection, service, or network element and agreement shall apply to the same states as such other agreement. The term of the adopted agreement or provisions shall expire on the same date as set forth in the agreement which was adopted.

15. Modification of Agreement

15.1 If Fair Financial, LLC d/b/a MidState Telecommunications changes its name or makes changes to its company structure or identity due to a merger, acquisition, transfer or any other reason, it is the responsibility of Fair Financial, LLC d/b/a MidState Telecommunications to notify BellSouth of said change and request that an amendment to this Agreement, if necessary, be executed to reflect said change.

- 15.2 No modification, amendment, supplement to, or waiver of the Agreement or any of its provisions shall be effective and binding upon the Parties unless it is made in writing and duly signed by the Parties.
- 15.3 In the event that any effective legislative, regulatory, judicial or other legal action materially affects any material terms of this Agreement, or the ability of Fair Financial, LLC d/b/a MidState Telecommunications or BellSouth to perform any material terms of this Agreement, Fair Financial, LLC d/b/a MidState Telecommunications or BellSouth may, on thirty (30) days' written notice require that such terms be renegotiated, and the Parties shall renegotiate in good faith such mutually acceptable new terms as may be required. In the event that such new terms are not renegotiated within ninety (90) days after such notice, the Dispute shall be referred to the Dispute Resolution procedure set forth in this Agreement.
- 15.4 Notwithstanding anything to the contrary in this Agreement, this Agreement shall not be amended or modified after the expiration date hereof as set forth in Section 2 above.

16. Non-waiver of Legal Rights

- 16.1 Execution of this Agreement by either Party does not confirm or infer that the executing Party agrees with any decision(s) issued pursuant to the Telecommunications Act of 1996 and the consequences of those decisions on specific language in this Agreement. Neither Party waives its rights to appeal or otherwise challenge any such decision(s) and each Party reserves all of its rights to pursue any and all legal and/or equitable remedies, including appeals of any such decision(s).

17. Severability

- 17.1 If any provision of this Agreement, or the application of such provision to either Party or circumstance, shall be held invalid, the remainder of the Agreement, or the application of any such provision to the Parties or circumstances other than those to which it is held invalid, shall not be affected thereby, provided that the Parties shall attempt to reformulate such invalid provision to give effect to such portions thereof as may be valid without defeating the intent of such provision.

18. Waivers

- 18.1 A failure or delay of either Party to enforce any of the provisions hereof, to exercise any option which is herein provided, or to require performance of any of the provisions hereof shall in no way be construed to be a waiver of such provisions or options, and each Party, notwithstanding such failure, shall have the right thereafter to insist upon the performance of any and all of the provisions of this Agreement.

19. Governing Law

19.1 This Agreement shall be governed by, and construed and enforced in accordance with, the laws of the State of Georgia, without regard to its conflict of laws principles.

20. Arm's Length Negotiations

20.1 This Agreement was executed after arm's length negotiations between the undersigned Parties and reflects the conclusion of the undersigned that this Agreement is in the best interests of all Parties.

21. Notices

21.1 Every notice, consent, approval, or other communications required or contemplated by this Agreement shall be in writing and shall be delivered by hand, by overnight courier or by US mail postage prepaid, address to:

BellSouth Telecommunications, Inc.

Account Team
600 North 19th Street
Birmingham, Alabama 35203

and

General Attorney - COU
Suite 4300
675 W. Peachtree St.
Atlanta, GA 30375

Fair Financial, LLC d/b/a MidState Telecommunications

Donald M. Estep
General Manager
P.O. Box 706
Madison, TN 37116-0706

or at such other address as the intended recipient previously shall have designated by written notice to the other Party.

21.2 Unless otherwise provided in this Agreement, notice by mail shall be effective on the date it is officially recorded as delivered by return receipt or equivalent, and in the absence of such record of delivery, it shall be presumed to have been delivered the fifth day, or next business day after the fifth day, after it was deposited in the mails.

21.3 Notwithstanding the foregoing, BellSouth may provide Fair Financial, LLC d/b/a MidState Telecommunications notice via Internet posting of price changes.

to the terms and conditions of services available for resale per Commission Orders. BellSouth will also post changes to business processes and policies, notices of new service offerings, and changes to service offerings not requiring an amendment to this Agreement, notices required to be posted to BellSouth's website, and any other information of general applicability to CLECs.

22. Rule of Construction

22.1 No rule of construction requiring interpretation against the drafting Party hereof shall apply in the interpretation of this Agreement.

23. Headings of No Force or Effect

23.1 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.

24. Multiple Counterparts

24.1 This Agreement may be executed in multiple counterparts, each of which shall be deemed an original, but all of which shall together constitute but one and the same document.

25. Implementation of Agreement

25.1 If Fair Financial, LLC d/b/a MidState Telecommunications is a facilities based provider or a facilities based and resale provider, this section shall apply. Within 60 days of the execution of this Agreement, the Parties may adopt a schedule for the implementation of the Agreement. The schedule shall state with specificity time frames for submission of including but not limited to, network design, interconnection points, collocation arrangement requests, pre-sales testing and full operational time frames for the business and residential markets. An implementation template which may be used for the implementation schedule is contained in Attachment 10 of this Agreement.

26. Filing of Agreement

26.1 Upon execution of this Agreement it shall be filed with the appropriate state regulatory agency pursuant to the requirements of Section 252 of the Act, and the Parties shall share equally any filing fees therefor. If the regulatory agency imposes any filing or public interest notice fees regarding the filing or approval of the Agreement, Fair Financial, LLC d/b/a MidState Telecommunications shall be responsible for publishing the required notice and the publication and/or notice costs shall be borne by Fair Financial, LLC d/b/a MidState Telecommunications. Notwithstanding the foregoing, this Agreement shall not be submitted for approval by the appropriate state regulatory agency unless and until such time as Fair Financial, LLC d/b/a MidState Telecommunications is duly certified as a local

exchange carrier in such state, except as otherwise required by a state Commission.

27. Compliance with Applicable Law

27.1 Each Party shall comply at its own expense with Applicable Law.

28. Necessary Approvals

28.1 Each Party shall be responsible for obtaining and keeping in effect all approvals, and rights granted by, governmental authorities, building and property owners, other carriers, and any other persons that may be required in connection with the performance of its obligations under this Agreement. Each Party shall reasonably cooperate with the other Party in obtaining and maintaining any required approvals and rights for which such Party is responsible.

29. Good Faith Performance

29.1 Each Party shall act in good faith in its performance under this Agreement and, in each case in which a Party's consent or agreement is required or requested hereunder, such Party shall not unreasonably withhold or delay such consent or agreement.

30. Nonexclusive Dealings

30.1 This Agreement does not prevent either Party from providing or purchasing services to or from any other person nor, except as provided in Section 252(i) of the Act, does it obligate either Party to provide or purchase any services (except insofar as the Parties are obligated to provide access to Interconnection, services and Network Elements to Fair Financial, LLC d/b/a MidState Telecommunications as a requesting carrier under the Act).

31. Rate True-Up

31.1 This section applies to Local Interconnection and/or Unbundled Network Elements and Other Services rates that are interim or expressly subject to true-up under this Agreement.

31.2 The interim prices for Network Elements and Other Services and Local Interconnection shall be subject to true-up according to the following procedures:

31.3 The interim prices shall be true-up, either up or down, based on final prices determined either by further agreement between the Parties, or by a final order (including any appeals) of the Commission which final order meets the criteria of (3) below. The Parties shall implement the true-up by comparing the actual volumes and demand for each item, together with interim prices for each item, with the final prices determined for each item. Each Party shall keep its own records

upon which the true-up can be based, and any final payment from one Party to the other shall be in an amount agreed upon by the Parties based on such records. In the event of any disagreement as between the records or the Parties regarding the amount of such true-up, the Parties agree that the body having jurisdiction over the matter shall be called upon to resolve such differences, or the Parties may mutually agree to submit the matter to the Dispute Resolution process in accordance with the provisions of Section 11 of the General Terms and Conditions and Attachment 1 of this Agreement.

31.4 The Parties may continue to negotiate toward final prices, but in the event that no such Agreement is reached within nine (9) months, either Party may petition the Commission to resolve such disputes and to determine final prices for each item. Alternatively, upon mutual agreement, the Parties may submit the matter to the Dispute Resolution Process set forth in Section 11 of the General Terms and Conditions and Attachment 1 of this Agreement, so long as they file the resulting Agreement with the Commission as a “negotiated Agreement” under Section 252(e) of the Act.

31.5 An effective order of the Commission that forms the basis of a true-up shall be based upon cost studies submitted by either or both Parties to the Commission and shall be binding upon BellSouth and CLEC-1 specifically or upon all carriers generally, such as a generic cost proceeding.

32. Survival

32.1 The Parties’ obligations under this Agreement which by their nature are intended to continue beyond the termination or expiration of this Agreement shall survive the termination or expiration of this Agreement.

33. Establishment of Service

If BellSouth is informed that an unauthorized change in local service to Fair Financial, LLC d/b/a MidState Telecommunications has occurred, BellSouth will reestablish service with the appropriate local service provider and will assess Fair Financial, LLC d/b/a MidState Telecommunications as the CLEC initiating the alleged unauthorized change, the appropriate nonrecurring charges, as set forth in Section A4 of the General Subscriber Service Tariff. In accordance with FCC Slamming Liability Rules, the relevant governmental agency will determine if an unauthorized change has occurred. Resolution of all relevant issues shall be handled directly with the authorized CLEC and Fair Financial, LLC d/b/a MidState Telecommunications.

34. Entire Agreement

34.1 This Agreement and its Attachments, incorporated herein by this reference, sets forth the entire understanding and supersedes prior Agreements between the

Parties relating to the subject matter contained herein and merges all prior discussions between them. Any orders placed under prior agreements between the Parties shall be governed by the terms of this Agreement. Neither Party shall be bound by any definition, condition, provision, representation, warranty, covenant or promise other than as expressly stated in this Agreement or as is contemporaneously or subsequently set forth in writing and executed by a duly authorized officer or representative of the Party to be bound thereby.

