

Holly C. Wallace 502-540-2309 holly.wallace@dinslaw.com

# RECEIVED

# JUN 07 2006 PUBLIC SERVICE

COMMISSION

June 6, 2006

<u>Via Federal Express</u>

Hon. Beth O'Donnell Executive Director Public Service Commission 211 Sower Blvd. Frankfort, KY 40601

## Re: In the Matter of: Petition of Ballard Rural Telephone Cooperative Corporation, Inc. for Arbitration of Certain Terms and Conditions of Proposed Interconnection Agreement with Sprint Spectrum, L.P., and SprintCom.Inc., d/b/a Sprint PCS, Case No. 2006- <u>00 249</u>

Dear Ms. O'Donnell:

I have enclosed for filing in the above-styled case the original and eleven (11) copies of the Arbitration Petition of Ballard Rural Telephone Cooperative Corporation, Inc. Please file stamp one of the enclosed copies and return it to us in the enclosed, self addressed stamped envelope.

Thank you, and if you have any questions, please call me.

Sincerely,

DINSMORE & SHOHL LLP

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Holly C. Wallace

HCW/rk

Enclosure

cc: Steven E. Watkins (w/encl.) John E. Selent, Esq. (w/o encl.) Edward T. Depp, Esq. (w/o encl.)

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Plittsburgh

## COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

Petition of Ballard Rural Telephone Cooperative Corporation, Inc. for Arbitration of Certain Terms and Conditions of Proposed Interconnection Agreement with Sprint Spectrum, L.P., and SprintCom, Inc. d/b/a Sprint PSC to the Communications Act of 1934, as Amended by the Telecommunications Act of 1996 JUN 07 2006 PUBLIC SERVICE COMMISSION

Case No. 2006-\_\_\_\_\_749

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## ARBITRATION PETITION OF BALLARD RURAL TELEPHONE COOPERATIVE CORPORATION, INC.

Ballard Rural Telephone Cooperative Corporation, Inc. ("Ballard Rural"), by counsel,

petitions the Public Service Commission of the Commonwealth of Kentucky (the "Commission") pursuant to Section 252(b)<sup>1</sup> of the Communications Act of 1934, as amended by the Telecommunications Act of 1996 (the "Act"), to arbitrate certain terms and conditions of a proposed interconnection agreement between Ballard Rural and Sprint Spectrum, L.P., and SprintCom, Inc. d/b/a Sprint PSC (collectively "Sprint").

## PARTIES

1. Petitioner Ballard Rural's full name and its official business address are as

follows:

Ballard Rural Telephone Cooperative Corporation, Inc. 159 West 2<sup>nd</sup> Street P.O. Box 209 LaCenter, KY 42056-0209

<sup>1</sup> 47 U.S.C. § 252(b)

Ballard Rural is a Kentucky non-profit corporation, and it is authorized by the Commission to provide local exchange service in Kentucky. Ballard Rural is, and at all times relevant has been, a rural local exchange carrier ("LEC") under the terms of the Act.

2. The name, address, and contact number for Ballard Rural's legal representatives in this proceeding are as follows:

John E. Selent Edward T. Depp Holly C. Wallace **DINSMORE & SHOHL LLP** 1400 PNC Plaza 500 W. Jefferson Street Louisville, KY 40202 (502) 540-2300 (Telephone) (502) 585-2207 (Facsimile)

3. Respondent Sprint's full names and its official business address are as follows:

Sprint Spectrum, L.P. SprintCom, Inc. d/b/a Sprint PCS 6391 Sprint Parkway Overland Park, Kansas 66251-6100

Sprint Spectrum, L.P. is a Delaware limited partnership, and, upon information and belief, SprintCom, Inc., d/b/a Sprint PCS is a Kansas corporation. Sprint is authorized by the Commission to provide commercial mobile radio service ("CMRS") in Kentucky. Sprint is, and at all times relevant has been, a CMRS provider under the terms of the Act.

4. The name, address, and contact number for Sprint's legal representative during

the negotiations with Ballard Rural are as follows:

Joseph M. Chiarelli, Esq. Sprint Nextel 6450 Sprint Parkway Mailstop KSOPHN0212-2A411 Overland Park, KS 66251 (913) 315-9223 (Telephone) (913) 523-9623 (Facsimile)

#### **JURISDICTION**

5. The Commission has jurisdiction over Ballard Rural's petition pursuant to section 252(b) of the Act. This petition is timely filed during the period from the 135th to the 160th day after January 1, 2006, the date on which Ballard Rural received Sprint's bona fide request for interconnection.<sup>2</sup>

#### **NEGOTIATIONS**

6. The parties agree that the statutory bona fide negotiation window began on January 1, 2006.<sup>3</sup>

7. By letter dated January 27, 2006, Ballard Rural provided Sprint with a copy of the template interconnection agreement from which negotiations would proceed.<sup>4</sup>

8. Sprint did not respond to that initial draft, and on March 14, 2006, Ballard Rural sent Sprint another template interconnection agreement, this time with the proposed traffic exchange splits, proposed reciprocal compensation rates, and proposed point of interconnection.<sup>5</sup>

9. On March 24, 2006, Sprint finally responded by requesting an electronic copy of the proposed interconnection agreement so that Sprint could redline its proposed revisions.<sup>6</sup>

Ballard Rural provided the requested electronic copy by electronic-mail on March
 27, 2006.<sup>7</sup>

<sup>3</sup> Id.

<sup>4</sup> See Ex. 2.

<sup>&</sup>lt;sup>2</sup> See Section 3.01 of Agreement, In the Matter of: Petition of BellSouth Telecommunications, Inc. Seeking Resolution of Third Party Transit Traffic Issues, attached hereto as Exhibit 1; see also January 27, 2006 letter from John E. Selent to Shelley Jones, attached hereto as Exhibit 2.

<sup>&</sup>lt;sup>5</sup> See March 14, 2006 letter from John E. Selent to Shelley Jones, attached hereto as Exhibit 3.

<sup>&</sup>lt;sup>6</sup> See March 24, 2006 e-mail from Shelley Jones to John E. Selent, attached hereto as Exhibit 4.

11. Having received no redlines from Sprint, Ballard Rural sent yet another letter to Sprint on May 15, 2006 inquiring regarding the status of Sprint's review of the proposed interconnection agreement that was electronically-mailed to Sprint on March 27, 2006.<sup>8</sup>

12. On May 24, 2006, nearly five months after the negotiation window had begun, four months after Ballard Rural sent Sprint a template interconnection agreement, and more than one week into the arbitration window, Sprint proposed very significant changes to Ballard Rural's template agreement.<sup>9</sup>

13. Due to the very significant last minute changes proposed by Sprint<sup>10</sup>, coupled with the impending close of the arbitration window, Sprint's actions have intentionally foreclosed the possibility of productive, good faith negotiations to date.

14. Given the December 31, 2006 expiration of the agreement approved by the Commission in Case No. 2003-00045, it is imperative that the parties have a valid and effective interconnection agreement by the end of this year.

## STATEMENT OF SOLE ISSUE

15. Ballard Rural's proposed draft of the interconnection agreement is attached hereto as Exhibit 9.

Ballard Rural states that its proposed draft of the interconnection agreement (Ex.
9) complies with the standards set forth in 47 U.S.C. §§ 252(c) and (e) and all applicable state law in that it meets the requirements of 47 U.S.C. § 251, including the regulations prescribed by

<sup>10</sup> See Ex. 8.

<sup>&</sup>lt;sup>7</sup> See March 27, 2006 e-mail from Holly Wallace to Shelley Jones, attached hereto as Exhibit 5.

<sup>&</sup>lt;sup>8</sup> See May 15, 2006 letter from John E. Selent to Shelley Jones, attached hereto as Exhibit 6.

<sup>&</sup>lt;sup>9</sup> See May 24, 2006 email from Shelley Jones to John E. Selent, attached hereto as Exhibit 7; see also Sprint redlined agreement, attached hereto as Exhibit 8.

the Federal Communications Commission pursuant to 47 U.S.C. § 251, and it complies with the pricing standards set forth 47 U.S.C. § 252(d).

17. Without waiving any of its rights or arguments with respect to Sprint's failure to negotiate in good faith, Ballard Rural acknowledges that Sprint's last minute changes of the proposed agreement implies the presence of a significant number of unresolved issues. Given the impending close of the arbitration window, Ballard Rural has attached an issues matrix that attempts, as much as possible, to identify all unresolved issues and Sprint's position with respect to those issues. (*See* Issues Matrix, incorporated herein by reference as if fully set forth, attached hereto as Ex. 10.) Because Sprint did not provide its significantly revised agreement until more than a week into the arbitration window, however, the only documentation arguably setting forth Sprint's position with respect to the unresolved issues is its redline of the Ballard Rural template agreement. (*See* Ex. 8.)

#### **REQUEST FOR RELIEF**

WHEREFORE, Ballard Rural respectfully requests that the Commission grant the following relief:

A. That the Commission conclude the arbitration of the unresolved issues between Ballard Rural and Sprint within nine months of January 1, 2006, the date on which Ballard Rural received the interconnection request.

B. That the Commission resolve the sole unresolved issue in favor of Ballard Rural.

C. That the Commission issue an order directing the parties to submit a final agreement reflecting all language in the attached, proposed interconnection agreement (Ex. 9).

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D. That the Commission retain jurisdiction of this arbitration until the parties have submitted an agreement for approval by the Commission in accordance with section 252(e) of the Act.

E. That the Commission further retain jurisdiction of this arbitration and the parties hereto until Sprint has complied with all implementation time frames specified in the arbitrated agreement and fully implemented the agreement.

F. That the Commission take such other and further action and order such relief as it deems appropriate under the circumstances.

Respectfully submitted this ( day of June, 2006.

John E. Selent Edward T. Depp Holly C. Wallace **DINSMORE & SHOHL LLP** 1400 PNC Plaza 500 W. Jefferson Street Louisville, Kentucky 40202 (502) 540-2300 (telephone) (502) 585-2207 (fax)

COUNSEL TO BALLARD RURAL TELEPHONE COOPERATIVE CORPORATION, INC.

## **CERTIFICATE OF SERVICE**

I hereby certify that a copy of the foregoing was served by Federal Express and electronic mail on this (A) day of June, 2006, to the following individual(s):

Joseph M. Chiarelli, Esq. (Joe.M.Chiarelli@sprint.com) Sprint Nextel 6450 Sprint Parkway Mailstop KSOPHN0212-2A411 Overland Park, KS 66251

Counsel to Sprint Spectrum, L.P. and SprintCom, Inc., d/b/a Sprint PCS

COUNSEL TO BALLARD RURAL TELEPHONE COOPERATIVE CORPORATION, INC.

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### COMMONWEALTH OF KENTUCKY BEFORE THE KENTUCKY PUBLIC SERVICE COMMISSION

In the Matter of:	)	
	)	
Petition of BellSouth Telecommunications,	)•	Case No. 2003-00045
Inc. Seeking Resolution of Third Party	)	
Transit Traffic Issues	)	

#### AGREEMENT

This Agreement is made and entered into by and between BellSouth Telecommunications, Inc. ("BellSouth"), the Commercial Mobile Radio Service ("CMRS") providers listed in Exhibit A hereto ("Signatory CMRS Providers"), and the rural independent local exchange carriers listed in Exhibit B hereto ("Rural LECs"), on their own behalf and on behalf of their past, present and future agents, employees, successors, assigns and anyone claiming for the benefit of any of them (collectively referred to as "the Parties").

Whereas, BellSouth has entered into various interconnection agreements with CMRS Providers under which BellSouth has offered and is providing intermediary tandem switching and transport services to such CMRS Providers for the delivery of CMRS Provider Traffic to the Rural LECs' networks for termination.

Whereas, under the "Kentucky Restructured Settlement Plan," BellSouth and the Rural LECs have established interconnection facilities and an interconnection point between their networks, and agreed to contractual terms and conditions pursuant to the "Kentucky Restructured Settlement Plan"; and

Whereas, by this Agreement, the Parties are agreeing to terms, as set forth herein, under which BellSouth may and shall deliver CMRS Provider Traffic, to the extent such traffic is delivered to BellSouth by the CMRS Providers, to the networks of the Rural LECs over the existing facilities referred to above.

Now, therefore, in consideration of the mutual agreements, undertakings and representations contained herein, and other good and valuable consideration, the receipt of which is hereby acknowledged, the Parties agree as follows:

1.00 Definitions

For purposes of this Agreement only, the Parties agree to utilize the definitions set forth in this Section 1.00.

1.01 "Act" refers to the Communications Act of 1934 as amended by the Telecommunications Act of 1996.

1.02 "CMRS Provider" is a telecommunications carrier providing commercial mobile radio service within the meaning of 47 C.F.R. § 20, et seq.

1.03 "CMRS Provider Traffic" is defined as Telecommunications traffic originated by a subscriber of a CMRS Provider for which BellSouth provides to a Signatory CMRS Provider intermediary tandem switching, and transport (i.e., transit functions) for delivery of such traffic to a Rural LEC for termination on the Rural LEC's network over the facilities established between BellSouth and the Rural LEC for such purposes, according to the terms of this Agreement.

1.04 "Commission" or "KPSC" means the Public Service Commission of the Commonwealth of Kentucky.

