Collocation Agreement

By and Between

BellSouth Telecommunications, Inc.

and

BellSouth International ACCESS, Inc.

BELLSOUTH PHYSICAL COLLOCATION MASTER AGREEMENT

THIS AGREEMENT, made this 20th day of January, 1999, by and between BellSouth Telecommunications, Inc., ("BellSouth") a corporation organized and existing under the laws of the State of Georgia, and BellSouth International ACCESS, Inc., ("BSIA") a Georgia corporation, organized and existing under the laws of Georgia;

WITNESSETH

WHEREAS, BSIA wishes to occupy the BellSouth Central Office(s) delineated herein for the purpose of interconnection to BellSouth's facilities;

WHEREAS, BellSouth has space available in its Central Office(s) which BSIA desires to utilize; and

WHEREAS, BellSouth is willing to make such space available to BSIA within its Central Office(s) subject to all terms and conditions of this Agreement;

NOW THEREFORE, in consideration of the mutual agreements and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Parties hereto agree as follows:

1. SCOPE OF AGREEMENT

1.1 <u>Right to occupy</u>. BellSouth hereby grants to BSIA a right to occupy that certain enclosed area designated by BellSouth within a BellSouth Central Office, of a size and dimension which is specified by BSIA and agreed to by BellSouth (hereinafter "Collocation Space"). If requested by BSIA, BellSouth will design and construct at BSIA's expense and agreed to specifications, a wall or other delineation to establish a clear division between the Collocation Space and other areas of the Central Office dedicated to BellSouth's use.

1.2 <u>Use of space</u>. BSIA shall use the Collocation Space for the purposes of installing, maintaining and operating BSIA's equipment (to include testing and monitoring equipment) which is used to interconnect with telecommunications services and facilities provided by BellSouth. Pursuant to Article 3, following, BSIA may place BSIA-owned fiber entrance facilities to the Collocation Space, in which case the arrangement is designated "Expanded Interconnection." Placement of equipment in the Collocation Space without the use of BSIA-owned entrance facilities is designated "Service Interconnection." In addition to, and not in lieu of, interconnection to BellSouth services and facilities, BSIA may connect to other interconnectors within the designated BellSouth Central Office (including to its own virtual or physical collocated arrangements) through facilities designated by BSIA. The Collocation Space may be used for no other purposes except as specifically described herein or authorized in writing by BellSouth.

1.3 <u>No right to sublease</u>. BSIA may not provide or make available space within the collocation space to any third party. Any violation of this provision shall be deemed a material breach of this Agreement.

1.4 <u>Rates and charges</u>. BSIA agrees to pay the rates and charges identified at Exhibit A attached hereto.

1.5 <u>Location of Arrangement</u>. A Collocation Space will be provided to BSIA at each Central Office identified at Exhibit B attached hereto, which Exhibit shall be updated from time to time as additional Central Offices are made subject to the terms of this Agreement.

1.6 <u>Term</u>. The term of this Agreement shall be for an initial period of two (2) years, beginning on the Agreement date stated above and ending two (2) years later on the month and day corresponding to such date.

2. OCCUPANCY

2.1 <u>Commencement Date</u>. The "Commencement Date" shall be the day BSIA's equipment becomes operational as described in Article 2.2, following.

2.2 <u>Occupancy</u>. BellSouth will notify BSIA in writing that the Collocation Space is ready for occupancy. BSIA must place operational telecommunications equipment in the Collocation Space and connect with BellSouth's network within one hundred eighty (180) days after receipt of such notice. BSIA must notify BellSouth in writing that collocation equipment installation is complete and is operational with BellSouth's network. If BSIA fails to place operational telecommunications equipment in the Collocation Space within 180 days and such failure continues for a period of thirty (30) days after receipt of written notice from BellSouth, then and in that event BSIA's right to occupy the Collocation Space terminates and BellSouth shall have no further obligations to BSIA with respect to said Collocation Space. Termination of BSIA's rights to the Collocation Space pursuant to this paragraph shall not operate to release BSIA from its obligation to reimburse BellSouth for all costs reasonably incurred by BellSouth in preparing the Collocation Space, but rather such obligation shall survive this Agreement. For purposes of this paragraph, BSIA's telecommunications equipment will be deemed operational when cross-connected to BellSouth's network for the purpose of service provision.

2.3 <u>Termination</u>. BSIA may terminate occupancy in a particular Collocation Space upon thirty (30) days prior written notice to BellSouth. Upon termination of such occupancy, BSIA at its expense shall remove its equipment and other property from the Collocation Space. BSIA shall have thirty (30) days from the termination date to complete such removal; provided, however, that BSIA shall continue payment of monthly fees to BellSouth until such date as BSIA has fully vacated the Collocation Space. Should BSIA fail to vacate the Collocation Space within thirty (30) days from the termination date, BellSouth shall have the right to remove the equipment and other property of BSIA at BSIA's expense and with no liability for damage or injury to BSIA's property unless caused by the gross negligence or intentional misconduct of BellSouth.

3. USE OF COLLOCATION SPACE

3.1 <u>Equipment Type</u>. BellSouth permits the placement of equipment in the Physical Collocation arrangement where such equipment is utilized for the purposes of providing telecommunication services through interconnection or through access to unbundled network elements. Where that equipment can also provide information services, the telecommunications carrier may offer information services through the same arrangement, so long as it is also offering telecommunications services through the same arrangement.

BellSouth is not required to provide for collocation of equipment that can only provide enhanced services or information services. In addition, BellSouth will not permit collocation of equipment that will be used only to provide enhanced services or information services. Further, BellSouth will not accept collocation requests from entities that are not telecommunications carriers.

3.1.1 Such equipment must at a minimum comply with the BellCore Network Equipment Building Systems (NEBS) General Equipment Requirements and National Electric Code standards. For purposes of this paragraph, enhanced services and information services are not considered to be telecommunications services.

3.1.2 BSIA shall not use the Collocation Space for marketing purposes. BSIA shall place no signs or marking of any kind (except for a plaque or other identification affixed to BSIA's equipment and reasonably necessary to identify BSIA's equipment, and which shall include a list of emergency contacts with telephone numbers), in the area surrounding the Collocation Space or on the grounds of the Central Office housing the Collocation Space.

3.2 <u>Entrance Facilities</u>. BSIA may elect to place BSIA-owned or BSIA-leased entrance facilities into the Collocation Space. BellSouth will designate the point of interconnection in proximity to the central office building housing the Collocation Space, such as an entrance manhole or a cable vault. BSIA will provide and place cable at the point of interconnection of sufficient length to be pulled through conduit and into the splice location. BSIA will provide a sufficient length of fire retardant riser cable, to which the entrance cable will be spliced, which will extend from the splice location to the BSIA's equipment in the Collocation Space. BSIA must contact BellSouth for instructions prior to placing the entrance facility cable in the manhole. BSIA is responsible for maintenance of the entrance facilities.