34.2 This Agreement may include attachments with provisions for the following services:

- Network Elements and Other Services
- Local Interconnection
- Resale
- Collocation

34.3 The following services are included as options for purchase by Fair Financial, LLC d/b/a MidState Telecommunications. Fair Financial, LLC d/b/a MidState Telecommunications may elect to purchase said services by written request to its Account Manager if applicable:

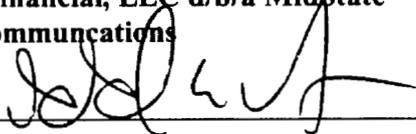
- Optional Daily Usage File (ODUF)
- Enhanced Optional Daily Usage File (EODUF)
- Access Daily Usage File (ADUF)
- Line Information Database (LIDB) Storage
- Centralized Message Distribution Service (CMDS)
- Calling Name (CNAM)
- LNP Data Base Query Service

IN WITNESS WHEREOF, the Parties have executed this Agreement the day and year written below.

BellSouth Telecommunications, Inc.

Fair Financial, LLC d/b/a MidState Telecommunications

By: 

By: 

Name: Greg Follensbee

Name: Doanld M. Estep

Title: Sr. Director – CLEC Negotiations

Title: General Manager

Date: 8-3-01

Date: 7-30-2001

Attachment 1

Resale

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RESALE

1. Discount Rates

The discount rates applied to Fair Financial, LLC d/b/a MidState Telecommunications purchases of BellSouth Telecommunications Services for the purpose of resale shall be as set forth in Exhibit A. Such discounts have been determined by the applicable Commission to reflect the costs avoided by BellSouth when selling a service for wholesale purposes.

2. Definition of Terms

2.1 COMPETITIVE LOCAL EXCHANGE COMPANY (CLEC) means a telephone company certificated by the Commission to provide local exchange service within BellSouth's franchised area.

2.2 CUSTOMER OF RECORD means the entity responsible for placing application for service; requesting additions, rearrangements, maintenance or discontinuance of service; payment in full of charges incurred such as non-recurring, monthly recurring, toll, directory assistance, etc.

2.3 DEPOSIT means assurance provided by a customer in the form of cash, surety bond or bank letter of credit to be held by BellSouth.

2.4 END USER means the ultimate user of the Telecommunications Service.

2.5 END USER CUSTOMER LOCATION means the physical location of the premises where an End User makes use of the telecommunications services.

2.6 NEW SERVICES means functions, features or capabilities that are not currently offered by BellSouth. This includes packaging of existing services or combining a new function, feature or capability with an existing service.

2.7 RESALE means an activity wherein a certificated CLEC, such as Fair Financial, LLC d/b/a MidState Telecommunications, subscribes to the telecommunications services of BellSouth and then offers those telecommunications services to the public.

3. General Provisions

3.1 All of the negotiated rates, terms and conditions set forth in this Attachment pertain to the resale of BellSouth's retail telecommunications services and other services specified in this Attachment. Subject to effective and applicable FCC and Commission rules and orders, BellSouth shall make available to Fair Financial, LLC d/b/a MidState Telecommunications for resale those telecommunications

services BellSouth makes available, pursuant to its General Subscriber Services Tariff and Private Line Services Tariff, to customer who are not telecommunications carriers. Such services shall be available at BellSouth's tariffed rates less the discount set forth in Exhibit A to this Agreement and subject to the exclusions and limitations set forth in Exhibit B to this Agreement.

- 3.2 Fair Financial, LLC d/b/a MidState Telecommunications may purchase resale services from BellSouth for their own use in operating their business. The resale discount will apply to those services under the following conditions:
 - 3.2.1 Fair Financial, LLC d/b/a MidState Telecommunications must resell services to other End Users.
 - 3.2.2 Fair Financial, LLC d/b/a MidState Telecommunications must order services through resale interfaces, i.e., the Local Carrier Service Center (LCS) and/or appropriate Resale Account Teams pursuant to this Agreement.
 - 3.2.3 Fair Financial, LLC d/b/a MidState Telecommunications cannot be a competitive local exchange telecommunications company for the single purpose of selling to themselves.
- 3.3 Fair Financial, LLC d/b/a MidState Telecommunications will be the customer of record for all services purchased from BellSouth. Except as specified herein, BellSouth will take orders from, bill and receive payment from Fair Financial, LLC d/b/a MidState Telecommunications for said services.
- 3.4 Fair Financial, LLC d/b/a MidState Telecommunications will be BellSouth's single point of contact for all services purchased pursuant to this Agreement. BellSouth shall have no contact with the End User except to the extent provided for herein. Each Party shall provide to the other a nation wide (50 states) toll-free contact number for purposes of repair and maintenance.
- 3.5 BellSouth will continue to bill the End User for any services that the End User specifies it wishes to receive directly from BellSouth. BellSouth maintains the right to serve directly any End User within the service area of Fair Financial, LLC d/b/a MidState Telecommunications. BellSouth will continue to market directly its own telecommunications products and services and in doing so may establish independent relationships with End Users of Fair Financial, LLC d/b/a MidState Telecommunications. Neither Party shall interfere with the right of any person or entity to obtain service directly from the other Party.
 - 3.5.1 When a subscriber of Fair Financial, LLC d/b/a MidState Telecommunications or BellSouth elects to change his/her carrier to the other Party, both Parties agree to release the subscriber's service to the other Party concurrent with the due date of the service order, which shall be established based on the standard interval for the

subscriber's requested service as set forth in BellSouth Product and Services Interval Guide.

- 3.5.2 BellSouth and Fair Financial, LLC d/b/a MidState Telecommunications will refrain from contacting subscribers who have placed or whose selected carrier has placed on their behalf an order to change his/her service provider from BellSouth or Fair Financial, LLC d/b/a MidState Telecommunications to the other Party until such time that the order for service has been completed.
- 3.6 Current telephone numbers may normally be retained by the End User and are assigned to the service furnished. However, neither Party nor the End User has a property right to the telephone number or any other call number designation associated with services furnished by BellSouth, and no right to the continuance of service through any particular central office. BellSouth reserves the right to change such numbers, or the central office designation associated with such numbers, or both, whenever BellSouth deems it necessary to do so in the conduct of its business and in accordance with BellSouth practices and procedures on a nondiscriminatory basis.
- 3.7 For the purpose of the resale of BellSouth's telecommunications services by Fair Financial, LLC d/b/a MidState Telecommunications, BellSouth will provide Fair Financial, LLC d/b/a MidState Telecommunications with on line access to telephone numbers for reservation on a first come first served basis. Until December 1, 2000, such reservations of telephone numbers, on a pre-ordering basis shall be for a period of ninety (90) days. After December 1, 2000, BellSouth shall provide number reservation pursuant to the appropriate FCC rules and regulations. Fair Financial, LLC d/b/a MidState Telecommunications acknowledges that there may be instances where there is a shortage of telephone numbers in a particular Common Language Location Identifier Code (CLLIC) and in such instances BellSouth may request that Fair Financial, LLC d/b/a MidState Telecommunications cancel its reservations of numbers. Fair Financial, LLC d/b/a MidState Telecommunications shall comply with such request.
- 3.8 Further, upon Fair Financial, LLC d/b/a MidState Telecommunications's request, and for the purpose of the resale of BellSouth's telecommunications services by Fair Financial, LLC d/b/a MidState Telecommunications, BellSouth will reserve up to 100 telephone numbers per CLLIC, for Fair Financial, LLC d/b/a MidState Telecommunications's sole use. Until December 1, 2000, such telephone number reservations shall be valid for ninety (90) days from the reservation date. After December 1, 2000, BellSouth shall provide number reservation pursuant to the appropriate FCC rules and regulations. Fair Financial, LLC d/b/a MidState Telecommunications acknowledges that there may be instances where there is a shortage of telephone numbers in a particular CLLIC and in such instances BellSouth shall use its best efforts to reserve for a ninety (90) day period a sufficient quantity of Fair Financial, LLC d/b/a MidState Telecommunications's reasonable need in that particular CLLIC.

- 3.9 Service is furnished subject to the condition that it will not be used for any unlawful purpose.
- 3.10 Service will be discontinued if any law enforcement agency advises that the service being used is in violation of the law.
- 3.11 BellSouth can refuse service when it has grounds to believe that service will be used in violation of the law.
- 3.12 BellSouth will cooperate with law enforcement agencies with subpoenas and court orders relating to Fair Financial, LLC d/b/a MidState Telecommunications's End Users, pursuant to Section 7 of the General Terms and Conditions.
- 3.13 If Fair Financial, LLC d/b/a MidState Telecommunications or its End Users utilize a BellSouth resold telecommunications service in a manner other than that for which the service was originally intended as described in BellSouth's retail tariffs, Fair Financial, LLC d/b/a MidState Telecommunications has the responsibility to notify BellSouth. BellSouth will only provision and maintain said service consistent with the terms and conditions of the tariff describing said service.
- 3.14 Facilities and/or equipment utilized by BellSouth to provide service to Fair Financial, LLC d/b/a MidState Telecommunications remain the property of BellSouth.
- 3.15 White page directory listings for Fair Financial, LLC d/b/a MidState Telecommunications End Users will be provided in accordance with Section 5 of the General Terms and Conditions.
- 3.16 BellSouth provides electronic access to customer record information. Access is provided through the Local Exchange Navigation System (LENS) and the Telecommunications Access Gateway (TAG). Customer Record Information includes but is not limited to, customer specific information in CRIS and RSAG. In addition, Fair Financial, LLC d/b/a MidState Telecommunications shall provide to BellSouth access to customer record information including electronic access where available. Otherwise, upon request by BellSouth Fair Financial, LLC d/b/a MidState Telecommunications shall provide paper copies of customer record information within a reasonable period of time. Customer Record Information is equivalent to but not limited to the type of customer specific information contained in CRIS and RSAG. The Parties agree not to view, copy, or otherwise obtain access to the customer record information of any customer without that customer's permission, and further agrees that Fair Financial, LLC d/b/a MidState Telecommunications and BellSouth will obtain access to customer record information only in strict compliance with applicable laws, rules, or regulations of the State in which the service is provided.