1.05 "Covered CMRS Provider Traffic" is defined as CMRS Provider Traffic of a Signatory CMRS Provider for which BellSouth generates and delivers to the terminating Rural LEC accurate industry standard call detail records identifying the originating CMRS Provider and minutes of use for such CMRS Provider Traffic (currently known as "110101 format message and billing records").

1.06 "Kentucky Restructured Settlement Plan" or "KRSP" is the Order of the Public Service Commission of the Commonwealth of Kentucky dated January 23, 1991, in Phase I of Administrative Case No. 323.

1.07 "Rural LECs" are defined as those local exchange companies ("LECs") as set forth in Exhibit B to this Agreement.

1.08 "Signatory CMRS Providers" are defined as the Commercial Mobile Radio Service Providers as set forth in Exhibit A to this Agreement.

1.09 "Telecommunications" is as defined in the Act.

2.00 Specific Terms

. . .

2.01 Pursuant to this Agreement, BellSouth may deliver, for termination, Signatory CMRS Provider Traffic to the Rural LECs' networks in the same manner, and over the same trunking facilities, as established pursuant to the KRSP Plan.

2.02 For purposes of this Agreement, Signatory CMRS Providers are limited to those CMRS providers that possess a CMRS license for CMRS service within a Major Trading Area(s) within Kentucky.

2.03 Reserved For Future Use.

2.04 BellSouth may deliver to the Rural LECs Signatory CMRS Provider Traffic for which BellSouth does not provide industry standard call detail records identifying the originating CMRS Provider and the minutes of CMRS Provider Traffic for each such provider (currently known as "110101 format message billing records") subject to all of the following terms: (a) BellSouth must establish mutually agreeable exchange of data and administrative processes with the Rural LECs to provide complete and accurate documentation of such traffic that will permit the Rural LECs to track, verify, and audit such CMRS Provider Traffic; and (b) the Rural LECs will bill BellSouth (or in those instances where the Rural LEC does not bill BellSouth, BellSouth will provide compensation through the monthly settlement process with that Rural LEC) and BellSouth shall compensate the Rural LECs in the same manner that it compensates the Rural LECs for intrastate access traffic as described in Section 2.01 above, provided, however, that the rate at which such CMRS Provider Traffic is compensated shall be \$0.027 per minute of use following the Effective Date of this Agreement and continuing through December 31, 2005. BellSouth will compensate the Rural LECs at a rate of \$0.022 per minute of use from January 1. 2006 through December 31, 2006. The Rural LECs will adjust the billing for the total traffic over the KRSP facility which is billed (or due through settlements), and due from, BellSouth to account for the minutes of CMRS Provider Traffic that is within the scope of this paragraph. BellSouth shall make payment to the Rural LECs pursuant to this Section 2.04, in immediately available U.S. funds, no later than 30 days after the invoice date. BellSouth shall continue to bill each Signatory CMRS Provider amounts due BellSouth from the Signatory CMRS Provider under the terms of the Interconnection Agreement between BellSouth and the CMRS Provider, including all effective Annexes and Attachments thereto.

2.05 The Rural LECs agree not to seek compensation from a Signatory CMRS Provider for (1) any CMRS Provider Traffic delivered by BellSouth to the Rural LECs pursuant to this Agreement; or (2) any CMRS Provider Traffic delivered by BellSouth to the Rural LECs prior to the Effective Date of this Agreement for which BellSouth compensates or has previously compensated the Rural LECs upon the same terms and conditions required of traffic terminated under the KRSP or on terms which are otherwise agreed to by the Rural LECs.

2.06 Except as required by this Agreement, BellSouth and the Signatory CMRS Providers will treat CMRS Provider Traffic, including Covered CMRS Provider Traffic, consistent with the terms of the respective interconnection agreements between BellSouth and the Signatory CMRS Providers and all effective Annexes and Attachments thereto, including, but not limited to, the network provisioning, transport, termination, and billing and collection of such traffic.

2.07 Beginning on the Effective Date of this Agreement, and ending on December 31, 2005, the Rural LECs shall invoice, and BellSouth shall make payment to the Rural LECs for Covered CMRS Provider Traffic pursuant to this Section in immediately available U.S. funds, no later than thirty (30) days after the invoice date, at a rate of \$0.025 per minute of use unless an interconnection agreement between the Signatory CMRS Provider and the Rural LEC governs pursuant to the provisions and conditions set forth in Section 2.08.Beginning on January 1, 2006, and ending on December 31, 2006, and unless an interconnection agreement between the Signatory CMRS Provider and the Rural LEC governs pursuant to the provisions and conditions set forth in Section 2.08, the Rural LECs shall invoice, and BellSouth shall make payment to the Rural LECs pursuant to this Section for Covered CMRS Provider Traffic in immediately available U.S. funds, no later than thirty (30) days after the invoice date, at a rate of \$0.015 per

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minute of use. Subject to the audit provisions set forth below in this subsection, the Signatory CMRS Providers and the Rural LECs agree to accept BellSouth's measurement of minutes of use and industry standard call detail records as the basis for the billing from and compensation to the Rural LECs for Covered CMRS Provider Traffic as set forth in this Section. Notwithstanding the foregoing, any party may request an audit of such measurements within twelve months of the applicable billing date. The Rural LECs will deduct the minutes of use for Covered CMRS Provider Traffic described in this Section from the total KRSP facility minutes of use which is billed to (or due through settlements), and due from, BellSouth. Beginning on the Effective Date of this Agreement and through the period ending on December 31, 2006, the Signatory CMRS Providers shall compensate BellSouth for Covered CMRS Provider Traffic at a rate of \$0.015 per minute of use, unless an interconnection agreement between the Signatory CMRS Provider and the Rural LEC governs pursuant to the provisions and conditions set forth in Section 2.08. BellSouth shall continue to bill each Signatory CMRS Provider amounts due BellSouth from the Signatory CMRS Provider for transit functions performed by BellSouth under the terms of the interconnection agreement between BellSouth and the Signatory CMRS Provider, including all effective Annexes and Attachments.

2.08 Nothing herein shall affect, modify, or supercede any existing interconnection agreement between a Signatory CMRS Provider and a Rural LEC. Such existing interconnection agreements shall continue in full force and effect in accordance with the existing terms and conditions contained in such agreements. Nothing herein shall affect any Party's right to seek interconnection with any carrier, including with a carrier that is a Party to this Agreement, or preclude any Party from negotiating an interconnection agreement with another Party consistent with Sections 251 and 252 of the Act. Moreover, in the event that a Signatory CMRS Provider and a Rural LEC execute an interconnection agreement after the Effective Date of this Agreement, such agreement shall supersede the rights and obligations set forth in this Agreement only to the extent the interconnection agreement specifically provides for the termination of CMRS Provider Traffic otherwise covered by this Agreement.

2.09 This Agreement applies solely to the Telecommunications traffic specifically defined within the scope of this Agreement. As such, the terms of this Agreement do not apply to any other facilities, any other traffic that is switched or transported over any other facilities, or to traffic of any carrier that is not a CMRS Provider. For any other CMRS Provider Traffic that BellSouth delivers to a Rural LEC for termination that is not covered under Sections 2.04 and 2.07 of this Agreement (i.e., traffic from a CMRS Provider that is not a signatory to this Agreement), BellSouth agrees to compensate the Rural LECs for such traffic during the term of this Agreement under the same terms and conditions as traffic terminated by BellSouth under the KRSP.

2.10 For Covered CMRS Provider Traffic, BellSouth is responsible for providing to the appropriate terminating Rural LEC accurate industry standard call detail records identifying the originating CMRS Provider and the minutes of CMRS Provider Traffic for each such provider (currently known as "110101 format message and billing records"). BellSouth will provide such records to the terminating Rural LEC not later than 60 days after such usage occurs. The Signatory CMRS Providers are responsible for providing to BellSouth complete and accurate information regarding the billing address and billing contacts for the Signatory CMRS Providers. BellSouth will provide its billing address and contact information to the Rural LECs.

2.11 The terms and conditions set forth in this Agreement only apply on and after the Effective Date of this Agreement. With respect to the Signatory CMRS Providers, BellSouth agrees not to seek any additional compensation from a Signatory CMRS Provider for any Covered CMRS Provider Traffic for which BellSouth has paid, or has agreed to pay, the Rural LECs prior to the Effective Date of this Agreement.

2.12 Any undisputed charges incurred pursuant to this Agreement that are not timely paid by BellSouth to the Rural LECs, or are not timely paid by a Signatory CMRS Provider to BellSouth, will accrue interest from the date such amounts were due at the lesser of (i) one and one-half percent (1-1/2%) per month or (ii) the highest rate of interest that may be charged under applicable law. The Parties agree that interest shall accrue and be paid on all overdue disputed amounts that are resolved in favor of the non-disputing party.

3.00 Term and Termination of the Agreement

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This Agreement will become effective on the first calendar day of the month 3.01 following KPSC approval (the "Effective Date"). This Agreement has an absolute termination date of December 31, 2006 regardless of, and in addition to, any other provisions herein under which this Agreement may be terminated by any Party. Therefore, all duties, rights, and obligations hereunder terminate on December 31, 2006. BellSouth and the Rural LECs shall commence no later than January 1, 2006 the negotiation of interconnection agreements as may be necessary to govern BellSouth's provision of transit service defining the relative rights and responsibilities between BellSouth and the Rural LBCs with respect to any continuing CMRS provider traffic terminated to the Rural LECs. In the event that any Signatory CMRS provider desires to continue to route CMRS Provider Traffic destined for the Rural LECs through BellSouth's network after the expiration of this Agreement, the Signatory CMRS provider must initiate interconnection negotiations with the Rural LECs consistent with Section 251 and Section 252 of the Act by no later than January 1, 2006. Such negotiations, which may include but are not limited to rates, terms, and conditions of interconnection between and among the Parties, shall be conducted in good faith. In the event such negotiations are unsuccessful and the Commission is asked to arbitrate any open issues, the Parties shall submit to the arbitration processes and deadlines as set forth in Section 252(b) of the Act to settle any open issues relating to interconnection and compensation arrangements between and among the Parties. For purposes of determining all deadlines related to the negotiation and arbitration pursuant to this Section, the request date for all negotiations shall be deemed to be January 1, 2006 unless the actual request date for negotiations under Section 251 and 252 of the Act is earlier. The Parties agree that this Agreement will not prejudice the negotiations in any way.

3.02 In the event of Default by a Party, as defined below in this subsection, any of the non-defaulting Parties may terminate any and all terms and conditions of this Agreement with respect to the defaulting Party provided that a non-defaulting Party seeking termination with respect to the defaulting Party notifies the defaulting Party and the KPSC and any other affected

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Party in writing of the Default, the defaulting Party does not cure the alleged Default with thirty (30) days after receipt of such written notice, and the KPSC consents to the termination. With respect to a Defaulting Party, Default is defined as: (a) that Party's material breach of any of the material terms of this Agreement, including the compensation terms; or (b) any aspect of a Party's operations or actions that are determined by a court with proper jurisdiction or the Commission to be unlawful or not authorized.

The Parties agreement to the terms and conditions of this Agreement related to the 3.03 network arrangement for CMRS Provider Traffic, including specifically, but not limited to, BellSouth's provision of tandem switching of CMRS Provider Traffic and the delivery of that CMRS Provider Traffic to the Rural LECs over the same trunks that BellSouth uses to deliver its own interexchange service traffic, and compensation arrangements between and among the Parties for the Rural LEC's termination of such CMRS Provider Traffic, is a voluntary arrangement and represents a compromise between and among the Parties for the limited purpose of this Agreement, and does not create and should not be construed to create any obligations that do not otherwise apply to any Party. Notwithstanding the terms and conditions set forth in this Agreement, each Party has the right, at its sole discretion, to modify its network (including but not limited to the right to design and deploy its own network and facilities, upgrade its network, modify its end office and tandem switching hierarchy and/or architecture, modify trunking arrangements with other carriers, install new equipment or software, maintain its network, determine and designate the tandem switch(es) which its end offices will subtend for any traffic), except that the Parties agree for the limited term during which this Agreement remains in place between and among the Parties, they will not make any such modifications which materially alter, interfere with, disrupt, or discontinue the ability of the Signatory CMRS Providers to deliver CMRS Provider Traffic to the Rural LECs via BellSouth's network. This agreement to commit to keep in place these network arrangements for the limited term of this Agreement does not affect any Party's right to modify such arrangements following the term of this Agreement.

3.04 The Parties understand and agree that this Agreement will be filed with the Commission in Docket No. 2003-00045. The Parties agree that they will support approval of this Agreement before the Commission in settlement of such Docket as it relates to the issues in this Agreement.

4.00 No Waiver

4.01 The Parties agree that this Agreement represents a voluntary arrangement and compromise between and among the Parties, including the terms and conditions for compensation, and any compensation terms hereunder should not be construed as the agreement of any Party as to the appropriateness of such level of compensation.

4.02 Nothing in this Agreement shall be construed to create legal or regulatory requirements for the Parties that do not otherwise apply. Nothing in this Agreement shall be construed as a waiver by any of the Parties of any of the rights afforded, or obligations imposed, by Sections 251 or 252 of the Act. The terms of the arrangements set forth in this Agreement shall not prejudice the outcome of any subsequent interconnection negotiations or arbitrations

between or among the Parties or any Commission arbitration.