3.2.1 Dual entrance will be permitted where capacity exists. Upon receipt of a request for collocation under this Agreement, BellSouth shall provide BSIA with information regarding BellSouth's capacity to accommodate dual entrance facilities. If conduit in the serving manhole(s) is available and is not reserved for another purpose for utilization within 12 months of the receipt of an application for collocation, BellSouth will make the requested conduit space available for installing a second entrance facility to BSIA's arrangement. The location of the serving manhole(s) will be determined at the sole discretion of BellSouth. Where dual entrance is not available due to lack of capacity, BellSouth will so state in the Application response.

3.2.2 BSIA may utilize spare capacity on an existing BSIA entrance facility for the purpose of providing an entrance facility to another BSIA collocation arrangement within the same BellSouth Central Office.

3.3 <u>Splicing in the Entrance Manhole</u>. Although not generally permitted, should BSIA request a splice to occur in the entrance manhole(s), BellSouth, at its sole discretion, may grant such a request, provided that BellSouth will not unreasonably withhold approval of requests to make such a splice. When the request for a splice is granted to interconnector by BellSouth, BSIA shall ensure its employees or agents entering and/or performing work in the entrance manhole(s) are trained and comply with BellSouth procedures and OSHA requirements regarding access to manholes and that BellSouth personnel are notified and present for all entrances and work performed in the entrance manhole(s). Manholes covers shall be properly closed and secured at the conclusion of entry and/or work.

notification to BellSouth shall occur at a minimum of 48 hours prior to desired entry for normal work activities and at a minimum of 2 hours prior to desired entry in an out of service condition.

3.4 <u>Demarcation Point</u>. A point-of-termination bay(s) will designate the point(s) of interconnection between BSIA's equipment and/or network and BellSouth's network. Each party will be responsible for maintenance and operation of all equipment/facilities on its side of the demarcation point. BSIA may, at its option, provide its own point-of-termination bay(s) in accordance with BellSouth's guidelines and specifications, which BellSouth will provide upon request. BSIA or its agent may perform all required maintenance to equipment/facilities on its side of the demarcation point, pursuant to subsection 3.5, following, and may self-provision cross-connects that may be required within the collocation space to activate service requests. With the exception of cross-connects provisioned as set forth in this subsection, a certified vendor is required to perform all other equipment installation or provisioning activities within the collocation space, pursuant to Section 4.3.

3.5 <u>BSIA's Equipment and Facilities</u>. BSIA is solely responsible for the design, engineering, testing, performance, monitoring, maintenance, and repair of the equipment and facilities used by BSIA in the Collocation Space. Without limitation of the foregoing provisions, BSIA will be responsible for servicing, supplying, repairing, installing and maintaining the following: (1) cable(s); (2) equipment; (3) point-of-termination cross-connects; (4) point of termination maintenance, including replacement fuses and circuit breaker restoration, if not performed by BellSouth; and (5) connection cable(s) and associated equipment which may be required within the Collocation Space to the points of interconnection.

3.6 <u>Easement Space</u>. From time to time BellSouth may require access to the Collocation Space. BellSouth retains the right to access such space for the purpose of making equipment and building modifications (e.g., running, altering or removing racking, ducts, electrical wiring, HVAC, and cables). BellSouth will give reasonable notice to BSIA when access to the Collocation Space is required. BSIA may elect to be present whenever BellSouth performs work in the Collocation Space. The Parties agree that BSIA will not bear any of the expense associated with this work.

Access and Administration. BSIA shall have access to the Collocation Space 3.7 twenty-four (24) hours a day, seven (7) days a week. A security escort will be required at Central Offices where separate, secured ingress and egress are not available and access would require BSIA to traverse restricted areas. All employees, agents and contractors of BSIA having access to the Collocation Space shall comply with BellSouth's policies and practices pertaining to fire, safety and security, and each such employee, agent or contractor shall display an identification badge issued by BSIA or certified vendor which contains a current photo, the individual's name and company name/logo. BSIA agrees to comply with all laws, ordinances and regulations affecting the use of the Collocation Space. For central offices in which an escort is required, BellSouth will establish procedures to provide expedited access in the event of an emergency. Such procedures shall, at a minimum, assign BSIA's request for access a priority level at parity with that which BellSouth assigns itself or any other telecommunications service provider for similar central office emergencies. Upon expiration of this Agreement, BSIA shall surrender the Collocation Space to BellSouth in the same condition as when first occupied by BSIA except for ordinary wear and tear.

3.8 <u>Interference or Impairment</u>. Notwithstanding any other provisions of this Agreement, equipment and facilities placed in the Collocation Space shall not interfere with or

impair service provided by BellSouth or by any other BSIA located in the Central Office: shall not endanger or damage the facilities of BellSouth or of any other interconnector, the Collocation Space, or the Central Office; shall not compromise the privacy of any communications carried in, from, or through the Central Office; and shall not create an unreasonable risk of injury or death to any individual or to the public. If BellSouth reasonably determines that any equipment or facilities of BSIA violate the provisions of this paragraph, BellSouth shall give written notice to BSIA, which notice shall direct BSIA to cure the violation within forty-eight (48) hours of BSIA's actual receipt of written notice or, at a minimum, to commence curative measures within 24 hours and to exercise reasonable diligence to complete such measures as soon as possible thereafter. After receipt of the notice, the parties agree to consult immediately and, if necessary, to inspect the arrangement. If BSIA fails to take curative action within 48 hours or if the violation is of a character which poses an immediate and substantial threat of damage to property, injury or death to any person, or interference/impairment of the services provided by BellSouth or any other interconnector, then and only in that event BellSouth may take such action as it deems appropriate to correct the violation, including without limitation the interruption of electrical power to BSIA's equipment. BellSouth will endeavor, but is not required, to provide notice to BSIA prior to taking such action and shall have no liability to BSIA for any damages arising from such action, except to the extent that such action by BellSouth constitutes willful misconduct.

3.9 <u>Personalty and its Removal</u>. Subject to requirements of this Agreement, BSIA may place or install in or on the Collocation Space such facilities and equipment, including storage for and spare equipment, as it deems desirable for the conduct of business; Provided that such equipment is telecommunications equipment, does not violate floor loading requirements, imposes or could impose or contains or could contain environmental conditions or hazards. Personal property, facilities and equipment placed by BSIA in the Collocation Space shall not become a part of the Collocation Space, even if nailed, screwed or otherwise fastened to the Collocation Space, but shall retain their status as personalty and may be removed by BSIA at any time. Any damage caused to the Collocation Space by BSIA's employees, agents or representatives during the removal of such property shall be promptly repaired by BSIA at its expense.

3.10 <u>Alterations</u>. In no case shall BSIA or any person acting on behalf of BSIA make any rearrangement, modification, improvement, addition, repair, or other alteration to the Collocation Space or the BellSouth Central Office without the written consent of BellSouth, which consent shall not be unreasonably withheld. The cost of any such specialized alterations shall be paid by BSIA.