- 3.17 All costs incurred by BellSouth to develop and implement operational interfaces shall be recovered from CLECs who utilize the interfaces. Charges for use of Operational Support Systems (OSS) shall be as set forth in Exhibit A of this Attachment.
- 3.18 Where available to BellSouth's End Users, BellSouth shall provide the following telecommunications services at a discount to allow for voice mail services:
- Message Waiting Indicator ("MWI"), stutter dialtone and message waiting light feature capabilities
 - Call Forward Busy Line ("CF/B")
 - Call Forward Don't Answer ("CF/DA")
- Further, BellSouth messaging services set forth in BellSouth's Messaging Service Information Package shall be made available for resale without the wholesale discount.
- 3.19 BellSouth shall provide branding for, or shall unbrand, voice mail services for Fair Financial, LLC d/b/a MidState Telecommunications per the Bona Fide Request/New Business Request process as set forth in Section 6 of the General Terms and Conditions.
- 3.20 BellSouth's Inside Wire Maintenance Service Plan is available for resale at rates, terms and conditions as set forth by BellSouth and without the wholesale discount.
- 3.21 In the event Fair Financial, LLC d/b/a MidState Telecommunications acquires an end user whose service is provided pursuant to a BellSouth Special Assembly, BellSouth shall make available to Fair Financial, LLC d/b/a MidState Telecommunications that Special Assembly at the wholesale discount at Fair Financial, LLC d/b/a MidState Telecommunications's option. Fair Financial, LLC d/b/a MidState Telecommunications shall be responsible for all terms and conditions of such Special Assembly including but not limited to termination liability if applicable.
- 3.22 BellSouth shall provide 911/E911 for Fair Financial, LLC d/b/a MidState Telecommunications customers in the same manner that it is provided to BellSouth customers. BellSouth shall provide and validate Fair Financial, LLC d/b/a MidState Telecommunications customer information to the PSAP. BellSouth shall use its service order process to update and maintain, on the same schedule that it uses for its customers, the Fair Financial, LLC d/b/a MidState Telecommunications customer service information in the ALI/DMS (Automatic Location Identification/Location Information) databases used to support 911/E911 services.
- 3.23 BellSouth shall bill, and Fair Financial, LLC d/b/a MidState Telecommunications shall pay, the End User line charge associated with implementing Number

Portability as set forth in BellSouth's FCC No. 1 tariff. This charge is not subject to the wholesale discount.

- 3.24 Pursuant to 47 CFR Section 51.617, BellSouth will bill to Fair Financial, LLC d/b/a MidState Telecommunications, and Fair Financial, LLC d/b/a MidState Telecommunications shall pay, End User common line charges identical to the End User common line charges BellSouth bills its End Users.
- 3.25 BellSouth shall provide pre-ordering, ordering and provisioning and maintenance and repair services to Fair Financial, LLC d/b/a MidState Telecommunications that are equivalent to the pre-ordering, ordering and provisioning and maintenance and repair services BellSouth provides to itself or any other LEC, where technically feasible. The guidelines for pre-ordering, ordering and provisioning and maintenance and repair are set forth in the various guides and business rules, as appropriate, and as they are amended from time to time during this Agreement. The guides and business rules may be referenced at the following site:

<http://www.interconnection.bellsouth.com>

4. BellSouth's Provision of Services to Fair Financial, LLC d/b/a MidState Telecommunications

- 4.1 Resale of BellSouth services shall be as follows:
- 4.1.1 The resale of telecommunications services shall be limited to users and uses conforming to the class of service restrictions.
- 4.1.2 Hotel and Hospital PBX services are the only telecommunications services available for resale to Hotel/Motel and Hospital End Users, respectively. Similarly, Access Line Service for Customer Provided Coin Telephones is the only local service available for resale to Payphone Service Provider (PSP) customers. Shared Tenant Service customers can only be sold those local exchange access services available in BellSouth's A23 Shared Tenant Service Tariff in the states of Florida, Georgia, North Carolina and South Carolina, and in A27 in the states of Alabama, Kentucky, Louisiana, Mississippi and Tennessee.
- 4.1.3 BellSouth reserves the right to periodically audit services purchased by Fair Financial, LLC d/b/a MidState Telecommunications to establish authenticity of use. Such audit shall not occur more than once in a calendar year. Fair Financial, LLC d/b/a MidState Telecommunications shall make any and all records and data available to BellSouth or BellSouth's auditors on a reasonable basis. BellSouth shall bear the cost of said audit. Any information provided by Fair Financial, LLC d/b/a MidState Telecommunications for purposes of such audit shall be deemed Confidential Information pursuant to the General Terms and Conditions of this Agreement.

- 4.2 Subject to Exhibit B hereto, resold services can only be used in the same manner as specified in BellSouth's Tariffs. Resold services are subject to the same terms and conditions as are specified for such services when furnished to an individual End User of BellSouth in the appropriate section of BellSouth's Tariffs. Specific tariff features (e.g. a usage allowance per month) shall not be aggregated across multiple resold services.
- 4.3 Fair Financial, LLC d/b/a MidState Telecommunications may resell services only within the specific service area as defined in its certificate of operation approved by the Commission.
- 5. Maintenance of Services**
- 5.1 Fair Financial, LLC d/b/a MidState Telecommunications will adopt and adhere to the standards contained in the applicable BellSouth Operational Understanding regarding maintenance of service. The BellSouth Operational Understanding can be accessed via the internet @ <http://www.interconnection.bellsouth.com>.
- 5.2 Services resold pursuant to this Attachment and BellSouth's General Subscriber Service Tariff and Private Line Service Tariff and facilities and equipment provided by BellSouth shall be maintained by BellSouth.
- 5.3 Fair Financial, LLC d/b/a MidState Telecommunications or its End Users may not rearrange, move, disconnect, remove or attempt to repair any facilities owned by BellSouth except with the written consent of BellSouth.
- 5.4 Fair Financial, LLC d/b/a MidState Telecommunications accepts responsibility to notify BellSouth of situations that arise that may result in a service problem.
- 5.5 Fair Financial, LLC d/b/a MidState Telecommunications will contact the appropriate repair centers in accordance with procedures established by BellSouth.
- 5.6 For all repair requests, Fair Financial, LLC d/b/a MidState Telecommunications shall adhere to BellSouth's prescreening guidelines prior to referring the trouble to BellSouth.
- 5.7 BellSouth will bill Fair Financial, LLC d/b/a MidState Telecommunications for handling troubles that are found not to be in BellSouth's network pursuant to its standard time and material charges. The standard time and material charges will be no more than what BellSouth charges to its retail customers for the same services.
- 5.8 BellSouth reserves the right to contact Fair Financial, LLC d/b/a MidState Telecommunications's End Users, if deemed necessary, for maintenance purposes.

6. **Establishment of Service**
- 6.1 After receiving certification as a local exchange company from the appropriate regulatory agency, Fair Financial, LLC d/b/a MidState Telecommunications will provide the appropriate BellSouth service center the necessary documentation to enable BellSouth to establish a master account for Fair Financial, LLC d/b/a MidState Telecommunications's resold services. Such documentation shall include the Application for Master Account, proof of authority to provide telecommunications services, an Operating Company Number ("OCN") assigned by the National Exchange Carriers Association ("NECA") and a tax exemption certificate, if applicable. When necessary deposit requirements are met, as described in Section 6.2 below, BellSouth will begin to process orders for the resale of service.
 - 6.1.2 Service orders will be in a standard format designated by BellSouth.
 - 6.1.3 Fair Financial, LLC d/b/a MidState Telecommunications shall provide to BellSouth a blanket letter of authorization ("LOA") certifying that Fair Financial, LLC d/b/a MidState Telecommunications will have End User authorization prior to viewing the End User's customer service record or switching the End User's service. BellSouth will not require End User confirmation prior to establishing service for Fair Financial, LLC d/b/a MidState Telecommunications's End User customer. Fair Financial, LLC d/b/a MidState Telecommunications must, however, be able to demonstrate End User authorization upon request.
 - 6.1.4 BellSouth will accept a request directly from the End User for conversion of the End User's service from Fair Financial, LLC d/b/a MidState Telecommunications to BellSouth or will accept a request from another CLEC for conversion of the End User's service from Fair Financial, LLC d/b/a MidState Telecommunications to such other CLEC. Upon completion of the conversion BellSouth will notify Fair Financial, LLC d/b/a MidState Telecommunications that such conversion has been completed.
- 6.2 **Deposit Policy.** When purchasing services from BellSouth, Fair Financial, LLC d/b/a MidState Telecommunications will be required to complete the BellSouth Credit Profile and provide information regarding credit worthiness. Based on the results of the credit analysis, BellSouth reserves the right to secure the account with a suitable form of security deposit.
 - 6.2.1 Such security deposit shall take the form of cash, an Irrevocable Letter of Credit (BellSouth form), Surety Bond (BellSouth form) or, in sole discretion, some other form of security.
 - 6.2.2 Such security deposit shall be required prior to the inauguration of service.

- 6.2.3 Security deposits collected under this Section shall not exceed two months' estimated billing.
- 6.2.4 The fact that a security deposit has been made in no way relieves Fair Financial, LLC d/b/a MidState Telecommunications from complying with BellSouth's regulations as to advance payments. Any such security deposit shall in no way release Fair Financial, LLC d/b/a MidState Telecommunications from its obligation to make complete and timely payments of its bills.
- 6.2.5 If in the sole opinion of BellSouth, circumstances so warrant and/or gross monthly billing has increased beyond the level initially used to determine the level of security, BellSouth reserves the right to request additional security and/or file a Uniform Commercial Code (UCCI) security interest in Fair Financial, LLC d/b/a MidState Telecommunications's "accounts receivables and proceeds."
- 6.2.6 In the event Fair Financial, LLC d/b/a MidState Telecommunications fails to remit to BellSouth any deposit requested pursuant to this Section, service to Fair Financial, LLC d/b/a MidState Telecommunications may be terminated in accordance with the terms of Section 8.2 of this Attachment, and any security deposits will be applied to Fair Financial, LLC d/b/a MidState Telecommunications's account(s).
- 6.2.7 In the event service to Fair Financial, LLC d/b/a MidState Telecommunications is terminated due to Fair Financial, LLC d/b/a MidState Telecommunications's default on its account, any security deposits held will be applied to Fair Financial, LLC d/b/a MidState Telecommunications's account.
- 6.2.8 Interest on a security deposit, if provided in cash, shall accrue and be paid in accordance with the terms in the appropriate BellSouth tariff.

7. Payment And Billing Arrangements

- 7.1 Prior to submitting orders to BellSouth for local service, a master account must be established for Fair Financial, LLC d/b/a MidState Telecommunications. Fair Financial, LLC d/b/a MidState Telecommunications is required to provide the following before a master account is established: proof of PSC/PUC certification, the Application for Master Account, an Operating Company Number ("OCN") assigned by the National Exchange Carriers Association ("NECA") and a tax exemption certificate, if applicable.