4.03 Nothing in this Agreement shall preclude any Party from participating in any Commission proceeding or proceeding before the Federal Communications Commission ("FCC") relating to any issue, including matters specifically related to the subject matter of this Agreement or from petitioning the Commission or the FCC to resolve any issue, including matters specifically related to the subject matter of this Agreement. The Parties reach this Agreement without waiving or prejudicing any positions they have taken previously, or may take in the future, in any judicial, legislative, regulatory, or other public forum addressing any matters, including matters specifically related to, or other types of arrangements prescribed in, this Agreement.

5.00 Warranties

5.01 The Parties represent and warrant that they have the sole right and exclusive authority to execute this Agreement and to make or receive payments hereunder.

5.02 The Parties represent and warrant that they have fully read and understand the terms of this Agreement, and have freely and voluntarily executed this Agreement. The Parties represent and warrant that they enter into this Agreement without reliance upon any statement, inducement, promise or representation of the other Party or anyone else not fully expressed herein.

5.03 The Parties agree that the terms and conditions set forth herein will be made available on a nondiscriminatory basis to any CMRS Provider in Kentucky that becomes similarly situated to the Signatory CMRS Providers, provided that such similarly situated CMRS Providers agree to the terms of this Agreement. BellSouth shall provide written notice to the Rural LECs at least 30 days prior to any additional CMRS Provider becoming a party to this Agreement. This Agreement will be amended to include such additional CMRS Providers.

5.04 The Parties agree that in the event that the KPSC or the FCC renders an effective decision establishing the rights and obligations of the originating, terminating and intermediary carriers, then upon request of any Party hereto, the Parties will renegotiate all of the terms and conditions of this Agreement to be consistent with all controlling laws and regulations. In the event that the Parties are unable to reach a new agreement for alternative arrangements, the affected Parties shall petition the KPSC to determine the rights and obligations of the Parties. The effective date of any new agreement will be mutually agreed by the Parties or determined by the KPSC.

6.00 Entire Agreement and Successors in Interest

6.01 This Agreement reflects the entire agreement and understanding between the Parties with respect to the scope of the subject matters addressed herein, supersedes all prior agreements, arrangements, understandings, communications, representations or warranties, both oral and written, related to the subject matter hereof, and shall be binding upon and inure to the

benefit of the executors, administrators, personal representatives, heirs, assigns, and successors of each Party.

#### 7.00 Severability of Provisions

7.01 The Parties agree that any provision of this Agreement, which is or becomes prohibited or unenforceable in any jurisdiction shall, as to such jurisdiction, be ineffective to the extent of such prohibition or unenforceability, without invalidating the remaining provisions hereof or affecting the validity or enforceability of such provision in any other jurisdiction. In the event of the prohibition or unenforceability of any provision of this Agreement in any jurisdiction, the Parties agree to negotiate in good faith to revise such provision to accomplish the intent of the Parties in a manner permissible and enforceable within such jurisdiction.

#### 8.0 Governing Law

8.01 This Agreement including all matters of construction, validity and performance shall be governed by, and construed in accordance with, the laws of the Commonwealth of Kentucky without giving effect to the choice of law or conflicts of law provisions thereof.

#### 9.0 Additional Documents and Negotiations

9.01 The Parties agree to cooperate fully and execute any and all supplementary documents and to take all additional actions that may be necessary or appropriate to give full force and effect to the terms and intent of this Agreement, including, but not limited to, resolving any and all operational issues associated with the implementation of this Agreement.

9.02 Upon execution of this Agreement, the Parties agree to work cooperatively to identify and resolve any other issues associated with the delivery of traffic between the Parties that is within the scope of this Agreement.

#### 10.0 Counterparts

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

#### 11.0 Dispute Resolution

11.01 Any dispute between or among any of the Parties regarding the interpretation or enforcement of this Agreement, or any of its terms and conditions, shall be addressed by good faith negotiation between and among the Parties, in the first instance. Should such negotiations fail to resolve the dispute in a reasonable time, any Party to the dispute may initiate an appropriate action at the KPSC to resolve the dispute. Pending such resolution, all the terms and conditions of this Agreement shall remain in full force and effect and the Parties shall continue to perform the services described in this Agreement. IN WITNESS THEREOF, the Parties have fully executed this Agreement as of \_\_\_\_\_, 2004.

BELLSOUTH TELECOMMUNICATIONS, INC. By Title: AVP ICS Marloeting

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AMERICAN CELLULAR CORPORATION f/k/a ACC KENTUCKY LICENSE LLC Ny By: \_ Timothy J. Duffy Title: Sr. Vice President & CTO

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AT&T WIRELESS PCS, LLC, on behalf of itself and its affiliate, Tritel Communications, Inc.

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By: Jupmenn	lly
Title: Derector-industri	, Adations
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BELLSOUTH MOBILITY LLC d/b/a CINGULAR WIRELESS and BELLSOUTH PERSONAL COMMUNICATIONS LLC d/b/a CINGULAR WIRELESS

By: Micha Title: Director - sem- Notwork

SPRINT SPECTRUM L.P., on behalf of itself and SprintCom, Inc., d/b/a SPRINT PCS

By: W. Prhar Enfor `\_ Title: Vice President - External Affairs

BALLARD RURAL TELEPHONE COOPERATIVE CORP., INC. By: <u>A angen</u> Title: <u>General Manager</u>

BRANDENBURG TELEPHONE COMPANY, INC.

By:\_\_\_\_\_

Title:

DUO COUNTY TELEPHONE COOPERATIVE CORP., INC.

By:\_\_\_\_\_

Title:

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FOOTHILLS RURAL TELEPHONE COOPERATIVE CORP., INC.

Ву:\_\_\_\_\_

Title: \_\_\_\_\_

COALFIELDS TELEPHONE COMPANY, INC.

Ву:\_\_\_\_\_

Title: \_\_\_\_\_

## BALLARD RURAL TELEPHONE COOPERATIVE CORP., INC.

Ву:\_\_\_\_

Title:

BRANDENBURG TELEPHONE COMPANY, INC.

By: U Title:

DUO COUNTY TELEPHONE COOPERATIVE CORP., INC.

By:	

Title: \_\_\_\_\_

FOOTHILLS RURAL TELEPHONE COOPERATIVE CORP., INC.

· .

Ву:\_\_\_\_\_

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Title: \_\_\_\_\_

COALFIELDS TELEPHONE COMPANY, INC.

By:\_\_\_\_\_

Title: \_\_\_\_\_

### BALLARD RURAL TELEPHONE COOPERATIVE CORP., INC.

Ву:\_\_\_\_\_

Title: \_\_\_\_\_

BRANDENBURG TELEPHONE COMPANY, INC.

By: \_\_\_\_\_

Title:

DUO COUNTY TELEPHONE COOPERATIVE CORP., INC.

By: Che. C Pres Title: Frec Dice CEO.

)

FOOTHILLS RURAL TELEPHONE COOPERATIVE CORP., INC.

By:\_\_\_\_\_

Title:

COALFIELDS TELEPHONE COMPANY, INC.

By: \_\_\_\_\_

Title:

# BALLARD RURAL TELEPHONE COOPERATIVE CORP., INC.

By:\_\_\_\_\_

Title:

BRANDENBURG TELEPHONE COMPANY, INC.

Ву:\_\_\_\_\_

Title:

DUO COUNTY TELEPHONE COOPERATIVE CORP., INC.

Ву:\_\_\_\_\_

Title: \_\_\_\_\_

FOOTHILLS RURAL TELEPHONE COOPERATIVE CORP., INC.

By: In ST? 6 N Title: CEO,

COALFIELDS TELEPHONE COMPANY, INC.

Ву:\_\_\_\_\_

Title: \_\_\_\_\_

#### BALLARD RURAL TELEPHONE COOPERATIVE CORP., INC.

By:

Title: \_\_\_\_\_

BRANDENBURG TELEPHONE COMPANY, INC.

Ву:\_\_\_\_\_

Title:

DUO COUNTY TELEPHONE COOPERATIVE CORP., INC.

By: \_\_\_\_\_

Title:

FOOTHILLS RURAL TELEPHONE COOPERATIVE CORP., INC.

By:\_\_\_\_\_

Title:

COALFIELDS TELEPHONE COMPANY, INC.

By: Cane & Menheut Title: Vice President

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## HIGHLAND TELEPHONE COOPERATIVE, INC.

By: \_\_\_\_\_ Z Title:  $\angle /$ 

LOGAN TELEPHONE COOPERATIVE, INC.

By:	

Title:

MOUNTAIN TELEPHONE COOPERATIVE, INC.

By:\_\_\_\_\_

Title: \_\_\_\_\_

NORTH CENTRAL TELEPHONE COOPERATIVE, INC.

By:\_\_\_\_\_

Title:

PEOPLES RURAL TELEPHONE COOPERATIVE

Ву:\_\_\_\_\_

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Title:

## HIGHLAND TELEPHONE COOPERATIVE, INC.

By:\_\_\_\_\_

Title:

LOGAN TELEPHONE COOPERATIVE, INC.

By: <u>Hugung A. Hale</u> Title: <u>GM-Executive Vice President</u>

MOUNTAIN TELEPHONE COOPERATIVE, INC.

Ву:\_\_\_\_\_

Title: \_\_\_\_\_

NORTH CENTRAL TELEPHONE COOPERATIVE, INC.

Ву:\_\_\_\_\_

Title:

PEOPLES RURAL TELEPHONE COOPERATIVE

By:\_\_\_\_\_

Title:

HIGHLAND TELEPHONE COOPERATIVE, INC.
By:
Title:
LOGAN TELEPHONE COOPERATIVE, INC.
Ву:
Title:
MOUNTAIN TELEPHONE COOPERATIVE, INC.
By: WA Lillum
By: WA & illum Title: <u>Manager</u>
NORTH CENTRAL TELEPHONE COOPERATIVE, INC.
By:
Title:
PEOPLES RURAL TELEPHONE COOPERATIVE
Ву:
Title:

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## HIGHLAND TELÈPHONE COOPERATIVE, INC.

By:\_\_\_\_\_

Title:

## LOGAN TELEPHONE COOPERATIVE, INC.

Ву:\_\_\_\_\_

Title:\_\_\_\_\_

MOUNTAIN TELEPHONE COOPERATIVE, INC.

Ву:\_\_\_\_\_

Title: \_\_\_\_\_

NORTH CENTRAL TELEPHONE COOPERATIVE, INC.

VS-By: C Title: Presalent i CEO

## PEOPLES RURAL TELEPHONE COOPERATIVE

Ву:\_\_\_\_\_

Title:

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SOUTH CENTRAL RURAL TELEPHONE COOPERATIVE CORP., INC.

By: Title: GENERAL MANAGEDE

THACKER-GRIGSBY TELEPHONE COMPANY, INC.

Ву:\_\_\_\_\_

Title: \_\_\_\_\_

WEST KENTUCKY RURAL TELEPHONE COOPERATIVE, INC.

1

Вў:\_\_\_\_\_

Title:

1

## SOUTH CENTRAL RURAL TELEPHONE COOPERATIVE CORP., INC.

Ву:\_\_\_\_\_

Title: \_\_\_\_\_\_

THACKER-GRIGSBY TELEPHONE COMPANY, INC.

By: Kohert C. Shacker . Title: Pres.

WEST KENTUCKY RURAL TELEPHONE COOPERATIVE, INC.

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By:	
Title	2

# SOUTH CENTRAL RURAL TELEPHONE COOPERATIVE CORP., INC.

Ву:\_\_\_\_\_

Title:

THACKER-GRIGSBY TELEPHONE COMPANY, INC.

By:\_\_\_\_\_

Title: \_\_\_\_\_

WEST KENTUCKY RURAL TELEPHONE COOPERATIVE, INC.