4. ORDERING AND PREPARATION OF COLLOCATION SPACE

4.1 <u>Application for Space</u>. BSIA shall submit to BellSouth a complete and accurate Application and Inquiry document, together with payment of the Application Fee as stated in Exhibit A. The Application shall contain a detailed description and schematic drawing of the equipment to be placed in BSIA's Collocation Space(s) and an estimate of the amount of square footage required.

4.1.1 <u>Application Response.</u> BellSouth will respond to up to three (3) applications for space within the same state submitted within a fifteen (15) business day interval within thirty (30) business days of receipt of the complete application. When BSIA submits more than three (3) applications in the same state within 15 business days and BellSouth is

processing multiple applications from other interconnectors, BellSouth and BSIA will negotiate in good faith a prioritization of the requests and a reasonable response time frame. All negotiations shall consider the total volume from all requests from telecommunications companies for collocation. The Application Response will detail whether the amount of space requested is available or if the amount of space requested is not available, the amount of space that is available. The response will also include the configuration of the space. When BellSouth's response includes an amount of space less than that requested by BSIA or differently configured, BSIA must amend its application to reflect the actual space available prior to submitting a Bona Fide Firm Order.

4.2 <u>Bona Fide Firm Order</u>. BSIA shall indicate its intent to proceed with equipment installation in a BellSouth Central Office by submitting a Bona Fide Firm Order to BellSouth. A Bona Fide Firm Order requires BSIA to complete the Application/Inquiry process described in Subsection 4.1, preceding, submit an updated Application document that is complete and accurate based on the outcome of the Application/Inquiry process, and pay all applicable fees referenced in Article 5, following. The Bona Fide Firm Order must be received by BellSouth no later than thirty (30) days after BellSouth's response to BSIA's Application/Inquiry.

4.2.1 BellSouth will establish a firm order date, per request, based upon the date BellSouth is in receipt of a complete and accurate firm order. BellSouth will acknowledge the receipt of BSIA's Bona Fide Firm Order within 15 days of receipt indicating that the Bona Fide Firm Order has been received and that the order is accurate and complete or if the order is not accurate and complete, details as to the necessary information needed to cause the order to be accurate and complete. A BellSouth response to a complete and accurate firm order will include a Firm Order Confirmation containing the firm order date.

4.2.2 BellSouth will permit one site visit after receipt of the Bona Fide Firm Order. Security escort charges will be assessed for the site visit.

4.2.3 Space preparation for the Collocation Space will not begin until BellSouth receives the Bona Fide Firm Order and all applicable fees.

Construction and Provisioning Interval. BellSouth will negotiate construction and 4.3 provisioning intervals per request on an individual case basis. Excluding the time interval required to secure the appropriate government licenses and permits, BellSouth will use best efforts to complete construction for collocation arrangements under ordinary conditions as soon as possible and within a maximum of 120 days from receipt of a complete and accurate Bona Fide Firm Order where the infrastructure rearrangement or accommodations allow. Ordinary conditions are defined as space available with only minor changes to support systems required, such as but not limited to, HVAC, cabling and the power plant(s). Excluding the time interval required to secure the appropriate government licenses and permits, BellSouth will use best efforts to complete construction of all other collocation space ("extraordinary conditions") within 180 days of the receipt of a complete and accurate Bona Fide Firm Order. Extraordinary conditions are defined to include but are not limited to multiple orders in excess of five (5) from one customer per state; major BellSouth equipment rearrangement; power plant addition or upgrade; major mechanical addition or upgrade; major upgrade for ADA compliance; mainframe addition; environmental hazard or hazardous materials abatement.

4.3.1 Implementation Planning. A joint planning meeting or other mutually agreed upon method of planning between BellSouth and BSIA will commence within a

maximum of 20 days from BellSouth's receipt of a complete and accurate firm order and the payment of agreed upon fees, unless the parties agree to an alternative date. At such meeting, the parties will agree to the design of the collocation space and the equipment configuration requirements as designated by BSIA on its Bona Fide Firm Order. In the event BSIA materially modifies its request as a result of the planning meeting outcome, such modifications must be submitted to BellSouth in writing and a firm order date reestablished. The Collocation Space Completion time period will be provided to BSIA during the joint planning meeting or as soon as possible thereafter. BellSouth will complete all design work following the joint planning meeting. If BellSouth needs to reevaluate BSIA's application as a result of changes requested by BSIA to BSIA's original application, then BellSouth will charge BSIA a fee based upon the additional engineering hours required to do the reassessment. Major changes such as requesting additional space or adding additional equipment may require BSIA to resubmit the application with an application fee.

4.3.2 <u>Permits</u>. BellSouth or its agents will diligently pursue filing for the required permits within 7 business days of the completion of finalized construction designs and specifications.

4.4 <u>Use of Certified Vendor</u>. BSIA shall select an equipment installation vendor which has been approved as a BellSouth Certified Vendor to perform all engineering and installation work required in the Collocation Space. BellSouth shall provide BSIA with a list of Certified Vendors upon request. The Certified Vendor shall be responsible for installing BSIA's equipment and components, extending power cabling to the BellSouth power distribution frame, performing operational tests after installation is complete, and notifying BellSouth's equipment engineers and BSIA upon successful completion of installation. The Certified Vendor shall bill BSIA directly for all work performed for BSIA pursuant to this Agreement and BellSouth shall have no liability for nor responsibility to pay such charges imposed by the Certified Vendor. BellSouth shall consider certifying BSIA or any vendor proposed by BSIA.

4.5 <u>Alarm and monitoring</u>. BellSouth shall place environmental alarms in the Central Office for the protection of BellSouth equipment and facilities. BSIA shall be responsible for placement, monitoring and removal of environmental and equipment alarms used to service BSIA's Collocation Space. Upon request, BellSouth will provide BSIA with applicable tariffed service(s) to facilitate remote monitoring of collocated equipment by BSIA. Both parties shall use best efforts to notify the other of any verified environmental hazard known to that party. The parties agree to utilize and adhere to the Environmental Hazard Guidelines identified as Exhibit C attached hereto.

4.6 <u>Basic Telephone Service</u>. Upon request of BSIA, BellSouth will provide basic telephone service to the Collocation Space under the rates, terms and conditions of the current tariff offering for the service requested.

4.7 <u>Space Preparation</u>. BellSouth shall pro rate the costs of any renovation or upgrade to Central Office space or support mechanisms which is required to accommodate physical collocation. BSIA's pro rated share will be calculated by multiplying such cost by a percentage equal to the amount of square footage occupied by BSIA divided by the total Central Office square footage receiving renovation or upgrade. For this section, support mechanisms provided by BellSouth may include, but not be limited to heating/ventilation/air conditioning (HVAC) equipment, HVAC duct work, cable support structure, fire wall(s), mechanical upgrade, asbestos abatement, ground plane addition, or separate ingress/egress

construction. Such renovation or upgrade will be evaluated and the charges assessed on a per Central Office basis. BellSouth will reimburse BSIA in an amount equal to BSIA reasonable, demonstrative and mitigated expenditures incurred as a direct result of delays to the completion and turnover dates caused by BellSouth.