- 7.2 BellSouth shall bill Fair Financial, LLC d/b/a MidState Telecommunications on a current basis all applicable charges and credits.
- 7.3 Payment of all charges will be the responsibility of Fair Financial, LLC d/b/a MidState Telecommunications. Fair Financial, LLC d/b/a MidState Telecommunications shall make payment to BellSouth for all services billed. BellSouth is not responsible for payments not received by Fair Financial, LLC d/b/a MidState Telecommunications from Fair Financial, LLC d/b/a MidState Telecommunications's End User. BellSouth will not become involved in billing disputes that may arise between Fair Financial, LLC d/b/a MidState Telecommunications and its End User. Payments made to BellSouth as payment on account will be credited to an accounts receivable master account and not to an End User's account.
- 7.4 BellSouth will render bills each month on established bill days for each of Fair Financial, LLC d/b/a MidState Telecommunications's accounts.
- 7.5 BellSouth will bill Fair Financial, LLC d/b/a MidState Telecommunications in advance for all services to be provided during the ensuing billing period except charges associated with service usage, which will be billed in arrears. Charges will be calculated on an individual End User account level, including, if applicable, any charge for usage or usage allowances. BellSouth will also bill Fair Financial, LLC d/b/a MidState Telecommunications, and Fair Financial, LLC d/b/a MidState Telecommunications will be responsible for and remit to BellSouth, all charges applicable to resold services including but not limited to 911 and E911 charges, End Users common line charges, federal subscriber line charges, telecommunications relay charges (TRS), and franchise fees.
- 7.6 The payment will be due by the next bill date (i.e., same date in the following month as the bill date) and is payable in immediately available funds. Payment is considered to have been made when received by BellSouth.
- 7.6.1 If the payment due date falls on a Sunday or on a Holiday which is observed on a Monday, the payment due date shall be the first non-Holiday day following such Sunday or Holiday. If the payment due date falls on a Saturday or on a Holiday which is observed on Tuesday, Wednesday, Thursday, or Friday, the payment due date shall be the last non-Holiday day preceding such Saturday or Holiday. If payment is not received by the payment due date, a late payment charge, as set forth in Section 7.8 following, shall apply.
- 7.6.2 If Fair Financial, LLC d/b/a MidState Telecommunications requests multiple billing media or additional copies of bills, BellSouth will provide these at an appropriate charge to Fair Financial, LLC d/b/a MidState Telecommunications.
- 7.6.3 Notices. Notwithstanding anything to the contrary in this Agreement, all bills and notices regarding billing matters, including notices relating to security deposits, to

rejection of additional orders, from <customer_name> and to disconnection of services for nonpayment of charges, shall be forwarded to the individual and/or address provided by Fair Financial, LLC d/b/a MidState Telecommunications in establishment of its billing account(s) with BellSouth, or to the individual and/or address subsequently provided by Fair Financial, LLC d/b/a MidState Telecommunications as the contact for billing information. All monthly bills and notices described in this Section shall be forwarded to the same individual and/or address; provided, however, upon written notices from Fair Financial, LLC d/b/a MidState Telecommunications to BellSouth's billing organization, a final notice of disconnection of services purchased by Fair Financial, LLC d/b/a MidState Telecommunications under this Agreement shall be sent via certified mail to the individual(s) listed in the Notices provision of the General Terms and Conditions of this Agreement at least 30 days before BellSouth takes any action to terminate such services.

7.6.4 Billing Disputes

- 7.6.4.1 Each Party agrees to notify the other Party in writing upon the discovery of a billing dispute. In the event of a billing dispute, the Parties will endeavor to resolve the dispute within sixty (60) calendar days of the notification date. If the Parties are unable within the 60 day period to reach resolution, then the aggrieved Party may pursue dispute resolution in accordance with the General Terms and Conditions of this Agreement.
- 7.6.4.2 For purposes of this Section, a billing dispute means a dispute of a specific amount of money actually billed by BellSouth. The dispute must be clearly explained by the disputing Party and supported by written documentation, which clearly shows the basis for disputing charges. By way of example and not by limitation, a billing dispute will not include the refusal to pay all or part of a bill or bills when no written documentation is provided to support the dispute, nor shall a billing dispute include the refusal to pay other amounts owed by the billed Party until the dispute is resolved. Claims by the billed Party for damages of any kind will not be considered a billing dispute for purposes of this Section. Once the billing dispute is resolved, the disputing Party will make immediate payment of any of the disputed amount owed to the billing Party or the billing Party shall have the right to pursue normal treatment procedures. Any credits due to the disputing Party, pursuant to the billing dispute, will be applied to the disputing Party's account by the billing Party immediately upon resolution of the dispute.
- 7.6.4.3 If a Party disputes a charge and does not pay such charge by the payment due date, such charges shall be subject to late payment charges as set forth in the Late Payment Charges provision of this Attachment. If a Party disputes charges and the dispute is resolved in favor of such Party, the other Party shall credit the bill of the disputing Party for the amount of the disputed charges along with any late payment charges assessed no later than the second Bill Date after the resolution of the dispute. Accordingly, if a Party disputes charges and the dispute is resolved in

favor of the other Party, the disputing Party shall pay the other Party the amount of the disputed charges and any associated late payment charges assessed no later than the second bill payment due date after the resolution of the dispute.

BellSouth shall only assess interest on previously assessed late payment charges in a state where it has authority pursuant to its tariffs.

- 7.7 Upon proof of tax exempt certification from Fair Financial, LLC d/b/a MidState Telecommunications, the total amount billed to Fair Financial, LLC d/b/a MidState Telecommunications will not include any taxes due from the End User to reflect the tax exempt certification and local tax laws. Fair Financial, LLC d/b/a MidState Telecommunications will be solely responsible for the computation, tracking, reporting and payment of taxes applicable to Fair Financial, LLC d/b/a MidState Telecommunications's End User.
- 7.8 If any portion of the payment is received by BellSouth after the payment due date as set forth preceding, or if any portion of the payment is received by BellSouth in funds that are not immediately available to BellSouth, then a late payment charge shall be due to BellSouth. The late payment charge shall be the portion of the payment not received by the payment due date times a late factor and will be applied on a per bill basis. The late factor shall be as set forth in Section A2 of the General Subscriber Services Tariff or Section B2 of the Private Line Service Tariff, as applicable. Fair Financial, LLC d/b/a MidState Telecommunications will be charged a fee for all returned checks as set forth in Section to A2 of the General Subscriber Services Tariff or in applicable state law.
- 7.9 Any switched access charges associated with interexchange carrier access to the resold local exchange lines will be billed by, and due to, BellSouth.
- 7.10 BellSouth will not perform billing and collection services for Fair Financial, LLC d/b/a MidState Telecommunications as a result of the execution of this Agreement. All requests for billing services should be referred to the appropriate entity or operational group within BellSouth.
- 7.11 In general, BellSouth will not become involved in disputes between Fair Financial, LLC d/b/a MidState Telecommunications and Fair Financial, LLC d/b/a MidState Telecommunications's End User customers relating to resold services. If a dispute does arise that cannot be settled without the involvement of BellSouth, Fair Financial, LLC d/b/a MidState Telecommunications shall contact the designated Service Center for resolution. BellSouth will assist in the resolution of the dispute and will work with Fair Financial, LLC d/b/a MidState Telecommunications to resolve the matter in as timely a manner as possible. Fair Financial, LLC d/b/a MidState Telecommunications may be required to submit documentation to substantiate the claim.

8. Discontinuance of Service

- 8.1 The procedures for discontinuing service to an End User are as follows:
- 8.1.1 BellSouth will deny service to Fair Financial, LLC d/b/a MidState Telecommunications's End User on behalf of, and at the request of, Fair Financial, LLC d/b/a MidState Telecommunications. Upon restoration of the End User's service, restoral charges will apply and will be the responsibility of Fair Financial, LLC d/b/a MidState Telecommunications.
- 8.1.2 At the request of Fair Financial, LLC d/b/a MidState Telecommunications, BellSouth will disconnect a Fair Financial, LLC d/b/a MidState Telecommunications End User customer.
- 8.1.3 All requests by Fair Financial, LLC d/b/a MidState Telecommunications for denial or disconnection of an End User for nonpayment must be in writing.
- 8.1.4 Fair Financial, LLC d/b/a MidState Telecommunications will be made solely responsible for notifying the End User of the proposed disconnection of the service.
- 8.1.5 BellSouth will continue to process calls made to the Annoyance Call Center and will advise Fair Financial, LLC d/b/a MidState Telecommunications when it is determined that annoyance calls are originated from one of its End User's locations. BellSouth shall be indemnified, defended and held harmless by Fair Financial, LLC d/b/a MidState Telecommunications and/or the End User against any claim, loss or damage arising from providing this information to Fair Financial, LLC d/b/a MidState Telecommunications. It is the responsibility of Fair Financial, LLC d/b/a MidState Telecommunications to take the corrective action necessary with its End Users who make annoying calls. (Failure to do so will result in BellSouth's disconnecting the End User's service.)
- 8.1.6 BellSouth may disconnect and reuse facilities when the facility is in a denied state and BellSouth has received an order to establish new service or transfer of service from an End User or an End User's CLEC at the same address served by the denied facility.
- 8.2 The procedures for discontinuing service to Fair Financial, LLC d/b/a MidState Telecommunications are as follows:
- 8.2.1 BellSouth reserves the right to suspend or terminate service in the event of prohibited, unlawful or improper use of the facilities or service, abuse of the facilities, or any other violation or noncompliance by Fair Financial, LLC d/b/a MidState Telecommunications of the rules and regulations of BellSouth's Tariffs.
- 8.2.2 BellSouth reserves the right to suspend or terminate service for nonpayment. If payment of amounts not subject to a billing dispute, as described in Section 7.6.4,

is not received by the bill day in the month after the original bill day, BellSouth may provide written notice to Fair Financial, LLC d/b/a MidState Telecommunications, that additional applications for service such as access to the operational support systems for pre-ordering, ordering and provisioning of services will be refused and that any pending orders for service will not be completed if payment is not received by the fifteenth day following the date of the notice. In addition BellSouth may, at the same time, provide written notice to the person designated by Fair Financial, LLC d/b/a MidState Telecommunications to receive notices of noncompliance that BellSouth may discontinue the provision of existing services to Fair Financial, LLC d/b/a MidState Telecommunications, if payment is not received by the thirtieth day following the date of the notice.