By: 12nn 600 {... Title:

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LESLIE COUNTY TELEPHONE COMPANY , A By: ton - Corner Relations Title: <u>#5</u>

LEWISPORT TELEPHONE COMPANY

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-zab The By: Devetor Carrie Clobers Title: 1 tan

SALEM TELEPHONE COMPANY -787-By: und Director - Corner Aleta -5 Title: \_ Hern
I hereby certify that a copy of the foregoing was served on the individuals on the attached Service List by mailing a copy thereof, this 23rd day of April 2004.

t

ener Winn

#### SERVICE LIST - PSC 2003-00045

Stephen R. Byars ALLTEL Kentucky, Inc. P. O. Box 1650 Lexington, KY 40588-1650

Harlon E. Parker Ballard Rural Telephone 159 W. 2nd Street P. O. Box 209 LaCenter, KY 42056-0209

J. D. Tobin, Jr. Allison T. Willoughby Brandenburg Telephone Co. 200 Telcó Road P. O. Box 599 Brandenburg, KY 40108

John Schmoldt Gearheart Communications Co., Inc. d/b/a Coalfields Telephone Co. 5 Laynesville Road Harold, KY 41635

William W. Magruder Duo County Telephone 1021 W. Cumberland Avenue P. O. Box 80 Jamestown, KY 42629

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Thomas E. Preston Foothills Rural Telephone 1621 Kentucky Route 40W P. O. Box 240 Staffordsville, KY 41256

James Hamby Highland Telephone Cooperative, Inc. P. O. Box 119 7840 Morgan County Highway Sunbright, TN 37872

Greg Hale Logan Telephone Cooperative P. O. Box 97 10725 Bowling Green Road Auburn, KY 42206 W. A. Gillum Mountain Telephone Cooperative, Inc. 405 Main Street P. O. Box 399 West Liberty, KY 41472-0399

F. Thomas Rowland North Central Telephone 872 Highway 52 Bypass P. O. Box 70 Lafayette, TN 37083-0070

Keith Gabbard Peoples Rural Telephone P. O. Box 159 McKee, KY 40447

Daryl Wyatt South Central Rural Telephone P. O. Drawer 159 Glasgow, KY 42142-0159

Jeff Handley TDS – Telecom South East Division 9737 Cogdill Road, Suite 230 Knoxville, TN 97932-3374

William K. Grigsby Thacker-Grigsby Telephone Co. 9500 Communications Lane P. O. Box 789 Hindman, KY 41822

Trevor R. Bonnstetter West Kentucky Rural Telephone 237 N. 8th Street P. O. Box 649 Mayfield, KY 42066-0649

William R. Atkinson, Esq. Sprint 3065 Cumberland Circle, 6<sup>th</sup> Floor GAATLD0602 Atlanta, GA 30339

Hon. John N. Hughes 124 W. Todd Street Frankfort, KY 40601 Verizon Wireless Charon Harris, Esq. 1300 1 Street, N.W., Suite 400 West Washington, DC 20005

Cingular Wireless Mark J. Ashby, Esq. 5565 Glenridge Connector Suite 1700 Atlanta, GA 30342

Action Communications Robert R. Crawford Tri-State Commerce Park Building 1000 751 Country Road 989 Iuka, MS 38852

East Kentucky Network, LLC d/b/a Appalachian Wireless ATTN: Laura Phipps 355 Village Drive P. O. Box 405 Prestonsburg, KY 41653

Bluegrass Cellular, Inc. ATTN: Ron Smith, Gen. Mgr. P. O. Box 5011 2902 Ring Road Elizabethtown, KY 42701

ComScape Telecommunications, Inc. ATTN: Bhogin M. Modi 1926 10<sup>th</sup> Avenue North Suite 305 West Palm Beach, FL 33461

Nextel Partners ATTN: Brent G. Eilefson 10120 West 76th Street Eden Prairie, MN 55344

Nextel South Corporation ATTN: Bob Edgerly 2001 Edmund Halley Drive Reston, VA 20191

Carlos Carpenter Northstar Technology 1895 Highway 461 Somerset, KY 42503

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NTCH-ET, Inc. ATTN: Garry Curry 1600 Ute Avenue, Ste. 10 Grand Junction, CO 81501

T-Mobile USA Dan Menser, Esq. 12920 SE 38th Street Bellevue, WA 98006

TeleCorp Communications, Inc. ATTN: General Counsel 1010 N. Glebe Road Arlington, VA 22201

Ms. Vicki Taylor Third Kentucky Cellular Corp. d/b/a Wireless 2000 Telephone Company 1264 Standish Way Lexington, KY 40504

Tritel Communications, Inc. ATTN: Joseph Pardue 111 E. Capital Street Suite 500 Jackson, MS 39201

John E. Selent, Esq. Edward T. Depp, Esq. Dinsmore Shohl LLP 1400 PNC Plaza 500 W. Jefferson Street Louisville, KY 40202

Hon, C. Kent Hatfield Stoll, Keenon & Park 2650 Aegon Center 400 W. Market Street Louisyille, KY 40202

Hon, James Dean Liebman Leibman & Liebman 403 W. Main Street P. O. Box 478 Frankfort, KY 40602

Hon. Katherine K. Yunker Yunker & Associates P. O. Box 21784 Lexington, KY 40522-1784 Stephen G. Kraskin Steven E. Watkins Kraskin Lesse & Cosson 2120 L Street, N.W. Suite 520 Washington, DC 20037

Gary Sanchez Cingular Wireless 5565 Glenridge Connector Suite 1700 Atlanta, GA 30342

T-Mobile USA State & Local Government Affairs 12920 SE 38<sup>th</sup> Street Bellevue, WA 98006

Jeffrey J. Yost, Esq. Mary Elisabeth Naumann, Esq. Jackson Kelly PLLC 175 E. Main Street, Suite 500 P. O. Box 2150 Lexington, KY 40588

Leon M. Bloomfield, Esq. Wilson & Bloomfield LLP 1901 Harrison Street, Suite 1630 Oakland, CA 94612

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Holland N. McTyeire, V Greenebaum, Doll & McDonald, PLLC 3300 National City Tower 101 South Fifth Street Louisville, KY 40202

. . . .

Doris A. Tichenor 1086 Annis Ferry Road Morgantown, KY 42261

Hon. Martha M. Ross-Bain AT&T Suite 8100 1200 Peachtree Street Atlanta, GA 30309 .



John E. Selent 502-540-2315 john.selent@dinslaw.com

January 27, 2006

#### VIA FEDERAL EXPRESS

Ms. Shelley Jones Sprint KSOPHA0310-3B472 6330 Sprint Parkway Overland Park, KS 66251

#### *Re:* Interconnection Request; Ballard Rural Telephone Cooperative Corporation, Inc.

Dear Ms. Jones:

We are legal counsel to Ballard Rural Telephone Cooperative Corporation, Inc. We request that you direct all future communications regarding this matter to us.

Ballard Rural Telephone Cooperative Corporation, Inc. has asked us to forward you the attached, template interconnection agreement that it is willing to execute with Sprint Spectrum, L.P., and SprintCom, Inc., d/b/a Sprint PCS (collectively, "Sprint"). If this agreement is acceptable, please let us know, and we will prepare an executable version for you.

Pursuant to 47 U.S.C. § 252, *et seq.*, and section 3.01 of the CMRS transit traffic Settlement Agreement approved by the Kentucky Public Service Commission in Case No. 2003-00045 (effective May 1, 2004), Ballard Rural Telephone Cooperative Corporation, Inc. acknowledges receipt of Sprint's interconnection request on January 1, 2006. Pursuant to 47 U.S.C. § 252, *et seq.*, then, the statutory arbitration window for the parties interconnection agreement will open on May 16, 2006 and close on June 10, 2006.

If you disagree with any of the above-referenced dates, please notify us immediately.

Thank you, and we look forward to your response.

Charleston Cincinnati Columbus Dayton

Pittsburgh

Lexington Louisville

Ms. Shelley Jones January 27, 2006 Page 2

Very truly yours,



JES/lb

Enclosure

cc: Steven E. Watkins (w/ encl.) Edward T. Depp, Esq. (w/o encl.)

# Dinsmore&Shohl

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# Dinsmore & Shohlup

John E. Selent 502-540-2315 john.selent@dinslaw.com

March 14, 2006

### VIA FEDERAL EXPRESS

Ms. Shelley Jones Sprint KSOPHA0310-3B472 6330 Sprint Parkway Overland Park, KS 66251

#### Re: CMRS Agreement; Ballard Rural Telephone Cooperative Corporation, Inc.

Dear Ms. Jones:

Pursuant to the interconnection negotiations between Ballard Rural Telephone Cooperative Corporation, Inc. ("Ballard Rural") and Sprint Spectrum, L.P., and SprintCom, Inc., d/b/a Sprint PCS (collectively, "Sprint") which commenced on January 1, 2006, we are enclosing an interconnection agreement with applicable traffic distribution percentages and rates per terminating minute of use.

Please provide us with your company information as indicated in Section 14.1.2 of the enclosed agreement, and your contact information in Section 14.10. Please also let us know whether Sprint is prepared to execute this interconnection agreement with Ballard Rural.

I look forward to hearing from you with regard to this issue. Thank you.

Very truly yours,

DINSMORE & SHOHL LLP

John E ent

JES/HCW Enclosure cc: Steven E. Watkins (w/ encl.) Leon Bloomfield, Esq. (w/encl.)

Charleston Cincinnati Columbus

Dayton Lexington Louisville Pittsburgh

:

# TROXLE, MARLENE

Jones, Shelley E [NTK] [Shelley.E.Jones@sprint.com]
Friday, March 24, 2006 6:28 PM
SELENT, JOHN
KY CMRS Negotiations
Follow up
Completed

John,

Sprint Spectrum has the following hard copy draft agreements send under your signature:

Ballard Rural Telephone Cooperative Corporation, Inc. - letters dated 3/1406, 1/27/06

Duo County Telephone Cooperative Corporation, Inc. - letters dated 3/7/06, 1/27/06

Logan Telephone Cooperative, Inc. - letters dated 3/17/06, 1/27/06

West Kentucky Rural Telephone Cooperative Corporation, Inc. – letters dated 3/15/06, 2/10/06, and 2/1/06.

After reviewing the agreements mentioned above, Sprint has determined that each would require some modification to certain sections. Sprint would like to provide its modifications in tracking mode in a soft copy. In order to expedite the negotiation process it would be helpful to have a soft copy of the appropriate agreement each company is offering.

Please send soft copies directly to me via email. Thank you.

Shelley Jones

Interconnection - Access Solutions

MS: KSOPHA0310-3B472

6330 Sprint Parkway

Overland Park, KS 66251

913.762.4463

913.762.0117 fax

## WALLACE, HOLLY

From:	WALLACE, HOLLY
Sent:	Monday, March 27, 2006 3:47 PM
То:	'shelley.e.jones@sprint.com'
Cc:	Depp,Tip; SELENT, JOHN; Steven Watkins
Subject:	CMRS Agreement between Ballard Rural and Sprint
Attachments	: 108282_1.DOC

Ms. Jones,

Pursuant to your recent email to John E. Selent, attached please find an electronic copy of the proposed CMRS interconnection agreement between Ballard Rural Telephone Cooperative Corporation, Inc. and Sprint. This electronic copy is identical to the hard copy of the agreement that we sent you on March 14, 2006.

We look forward to receiving your response to the proposed agreement. Thank you.

- Holly

# Dinsmore Shohlur

ATTORNEYS

#### Holly C. Wallace Attorney

1400 PNC Plaza, 500 W. Jefferson St.; Louisville, KY 40202 Phone: (502) 540-2309; Fax: (502) 585-2207 holly.wallace@dinslaw.com; www.dinslaw.com

Assistant: Rosie Kirkpatrick Name (502) 540-2346; rosie.kirkpatrick@dinslaw.com



John E. Selent 502-540-2315 john.selent@dinslaw.com

May 15, 2006

#### VIA FEDERAL EXPRESS

Ms. Shelley Jones Sprint KSOPHA0310-3B472 6330 Sprint Parkway Overland Park, KS 66251

#### **Re:** Interconnection Negotiations

Dear Ms. Jones:

We are counsel to Ballard Rural Telephone Cooperative Corporation ("Ballard Rural"). The purpose of this letter is to inquire regarding the status of your review of the proposed interconnection agreement that we last sent to you on March 27, 2006.

As you know, the CMRS agreement ("Agreement") approved in Kentucky Public Service Commission Case No. 2003-00045 expires by its terms on December 31, 2006. Accordingly, if Sprint Spectrum, L.P. and SprintCom, Inc., d/b/a Sprint PCS ("Sprint") desires to exchange traffic with Ballard Rural after that date, Sprint needs to execute an interconnection agreement with Ballard Rural. If Sprint does not have an appropriate interconnection agreement with Ballard Rural as of January 1, 2007, Sprint will not be permitted to terminate traffic to Ballard Rural at and after that time.

Given that the arbitration window opens on May 16, 2006 and closes on June 10, 2006, we look forward to your prompt response.

Thank you.

Very truly yours,

DINSMORE & SHOHL LLP JohnE lent

Sprint May 15, 2006 Page 2

JES/bmt

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cc: Steven E. Watkins Holly C. Wallace, Esq. Edward T. Depp, Esq.

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Dinsmore&Shohlup

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#### **TROXLE, MARLENE**

From: Sent: To: Cc: Subject:	Jones, Shelley E [NTK] [Shelley.E.Jones@sprint.com] Friday, May 12, 2006 6:01 PM Jones, Shelley E [NTK]; Depp,Tip SELENT, JOHN; sewatkins@independent-tel.com; WALLACE, HOLLY RE: Logan-Sprint CMRS ICA		
Follow Up Flag: Flag Status:	Follow up Completed		
Attachments:	Logan-Sprint CMRS ICA RL.doc		
Logan-Sprint CMRS ICA RL.doc ( I have reviewed the bulk of the interconnection and reciprocal compensation sections and provided redlines in tracking mode. There are some sections containing mostly legal language that have not been review by Sprint legal yet			
Please let me know when you would be available to review the Sprint changes with me.			
Thank you,			
Shelley Jones Interconnection - Access Solutions MS: KSOPHA0310-3B472 6330 Sprint Parkway			

6330 Sprint Parkway Overland Park, KS 66251 913.762.4463 913.762.0117 fax

----Original Message-----From: Jones, Shelley E [NTK] Sent: Friday, May 12, 2006 1:05 PM To: 'Depp, Tip' Cc: SELENT, JOHN; sewatkins@independent-tel.com; WALLACE, HOLLY Subject: RE: Logan-Sprint CMRS ICA

I am redlining the draft interconnection agreement and will have it to you shortly. My intent, unless advised otherwise, is to email it to the recipients of this email.

I was unable to local Logan's General/Local Exchange tariff on Telview. Please send me a hard or soft copy of the pages that list the local calling areas of Logan's exchanges.