4.8 <u>Space Enclosure</u>. Upon request of BSIA, BellSouth shall construct an equipment arrangement enclosure of a size and dimension jointly agreed upon by the Parties. BSIA may request enclosed floor space in increments of fifty (50) square feet, with a minimum of one hundred (100) square feet. BSIA may, at its option, arrange with a BellSouth certified contractor to construct the space enclosure in accordance with BellSouth's guidelines and specifications. Such contractor shall directly bill BSIA for activities associated with the space enclosure construction. BSIA must provide the local BellSouth building contact with a card, key or other access device used to enter the locked enclosure. Except in case of emergency, BellSouth will not access BSIA's locked enclosure prior to notifying BSIA.

4.9 <u>Virtual Collocation Transition.</u> To the extent space becomes available, BSIA may transition its virtual collocation arrangements to physical collocation arrangements and pay the appropriate non-recurring fees for physical collocation and for the rearrangement or reconfiguration of services terminated in the virtual collocation arrangement. BSIA must arrange with a BellSouth certified vendor for the relocation of equipment from its virtual collocation space to its physical collocation space and will bear the cost of such relocation.

4.10 <u>Cancellation</u>. If BSIA cancels its order for the Collocation Space(s), BSIA will reimburse BellSouth for any expenses incurred up to the date that written notice of the cancellation is received. In no event will the level of reimbursement under this paragraph exceed the maximum amount BSIA would have otherwise paid for work undertaken by BellSouth if no cancellation of the order had occurred.

4.11 <u>Licenses</u>. BSIA, at its own expense, will be solely responsible for obtaining from governmental authorities and any other appropriate agency, entity, or person, all rights and privileges necessary or required to operate as a provider of telecommunications services to the public.

5. RATES AND CHARGES

5.1 <u>Non-recurring Fees</u>. In addition to the Application Fee referenced in Section 4, preceding, BSIA shall remit payment of a Cable Installation Fee, Space Construction Fee, as applicable, and one-half (1/2) of the estimated Space Preparation Fee coincident with submission of a Bona Fide Firm Order. The outstanding balance of the actual Space Preparation Fee shall be due thirty (30) days following BSIA's receipt of a bill or invoice from BellSouth. Once the installation of the initial equipment arrangement is complete, a subsequent application fee may apply (as described in subsection 5.5) when BSIA requests a modification to the arrangement.

5.2 <u>Documentation</u>. BellSouth shall provide documentation to establish the actual Space Preparation Fee. The Space Preparation Fee will be pro rated as prescribed in Section 4, preceding.

5.3 <u>Cable Installation</u>. Cable Installation Fee(s) are assessed per entrance fiber placed. No Cable Installation Fee is required for Service Interconnection.

5.4 <u>Space Enclosure Fees</u>. If BSIA requests the Collocation Space to be enclosed, a Space Enclosure Construction Fee will be assessed for the materials and installation cost of the equipment enclosure. Where local building codes require enclosure specifications more stringent than BellSouth's standard enclosure specifications, the additional costs will be included in the space preparation charge. In such cases, BellSouth shall provide documentation to establish these costs separately from BSIA's pro-rated share of renovation or upgrade costs.

5.5 <u>Additional Engineering</u>. BellSouth's engineering and other labor time associated with establishing the Physical Collocation Arrangement will be assessed as Additional Engineering charges, under provisions in BellSouth's F.C.C. Number 1 Tariff, Sections 13.1 and 13.2. An estimate of the Additional Engineering charges will be provided by BellSouth to BSIA in the Application Response.

5.6 <u>Subsequent Application Fee</u>. BellSouth requires the submission of additional documentation when BSIA desires to modify the use of the collocation space. BSIA shall complete an additional application form including all information regarding the modification to the collocation arrangement. BellSouth shall determine what modifications to the premises are required to accommodate the change requested by BSIA in the application. Such modifications to the premises may include but are not limited to, floor loading changes, changes necessary to meet HVAC requirements and changes to power plant requirements. The fee paid by BSIA for its request to modify the use of the collocation space shall be dependent upon the modification requested. Where the subsequent application fee will be assessed. The fee for an application where the modification requested has limited effect, e.g., does not require capital expenditure by BellSouth, shall not exceed \$1600.00. All other subsequent application fees shall be assessed at \$3850.00.

5.7 <u>Floor Space</u>. The floor space charge includes reasonable charges for lighting, heat, air conditioning, ventilation and other allocated expenses associated with maintenance of the Central Office but does not include amperage necessary to power BSIA's equipment. When the Collocation Space is enclosed by walls or other divider, BSIA shall pay floor space charges based upon the number of square feet so enclosed. When the Collocation Space is not enclosed, BSIA shall pay floor space charges based upon the number of square feet so enclosed. When the Collocation Space is not enclosed, BSIA shall pay floor space charges based upon the number of square feet contained in a shadow print of BSIA's equipment racks and POT bay, plus a factor of 2.50 multiplied by the shadow print, which represents BSIA's share of wiring and provisioning aisle space for provisioning and maintenance activities. Floor space charges are due beginning with the date on which BellSouth releases the Collocation Space for occupancy or on the date BSIA first occupies the Collocation Space, whichever is sooner.

5.8 <u>Power</u>. (1) Charges for -48V DC power will be assessed per ampere per month based upon the certified vendor engineered and installed power feed fused ampere capacity. Rates include redundant feeder fuse positions (A&B) and cable rack to BSIA's equipment or space enclosure. Fuses and power feed cables (A&B) must be engineered (sized), furnished and installed by BSIA's certified vendor. BSIA's certified vendor must also provide a copy of the engineering power specification prior to the Commencement Date. In the event BellSouth shall be required to construct additional DC power plant or upgrade the existing DC power plant in a central office as a result of BSIA's request to collocate in that central office ("Power Plant Construction"), BSIA shall pay its pro-rata share of costs associated with the Power Plant

Construction. The determination of whether Power Plant Construction is necessary shall be within BellSouth's sole, but reasonable, discretion. BellSouth shall comply with all BellCore and ANSI Standards regarding power cabling, including BellCore Network Equipment Building System (NEBS) Standard TR-EOP-000063. BellSouth will notify BSIA of the need for the Power Plant Construction and will estimate the costs associated with the Power Plant Construction if BellSouth were to perform the Power Plant Construction. The costs of power plant construction shall be pro-rated and shared among all who benefit from that construction. BSIA shall pay BellSouth one-half of its prorata share of the estimated Power Plant Construction costs prior to commencement of the work. BSIA shall pay BellSouth the balance due (actual cost less one-half of the estimated cost) within thirty (30) days of completion of the Power Plant Construction. BSIA has the option to perform the Power Plant Construction itself; provided, however, that such work shall be performed by a BellSouth certified contractor and such contractor shall comply with BellSouth's guidelines and specifications. Where the Power Plant Construction results in construction of a new power plant room, upon termination of this Agreement BSIA shall have the right to remove its equipment from the power plant room, but shall otherwise leave the room intact. Where the Power Plant Construction results in an upgrade to BellSouth's existing power plant, upon termination of this Agreement, such upgrades shall become the property of BellSouth.