- 8.2.3 In the case of such discontinuance, all billed charges, as well as applicable termination charges, shall become due.
- 8.2.4 If BellSouth does not discontinue the provision of the services involved on the date specified in the thirty days notice and Fair Financial, LLC d/b/a MidState Telecommunications's noncompliance continues, nothing contained herein shall preclude BellSouth's right to discontinue the provision of the services to Fair Financial, LLC d/b/a MidState Telecommunications without further notice.
- 8.2.5 Upon discontinuance of service on a Fair Financial, LLC d/b/a MidState Telecommunications's account, service to Fair Financial, LLC d/b/a MidState Telecommunications's End Users will be denied. BellSouth will also reestablish service at the request of the End User or Fair Financial, LLC d/b/a MidState Telecommunications upon payment of the appropriate connection fee and subject to BellSouth's normal application procedures. Fair Financial, LLC d/b/a MidState Telecommunications is solely responsible for notifying the End User of the proposed disconnection of the service.
- 8.2.6 If within fifteen days after an End User's service has been denied no contact has been made in reference to restoring service, the End User's service will be disconnected.

9. Line Information Database (LIDB)

- 9.1 BellSouth will store in its Line Information Database (LIDB) records relating to service only in the BellSouth region. The LIDB Storage Agreement is included in this Attachment as Exhibit C.
- 9.2 BellSouth will provide LIDB Storage upon written request to Fair Financial, LLC d/b/a MidState Telecommunications's Account Manager stating a requested activation date.

10. RAO Hosting

10.1 RAO Hosting is not required for resale in the BellSouth region.

11. Optional Daily Usage File (ODUF)

11.1 The Optional Daily Usage File (ODUF) Agreement with terms and conditions is included in this Attachment as Exhibit D. Rates for ODUF are as set forth in Exhibit F of this Attachment.

11.2 BellSouth will provide ODUF service upon written request to its Account Manager stating a requested activation date.

12. Enhanced Optional Daily Usage File (EODUF)

12.1 The Enhanced Optional Daily Usage File (EODUF) service Agreement with terms and conditions is included in this Attachment as Exhibit E. Rates for EODUF are as set forth in Exhibit F of this Attachment.

12.2 BellSouth will provide EODUF service upon written request to its Account Manager stating a requested activation date.

APPLICABLE DISCOUNTS

The telecommunications services available for purchase by Fair Financial, LLC d/b/a MidState Telecommunications for the purposes of resale to Fair Financial, LLC d/b/a MidState Telecommunications End Users shall be available at the following discount off of the retail rate. If Fair Financial, LLC d/b/a MidState Telecommunications cancels an order for telecommunications services for the purpose of resale, any costs incurred by BellSouth in conjunction with the provisioning of that order will be recovered in accordance with the applicable sections of the GSST and the PLST.

DISCOUNT*

<u>STATE</u>	<u>RESIDENCE</u>	<u>BUSINESS</u>	<u>CSAs***</u>
ALABAMA	16.3%	16.3%	
FLORIDA	21.83%	16.81%	
GEORGIA	20.3%	17.3%	
KENTUCKY	16.79%	15.54%	
LOUISIANA	20.72%	20.72%	9.05%
MISSISSIPPI	15.75%	15.75%	
NORTH CAROLINA	21.5%	17.6%	
SOUTH CAROLINA	14.8%	14.8%	8.98%
TENNESSEE**	16%	16%	

* When a CLEC provides Resale service in a cross boundary area (areas that are part of the local serving area of another state's exchange) the rates, regulations and discounts for the tariffing state will apply. Billing will be from the serving state.

** In Tennessee, if Fair Financial, LLC d/b/a MidState Telecommunications provides its own operator services and directory services, the discount shall be 21.56%. Fair Financial, LLC d/b/a MidState Telecommunications must provide written notification to BellSouth within 30 days prior to providing its own operator services and directory services to qualify for the higher discount rate of 21.56%.

*** Unless noted in this column, the discount for Business will be the applicable discount rate for CSAs.

OPERATIONAL SUPPORT SYSTEMS (OSS) RATES

BellSouth has developed and made available the following mechanized systems by which Fair Financial, LLC d/b/a MidState Telecommunications may submit LSRs electronically.

LENS	Local Exchange Navigation System
EDI	Electronic Data Interchange
TAG	Telecommunications Access Gateway

LSRs submitted by means of one of these interactive interfaces will incur an OSS electronic ordering charge as specified in the Table below. An individual LSR will be identified for billing purposes by its Purchase Order Number (PON). LSRs submitted by means other than one of these interactive interfaces (mail, fax, courier, etc.) will incur a manual order charge as specified in the table below:

OPERATIONAL SUPPORT SYSTEMS (OSS) RATES	<u>Electronic</u> Per LSR received from the CLEC by one of the OSS interactive interfaces	<u>Manual</u> Per LSR received from the CLEC by means other than one of the OSS interactive interfaces
OSS LSR Charge	\$3.50	\$19.99
USOC	SOMECH	SOMAN

Note: In addition to the OSS charges, applicable discounted service order and related discounted charges apply per the tariff.

Denial/Restoral OSS Charge

In the event Fair Financial, LLC d/b/a MidState Telecommunications provides a list of customers to be denied and restored, rather than an LSR, each location on the list will require a separate PON and, therefore will be billed as one LSR per location.

Cancellation OSS Charge

Fair Financial, LLC d/b/a MidState Telecommunications will incur an OSS charge for an accepted LSR that is later canceled by Fair Financial, LLC d/b/a MidState Telecommunications.

Note: Supplements or clarifications to a previously billed LSR will not incur another OSS charge.

Threshold Billing Plan

Fair Financial, LLC d/b/a MidState Telecommunications will incur the mechanized rate for all LSRs, both mechanized and manual, if the percentage of mechanized LSRs to total LSRs meets or exceeds the threshold percentages shown below:

Year	Ratio: Mechanized/Total LSRs
2001	90%

The threshold plan will be discontinued in 2002.

BellSouth will track the total LSR volume for each CLEC for each quarter. At the end of that time period, a Percent Electronic LSR calculation will be made for that quarter based on the LSR data tracked in the LCSC. If this percentage exceeds the threshold volume, all of that CLEC's future manual LSRs for the following quarter will be billed at the mechanized LSR rate. To allow time for obtaining and analyzing the data and updating the billing system, this billing change will take place on the first day of the second month following the end of the quarter (e.g. May 1 for 1Q, Aug 1 for 2Q, etc.). There will be no adjustments to the amount billed for previously billed LSRs.

Exclusions and Limitations On Services Available for Resale (Note 5)

Type of Service	AL		FL		GA		KY		LA		MS		NC		SC		TN		
	Resale	Discount	Resale	Discount	Resale	Discount	Resale	Discount	Resale	Discount	Resale	Discount	Resale	Discount	Resale	Discount	Resale	Discount	
1 Grandfathered Services (Note 1)	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
2 Promotions - > 90 Days (Note 2)	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Note 3
3 Promotions - ≤ 90 Days (Note 2)	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	No
4 Lifeline/Link Up Services	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Note 4	Yes	Yes	Yes								
5 911/E911 Services	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
6 N11 Services	Yes	Yes	Yes	Yes	Yes	Yes	No	No	No	No	Yes	Yes	Yes	Yes	No	No	Yes	Yes	Yes
7 MemoryCall [®] Service	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	No
8 Mobile Services	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	No
9 Federal Subscriber Line Charges	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	No
10 Non-RecurCharges	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No
11 End User Line Chg-Number Portability	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	No
12 Public Telephone Access Svc (PTAS)	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes	Yes
13 Inside Wire Maint Service Plan	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	No
Applicable Notes:																			
1.	Grandfathered services can be resold only to existing subscribers of the grandfathered service.																		
2.	Where available for resale, promotions will be made available only to End Users who would have qualified for the promotion had it been provided by BellSouth directly																		
3.	In Tennessee, long-term promotions (offered for more than ninety (90) days) may be obtained at one of the following rates:																		
	(a) the stated tariff rate, less the wholesale discount;																		
	(b) the promotional rate (the promotional rate offered by BellSouth will not be discounted further by the wholesale discount rate)																		
4.	Lifeline/Link Up services may be offered only to those subscribers who meet the criteria that BellSouth currently applies to subscribers of these services as set forth in Sections A3 and A4 of the BellSouth General Subscriber Services Tariff.																		
5.	Some of BellSouth's local exchange and toll telecommunications services are not available in certain central offices and areas.																		

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**LINE INFORMATION DATA BASE (LIDB)
RESALE STORAGE AGREEMENT**

I. Definitions (from Addendum)

- A. Billing number - a number used by BellSouth for the purpose of identifying an account liable for charges. This number may be a line or a special billing number.
- B. Line number - a ten-digit number assigned by BellSouth that identifies a telephone line associated with a resold local exchange service, or with a SPNP arrangement.
- C. Special billing number - a ten-digit number that identifies a billing account established by BellSouth in connection with a resold local exchange service or with a SPNP arrangement.
- D. Calling Card number - a billing number plus PIN number assigned by BellSouth.
- E. PIN number - a four digit security code assigned by BellSouth which is added to a billing number to compose a fourteen digit calling card number.
- F. Toll billing exception indicator - associated with a billing number to indicate that it is considered invalid for billing of collect calls or third number calls or both, by Fair Financial, LLC d/b/a MidState Telecommunications.
- G. Billed Number Screening - refers to the activity of determining whether a toll billing exception indicator is present for a particular billing number.
- H. Calling Card Validation - refers to the activity of determining whether a particular calling card number exists as stated or otherwise provided by a caller.
- I. Billing number information - information about billing number or Calling Card number as assigned by BellSouth and toll billing exception indicator provided to BellSouth by Fair Financial, LLC d/b/a MidState Telecommunications.