Thank you,

Shelley Jones Interconnection - Access Solutions MS: KSOPHA0310-3B472 6330 Sprint Parkway Overland Park, KS 66251 913.762.4463 913.762.0117 fax ----Original Message-----From: Depp,Tip [mailto:tip.depp@dinslaw.com] Sent: Monday, March 27, 2006 1:44 PM To: Jones, Shelley E [NTK]

Cc: SELENT, JOHN; sewatkins@independent-tel.com; WALLACE, HOLLY Subject: Logan-Sprint CMRS ICA

Ms. Jones,

Pursuant to your recent request to John E. Selent, we have attached an electronic copy of the proposed CMRS interconnection agreement between Logan Telephone Cooperative, Inc. and Sprint.

Please note that we had previously inquired as to the relationship between NPCR, Inc. and the Sprint entities identified on the attached, draft agreement. Can you please explain that relationship? Logan Telephone has an existing interconnection agreement with NPCR, Inc., and it may be possible for Sprint to continue operating pursuant to the terms of that agreement.

Thank you.

-Tip

Edward T. Depp Dinsmore & Shohl LLP 1400 PNC Plaza 500 W. Jefferson St. Louisville, KY 40202 Direct Dial: 502-540-2347 Cell: 502-599-5731 Fax: 502-585-2207 tip.depp@dinslaw.com www.dinslaw.com NOTICE: This electronic mail transmission from the law firm of Dinsmore & Shohl may constitute an attorney-client communication that is privileged at law. It is not intended for transmission to, or receipt by, any unauthorized persons. If you have received this electronic mail transmission in error, please delete it from your system without copying it, and notify the sender by reply e-mail, so that our address record can be corrected.

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spcs0512

# AGREEMENT

# for

# FACILITIES-BASED NETWORK INTERCONNECTION FOR TRANSPORT AND TERMINATION OF TELECOMMUNICATIONS TRAFFIC and RECIPROCAL COMPENSATION

# CMRS-LEC AGREEMENT

Between

ABC Telephone Company<u>Ballard Rural Telephone Cooperative</u> <u>Corporation, Inc.Logan Telephone Cooperative, Inc.</u>

and

CMRS Provider Sprint Spectrum, L.P., and SprintCom, Inc., d/b/a Sprint PSC

### spcs 0512

# **Table of Contents**

#### INTRODUCTION

RECITALS

- 1.0 Definitions
- 2.0 Interpretation and Construction
- 3.0 Scope
- 4.0 Service Agreement
  - 4.1 Methods of Interconnection
  - 4.2 Service Arrangements
  - 4.3 Signaling
- 5.0 Compensation Arrangements
  - 5.1 Subject Traffic
  - 5.2 Rate Structure
  - 5.3 Non-Recurring Charges
  - 5.4 Inter-MTA Traffic
  - 5.5 Traffic Distribution
- 6.0 Notice of Changes
- 7.0 General Responsibilities of the Parties
- 8.0 Effective Date, Term, and Termination
- 9.0 Cancellation Charges
- 10.0 Indemnification
- 11.0 Limitation of Liability
- 12.0 Compliance with Laws and Regulations
- 13.0 Disclaimer of Representations and Warranties
- 14.0 Miscellaneous
  - 14.1 Authorization
  - 14.2 Disclaimer of Agency; No Third Party Beneficiaries; Independent Contractor
  - 14.3 Force Majeure
  - 14.4 Treatment of Proprietary and Confidential Information
  - 14.5 Choice of Law
  - 14.6 Taxes
  - 14.7 Assignability
  - 14.8 Billing and Payment; Disputed Amounts
  - 14.9 Dispute Resolutions
  - 14.10 Notices
  - 14.11 Joint Work Product
  - 14.12 No License
  - 14.13 Survival
  - 14.14 Entire Agreement
  - 14.15 Non-Waiver
  - 14.16 Publicity and Use of Trademarks or Service Marks
  - 14.17 Severability
  - 14.18 Counterparts
  - 14.19 Modification, Amendment, Supplement, or Waiver
  - 14.20 Change in Law
- APPENDIX A

APPENDIX B

#### AGREEMENT FOR FACILITIES-BASED NETWORK INTERCONNECTION FOR TRANSPORT AND TERMINATION OF TELECOMMUNICATIONS TRAFFIC (CMRS-LEC AGREEMENT)

Pursuant to this CMRS-LEC Agreement for Facilities-Based Network Interconnection for Transport and Termination of Telecommunications Traffic, Logan Telephone Cooperative, Inc. ABC Telephone CompanyBallard Rural Telephone Cooperative Corporation, Inc., ABC RuralLoganABC") and CMRS Provider, Inc. Sprint Spectrum, L.P. and SprintCom, Inc., d/b/a Sprint PCS (collectively "XYZ" Sprint") will extend certain network arrangements to one another as specified below.

#### Recitals

WHEREAS, XYZSprint is a Commercial Mobile Radio Services ("CMRS") provider licensed by the Federal Communications Commission ("FCC") to provide CMRS; and

WHEREAS, <u>ABCBallardLogan Rural</u> is a Local Exchange Carrier ("LEC") providing telecommunications services in the Commonwealth of Kentucky; and

WHEREAS, the Parties desire to interconnect their respective CMRS and LEC network facilities for the purpose of delivery of specific traffic for transport and termination on the other Party's network; and

WHEREAS, the Parties are entering into this Agreement to set forth the respective obligations and the terms and conditions under which they will interconnect their networks and provide services as set forth herein.

NOW, THEREFORE, in consideration of the mutual provisions contained herein and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, ABCBallardLogan Rural and XYZSprint hereby agree as follows:

#### 1.0 DEFINITIONS

As used in this Agreement, the following terms shall have the meanings specified below in this Section 1.0. Any term used in this Agreement that is not specifically defined shall have the meaning ascribed to such term in the Communications Act of 1934, as amended. If no specific meaning exists for a specific term used in this Agreement, then normal usage in the telecommunications industry shall apply.

1.1 "Act" means the Communications Act of 1934, as amended.

1.2 "Affiliate" is As Defined in the Act.

1.3 "Agreement" means this Agreement for Facilities-Based Network Interconnection for Transport and Termination of Telecommunications Traffic (CMRS-LEC Agreement), together with all appendices, exhibits, schedules, and other attachments hereto.

1.4 "Central Office Switch" means a switch used to provide Telecommunications Services, including, but not limited to:

(a) "End Office Switches" which are used to terminate lines from individual

stations for the purpose of interconnection to each other and to trunks; and

(b) "Tandem Office Switches" which are used to connect and switch trunk circuits between and among other Central Office Switches.

A Central Office Switch may also be employed as a combination End Office/Tandem Office Switch.

1.5 "Commercial Mobile Radio Service" or "CMRS" means Commercial Mobile Radio Service as defined in Part 20 of the FCC's Rules.

1.6 "Commission" means the Kentucky Public Service Commission.

1.7 "Common Channel Interoffice Signaling" or "CCIS" means the signaling system, developed for use between switching systems with stored-program control, in which all of the signaling information for one or more groups of trunks is transmitted over a dedicated high-speed data link rather than on a per-trunk basis and, unless otherwise agreed by the Parties, the CCIS used by the Parties shall be Signaling System Seven ("SS7").

1.8 "DS1" is a digital signal rate of 1.544 Mbps (MEGA Bits Per Second).

1.9 "DS3" is a digital signal rate of 44.736 Mbps.

1.10 "FCC" means the Federal Communications Commission.

1.11 "Information Service" is as defined in the Act.

1.12 "Interconnection" for purposes of this Agreement is the linking of the XYZSprint and ABCBallardLogan Rural-networks for the delivery of traffic.

1.13 "Interconnection Point" or "IP" is a demarcation point on the incumbent network of ABCBallardLogan Rural between networks where the delivery of traffic from one Party to the other Party takes place pursuant to this Agreement.

1.14 "Interexchange Carrier" or "IXC" means a carrier that provides, directly or indirectly, interLATA or intraLATA Telephone Toll Services.

1.15 "Inter-MTA Traffic" is: <u>CMRS outbound or inbound traffic that originates on one</u> <u>Party's network in one MTA and terminates on the other Party's network in a different MTA (a) traffic</u> originated by a CMRS end user of XYZ<u>Sprint</u> in one MTA and terminated to an end user of <u>ABCBallardLogan Rural</u> in another MTA; or (b) traffic originated by an end user of ABC<u>BallardLogan</u> <u>Rural</u> in one MTA and terminated to an end user of XYZ<u>Sprint</u> in another MTA. Inter-MTA Traffic is subject to ABC<u>BallardLogan Rural</u> originating and terminating Switched Exchange Access Service charges.

1.16 "Local Exchange Carrier" or "LEC" is as defined in the Act.

1.17 "Major Trading Area" or "MTA" means Major Trading Area as defined in Section 24.202(a) of the FCC's rules.

1.18 "Multifrequency" means a signaling system for use between switching systems which uses a method of sending pulses over a circuit by using one pair of tones from a total set of five tones to encode each digit. Not used in this draft.

1.19 "NXX" means a three-digit <u>exchange or central</u> code valid within an area code<u></u>, which appears as the first three digits of a seven-digit telephone number with the exception of the special 500, 600, 700, 800, and 900 codes and other similar special codes that may come into common usage in the future.

1.20 "Party" means either ABC<u>BallardLogan Rural</u>or XYZ<u>Sprint</u>, and "Parties" means ABCBallardLogan Rural and XYZSprint.

1.21 "Rate Center" means the specific geographic point ("Vertical and Horizontal" or "V & H" coordinates) and corresponding geographic area which are associated with one or more particular NPA-NXX codes which have been assigned to a LEC for its provision of basic exchange telecommunications services. The "rate center point" is the finite geographic point identified by a specific V & H coordinate which is used to measure distance-sensitive end user traffic to/from the particular NPA-NXX designations associated with the specific Rate Center. The "rate center area" is the exclusive geographic area identified as the area within which the LEC provides basic exchange telecommunications service bearing the particular NPA-NXX designations associated with the specific Rate Center. The "rate center area" is the exclusive geographic area identified as the area within which the LEC provides basic exchange telecommunications service bearing the particular NPA-NXX designations associated with the specific Rate Center. The Rate Center point must be located within the Rate Center area. The use by a CMRS provider of a Rate Center V & H for mobile CMRS services does not necessarily indicate the location of the CMRS mobile user.

1.22 "Subject Traffic" is telecommunications traffic that is subject to Section 251(b)(5) of the Act<u>and</u>. With respect to network interconnection between a CMRS licensee and a LEC, Subject Traffic is defined as traffic which is originated originates on the network by an end user of one Party and terminates to on the network an end user of the other Party within the same Major Trading Area ("MTA"), provided that the end user of XYZSprint is a two-way CMRS customer and the traffic is delivered by either Party over the connecting facilities covered by this Agreement. Subject Traffic is defined under this Agreement only for the purpose of defining the scope of traffic that is subject to compensation pursuant to 47 C.F.R. § 51.701(e) of the FCC's rules. The definition and use of the term Subject Traffic for purposes of this Agreement has no effect on the definition of local traffic or the geographic area associated with local calling under either Party's respective end user service offerings.

1.23 "Telecommunications" is as defined in the Act.

1.24 "Telecommunications Carrier" is as defined in the Act.

1.25 "Termination" is, with respect to the Subject Traffic delivered by one Party to the other Party over the facilities established pursuant to this Agreement, the switching of <u>Subjectsuch</u> traffic at the terminating carrier's end office switch, or equivalent facility, and delivery of such traffic to the called party's premises.

1.26 "Transport" is, with respect to the Subject Traffic delivered by one Party to the other Party over the facilities established pursuant to this Agreement, the transmission and any necessary tandem switching of such telecommunications<u>Subject</u> traffic from the interconnection point between the two carriers to the terminating carrier's end office switch that directly serves the called party, or equivalent facility provided by a carrier other than an incumbent LEC.

#### 2.0 INTERPRETATION AND CONSTRUCTION

2.1 All references to Sections, Exhibits, Appendices, and Schedules shall be deemed to be references to Sections of, and Exhibits, Appendices, and Schedules to, this Agreement unless the context shall otherwise require. The headings of the Sections and the terms are inserted for convenience of references only and are not intended to be a part of or to affect the meaning of this Agreement. Unless the context shall otherwise require, any reference to any agreement, other instrument (including XYZSprint's, ABCBallardLogan-Rural's or other third party offerings, guides or practices), statute, regulation, rule or tariff is for convenience of reference only and is not intended to be a part of or to affect the meaning of rule or tariff as amended and supplemented from time to time (and, in the case of a statute, regulation, rule or tariff, to any successor provision).

2.2 The Parties acknowledge that some of the services, facilities, or arrangements described herein reference the terms of federal or state tariffs of the Parties. Each Party hereby incorporates by reference those provisions of any tariff that governs any terms specified in this Agreement. If any provision contained in this main body of the Agreement and any Appendix hereto cannot be reasonably construed or interpreted to avoid conflict, the provision contained in this main body of this Agreement shall prevail. If any provision of this Agreement and an applicable tariff cannot be reasonably construed or interpreted to avoid conflict, the Parties agree that the provision contained in this main between the Parties.