5.9 <u>Security Escort</u>. A security escort will be required whenever BSIA or its approved agent desires access to the entrance manhole or must traverse a restricted area within BellSouth's central office. Rates for a BellSouth security escort are assessed in one-half (1/2) hour increments according to the schedule appended hereto as Exhibit A.

5.10 <u>Other.</u> Payment of all other charges under this Agreement shall be due thirty (30) days after receipt of the bill (payment due date). BSIA will pay a late payment charge of one and one-half percent (1-1/2%) assessed monthly on any balance which remains unpaid after the payment due date.

6. INSURANCE

6.1 BSIA shall, at its sole cost and expense, procure, maintain, and keep in force insurance as specified in this Article 6 and underwritten by insurance companies licensed to do business in the states contained in Exhibit B attached hereto and having a BEST Insurance Rating of B ++ X (B ++ ten).

6.2 BSIA shall maintain the following specific coverage:

6.2.1 Commercial General Liability coverage in the amount of ten million dollars (\$10,000,000.00) or a combination of Commercial General Liability and Excess/Umbrella coverage totaling not less than ten million dollars (\$10,000,000.00). BellSouth shall be named as an ADDITIONAL INSURED on ALL applicable policies as specified herein.

6.2.2 Statutory Workers Compensation coverage and Employers Liability coverage in the amount of one hundred thousand dollars (\$100,000.00) each accident, one hundred thousand dollars (\$100,000.00) each employee by disease, and five hundred thousand dollars (\$500,000.00) policy limit by disease.

6.2.3 BSIA may elect to purchase business interruption and contingent business interruption insurance, having been advised that BellSouth assumes no liability for loss of profit or revenues should an interruption of service occur.

6.3 The limits set forth in subsection 6.2 above may be increased by BellSouth from time to time during the term of this Agreement upon thirty (30) days notice to BSIA to at least such minimum limits as shall then be customary with respect to comparable occupancy of BellSouth structures.

6.4 All policies purchased by BSIA shall be deemed to be primary and not contributing to or in excess of any similar coverage purchased by BellSouth. All insurance must be in effect on or before the date equipment is delivered to BellSouth's Central Office and shall remain in effect for the term of this Agreement or until all BSIA's property has been removed from BellSouth's Central Office, whichever period is longer. If BSIA fails to maintain required coverage, BellSouth may pay the premiums thereon and seek reimbursement of same from BSIA.

6.5 BSIA shall submit certificates of insurance reflecting the coverage required pursuant to this Section a minimum of ten (10) days prior to the commencement of any work in the Collocation Space. Failure to meet this interval may result in construction and equipment installation delays. BSIA shall arrange for BellSouth to receive thirty (30) days advance notice of cancellation from BSIA's insurance company. BSIA shall forward a certificate of insurance and notice of cancellation to BellSouth at the following address:

BellSouth Telecommunications, Inc. Attn.: Risk Management Coordinator 3535 Colonnade Parkway, S9A1 Birmingham, Alabama 35243

6.6 BSIA must conform to recommendations made by BellSouth's fire insurance company to the extent BellSouth has agreed to, or shall hereafter agree to, such recommendations.

6.7 Failure to comply with the provisions of this Section will be deemed a material breach of this Agreement.

7. MECHANICS LIENS

7.1 If any mechanics lien or other liens shall be filed against property of either party (BellSouth or BSIA), or any improvement thereon by reason of or arising out of any labor or materials furnished or alleged to have been furnished or to be furnished to or for the other party or by reason of any changes, or additions to said property made at the request or under the direction of the other party, the other party directing or requesting those changes shall, within thirty (30) days after receipt of written notice from the party against whose property said lien has been filed, either pay such lien or cause the same to be bonded off the affected property in the manner provided by law. The party causing said lien to be placed against the property of the other shall also defend, at its sole cost and expense, on behalf of the other, any action, suit or proceeding which may be brought for the enforcement of such liens and shall pay any damage and discharge any judgment entered thereon.

8. INSPECTIONS

8.1 BellSouth shall conduct an inspection of BSIA's equipment and facilities in the Collocation Space(s) prior to the activation of facilities between BSIA's equipment and equipment of BellSouth. BellSouth may conduct an inspection if BSIA adds equipment and may otherwise conduct routine inspections at reasonable intervals mutually agreed upon by the Parties. BellSouth shall provide BSIA with a minimum of forty-eight (48) hours or two (2) business days, whichever is greater, advance notice of all such inspections. All costs of such inspection shall be borne by BellSouth.

9. SECURITY

9.1 Only BellSouth employees, BellSouth certified vendors and authorized employees or agents of BSIA will be permitted in the BellSouth Central Office. BSIA shall provide its employees and agents with picture identification which must be worn and visible at all times while in the Collocation Space or other areas in or around the Central Office. BellSouth may refuse entry to any person who fails to display the identification required by this section.

10. DESTRUCTION OF COLLOCATION SPACE

In the event a Collocation Space is wholly or partially damaged by fire, 10.1 windstorm, tornado, flood or by similar causes to such an extent as to be rendered wholly unsuitable for BSIA's permitted use hereunder, then either party may elect within ten (10) days after such damage, to terminate this Agreement, and if either party shall so elect, by giving the other written notice of termination, both parties shall stand released of and from further liability under the terms hereof. If the Collocation Space shall suffer only minor damage and shall not be rendered wholly unsuitable for BSIA's permitted use, or is damaged and the option to terminate is not exercised by either party, BellSouth covenants and agrees to proceed promptly without expense to BSIA, except for improvements not the property of BellSouth, to repair the damage. BellSouth shall have a reasonable time within which to rebuild or make any repairs, and such rebuilding and repairing shall be subject to delays caused by storms, shortages of labor and materials, government regulations, strikes, walkouts, and causes beyond the control of BellSouth, which causes shall not be construed as limiting factors, but as exemplary only. BSIA may, at its own expense, accelerate the rebuild of its collocated space and equipment provided however that a certified vendor is used and the necessary space preparation has been completed. Rebuild of equipment must be performed by a BellSouth Certified Vendor. If BSIA's acceleration of the project increases the cost of the project, then those additional charges will be incurred by BSIA. Where allowed and where practical, BSIA may erect a temporary facility while BellSouth rebuilds or makes repairs. In all cases where the Collocation Space shall be rebuilt or repaired. BSIA shall be entitled to an equitable abatement of rent and other charges, depending upon the unsuitability of the Collocation Space for BSIA's permitted use, until such Collocation Space is fully repaired and restored and BSIA's equipment installed therein (but in no event later than thirty (30) days after the Collocation Space is fully repaired and restored).