II. General

- A. This Agreement sets forth the terms and conditions pursuant to which BellSouth agrees to store in its LIDB certain information at the request of Fair Financial, LLC d/b/a MidState Telecommunications and pursuant to which BellSouth, its LIDB customers and Fair Financial, LLC d/b/a MidState Telecommunications shall have access to such information. In addition, this Agreement sets forth the terms and

conditions for Fair Financial, LLC d/b/a MidState Telecommunications's provision of billing number information to BellSouth for inclusion in BellSouth's LIDB. Fair Financial, LLC d/b/a MidState Telecommunications understands that BellSouth provides access to information in its LIDB to various telecommunications service providers pursuant to applicable tariffs and agrees that information stored at the request of Fair Financial, LLC d/b/a MidState Telecommunications, pursuant to this Agreement, shall be available to those telecommunications service providers. The terms and conditions contained herein shall hereby be made a part of this Interconnection/Resale Agreement upon notice to Fair Financial, LLC d/b/a MidState Telecommunications's account team to activate this LIDB Storage Agreement. The General Terms and Conditions of the Interconnection/Resale Agreement shall govern this LIDB Storage Agreement. The terms and conditions contained in the attached Addendum is hereby made a part of this LIDB Storage Agreement as if fully incorporated herein.

- B. BellSouth will provide responses to on-line, call-by-call queries to billing number information for the following purposes:
1. Billed Number Screening
 - a. BellSouth is authorized to use the billing number information to determine whether Fair Financial, LLC d/b/a MidState Telecommunications has identified the billing number as one that should not be billed for collect or third number calls.
 2. Calling Card Validation
 - a. BellSouth is authorized to validate a 14-digit Calling Card number where the first 10 digits are a line number or special billing number assigned by BellSouth, and where the last four digits (PIN) are a security code assigned by BellSouth.
 3. Fraud Control
 - a. BellSouth will provide seven days per week, 24-hours per day, fraud monitoring on Calling Cards, bill-to-third and collect calls made to numbers in BellSouth's LIDB, provided that such information is included in the LIDB query. BellSouth will establish fraud alert thresholds and will notify Fair Financial, LLC d/b/a MidState Telecommunications of fraud alerts so that Fair Financial, LLC d/b/a MidState Telecommunications may take action it deems appropriate.

III. Responsibilities of the Parties

- A. BellSouth will administer all data stored in the LIDB, including the data provided by Fair Financial, LLC d/b/a MidState Telecommunications pursuant to this Agreement, in the same manner as BellSouth's data for BellSouth's End User customers. BellSouth shall not be responsible to Fair Financial, LLC d/b/a MidState Telecommunications for any lost revenue which may result from BellSouth's administration of the LIDB pursuant to its established

practices and procedures as they exist and as they may be changed by BellSouth in its sole discretion from time to time.

B. Billing and Collection Customers

BellSouth currently has in effect numerous billing and collection agreements with various interexchange carriers and billing clearing houses and as such these billing and collection customers ("B&C Customers") query BellSouth's LIDB to determine whether to accept various billing options from End Users. Until such time as BellSouth implements in its LIDB and its supporting systems the means to differentiate Fair Financial, LLC d/b/a MidState Telecommunications's data from BellSouth's data, the following shall apply:

- (1) Fair Financial, LLC d/b/a MidState Telecommunications will assume responsibility for telecommunications services billed by BellSouth for its B&C Customers for Fair Financial, LLC d/b/a MidState Telecommunications's End User accounts which are resident in LIDB pursuant to this Agreement. Fair Financial, LLC d/b/a MidState Telecommunications authorizes BellSouth to place such charges on Fair Financial, LLC d/b/a MidState Telecommunications's bill from BellSouth and shall pay all such charges, including, but are not limited to, collect and third number calls.
- (2) Charges for such services shall appear on a separate BellSouth bill page identified with the name of the B&C Customers for which BellSouth is billing the charge.
- (3) Fair Financial, LLC d/b/a MidState Telecommunications shall have the responsibility to render a billing statement to its End Users for these charges, but Fair Financial, LLC d/b/a MidState Telecommunications shall pay BellSouth for the charges billed regardless of whether Fair Financial, LLC d/b/a MidState Telecommunications collects from Fair Financial, LLC d/b/a MidState Telecommunications's End Users.
- (4) BellSouth shall have no obligation to become involved in any disputes between Fair Financial, LLC d/b/a MidState Telecommunications and B&C Customers. BellSouth will not issue adjustments for charges billed on behalf of any B&C Customer to Fair Financial, LLC d/b/a MidState Telecommunications. It shall be the responsibility of Fair Financial, LLC d/b/a MidState Telecommunications and the B&C Customers to negotiate and arrange for any appropriate adjustments.

C. SPNP ARRANGEMENTS

1. BellSouth will include billing number information associated with resold exchange lines or SPNP arrangements in its LIDB. Fair Financial, LLC d/b/a MidState Telecommunications will request any toll billing exceptions via the Local Service Request (LSR) form used to order resold exchange lines, or the SPNP service request form used to order SPNP arrangements.

2. Under normal operating conditions, BellSouth shall include the billing number information in its LIDB upon completion of the service order establishing either the resold local exchange service or the SPNP arrangement, provided that BellSouth shall not be held responsible for any delay or failure in performance to the extent such delay or failure is caused by circumstances or conditions beyond BellSouth's reasonable control. BellSouth will store in its LIDB an unlimited volume of the working telephone numbers associated with either the resold local exchange lines or the SPNP arrangements. For resold local exchange lines or for SPNP arrangements, BellSouth will issue line-based calling cards only in the name of Fair Financial, LLC d/b/a MidState Telecommunications. BellSouth will not issue line-based calling cards in the name of Fair Financial, LLC d/b/a MidState Telecommunications's individual End Users. In the event that Fair Financial, LLC d/b/a MidState Telecommunications wants to include calling card numbers assigned by Fair Financial, LLC d/b/a MidState Telecommunications in the BellSouth LIDB, a separate agreement is required.

IV. Fees for Service and Taxes

- A. Fair Financial, LLC d/b/a MidState Telecommunications will not be charged a fee for storage services provided by BellSouth to Fair Financial, LLC d/b/a MidState Telecommunications, as described in this LIDB Resale Storage Agreement.
- B. Sales, use and all other taxes (excluding taxes on BellSouth's income) determined by BellSouth or any taxing authority to be due to any federal, state or local taxing jurisdiction with respect to the provision of the service set forth herein will be paid by Fair Financial, LLC d/b/a MidState Telecommunications in accordance with the tax provisions set forth in the General Terms and Conditions of this Agreement.

Optional Daily Usage File

1. Upon written request from Fair Financial, LLC d/b/a MidState Telecommunications, BellSouth will provide the Optional Daily Usage File (ODUF) service to Fair Financial, LLC d/b/a MidState Telecommunications pursuant to the terms and conditions set forth in this section.
2. Fair Financial, LLC d/b/a MidState Telecommunications shall furnish all relevant information required by BellSouth for the provision of the Optional Daily Usage File.
3. The Optional Daily Usage Feed will contain billable messages that were carried over the BellSouth Network and processed in the BellSouth Billing system, but billed to a Fair Financial, LLC d/b/a MidState Telecommunications customer.

Charges for delivery of the Optional Daily Usage File will appear on Fair Financial, LLC d/b/a MidState Telecommunications's monthly bills. The charges are as set forth in Exhibit F to this Attachment.

4. The Optional Daily Usage Feed will contain both rated and unrated messages. All messages will be in the standard Alliance for Telecommunications Industry Solutions (ATIS) EMI record format.
5. Messages that error in Fair Financial, LLC d/b/a MidState Telecommunications's billing system will be the responsibility of Fair Financial, LLC d/b/a MidState Telecommunications. If, however, Fair Financial, LLC d/b/a MidState Telecommunications should encounter significant volumes of errored messages that prevent processing by Fair Financial, LLC d/b/a MidState Telecommunications within its systems, BellSouth will work with the to determine the source of the errors and the appropriate resolution.
6. The following specifications shall apply to the Optional Daily Usage Feed.

6.1 **Usage To Be Transmitted**

- 6.1.1 The following messages recorded by BellSouth will be transmitted to Fair Financial, LLC d/b/a MidState Telecommunications:

- Message recording for per use/per activation type services (examples: Three Way Calling, Verify, Interrupt, Call Return, etc.)
- Measured billable Local
- Directory Assistance messages

- IntraLATA Toll

 - WATS and 800 Service
 - N11
 - Information Service Provider Messages
 - Operator Services Messages
 - Operator Services Message Attempted Calls (UNE only)
 - Credit/Cancel Records
 - Usage for Voice Mail Message Service
- 6.1.2 Rated Incollects (originated in BellSouth and from other companies) can also be on Optional Daily Usage File. Rated Incollects will be intermingled with BellSouth recorded rated and unrated usage. Rated Incollects will not be packed separately.
- 6.1.3 BellSouth will perform duplicate record checks on records processed to Optional Daily Usage File. Any duplicate messages detected will be deleted and not sent to Fair Financial, LLC d/b/a MidState Telecommunications.
- 6.1.4 In the event that Fair Financial, LLC d/b/a MidState Telecommunications detects a duplicate on Optional Daily Usage File they receive from BellSouth, Fair Financial, LLC d/b/a MidState Telecommunications will drop the duplicate message (Fair Financial, LLC d/b/a MidState Telecommunications will not return the duplicate to BellSouth).
- 6.2 Physical File Characteristics
- 6.2.1 The Optional Daily Usage File will be distributed to Fair Financial, LLC d/b/a MidState Telecommunications via an agreed medium with CONNECT:Direct being the preferred transport method. The Daily Usage Feed will be a variable block format (2476) with an LRECL of 2472. The data on the Daily Usage Feed will be in a non-compacted EMI format (175 byte format plus modules). It will be created on a daily basis (Monday through Friday except holidays). Details such as dataset name and delivery schedule will be addressed during negotiations of the distribution medium. There will be a maximum of one dataset per workday per OCN.
- 6.2.2 Data circuits (private line or dial-up) will be required between BellSouth and Fair Financial, LLC d/b/a MidState Telecommunications for the purpose of data transmission. Where a dedicated line is required, Fair Financial, LLC d/b/a MidState Telecommunications will be responsible for ordering the circuit, overseeing its

installation and coordinating the installation with BellSouth. Fair Financial, LLC d/b/a MidState Telecommunications will also be responsible for any charges associated with this line. Equipment required on the BellSouth end to attach the line to the mainframe computer and to transmit successfully ongoing will be negotiated on a case by case basis. Where a dial-up facility is required, dial circuits will be installed in the BellSouth data center by BellSouth and the associated charges assessed to Fair Financial, LLC d/b/a MidState Telecommunications. Additionally, all message toll charges associated with the use of the dial circuit by Fair Financial, LLC d/b/a MidState Telecommunications will be the responsibility of Fair Financial, LLC d/b/a MidState Telecommunications. Associated equipment on the BellSouth end, including a modem, will be negotiated on a case by case basis between the Parties. All equipment, including modems and software, that is required on the Fair Financial, LLC d/b/a MidState Telecommunications end for the purpose of data transmission will be the responsibility of Fair Financial, LLC d/b/a MidState Telecommunications.