#### 3.0 SCOPE

3.1 This Agreement sets forth the terms, conditions and prices under which the Parties agree to interconnect the CMRS network of XYZSprint and the LEC network of ABCBallardLogan <u>Rural</u> for the purposes of delivering certain types of traffic within the scope of this Agreement specifically including:

3.1.1 CMRS to LEC Subject Traffic that is: (a) originated on the CMRS network of XYZSprint; (b) delivered to the ABCBallardLogan -Rural-network over the facilities comprising the Interconnection established pursuant to this Agreement; and (c) terminated on the incumbent LEC network of ABCBallardLogan; Rural;

3.1.2 LEC to CMRS Subject Traffic that is: (a) originated on the incumbent LEC network of ABC<u>BallardLogan-Rural</u>; (b) delivered to <u>XYZSprint</u> over the facilities comprising the Interconnection established pursuant to this Agreement; and (c) terminated on the CMRS network of XYZSprint;

3.1.3 Inter-MTA Traffic that is: (a) originated on the network of one Party; (b) delivered to the other Party <del>over the facilities comprising the Interconnection</del>-pursuant to this Agreement; and (c) terminated on the network of the other Party.

3.2 This Agreement provides for specific compensation between the Parties for <u>a)</u> the Transport and Termination of Subject Traffic on each Party's network as set forth in this Agreement <u>and b) the transport and termination of InterMTA Traffic</u>. These specific <u>compensation</u> provisions for compensation for the Transport and Termination of Subject Traffic do not apply to any other types of traffic or in any other geographic area.

3.3 Subject Traffic does not include: (a) Inter-MTA Traffic discussed in Section 5.4; (b) traffic that either Party originates to, or terminates from, an interexchange carrier regardless of the originating and terminating end points of a call; or (c) traffic that ABC<u>BallardLogan Rural</u> originates to, or terminates from, any carrier over facilities and/or service arrangements that the carrier has

obtained pursuant to an access service arrangement regardless of the originating and terminating points of a call. All traffic that ABC<u>Ballard RuralLogan</u> originates to, or terminates from, an interexchange carrier will be subject to access charges to be retained by ABC<u>Ballard RuralLogan</u>. There will be no sharing of access charge revenue that ABC<u>Ballard RuralLogan</u> bills either interexchange carriers or any other carriers that obtain access services from ABC<u>Ballard RuralLogan</u>. <u>RuralLogan</u>. There will be no access services provided jointly between the Parties pursuant to this Agreement.

3.4 This Agreement only applies with respect to the traffic delivered over the facilities comprising the Interconnection arrangement(s) between the Parties. This Agreement only applies to traffic originated by XYZ<u>Sprint</u>'s CMRS mobile users that are located within the wireless service area of XYZ<u>Sprint</u> defined as the set of counties as set forth in Appendix C. The terms of this Agreement including, but not limited to, traffic distribution and the proportions of minutes of use that are Subject Traffic and Inter-MTA Traffic are directly related to and dependent on the specific service area of XYZ<u>Sprint</u>.

3.5 Compensation for the Transport and Termination of Subject Traffic applies only to traffic associated with the provision of local exchange carrier services by ABC<u>Ballard RuralLogan</u> for which ABC<u>Ballard RuralLogan</u> has tariff authority to provide and to traffic associated with the provision of two-way CMRS by XYZ<u>Sprint</u>. Neither Party shall provide an intermediary or transit traffic function for the other Party's connection of its end users to the end users of a third party telecommunications carrier without the consent of all parties and without the establishment of mutually agreeable terms and conditions governing the provision of the intermediary functions. This Agreement does not obligate either Party to utilize any intermediary or transit traffic function of the other Party. Traffic associated with fixed wireless services of XYZ<u>Sprint</u> is specifically excluded from this Agreement. This Agreement does not apply to traffic originated or terminated on third party networks or to any other traffic not specifically identified in this Section 3.0.

3.6 Connecting facilities that may be established pursuant to this Agreement shall not be used by either Party to deliver any other traffic not specifically allowed under this Agreement in this Section 3.0. It will constitute a default of this Agreement for a Party to deliver, over the connecting network facilities, any traffic other than the traffic that is within the scope of this Agreement as specifically identified in this Section 3.0.

3.7 This Agreement has no effect on the definition of end user services that either Party offers to its end user customers, the services either Party chooses to offer to its respective end user customers, the rate levels or rate structures that either Party charges its end users for services.

### 4.0 SERVICE AGREEMENT INTERCONNECTION AND TRAFFIC EXCHANGE

### 4.1 Methods of Interconnection.

4.1.1 The Parties agree to <u>directly</u> interconnect their respective networks<u>at an</u> interconnection point identified in Appendix A when traffic volumes warrant, within the incumbent LEC service area of ABC<u>Ballard RuralLogan</u> at one or more Interconnection Points ("IPs") as established by ABC<u>Ballard RuralLogan</u>. Interconnection will be provided through an appropriate ABC<u>Ballard RuralLogan</u> tandem switching office. The IP(s) will be set forth in Appendix A. ABC<u>Ballard RuralFor such direct interconnection, Logan</u> shall make available, to XYZ<u>Sprint</u> at the

January 9, 2006 DRAFT-FOR DISCUSSION PURPOSES PAGE 6 OF 48<u>17</u>

IP(s), trunks over which XYZSprint can terminate traffic described in Section 3.1 and Appendix A. XYZSprint shall make available, to ABCBallard\_RuralLogan at the IP(s), trunks over which ABCBallard\_RuralLogan can terminate traffic described in Section 3.1 and Appendix A. Each Party shall be financially responsible for the facilities on its side of the IP. By mutual agreement, the Parties may interconnect on a bi-directional basis using either one-way or two-way trunk groups between the Parties' networks. All interconnecting facilities will be at a minimum of a DS1 level, multiple DS1 level, or DS3 level and will conform to industry standards. This Agreement does not apply to, and interconnection pursuant to this Agreement cannot be used for, traffic originated or terminated on third party networks. All methods of interconnection are subject to the compensation structure set forth in Section 5.0 and Appendix B.

4.1.2 Indirect Interconnection. XYZ<u>Sprint</u> shall be permitted to use a third party carrier's facilities for purposes of establishing interconnection indirectly with ABC<u>Ballard RuralLogan</u> at the IP(s). In such case, on behalf of XYZ<u>Sprint</u>, the third party carrier will connect dedicated facilities with ABC<u>Ballard RuralLogan</u> at the IP(s). XYZ<u>Sprint</u> shall be responsible for the payment to any third party carrier for any charges associated with the facilities. <u>The Parties are currently exchanging Subject Traffic indirectly through a non-party tandem switch and may continue to exchange traffic, including any overflow traffic when directly interconnected, indirectly at a tandem switch owned by a non-party to which the Parties are both connected.</u>

4.2 <u>Traffic ExchangeService Arrangement</u>. This Agreement provides for the following interconnection arrangement between the Parties for the purpose of delivery by one Party of specific traffic for Transport and Termination on the other Party's network.

4.2.1 The service arrangement involves trunk side connection to appropriate ABC<u>Ballard-RuralLogan</u> tandem switching offices. Under this arrangement, the interconnection facility acts like an interoffice trunk. The trunk service arrangement can by mutual agreement be used as a two-way service for originating and terminating traffic between the Parties' respective networks. This Agreement does not apply to, and the trunk service arrangement cannot be used for traffic originated or terminated on third party networks. Sprint shall only deliver traffic over the direct interconnection to valid NXX codes associated with Logan end offices.

4.2.1.1 For traffic terminating on ABC<u>Ballard RuralLogan</u>, the trunk service arrangement may be used by XYZ<u>Sprint</u> to deliver traffic for termination to valid NXX codes associated with ABC<u>Ballard RuralLogan</u> end offices that subtend the specific tandem office to which the Type 2A interconnection is made.

4.2.2 Logan shall only deliver traffic over the direct interconnection to valid NXX codes associate with Sprint switches in MTA 26.

4.2.1.2 Based on the specific ABC<u>Ballard RuralLogan</u> local service area of the originating ABC<u>Ballard RuralLogan</u> end user, the trunk service arrangement may be used by ABC<u>Ballard RuralLogan</u> to deliver traffic only to designated NPA-NXXs of XYZ<u>Sprint</u> for which the associated rate center (as determined by V&H coordinates) is within the specific ABC<u>Ballard RuralLogan</u> local service area of the originating ABC<u>Ballard RuralLogan</u> end user. ABC<u>Ballard RuralLogan</u> local service area set forth in ABC<u>Ballard RuralLogan</u>'s intrastate local service tariff.

4.2.3 The Parties recognize that some of the traffic to be exchanged under this Agreement may be destined for telephone numbers that have been ported. Where traffic to be exchange under this Agreement is destined for telephone numbers that have, in turn, been ported and when more than one carrier is involved in completing that traffic, the N-1 carrier has the responsibility to determine if a query is required, to launch the query, and to route the call to the appropriate switch or network in which the telephone number resides. <u>4.2.4 If a Party does not fulfill its N-1 carrier responsibility (the "Non-Querying Party"), the other Party (the "Querying Party") shall perform default LNP queries on calls to telephone numbers with portable NXXs received from the Non-Querying Party and route the call to the appropriate switch or network in which the telephone number resides. The Non-Querying Party shall be responsible for payment of all charges assessed by the Querying Party as identified in Schedule III for "Default Query Service" including any reciprocal compensation assessed by the third party terminating carrier and/or transit charges assessed by a third party tandem provider.</u>

<u>4.2.5 Nothing in this Agreement shall prohibit Sprint from enlarging its CMRS</u> network through management contracts with third parties for the construction and operation of a <u>CMRS system under the Sprint brand name</u>. Traffic originating on such extended networks shall be treated as Sprint traffic under the terms and conditions of this Agreement, and such third parties shall be treated as agents of Sprint PCS under this Agreement.

4.2.1.3 The delivery of traffic pursuant to Subsections 4.2.1.1 and 4.2.1.2 does not create legal or regulatory obligations for either Party that do not otherwise apply.

4.2.1.4 The delivery of traffic pursuant to Section 4.2.1.2 and the designation of rate center V & H coordinates by XYZ<u>Sprint</u> for NPA-NXX numbers assigned to XYZ<u>Sprint</u>'s mobile CMRS customers does not necessarily affect or determine the services offered by ABC<u>Ballard-RuralLogan</u> or XYZ<u>Sprint</u>, the services provided to end users by either Party, the rate structure applied to services provided to end users by either Party, or the rates charged to end users by either Party for the services either Party provides. Any end user service or traffic delivery application by either Party based on designation of rate center V & H coordinates for the NPA-NXX numbers assigned by XYZ<u>Sprint</u> to its mobile CMRS customers does not create legal or regulatory obligations for either Party that do not otherwise apply. <u>See 3.7</u>

Signaling. SS7 connectivity will be provided in accordance with prevailing industry 4.3 standards. The Parties agree to cooperate on the exchange of all appropriate SS7 messages for originating carrier identification, local call set-up, including ISDN User Part ("ISUP") and Transaction Capability User Part ("TCAP") messages to facilitate full interoperability of all CLASS features and functions between their respective networks. Any other SS7 message services to be provided using TCAP messages (such as database queries) will be jointly negotiated and agreed upon. All SS7 signaling parameters will be provided in conjunction with traffic trunk groups, where and as available. These parameters include, but are not limited to, originating Carrier Identification Code, Automatic Number Identification ("ANI"), Initial Address Message ("IAM"), Calling Party Number ("CPN"), Privacy Indicator, calling party category information, charge number, and the Jurisdictional Indicator Parameter ("JIP") containing a Local Exchange Routing Guide ("LERG") assigned NPA-NXX indentifying the origiating originating switch of calls originating from Local Number Portability capable switches, etc. All parameters related to network signaling information will also be provided, such as XYZSprintCarrier Information Parameter ("CIP"), wherever such information is needed for call routing and billing. Each Party will honor all Privacy Indicators as required under applicable law. XYZSprint must interconnect, directly or indirectly, with the ABCBallard RuralLogan Signal Transfer Points ("STPs") serving the Telecommunications in which Telecommunications Traffic and Inter-MTA Traffic will be exchanged. XYZSprint may choose a third-party SS7 signaling provider to transport signaling messages to and from ABCBallard RuralLogan's SS7 network. In that event, the third-party provider must present a letter of agency to ABCBallard RuralLogan authorizing the third party to act on behalf of XYZSprint in transporting SS7 messages to and from ABCBallard The third-party provider for XYZSprint must interconnect with the ABCBallard RuralLogan.

January 9, 2006 DRAFT-FOR DISCUSSION PURPOSES PAGE 8 OF 48<u>17</u>

<u>RuralLogan</u> STP(s) serving the geographic area in which the traffic exchange trunk groups are the direct interconnection is located. Where SS7 signaling is not available, in-band signaling shall be used in accordance with accepted industry standards.

#### 5.0 COMPENSATION ARRANGEMENTS

5.1 Subject Traffic. Each Party shall pay the other Party for Transport and Termination of Subject Traffic that either Party delivers to the other Party's network pursuant to the provisions of this Agreement. These charges and rates do not apply to any other types of traffic or for traffic delivered in any other areas other than those set forth in this Agreement and described in Appendix A.—The Parties agree that ABC<u>Ballard-RuralLogan</u> will not provide any compensation to XYZ<u>Sprint</u> for traffic associated with one-way CMRS, including paging services, provided by XYZ<u>Sprint</u>.