11. EMINENT DOMAIN

11.1 If the whole of a Collocation Space shall be taken by any public authority under the power of eminent domain, then this Agreement shall terminate as of the day possession

shall be taken by such public authority and rent and other charges for the Collocation Space shall be paid up to that day with proportionate refund by BellSouth of such rent and charges as may have been paid in advance for a period subsequent to the date of the taking. If any part of the Collocation Space shall be taken under eminent domain, BellSouth and BSIA shall each have the right to terminate this Agreement and declare the same null and void, by written notice of such intention to the other party within ten (10) days after such taking.

12. NONEXCLUSIVITY

12.1 BSIA understands that this Agreement is not exclusive and that BellSouth may enter into similar agreements with other parties. Assignment of space pursuant to all such agreements shall be determined by space availability and made on a first come, first served basis.

13. NOTICES

13.1 Except as otherwise provided herein, any notices or demands that are required by law or under the terms of this Agreement shall be given or made by BSIA or BellSouth in writing and shall be given by hand delivery, or by certified or registered mail, and addressed to the parties as follows:

To BellSouth:	To BellSouth International ACCESS, Inc.:
3535 Colonnade Parkway	1100 Peachtree Street
Room E4E1	Suite 500
Birmingham, AL 35243	Atlanta, GA 30309
ATTN: OLEC Account Team	ATTN: Purchasing Manager CC: General Counsel

13.2 Such notices shall be deemed to have been given in the case of certified or registered mail when deposited in the United States mail with postage prepaid.

14. INDEMNITY / LIMITATION OF LIABILITY

14.1 BSIA shall be liable for any damage to property, equipment or facilities or injury to person caused by the activities of BSIA, its agents or employees pursuant to, or in furtherance of, rights granted under this Agreement. BSIA shall indemnify and hold BellSouth harmless from and against any judgments, fees, costs or other expenses resulting or claimed to result from such activities by BSIA, its agents or employees.

14.2. <u>No Consequential Damages.</u> Except as otherwise provided in this Article 14, neither party shall be liable to the other party for any indirect, incidental, consequential, reliance, or special damages suffered by such other party (including without limitation damages for harm to business, lost revenues, lost savings, or lost profits suffered by such other party), regardless of the form of action, whether in contract, warranty, strict liability, or tort, including without limitation negligence of any kind whether active or passive, and regardless of whether

the parties knew of the possibility that such damages could result. each party hereby agrees to hold harmless the other party and their respective officers, directors, employees and agents from all such damages. provided, however, nothing contained in this Article 14 shall limit a party's liability to the other for (i) willful or intentional misconduct, or gross negligence; (ii) bodily injury, death or damage to tangible real or tangible personal property proximately caused by a party's employees, nor shall anything contained in this Article 14 limit the parties' indemnification obligations as specified herein.

15. PUBLICITY

15.1 BSIA agrees to submit to BellSouth all advertising, sales promotion, press releases, and other publicity matters relating to this Agreement or mentioning or implying the tradenames, logos, trademarks or service marks (hereinafter "Marks") of BellSouth Corporation and/or any of its affiliated companies or language from which the connection of said Marks therewith may be inferred or implied, or mentioning or implying the names of any personnel of BellSouth Corporation and/or any of its affiliated companies, press releases, or publicity matters without BellSouth's prior written consent. Notwithstanding the foregoing, to the extent that BSIA is an affiliate of BellSouth and has the authority to utilize the marks of BellSouth corporation, this provision shall not apply.

16. FORCE MAJEURE

16.1 Neither party shall be in default by reason of any failure in performance of this Agreement, in accordance with its terms and conditions, if such failure arises out of causes beyond the control of the nonperforming party including, but not restricted to, acts of God, acts of government, insurrections, fires, floods, accidents, epidemics, quarantines, restrictions, strikes, freight embargoes, inability to secure raw materials or transportation facilities, acts or omissions of carriers or any and all other causes beyond the party's control.

17. ASSIGNMENT

17.1 BSIA acknowledges that this Agreement does not convey any right, title or interest in the Central Office to BSIA. BSIA may not sublet its rights under this Agreement, nor shall it allow a third party to use or occupy the Collocation Space at any time or from time to time without the prior written consent, and at the sole discretion, of BellSouth. This Agreement is not assignable by either party without the prior written consent of the other party, and any attempt to assign any of the rights, duties or obligations of this Agreement without such consent is void. Notwithstanding the foregoing, either party may assign any rights, duties or obligations of this Agreement to a parent, subsidiary or affiliate without the consent of the other party.

18. NO IMPLIED WAIVER

18.1 No consent or waiver by either party to or of any breach of any covenant, term, condition, provision or duty of the other party under this Agreement shall be construed as a consent to or waiver of any other breach of the same or any other covenant, term, condition, provision or duty. No such consent or waiver shall be valid unless in writing and signed by the party granting such consent or waiver.

19. RESOLUTION OF DISPUTES

19.1 Except as otherwise stated in this Agreement, the Parties agree that if any dispute arises as to the interpretation of any provision of this Agreement or as to the proper implementation of this Agreement, the parties will petition the Commission in the state where the services are provided pursuant to this Agreement 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 Public Service Commission concerning this Agreement.

20. SECTION HEADINGS

20.1 The section headings used herein are for convenience only, and shall not be deemed to constitute integral provisions of this Agreement.

21. AUTHORITY

21.1 Each of the parties hereto warrants to the other that the person or persons executing this Agreement on behalf of such party has the full right, power and authority to enter into and execute this Agreement on such party's behalf and that no consent from any other person or entity is required as a condition precedent to the legal effect of this Agreement.

22. REVIEW OF AGREEMENT

22.1 The parties acknowledge that each has had an opportunity to review and negotiate this Agreement and has executed this Agreement only after such review and negotiation. The Parties further agree that this Agreement shall be deemed to have been drafted by both BellSouth and BSIA and the terms and conditions contained herein shall not be construed any more strictly against one party or the other.

23. ENTIRE AGREEMENT

23.1 This Agreement contains the full understanding of the Parties (superseding all prior or contemporaneous correspondence between the Parties) and shall constitute the entire agreement between BellSouth and BSIA and may not be modified or amended other than by a written instrument signed by both parties. If any conflict arises between the terms and conditions contained in this Agreement and those contained in a filed tariff, the terms and conditions of this Agreement shall control.

IN WITNESS WHEREOF, the Parties have executed this Agreement by their duly authorized representatives in one or more counterparts, each of which shall constitute an original, on the day and year first above written.

BELLSOUTH TELECOMMUNICATIONS, INC.

BELLSOUTH INTERNATIONAL ACCESS, INC.