6.3 Packing Specifications

- 6.3.1 A pack will contain a minimum of one message record or a maximum of 99,999 message records plus a pack header record and a pack trailer record. One transmission can contain a maximum of 99 packs and a minimum of one pack.
- 6.3.2 The OCN, From RAO, and Invoice Number will control the invoice sequencing. The From RAO will be used to identify to Fair Financial, LLC d/b/a MidState Telecommunications which BellSouth RAO is sending the message. BellSouth and Fair Financial, LLC d/b/a MidState Telecommunications will use the invoice sequencing to control data exchange. BellSouth will be notified of sequence failures identified by Fair Financial, LLC d/b/a MidState Telecommunications and resend the data as appropriate.

THE DATA WILL BE PACKED USING ATIS EMI RECORDS.

6.4 Pack Rejection

- 6.4.1 Fair Financial, LLC d/b/a MidState Telecommunications will notify BellSouth within one business day of rejected packs (via the mutually agreed medium). Packs could be rejected because of pack sequencing discrepancies or a critical edit failure on the Pack Header or Pack Trailer records (i.e. out-of-balance condition on grand totals, invalid data populated). Standard ATIS EMI Error Codes will be used. Fair Financial, LLC d/b/a MidState Telecommunications will not be required to return the actual rejected data to BellSouth. Rejected packs will be corrected and retransmitted to Fair Financial, LLC d/b/a MidState Telecommunications by BellSouth.

6.5 Control Data

Fair Financial, LLC d/b/a MidState Telecommunications will send one confirmation record per pack that is received from BellSouth. This confirmation record will

indicate Fair Financial, LLC d/b/a MidState Telecommunications received the pack and the acceptance or rejection of the pack. Pack Status Code(s) will be populated using standard ATIS EMI error codes for packs that were rejected by Fair Financial, LLC d/b/a MidState Telecommunications for reasons stated in the above section.

6.6 Testing

- 6.6.1 Upon request from Fair Financial, LLC d/b/a MidState Telecommunications, BellSouth shall send test files to Fair Financial, LLC d/b/a MidState Telecommunications for the Optional Daily Usage File. The Parties agree to review and discuss the file's content and/or format. For testing of usage results, BellSouth shall request that Fair Financial, LLC d/b/a MidState Telecommunications set up a production (LIVE) file. The live test may consist of Fair Financial, LLC d/b/a MidState Telecommunications's employees making test calls for the types of services Fair Financial, LLC d/b/a MidState Telecommunications requests on the Optional Daily Usage File. These test calls are logged by Fair Financial, LLC d/b/a MidState Telecommunications, and the logs are provided to BellSouth. These logs will be used to verify the files. Testing will be completed within 30 calendar days from the date on which the initial test file was sent.

Enhanced Optional Daily Usage File

1. Upon written request from Fair Financial, LLC d/b/a MidState Telecommunications, BellSouth will provide the Enhanced Optional Daily Usage File (EODUF) service to Fair Financial, LLC d/b/a MidState Telecommunications pursuant to the terms and conditions set forth in this section. EODUF will only be sent to existing ODUF subscribers who request the EODUF option.
2. Fair Financial, LLC d/b/a MidState Telecommunications shall furnish all relevant information required by BellSouth for the provision of the Enhanced Optional Daily Usage File.
3. The Enhanced Optional Daily Usage File (EODUF) will provide usage data for local calls originating from resold Flat Rate Business and Residential Lines.
4. Charges for delivery of the Enhanced Optional Daily Usage File will appear on Fair Financial, LLC d/b/a MidState Telecommunications's monthly bills. The charges are as set forth in Exhibit F to this Attachment.
5. All messages will be in the standard Alliance for Telecommunications Industry Solutions (ATIS) EMI record format.
6. Messages that error in the billing system of Fair Financial, LLC d/b/a MidState Telecommunications will be the responsibility of Fair Financial, LLC d/b/a MidState Telecommunications. If, however, Fair Financial, LLC d/b/a MidState Telecommunications should encounter significant volumes of errored messages that prevent processing by Fair Financial, LLC d/b/a MidState Telecommunications within its systems, BellSouth will work with Fair Financial, LLC d/b/a MidState Telecommunications to determine the source of the errors and the appropriate resolution.
7. The following specifications shall apply to the Optional Daily Usage Feed.
 - 7.1 **Usage To Be Transmitted**
 - 7.1.1 The following messages recorded by BellSouth will be transmitted to Fair Financial, LLC d/b/a MidState Telecommunications:

Customer usage data for flat rated local call originating from Fair Financial, LLC d/b/a MidState Telecommunications's End User lines (1FB or 1FR). The EODUF record for flat rate messages will include:

Date of Call

From Number
To Number
Connect Time
Conversation Time
Method of Recording
From RAO
Rate Class
Message Type
Billing Indicators
Bill to Number

7.1.2 BellSouth will perform duplicate record checks on EODUF records processed to Optional Daily Usage File. Any duplicate messages detected will be deleted and not sent to Fair Financial, LLC d/b/a MidState Telecommunications.

7.1.3 In the event that Fair Financial, LLC d/b/a MidState Telecommunications detects a duplicate on Enhanced Optional Daily Usage File they receive from BellSouth, Fair Financial, LLC d/b/a MidState Telecommunications will drop the duplicate message (Fair Financial, LLC d/b/a MidState Telecommunications will not return the duplicate to BellSouth).

7.2 Physical File Characteristics

7.2.1 The Enhanced Optional Daily Usage Feed will be distributed to Fair Financial, LLC d/b/a MidState Telecommunications over their existing Optional Daily Usage File (ODUF) feed. The EODUF messages will be intermingled among Fair Financial, LLC d/b/a MidState Telecommunications's Optional Daily Usage File (ODUF) messages. The EODUF will be a variable block format (2476) with an LRECL of 2472. The data on the EODUF will be in a non-compacted EMI format (175 byte format plus modules). It will be created on a daily basis (Monday through Friday except holidays).

7.2.2 Data circuits (private line or dial-up) may be required between BellSouth and Fair Financial, LLC d/b/a MidState Telecommunications for the purpose of data transmission. Where a dedicated line is required, Fair Financial, LLC d/b/a MidState Telecommunications will be responsible for ordering the circuit, overseeing its

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installation and coordinating the installation with BellSouth. Fair Financial, LLC d/b/a MidState Telecommunications will also be responsible for any charges associated with this line. Equipment required on the BellSouth end to attach the line to the mainframe computer and to transmit successfully ongoing will be negotiated on a case by case basis. Where a dial-up facility is required, dial circuits will be installed in the BellSouth data center by BellSouth and the associated charges assessed to Fair Financial, LLC d/b/a MidState Telecommunications. Additionally, all message toll charges associated with the use of the dial circuit by Fair Financial, LLC d/b/a MidState Telecommunications will be the responsibility of Fair Financial, LLC d/b/a MidState Telecommunications. Associated equipment on the BellSouth end, including a modem, will be negotiated on a case by case basis between the Parties. All equipment, including modems and software, is required on Fair Financial, LLC d/b/a MidState Telecommunications's end for the purpose of data transmission will be the responsibility of Fair Financial, LLC d/b/a MidState Telecommunications.

7.3 Packing Specifications

7.3.1 A pack will contain a minimum of one message record or a maximum of 99,999 message records plus a pack header record and a pack trailer record. One transmission can contain a maximum of 99 packs and a minimum of one pack.

7.3.2 The Operating Company Number (OCN), From Revenue Accounting Office (RAO), and Invoice Number will control the invoice sequencing. The From RAO will be used to identify to Fair Financial, LLC d/b/a MidState Telecommunications which BellSouth RAO is sending the message. BellSouth and Fair Financial, LLC d/b/a MidState Telecommunications will use the invoice sequencing to control data exchange. BellSouth will be notified of sequence failures identified by Fair Financial, LLC d/b/a MidState Telecommunications and resend the data as appropriate.

THE DATA WILL BE PACKED USING ATIS EMI RECORDS.

BELLSOUTH / FAIR FINANCIAL, LLC D/B/A MIDSTATE TELECOMMUNICATIONS RATES
 ODUF/EODUF
 Alabama

CATEGORY	NOTES	RATE ELEMENT	Interim	Zone	BCS	USOC	RATES					OSS RATES					
							Nonrecurring			Nonrecurring Disconnect		Svc Order Submitted Elec per LSR	Svc Order Submitted Manually per LSR	Incremental Charge - Manual Svc Order vs Electronic 1st	Incremental Charge - Manual Svc Order vs Electronic-Add'l	Incremental Charge - Manual Svc Order vs Electronic Dis. 1st	Incremental Charge - Manual Svc Order vs Electronic-Dis. Add'l
							Rec	First	Add'l	First	Add'l	SOMECC	SOMAN	SOMAN	SOMAN	SOMAN	SOMAN
ODUF/EODUF/CMDS/CNAM-Resale																	
ENHANCED OPTION DAILY USAGE FILE (EODUF)																	
		ODUF Message Processing, per message				N/A	\$0.004										
OPTIONAL DAILY USAGE FILE (ODUF)																	
		ODUF Recording, per message				N/A	\$0.0002										
		ODUF Message Processing, per message				N/A	\$0.0033										
		ODUF Message Processing, per Magnetic Tape provisioned				N/A	\$55.19										
		ODUF Data Transmission (CONNECT DIRECT), per message				N/A	\$0.00004										
Notes: If no rate is identified in the contract, the rate for the specific service or function will be as set forth in applicable BellSouth tariff or as negotiated by the Parties upon request by either Party																	