5.2 Rate Structure. An IP(s) will be established between the Parties' networks as specified in Appendix A for the delivery of traffic described in Section 3.1. XYZ<u>Sprint</u> must obtain special access from ABC<u>Ballard RuralLogan</u> subject to the rates, terms and conditions contained in ABC<u>Ballard RuralLogan</u>'s intrastate access tariff for the purpose of connection between the IP(s) and ABC<u>Ballard RuralLogan</u>'s applicable tandem office. These connecting facilities are set forth in Appendix A. ABC<u>Ballard RuralLogan</u> will charge special access from the applicable ABC<u>Ballard RuralLogan</u> will charge special access from the applicable ABC<u>Ballard RuralLogan</u> will charge special access from the applicable ABC<u>Ballard RuralLogan</u> will charge special access from the proportionate share of the total usage of the facilities that is related to Subject Traffic originated by ABC<u>Ballard RuralLogan</u>. The Parties agree that call termination rates as set forth in Appendix A will apply symmetrically and reciprocally on a per-minute of use basis for the termination of Subject Traffic covered by this Agreement. The Parties further agree to charge a single, combined, per-minute rate which encompass charges for transport, termination, and tandem switching.

For any specific IP, a single, combined, per-minute rate, as specified in Appendix B, will apply which encompasses total compensation for Transport, call Termination and any other facilities utilized to terminate Subject Traffic on the other Party's respective network.

5.3 Non-Recurring Charges. XYZSprint agrees to the non-recurring fees as set forth in Appendix B for any additions to, or added capacity for, special access connecting facilities. For purposes of billing compensation for Subject Traffic, billed minutes will be based upon conversation time. Conversation time will be determined from actual usage recordings. For terminating local calls, usage begins when the terminating recording switch receives answer supervision. The measurement of terminating call usage ends when the switch receives or sends a release message, whichever occurs first. Usage shall be measured in minutes, or fractions thereof, and not rounded-up on a per call basis, but accumulated over the billing period.

5.4 Inter-MTA Traffic. The specific compensation arrangements set forth in this Agreement for Subject Traffic are not applicable to Inter-MTA Traffic described in Section 3.1.3. XYZ<u>Sprint will provide compensation to ABCBallard RuralLogan</u> for originating and terminating Inter-MTA Traffic will be compensated for according to the terms and conditions of ABC<u>Ballard RuralLogan</u>'s applicable federal and state access tariffs. Even though there may be some land-to-mobile Inter-MTA Traffic, the Parties will presume, for purposes of this Agreement, that there will be no land-to-mobile Inter-MTA Traffic exchanged between the Parties over the connecting facilities established pursuant to this Agreement.

5.4.1 <u>The Parties have agreed to use a traffic factor as specified in Appendix A to</u> <u>estimate the amount of traffic that is inter-MTA.</u> <u>XYZSprint</u> and <u>ABCBallard RuralLogan</u> will develop <u>a</u> mutually acceptable <del>percent usage</del> factors <u>to represent the</u> for the relative amounts of Inter-MTA Traffic <u>exchanged between the Parties</u> and <u>Subject Traffic delivered by XYZSprint</u> over the connecting facilities pursuant to this Agreement as defined in Section 3.1.—Thisese percentage usage <u>Inter-MTA</u> factors will apply to <u>the</u> total traffic <u>Sprint terminates to Logan each month to derive</u> the volume of inter-MTA traffic with the remaining traffic designated as Subject Traffic. exchanged over the connecting facilities.—<u>Either</u> The Partyles <u>may request the development of a new factor</u> once every 12 months to be applied prospectively. will work together to develop an auditable report which shows, for traffic originated or terminated by XYZ<u>Sprint</u> and exchanged by the Parties over the connecting facilities pursuant to this Agreement, the ratio of inter-MTA Traffic to Subject Traffic for representative periods of time. The Parties agree that the original usage factors set forth in Sections 3 and 4 of Appendix A will be used for a minimum of 12 months. If an auditable report can be developed to identify and measure inter-MTA Traffic and the Parties mutually agree to new traffic percentages based on the prior 12-month period, the percentages specified in Sections 3 and 4 of Appendix A will be amended and applied to prospective periods.—In the event of a dispute regarding the <u>development or application of a new Inter-MTA</u> adjustment to the intra-MTA factors, the dispute will be resolved pursuant to the provisions of Section 14.9.

5.4.2 The Parties recognize that the Inter-MTA traffic (defined in Sections 3.1.3 and 5.4.1) -may be both Interstate and Intrastate in nature. For the Inter-MTA traffic, <u>T</u>the<u>refore the</u> Parties will develop <u>a</u> mutually acceptable <u>Percent Interstate Usage ("PIU") to be applied to the derived Inter-MTA trafficInterstate to determine the portion of the Inter-MTA usage that is interstateand Intrastate factors. The remainder is deemed to be intrastate traffic. This percentages is are specified in Appendix A. The relative Interstate and Intrastate percentages will be applied for the duration of this Agreement. Interstate access charges will apply to the <u>portion of percentage of derived</u> Inter-MTA Traffic <u>calculated to be interstate and</u> that is interstate in nature; intrastate access charges will apply to the <u>remainingpercentage of</u> Inter-MTA Traffic that is intrastate in nature. <u>The PIU may be revised no more than once every six months based on available data</u>.</u>

5.4.3 The designation of traffic as either Subject Traffic (for which Transport and Termination charges apply) or Inter-MTA Traffic (for which access charges apply) for purposes of compensation pursuant to this Agreement shall be based on the actual originating and terminating points of the complete end-to-end call; provided, however, that for XYZ<u>Sprint</u> the location of the cellular service antenna serving the CMRS end user when the call begins shall be used as the determinant of the geographic location of the mobile customer. <u>Neither Party shall assess charges on the othe Party for traffic it originates.</u>

5.5 The Parties intend to <u>measure utilize</u>-actual terminating measurement of usage for <u>billing purposes</u> of <u>billing pursuant to this Agreement</u>. For traffic delivered indirectly through a third party, the third party transit records shall be used by Logan until such time as Logan's switching equipment can be verified as capable of accurately identifying and removing any mobile to land usage terminated to it by an Interexchange Carrier and any usage associated with calls from pooled and ported numbers that are not assigned to Sprint. The terminating usage will be measured by the terminating carrier. However, in the event that either Party may not be capable of measuring traffic, then the following provisions shall apply: The relative directionality of traffic with respect to the connecting facilities is set forth in Section 2 of Appendix A. <u>t</u>The Parties agree that the Party not capable of measurement shall to calculate its billing based on use the default percentages set forth in Section 2 of Appendix A. <u>t</u>The Parties agree that the Party not capable of measurement shall to calculate its billing based on use the default percentages set forth in Section 2 of Appendix A. <u>t</u>The Parties agree that the Party not capable of the application of charges pursuant to this Agreement assessed to the other Party. In any event, the Parties agree that the portion of traffic that is land to mobile will not exceed 50 percent.

If a Party makes a change in its network which it believes will materially affect the interoperability of its network with the other Party, the Party making the change shall provide at least ninety (90) days advance written notice of such change to the other Party. In the event that the provision of ninety (90) days notice is not possible, the Party making the change shall provide notification within ten (10) business days after the determination to make the network change.

### 7.0 GENERAL RESPONSIBILITIES OF THE PARTIES

7.1 Thirty (30) days after the Effective Date of each quarter during the term of this Agreement, XYZ<u>Sprint</u> shall provide ABC<u>Ballard RuralLogan</u> with a rolling six (6) calendar month, non-binding forecast of its traffic and volume requirements for the services provided under this Agreement and in the form and such detail as agreed by the Parties. The Parties agree that each forecast provided under this Section shall be deemed "Proprietary Information." For a direct interconnection with two-way trunks, the Parties shall provide each other with a forecast of projected mobile to land and land to mobile usage when significant changes in traffic patterns are anticipated. The Parties agree to work cooperatively to determine the number of trunks needed to handle the estimated traffic.

7.2 Each Party is individually responsible to provide facilities within its network which are necessary for routing, transporting, measuring, and billing traffic from the other Party's network and for delivering of such traffic it receives in that mutually acceptable format and to terminate the traffic it receives in that mutually acceptable format to the proper address on its network. Such facility shall be designed based upon the description provided under Section 4.0 above. The Parties are each solely responsible for participation in and compliance with national network plans, including the National Network Security Plan and the Emergency Preparedness Plan.

7.3 Neither Party shall use any service related to or use any of the services provided in this Agreement in any manner that prevents other persons from using their service or destroys the normal quality of service to other carriers or to either Party's Customers, and subject to notice and a reasonable opportunity of the offending Party to cure any violation, either Party may discontinue or refuse service if the other Party violates this provision.

7.4 The characteristics and methods of operation of any circuits, facilities or equipment of one Party connected with the services, facilities or equipment of the other Party shall not interfere with or impair service over any facilities of the other Party, its affiliated companies, or its connecting and concurring carriers involved in its services; or cause damage to the other Party's plant, impair the privacy of any communications carried over the facilities or create hazards to the employees of the other Party, its affiliated companies, or its connecting and concurring carriers or the public.

7.5 If such characteristics or methods of operation are not in accordance with the preceding paragraph, either Party will notify the other Party that temporary discontinuance of the circuit, facility or equipment may be required; however, when prior notice is not practicable, either Party may forthwith temporarily discontinue the use of a circuit, facility or equipment if such action is reasonable under the circumstances. In such case of temporary discontinuance, either Party will notify the other Party immediately by telephone and provide the other Party with the opportunity to correct the condition that gave rise to the temporary discontinuance. No allowance for interruption will be applicable.

7.6 Each Party is solely responsible for the services it provides to its customers and to

other telecommunications carriers.

7.7 Each Party is responsible for administering NXX codes assigned to it.

7.8 At all times during the term of this Agreement, each Party shall keep and maintain in force at each Party's expense all insurance required by law (e.g., workers' compensation insurance) as well as general liability insurance for personal injury or death to any one person, property damage resulting from any one incident, automobile liability with coverage of bodily injury for property damage. Upon request from the other Party, each Party shall provide to the other Party evidence of such insurance (which may be provided through a program of self-insurance).

7.9 The physical connection of facilities, delivery of traffic, and/or termination of traffic may be temporarily discontinued by either Party upon 30 days' written notice to the other Party for repeated or willful violation of or refusal to comply with any of the provisions of this Agreement.

### 8.0 EFFECTIVE DATE, TERM, AND TERMINATION

8.1 This Agreement shall become effective on January 1, 2007 and shall terminate on December 31, 2008 (the "Initial Term"). When the Agreement becomes effective, the provisions contained in Section 2.0 of this Agreement shall apply with respect to the interpretation and construction of this Agreement and its ongoing relation to other references, including subsequent tariffs.

8.2 After the Initial Term, this Agreement shall then automatically renew on a year-toyearmonth to month basis. Upon expiration of the initial term or any subsequent term, either Party may terminate this Agreement by providing written notice of termination to the other Party, with such written notice to be provided at least sixty (60) days in advance of the date of termination of the then-existing term.

8.2.1 Post-Termination Arrangements. For service arrangements made available under this Agreement and existing at the time of termination, those arrangements will continue without interruption until a replacement agreement has been executed by the Parties either (a) under an agreement voluntarily executed by the Parties; (b) under a new agreement arrived at pursuant to the provisions of the Act; or (c) under an agreement available according to the provisions of Section 252(i) of the Act, but in no case will the existing service arrangements continue for longer than 12 months following the date on which notice of termination is provided by either Party to the other Party.

8.3 Upon termination or expiration of this Agreement in accordance with this Section:

(a) each Party shall comply immediately with its obligations set forth above;

(b) each Party shall promptly pay all undisputed amounts (including any late payment charges) owed under this Agreement;

(c) each Party's indemnification obligations shall survive termination or expiration of this Agreement.

8.4 The arrangements pursuant to this Agreement including the provision of services or facilities shall immediately terminate upon the suspension, revocation or termination by other means of either Party's authority to provide services. For ABC<u>Ballard-RuralLogan</u>, authority involves the provision of local exchange or exchange access services. For <u>XYZSprint</u>, authority involves the provision of CMRS services under license from the Federal Communications Commission.

8.5 The services and facilities arrangements pursuant to this Agreement may be terminated by either Party upon not less than ten (10) days' written notice to the other Party for failure to pay undisputed amounts on the dates or at times specified for the facilities and services furnished pursuant to this Agreement.

8.6 Either Party may terminate this Agreement in whole or in part in the event of a default by the other Party provided, however, that the non-defaulting Party notifies the defaulting Party in writing of the alleged default and that the defaulting Party does not cure the alleged default within thirty (30) calendar days of receipt of written notice thereof. Default is defined to include:

(a) A Party's insolvency or the initiation of bankruptcy or receivership proceedings by or against the Party; or

(b) A Party's refusal or failure in any material respect properly to perform its obligations under this Agreement, or the violation of any of the material terms and conditions of this Agreement.

(c) Default as may be defined elsewhere in this Agreement.

#### 9.0 CANCELLATION CHARGES

Except as provided herein, or as otherwise provided in any applicable tariff or contract referenced herein, no cancellation charges shall apply.

#### 10.0 INDEMNIFICATION

10.1 Each Party agrees to release, indemnify, defend and hold harmless the other Party from and against all losses, claims, demands, damages, expenses, suits or other actions, or any liability whatsoever related to the subject matter of this Agreement, including, but not limited to, costs and attorneys' fees (collectively, a "Loss"), (a) whether suffered, made, instituted, or asserted by any other party or person, relating to personal injury to or death of any person, defamation, or for loss, damage to, or destruction of real and/or personal property, whether or not owned by others, arising during the term of this Agreement and to the extent proximately caused by the acts or omissions of the indemnifying Party, regardless of the form of action, or (b) suffered, made, instituted, or asserted by its own customer(s) against the other Party arising out of the other Party's provision of services to the indemnifying Party under this Agreement. Notwithstanding the foregoing indemnification, nothing in this Section 10.0 shall affect or limit any claims, remedies, or other actions the indemnifying Party may have against the indemnified Party under this Agreement, any other contract, or any applicable Tariff(s), regulations or laws for the indemnified Party's provision of said services.