Authorized Signature

Authorized Signature

Jerry Hendrix Print or Type Name

Print or Type Name

Director	
Title	Title

Date

Date

EXHIBIT A

Page 1 of 3

Schedule of Rates and Charges

Rate Element Descrip	tion	Type of Charge		<u>Charge</u>
Application Fee Subsequent Applicatior No greater tha		NRC (per Arrangement, per C.C NRC (per Arrangement, per C.C		\$3,850.00 ICB
Space Preparation Fee Space Enclosure Cons Additional Engineering Cable Installation	truction Fee (Note 2)	per Arrangement, per C.O.) NRC (per 100 square feet) NRC NRC (per entrance cable)		\$4,500.00 ICB 2,750.00
Floor Space		RC (per square foot)		\$7.50
Power		RC (per amp)		\$5.00
Cable Support Structur	e RC (pe	er entrance cable)	\$13.3	5
Cross-Connects	2-wire 4-wire DS1 DS3 2-wire 4-wire DS1 DS3 2-wire 4-wire DS1 DS3	RC (per cross-connect) RC (per cross-connect) RC (per cross-connect) RC (per cross-connect) NRC (first cross-connect) NRC (first cross-connect) NRC (first cross-connect) NRC (first cross-connect) NRC (first cross-connect) NRC (each additional cross-corn NRC (each additional cross-corn NRC (each additional cross-corn NRC (each additional cross-corn	nnect) nnect)	\$0.30 \$0.50 \$8.00 \$72.00 \$19.20 \$155.00 \$155.00 \$19.20 \$19.20 \$27.00 \$27.00
POT Bay	2-wire 4-wire DS1 DS3	RC (per cross-connect) RC (per cross-connect) RC (per cross-connect) RC (per cross-connect)		\$0.40 \$1.20 \$1.20 \$8.00
Additional Security Acc	ess Cards	NRC-ICB (each)		\$10.00

EXHIBIT A Page 2 of 3

Schedule of Rates and Charges (cont.)

Rate Element Description	Type of Charge	<u>Charge</u>
Direct Connection (Note 4) (1) Fiber Arrangement -with Initial Application -Subsequent to Application	RC (per cable, per linear foot) NRC (per Arrangement) NRC (per Arrangement)	\$0.06 n/a \$246.00
(2) Copper or Coaxial Arrangement -with Initial Application -Subsequent to Application	RC (per cable, per linear foot) NRC (per Arrangement) NRC (per Arrangement)	\$0.03 n/a \$246.00
Security Escort Basic - first half hour Overtime - first half hour Premium - first half hour	NRC-ICB NRC-ICB NRC-ICB	\$41.00 \$48.00 \$55.00
Basic - additional half hour Overtime - additional half hour Premium - additional half hour	NRC-ICB NRC-ICB NRC-ICB	\$25.00 \$30.00 \$35.00

Notes

- NRC: Non-recurring Charge one-time charge
- RC: Recurring Charge charged monthly
- ICB: Individual Case Basis one-time charge
- (1) <u>Subsequent Application Fee.</u> BellSouth requires the submission of an Application Fee for modifications to an existing arrangement. However, when the modifications do not require BellSouth to expend capital, BellSouth will assess the Subsequent Application Fee in lieu of the Application Fee. Proposed modifications that could result in assessment of a Subsequent Application Fee would cause BellSouth to analyze the following but are not limited to: floor loading changes, changes to HVAC requirements, power requirement changes which may result in a power plant upgrade, environmental or safety requirements, or equipment relocation.
- (2) <u>Space Preparation Fee</u>. The Space Preparation Fee is a one-time fee, assessed per arrangement, per location. It recovers costs associated with the shared physical collocation area within a central office, which include survey, engineering, design and building modification costs. BellSouth will pro rate the total shared space preparation costs among the collocators at each location based on the amount of square footage occupied by each collocator. This charge may vary depending on the location and the type of arrangement requested.

EXHIBIT A Page 3 of 3

Schedule of Rates and Charges (cont.)

Notes (cont.)

- (2) (cont.) <u>Space Enclosure Construction Fee</u>. The Space Enclosure Construction Fee is a one-time fee, assessed per enclosure, per location. It recovers costs associated with providing an optional equipment arrangement enclosure, which include architectural and engineering fees, materials, and installation costs. This fee is assessed in fifty (50) square-foot increments, with a minimum space enclosure size of one hundred (100) square feet. BSIA may, at its option, arrange with a BellSouth certified contractor to construct the space enclosure in accordance with BellSouth's guidelines and specifications. In this event, the contractor shall directly bill BSIA for the space enclosure, and this fee shall not be applicable.
- (3) <u>Additional Engineering Fee</u>. BellSouth's engineering and other labor costs associated with establishing the Physical Collocation Arrangement shall be recovered as Additional Engineering charges, under provisions in BellSouth's F.C.C. Number 1 Tariff, Sections 13.1 and 13.2. An estimate of the Additional Engineering charges shall be provided by BellSouth in the Application Response.
- (4) <u>Direct Connection</u>. As stated in Article I.2 of the Collocation Agreement, BSIA may connect to other interconnectors within the designated Central Office in addition to, and not in lieu of, interconnection to BellSouth services and facilities. BSIA must use its Certified Vendor to place the direct connection. The Direct Connection NRC is assessed when direct connection is the only work requested by BSIA. If any other work in addition to the direct connection is being requested, whether for an initial installation of a Collocation Space or for an augmentation to an existing Collocation Space, an Application Fee or a Subsequent Application Fee will be assessed in lieu of the Direct Connection NRC. Construction charges may also apply; BellSouth shall provide an estimate of these charges in the Application Response.

EXHIBIT B

Bona Fide Physical Collocation Arrangements

Central Office Name: Central Office CLLI Code: City: State: Date of Bona Fide Firm Order:

Central Office Name: Central Office CLLI Code: City: State: Date of Bona Fide Firm Order:

Central Office Name: Central Office CLLI Code: City: State: Date of Bona Fide Firm Order:

Central Office Name: Central Office CLLI Code: City: State: Date of Bona Fide Firm Order:

Central Office Name: Central Office CLLI Code: City: State: Date of Bona Fide Firm Order:

EXHIBIT C Page 1 of 4

ENVIRONMENTAL AND SAFETY PRINCIPLES

The following principles provide basic guidance on environmental and safety issues when applying for and establishing Physical Collocation arrangements.

1. <u>GENERAL PRINCIPLES</u>

1.1 <u>Compliance with Applicable Law</u>. BellSouth and BSIA agree to comply with applicable federal, state, and local environmental and safety laws and regulations including U.S. Environmental Protection Agency (USEPA) regulations issued under the Clean Air Act (CAA), Clean Water Act (CWA), Resource Conservation and Recovery Act (RCRA), Comprehensive Environmental Response, Compensation and Liability Act (CERCLA), Superfund Amendments and Reauthorization Act (SARA), the Toxic Substances Control Act (TSCA), and OSHA regulations issued under the Occupational Safety and Health Act of 1970, as amended and NFPA and National Electrical Codes (NEC) and the NESC ("Applicable Laws"). Each party shall notify the other if compliance inspections are conducted by regulatory agencies and/or citations are issued that relate to any aspect of this agreement.