BELLSOUTH / FAIR FINANCIAL, LLC D/B/A MIDSTATE TELECOMMUNICATIONS RATES
 ODUF/EODUF
 FLORIDA

Attachment 1
 Exhibit 1
 Rates Page 2

CATEGORY	NOTES	RATE ELEMENT	Interim	Zone	BCS	USOC	RATES				OSS RATES					
							Nonrecurring			Svc Order Submitted Elec per LSR	Svc Order Submitted Manually per LSR	Incremental Charge Manual Svc Order vs Electronic 1st	Incremental Charge Manual Svc Order vs Electronic-Addl	Incremental Charge Manual Svc Order vs Electronic-Disc 1st	Incremental Charge - Manual Svc Order vs Electronic-Disc-Addl	
							Rec	First	Addl							First
ODUF/EODUF/CNDS/CNAM-Resale																
ENHANCED OPTION DAILY USAGE FILE (EODUF)																
		EODUF Message Processing, per message				N/A	\$0.004									
OPTIONAL DAILY USAGE FILE (ODUF)																
		ODUF Recording, per message				N/A	\$0.008									
		ODUF Message Processing, per message				N/A	\$0.004									
		ODUF Message Processing, per Magnetic Tape provisioned				N/A	\$54.95									
		ODUF Data Transmission (CONNECT DIRECT), per message				N/A	\$0.001									
Notes: If no rate is identified in the contract, the rate for the specific service or function will be as set forth in applicable BellSouth tariff or as negotiated by the Parties upon request by either Party																

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BELLSOUTH / FAIR FINANCIAL, LLC D/B/A MIDSTATE TELECOMMUNICATIONS RATES
 ODUF/EODUF
 GEORGIA

Attachment 1
 Exhibit F
 Rates Page 1

CATEGORY	NOTES	RATE ELEMENT	Interim	Zone	BCS	USOC	RATES				OSS RATES					
							Nonrecurring		Nonrecurring Disconnect		Svc Order Submitted Elec per LSR	Svc Order Submitted Manually per LSR	Incremental Charge - Manual Svc Order vs Electronic-1st	Incremental Charge - Manual Svc Order vs Electronic-Add'l	Incremental Charge Manual Svc Order vs Electronic-1st	Incremental Charge Manual Svc Order vs Electronic-Dis-Add'l
							Rec	First	Add'l	First	Add'l	SOMECH	SOMAN	SOMAN	SOMAN	SOMAN
ODUF/EODUF/CMDS/CNAM-Resale																
ENHANCED OPTION DAILY USAGE FILE (EODUF)																
		EODUF Message Processing, per message				N/A	\$0.004									
OPTIONAL DAILY USAGE FILE (ODUF)																
		ODUF Recording, per message				N/A	\$0.001275									
		ODUF Message Processing, per message				N/A	\$0.0082548									
		ODUF Message Processing, per Magnetic Tape provisioned				N/A	\$28.85									
		ODUF Data Transmission (CONNECT.DIRECT), per message				N/A	\$0.0000434									
Notes: If no rate is identified in the contract, the rate for the specific service or function will be as set forth in applicable BellSouth tariff or as negotiated by the Parties upon request by either Party.																

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BELLSOUTH / FAIR FINANCIAL, LLC D/B/A MIDSTATE TELECOMMUNICATIONS RATES
LOUISIANA

CATEGORY	NOTES	RATE ELEMENT	Interim	Zone	BCS	USOC	RATES				OSS RATES									
							Nonrecurring		Nonrecurring Disconnect		Svc Order Submitted Elec per LSR	Svc Order Submitted Manually per LSR	Incremental Charge Manual Svc Order vs Electronic-1st	Incremental Charge Manual Svc Order vs Electronic Addl	Incremental Charge Manual Svc Order vs Electronic-1st	Incremental Charge Manual Svc Order vs Electronic-Addl				
							Res	First	Addl	First	Addl	SOMECS	SOMAN	SOMAN	SOMAN	SOMAN	SOMAN			
		ODUF/EDOUF/CMD5/CNAM-Resale																		
		ENHANCED OPTION DAILY USAGE FILE (EODUF)																		
		EODUF, Message Processing, per message				N/A	\$0 004													
		OPTIONAL DAILY USAGE FILE (ODUF)																		
		ODUF, Recording, per message				N/A	\$0 00019													
		ODUF, Message Processing, per message				N/A	\$0 0024													
		ODUF, Message Processing, per Magnetic Tape provisioned				N/A	\$47 30													
		ODUF, Data Transmission (CONNECT:DIRECT), per message				N/A	\$0 00003													
		Notes: If no rate is identified in the contract, the rate for the specific service or function will be as set forth in applicable BellSouth tariff or as negotiated by the Parties upon request by either Party																		

BELLSOUTH / FAIR FINANCIAL, LLC D/B/A MIDSTATE TELECOMMUNICATIONS RATES
 ODUF/EODUF
 MISSISSIPPI

Attachment 1
 Exhibit F
 Rates Page 6

CATEGORY	NOTES	RATE ELEMENT	Interim	Zone	BCS	USOC	RATES				OSS RATES						
							Rec	Nonrecurring		Nonrecurring Disconnect		Svc Order Submitted Elec per LSR	Svc Order Submitted Manually per LSR	Incremental Charge Manual Svc Order vs Electronic 1st	Incremental Charge Manual Svc Order vs Electronic Add'l	Incremental Charge Manual Svc Order vs Electronic Disc 1st	Incremental Charge Manual Svc Order vs Electronic Add'l
								First	Add'l	First	Add'l	SOMEC	SOMAN	SOMAN	SOMAN	SOMAN	SOMAN
ODUF/EODUF/CNDS/CNAM-Resale																	
ENHANCED OPTION DAILY USAGE FILE (EODUF)																	
		EODUF Message Processing, per message				N/A	\$0.004										
OPTIONAL DAILY USAGE FILE (ODUF)																	
		ODUF Recording, per message				N/A	\$0.0001179										
		ODUF Message Processing, per message				N/A	\$0.0032089										
		ODUF Message Processing, per Magnetic Tape provisioned				N/A	\$54.62										
		ODUF Data Transmission (CONNECT.DIRECT), per message				N/A	\$0.0000354										
Notes: If no rate is identified in the contract, the rate for the specific service or function will be as set forth in applicable BellSouth tariff or as negotiated by the Parties upon request by either Party																	

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BELLSOUTH / FAIR FINANCIAL, LLC D/B/A MIDSTATE TELECOMMUNICATIONS RATES
ODUF/EDUF
NORTH CAROLINA

CATEGORY	NOTES	BASE ELEMENT	Interim	Zone	SCS	USOC	RATES				OSS RATES														
							Rec	Nonrecurring		Nonrecurring		Svc Order Submitted Elec per LSR	Svc Order Submitted Manually per LSR	Incremental Charge - Manual Svc Order vs Electronic-1st	Incremental Charge - Manual Svc Order vs Electronic-Add'l	Incremental Charge - Manual Svc Order vs Electronic- Disc 1st	Incremental Charge - Manual Svc Order vs Electronic- Disc Add'l								
								First	Add'l	First	Add'l							SOMECC	SOMAN	SOMAN	SOMAN	SOMAN	SOMAN		
ODUF/EDUF/CNDS/CNAM-Rate																									
ENHANCED OPTION DAILY USAGE FILE (EODUF)																									
EODUF: Message Processing, per message																									
OPTIONAL DAILY USAGE FILE (ODUF)																									
ODUF: Recording, per message																									
ODUF: Message Processing, per message																		N/A	\$0.0004						
ODUF: Message Processing, per Message Tape provisioned																		N/A	\$0.0003						
ODUF: Data Transmission (CONNECT/DIRECT), per message																		N/A	\$54.61						
Notes: If no rate is identified in the contract, the rate for the specific service or function will be as set forth in applicable BellSouth tariff or as negotiated by the Parties upon request by either Party.																									

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BELLSOUTH / FAIR FINANCIAL, LLC D/B/A MIDSTATE TELECOMMUNICATIONS RATES
 ODUF/E, ODUF
 SOUTH CAROLINA

CATEGORY	NOTES	RATE ELEMENT	Interim	Zone	BCS	USOC	RATES					OSS RATES								
							Rec	Nonrecurring		Nonrecurr Disconnect		Svc Order Submitted Elec per LSR	Svc Order Submitted Manually per LSR	Incremental Charge - Manual Svc Order vs Electronic-1st	Incremental Charge - Manual Svc Order vs Electronic-Addl	Incremental Charge Manual Svc Order vs Electronic- Disc 1st	Incremental Charge Manual Svc Order vs Electronic-Addl			
								First	Addl	First	Addl							SOMEK	SOMAN	SOMAN
		ODUF/EDOUF/CMDS/CNAM-Resale																		
		ENHANCED OPTION DAILY USAGE FILE (EODUF)																		
		EODUF Message Processing, per message				N/A	\$0.004													
		OPTIONAL DAILY USAGE FILE (ODUF)																		
		ODUF Recording, per message				N/A	\$0.0002862													
		ODUF Message Processing, per message				N/A	\$0.0032344													
		ODUF Message Processing, per Magnetic Tape provisioned				N/A	\$54.72													
		ODUF Data Transmission (CONNECT DIRECT), per message				N/A	\$0.0000357													
		Notes: If no rate is identified in the contract, the rate for the specific service or function will be as set forth in applicable BellSouth tariff or as negotiated by the Parties upon request by either Party.																		

BELLSOUTH / FAIR FINANCIAL, LLC D/B/A MIDSTATE TELECOMMUNICATIONS RATES
 ODUF/EODUF
 TENNESSEE

Attachment 1
 Exhibit F
 Rates Page 9

CATEGORY	NOTES	RATE ELEMENT	Interim	Zone	BCS	USOC	RATES				OSS RATES							
							Nonrecurring		Nonrecurring Disconnect		Svc Order Submitted Elec per LSR	Svc Order Submitted Manually per LSR	Incremental Charge - Manual Svc Order vs Electronic-1st	Incremental Charge - Manual Svc Order vs Electronic-Add'l	Incremental Charge - Manual Svc Order vs Electronic-Disc 1st	Incremental Charge - Manual Svc Order vs Electronic-Add'l		
							Rec	First Add'l	First Add'l	SOMEc							SOMAN	SOMAN
		ODUF/EODUF/CMD5/CNAM-Resale																
		OPTIONAL DAILY USAGE FILE (ODUF)																
		ODUF, Recording, per message				N/A	\$0.0000044											
		ODUF, Message Processing, per message				N/A	\$0.0027366											
		ODUF, Message Processing, per Magnetic Tape provisioned				N/A	\$52.75											
		ODUF, Data Transmission (CONNECT.DIRECT), per message				N/A	\$0.0000339											
		Notes: If no rate is identified in the contract, the rate for the specific service or function will be as set forth in applicable BellSouth tariff or as negotiated by the Parties upon request by either Party																

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