1.2 <u>Notice</u>. BellSouth and BSIA shall provide notice to the other, including Material Safety Data Sheets (MSDSs), of known and recognized physical hazards or Hazardous Chemicals existing on site or brought on site. Each party is required to provide specific notice for known potential Imminent Danger conditions. BSIA should contact 1-800-743-6737 for BellSouth MSDS sheets.

1.3 <u>Practices/Procedures</u>. BellSouth may make available additional environmental control procedures for BSIA to follow when working at a BellSouth Premises (See Section 2, below). These practices/procedures will represent the regular work practices required to be followed by the employees and contractors of BellSouth for environmental protection. BSIA will require its contractors, agents and others accessing the BellSouth Premises to comply with these practices. Section 2 lists the Environmental categories where BST practices should be followed by CLEC when operating in the BellSouth Premises.

1.4 <u>Environmental and Safety Inspections</u>. BellSouth reserves the right to inspect the BSIA space with proper notification. BellSouth reserves the right to stop any BSIA work operation that imposes Imminent Danger to the environment, employees or other persons in the area or Facility.

1.5 <u>Hazardous Materials Brought On Site</u>. Any hazardous materials brought into, used, stored or abandoned at the BellSouth Premises by BSIA are owned by BSIA. BSIA will indemnify BellSouth for claims, lawsuits or damages to persons or property caused by these materials. Without prior written BellSouth approval, no substantial new safety or environmental hazards can be created by BSIA or different hazardous materials used by BSIA at BellSouth Facility. BSIA must demonstrate adequate emergency response capabilities for its materials used or remaining at the BellSouth Facility.

EXHIBIT C Page 2 of 4

1.6 Spills and Releases. When contamination is discovered at a BellSouth Premises, the party discovering the condition must notify BellSouth. All Spills or Releases of regulated materials will immediately be reported by BSIA to BellSouth.

1.7 Coordinated Environmental Plans and Permits. BellSouth and BSIA will coordinate plans, permits or information required to be submitted to government agencies, such as emergency response plans, spill prevention control and countermeasures (SPCC) plans and community reporting. If fees are associated with filing, BellSouth and BSIA will develop a cost sharing procedure. If BellSouth's permit or EPA identification number must be used, BSIA must comply with all of BellSouth's permit conditions and environmental processes, including environmental "best management practices (BMP)" (see Section 2, below) and/or selection of BST disposition vendors and disposal sites.

1.8 Environmental and Safety Indemnification. BellSouth and BSIA shall indemnify, defend and hold harmless the other party from and against any claims (including, without limitation, third-party claims for personal injury or death or real or personal property damage), judgments, damages, (including direct and indirect damages, and punitive damages), penalties, fines, forfeitures, costs, liabilities, interest and losses arising in connection with the violation or alleged violation of any Applicable Law or contractual obligation or the presence or alleged presence of contamination arising out of the acts or omissions of the indemnifying party, its agents, contractors, or employees concerning its operations at the Facility.

2. CATEGORIES FOR CONSIDERATION OF ENVIRONMENTAL ISSUES

When performing functions that fall under the following Environmental categories on BellSouth's premises, BSIA agrees to comply with the applicable sections of the current issue of BellSouth's Environmental and Safety Methods and Procedures (M&Ps), incorporated herein by this reference. BSIA further agrees to cooperate with BellSouth to ensure that BSIA's employees, agents, and/or subcontractors are knowledgeable of and satisfy those provisions of BellSouth's Environmental M&Ps which apply to the specific Environmental function being performed by BSIA, its employees, agents and/or subcontractors.

The most current version of reference documentation must be requested from BellSouth.

EXHIBIT C

Page 3 of 4

2. <u>Categories for Consideration of Environmental Issues</u> (cont.)

ENVIRONMENTAL CATEGORIES	ENVIRONMENTAL ISSUES	ADDRESSED BY THE FOLLOWING DOCUMENTS
Disposal of hazardous material or other regulated material (e.g., batteries, fluorescent tubes, solvents & cleaning materials)	Pollution liability insurance EVET approval of contractor	Std T&C 450 GU-BTEN-001BT, Chapter 4 Std T&C 660-3 GU-BTEN-001BT, Chapter 10
Emergency response	Hazmat/waste release/spill firesafety emergency	GU-BTEN-001BT, Chapter Building Emergency Operations Plan (EOP) (specific to central office)
Contract labor/outsourcing for services with environmental implications to be performed on BellSouth premises (e.g., disposition of hazardous material/waste; maintenance of storage tanks)	Performance of services in accordance with BST's environmental M&Ps Insurance	Std T&C 450 Std T&C 450-B (Contact E/S or your DEC/LDEC for copy of appropriate E/S M&Ps.) Std T&C 660
Transportation of hazardous material	Pollution liability insurance EVET approval of contractor	Std T&C 450 GU-BTEN-001BT, Chapter 4 Std T&C 660-3 GU-BTEN-001BT, Chapter 10
Maintenance/operations work which may produce a waste Other maintenance work	Protection of BST employees and equipment	Std T&C 450 GU-BTEN-001BT, Chapter 10 29CFR 1910.147 29CFR 1910 Subpart O
Janitorial services	All waste removal and disposal must conform to all applicable federal, state and local regulations All HazMat & Waste Asbestos notification protection of BST employees and equipment	P&SM Manager - Procurement GU-BTEN-001BT, Chapter 4, GU-BTEN-001BT, Chapter 3 BSP 010-170-001BS (Hazcom)
Manhole cleaning	Pollution liability insurance Manhole entry requirements EVET approval of contractor	Std T&C 450 Std T&C 660-3 BSP 620-145-011PR Issue A, August 1996 GU-BTEN-001BT, Chapter 10 RL9706008BT
Removing or disturbing building materials that may contain asbestos	Asbestos work practices	GU-BTEN-001BT, Chapter 3

EXHIBIT C Page 4 of 4

3. **DEFINITIONS**

<u>Generator</u>. Under RCRA, the person whose act produces a Hazardous Waste, as defined in 40 CFR 261, or whose act first causes a Hazardous Waste to become subject to regulation. The Generator is legally responsible for the proper management and disposal of Hazardous Wastes in accordance with regulations.

<u>Hazardous Chemical</u>. As defined in the U.S. Occupational Safety and Health (OSHA) hazard communication standard (29 CFR 1910.1200), any chemical which is a health hazard or physical hazard.

Hazardous Waste. As defined in section 1004 of RCRA.

<u>Imminent Danger</u>. Any conditions or practices at a facility which are such that a danger exists which could reasonably be expected to cause immediate death or serious harm to people or immediate significant damage to the environment or natural resources.

Spill or Release. As defined in Section 101 of CERCLA.

4. ACRONYMS

<u>DEC/LDEC</u> - Department Environmental Coordinator/Local Department Environmental Coordinator

- GU-BTEN-001BT BellSouth Environmental Methods and Procedures
- EVET Environmental Vendor Evaluation Team
- P&SM Property & Services Management

Std. T&C - Standard Terms & Conditions

NESC - National Electrical Safety Codes