10.2 The indemnification provided herein shall be conditioned upon:

(a) The indemnified Party shall promptly notify the indemnifying Party of any action taken against the indemnified Party relating to the indemnification.

(b) The indemnifying Party shall have sole responsibility to defend any such action with counsel reasonably acceptable to the indemnified Party, provided that the indemnified Party may engage separate legal counsel at its sole cost and expense.

(c) In no event shall the indemnifying Party settle or consent to any judgment pertaining to any such action without the prior written consent of the indemnified Party, which consent shall not be unreasonably withheld.

(d) The indemnified Party shall, in all cases, assert any and all provisions in its Tariffs or customer contracts that limit liability to third parties as a bar to any recovery by the third party claimant in excess of such limitation of liability.

(e) The indemnified Party shall offer the indemnifying Party all reasonable cooperation and assistance in the defense of any such action.

10.3 In addition to its indemnity obligations under Section 10.1 and 10.2, each Party shall provide, in its Tariffs or customer contracts that relate to any Telecommunications Service or Network Element provided or contemplated under this Agreement that in no case shall such Party or any of its agents, contractors or others retained by such parties be liable to any customer or third party for (i) any Loss relating to or arising out of this Agreement, whether in contract or tort, that exceeds the amount such Party would have charged the applicable customer for the service(s) or function(s) that gave rise to such Loss, or (ii) any consequential damages (as defined in Subsection 11.2 below).

#### 11.0 LIMITATION OF LIABILITY

11.1 Except in the instance of harm resulting from an intentional or grossly negligent action of one Party, the Parties agree to limit liability in accordance with this Section 11. The liability of either Party to the other Party for damages arising out of failure to comply with a direction to install, restore or terminate facilities; or out of failures, mistakes, omissions, interruptions, delays, errors or defects ocurringoccurring in the course of furnishing any services, arrangements or facilities hereunder shall be determined in accordance with the terms of the applicable tariff(s) of the providing Party. In the event no tariff(s) apply, the providing Party's liability shall not exceed an amount equal to the pro rata monthly charge for the affected facility or service for the period in which such failures, mistakes, omissions, interruptions, delays, errors or defects occur. Recovery of said amount shall be the injured Party's sole and exclusive remedy against the providing Party for such failures, mistakes, omissions, interruptions, delays, errors or defects.

11.2 Neither Party shall be liable to the other in connection with the provision or use of services offered under this Agreement for punitive, exemplary, indirect, incidental, consequential, reliance or special damages, including (without limitation) damages for lost profits (collectively, "Consequential Damages"), regardless of the form of action, whether in contract, warranty, strict liability, or tort, including, without limitation, negligence of any kind, even if the other Party has been advised of the possibility of such damages; provided, that the foregoing shall not limit a Party's obligation under Section 10.

11.3 The Parties agree that neither Party shall be liable to the customers of the other Party in connection with its provision of services to the other Party under this Agreement. Nothing in this Agreement shall be deemed to create a third party beneficiary relationship between the Party providing the service and the customers of the Party purchasing the service. In the event of a dispute involving both Parties with a customer of one Party, both Parties shall assert the applicability of any limitation on liability to customers that may be contained in either Party's applicable tariff(s) or customer contracts.

#### 12.0 COMPLIANCE WITH LAWS AND REGULATIONS

12.1 Each Party shall comply with all federal, state, and local statutes, regulations, rules, ordinances, judicial decisions, and administrative rulings applicable to its performance under this Agreement. Each Party shall promptly notify the other Party in writing of any governmental action that suspends, cancels, withdraws, limits, or otherwise materially affects its ability to perform its obligations hereunder.

12.2 The Parties understand and agree that this Agreement will be filed with the Commission. The Parties reserve the right to seek regulatory relief and otherwise seek redress from each other regarding performance and implementation of this Agreement. In the event the

January 9, 2006 DRAFT-FOR DISCUSSION PURPOSES PAGE 14 OF 4817

Commission rejects this Agreement, the Parties agree to meet and negotiate in good faith to arrive at a mutually acceptable modification of the Agreement. Further, this Agreement is subject to change, modification, or cancellation as may be required by a regulatory authority or court in the exercise of its lawful jurisdiction. Notwithstanding these mutual commitments, the Parties nevertheless enter into this Agreement without prejudice to any positions they have taken previously, or may take in the future in any legislative, regulatory, or other public forum addressing any matters, including matters related specifically to this Agreement or other types of arrangements prescribed in this Agreement.

#### 13.0 DISCLAIMER OF REPRESENTATION AND WARRANTIES

EXCEPT AS EXPRESSLY PROVIDED UNDER THIS AGREEMENT, NEITHER PARTY MAKES ANY WARRANTY, EXPRESS OR IMPLIED, WITH RESPECT TO THE SERVICES, FUNCTIONS AND PRODUCTS IT PROVIDES UNDER OR CONTEMPLATED BY THIS AGREEMENT AND THE PARTIES DISCLAIM THE IMPLIED WARRANTIES OF MERCHANTABILITY OR OF FITNESS FOR A PARTICULAR PURPOSE.

#### 14.0 MISCELLANEOUS

#### 14.1 Authorization

14.1.1 ABC<u>Ballard RuralLogan</u> is a **[insert entity type]** <u>corporation</u> duly organized, validly existing and in good standing under the laws of the Commonwealth of Kentucky and has full power and authority to execute and deliver this Agreement and to perform its obligations hereunder, subject to necessary regulatory approval.

14.1.2 <u>XYZSprint</u> is a **[insert entity type]**,**[imited liability company**, duly organized, validly existing and in good standing under the laws of the **[insert state of organization]**State of Delaware and has a full power and authority to execute and deliver this Agreement and to perform its obligations hereunder, subject to necessary regulatory approval.

14.2 Disclaimer of Agency; No Third Party Beneficiaries; Independent Contractor

Neither this Agreement, nor any actions taken by either Party, in compliance with this Agreement, shall be deemed to create an agency or joint venture relationship between the Parties, or any relationship. Neither this Agreement, nor any actions taken by either Party in compliance with this Agreement, shall create an agency, or any other type of relationship or third party liability between the Parties or between either Party and the customers of the other Party. This Agreement is for the sole benefit of the Parties and their permitted assigns, and nothing herein express or implied shall create or be construed to create any third-party beneficiary rights hereunder. Nothing in this Agreement shall constitute a Party as a legal representative or agent of the other Party, nor shall a Party have the right or authority to assume, create or incur any liability or any obligation of any kind, express or implied, against or in the name or on behalf of the other Party unless otherwise expressly permitted by such other Party. Except as otherwise expressly provided in this Agreement, no Party undertakes to perform any obligation of the other Party, whether regulatory or contractual, or to assume any responsibility for the management of the other Party's business.

#### 14.3 Force Majeure

Neither Party shall be responsible for delays or failures in performance resulting from acts or occurrences beyond the reasonable control of such Party, regardless of whether such delays or failures in performance were foreseen or foreseeable as of the date of this Agreement, including, without limitation: adverse weather conditions, fire, explosion, power failure, acts of God, war,
January 9, 2006 DRAFT-FOR DISCUSSION PURPOSES PAGE 15 OF 4817

revolution, civil commotion, or acts of public enemies; any law, order, regulation, ordinance or requirement of any government or legal body; or labor unrest, including, without limitation, strikes, slowdowns, picketing or boycotts; or delays caused by the other Party or by other service or equipment vendors; or any other circumstances beyond the Party's reasonable control. In such event, the affected Party shall, upon giving prompt notice to the other Party, be excused from such performance on a day-to-day basis to the extent of such interferences (and the other Party shall likewise be excused from performance of its obligations on a day-to-day basis to the extent such Party's obligations relate to the performance so interfered with). The affected Party shall use its best efforts to avoid or remove the cause(s) of non-performance and both Parties shall proceed to perform with dispatch once the cause(s) are removed or cease.

#### 14.4 Treatment of Proprietary and Confidential Information

14.4.1 Both Parties agree that it may be necessary to provide each other during the term of this Agreement with certain confidential information, including, but not limited to, trade secrets, technical and business plans, technical information, proposals, specifications, drawings, procedures, customer account data, call detail records and like information (hereinafter collectively referred to as "Proprietary Information"). Proprietary Information shall remain the property of the disclosing Party. Both Parties agree that all Proprietary Information shall be in writing or other tangible form and clearly marked with a confidential, private or proprietary legend and that the Proprietary Information will be returned to the owner within a reasonable time upon request of the disclosing party. Both Parties agree that the Proprietary Information shall be utilized by the nondisclosing Party only to the extent necessary to fulfill the terms of this Agreement or upon such terms and conditions as may be agreed upon between the Parties in writing, and for no other purpose. Both Parties agree to receive such Proprietary Information and not to disclose such Proprietary Information. Both Parties agree to protect the Proprietary Information received from distribution, disclosure or dissemination to anyone except employees and duly authorized agents of the Parties with a need to know such Proprietary Information and which employees and agents agree to be bound by the terms of this Section. Both Parties will use the same standard of care, which in no event shall be less than a reasonable standard of care, to protect Proprietary Information received as they would use to protect their own confidential and proprietary information.

14.4.2 Notwithstanding the foregoing, both Parties agree that there will be no obligation to protect any portion of the Proprietary Information that is either: 1) made publicly available by the owner of the Proprietary Information or lawfully disclosed by a non-party to this Agreement; 2) lawfully obtained from any source other than the owner of the Proprietary Information; 3) publicly known through no wrongful act of the receiving Party; 4) previously known to the receiving Party without an obligation to keep it confidential; 5) required to be disclosed by any governmental authority or applicable law; or 6) approved for release by written authorization of the disclosing Party.

14.4.3 Upon termination of this Agreement, the Parties shall: (i) destroy all Proprietary Information of the other party that remains in its possession; and (ii) certify the completion of such activity in writing to the other Party, within thirty (30) calendar days.

14.5 Choice of Law. The construction, interpretation, enforcement and performance of this Agreement shall be in accordance with the laws of the Commonwealth of Kentucky without regard to its conflict of laws principles.

#### 14.6 Taxes

Any Federal, state or local excise, license, sales, use, or other taxes or tax-like charges (excluding any taxes levied on income) resulting from the performance of this Agreement shall be

borne by the Party upon which the obligation for payment is imposed under applicable law, even if the obligation to collect and remit such taxes is placed upon the other Party. Any such taxes shall be shown as separate items on applicable billing documents between the Parties. The Party obligated to collect and remit taxes shall do so unless the other Party provides such Party with the required evidence of exemption. The Party so obligated to pay any such taxes may contest the same in good faith, at its own expense, and shall be entitled to the benefit of any refund or recovery, provided that such Party shall not permit any lien to exist on any asset of the other Party by reason of the contest. The Party obligated to collect and remit taxes shall cooperate fully in any such contest by the other Party by providing records, testimony and such additional information or assistance as may reasonably be necessary to pursue the contest.

#### 14.7 Assignability

Either Party may, upon at least sixty (60) days prior written notice and with the other Party's prior written consent, which shall not be unreasonably withheld, assign this Agreement to an entity with which it is under common ownership and/or control. For purposes of this Subsection 14.7, it shall be deemed "reasonable" for the non-assigning party to withhold consent to a proposed assignment if the proposed assignee does not provide the non-assigning party with sufficient evidence that it has the resources, ability, and authority to satisfactorily perform pursuant to the terms of this Agreement. Any attempted assignment or delegation in violation of this Subsection 14.7 shall be void and ineffective and constitute a default of this Agreement by the party attempting such assignment or delegation. This Agreement shall be binding on and inure to the benefit of the Parties and their respective legal successors and permitted assignee.

#### 14.8 Billing and Payment; Disputed Amounts

14.8.1 ABC<u>Ballard RuralLoganEach Party</u> shall invoice <u>the other PartyXYZSprint</u> on a monthly basis. <u>XYZSprintEAch Party</u> shall pay any invoice, which is not the subject of a valid dispute, in immediately available U.S. funds, within (30) days from the date of the invoice. Billing will be based on factors contained in Appendix applied to the terminating minutes of use over the interconnection facilities as measured by <u>ABCBallard-RuralLogan</u>.

14.8.2 All charges under this agreement shall be billed within one year from the time the charge was incurred: previously unbilled charges more than one year old shall not be billed by either Party, and shall not be payable by either Party.

14.8.3 If any portion of an amount due to a Party (the "Billing Party") under this Agreement is subject to a bona fide dispute between the Parties, the Party billed (the "Non-Paying Party") shall within thirty (30) days of its receipt of the invoice containing such disputed amount give notice to the Billing Party of the amount it disputes ("Disputed Amount") and include in such notice the specific details and reasons for disputing each item. The Non-Paying Party shall pay when due all undisputed amounts to the Billing Party.

14.8.4 If the Parties are unable to resolve the issues related to the Disputed Amounts in the normal course of business within thirty (30) days after delivery to the Billing Party of notice of the Disputed Amounts, then either Party may file a complaint with the Commission to resolve such issues or proceed with any other remedy pursuant to law or equity.

14.8.6 The Parties agree that all negotiations pursuant to this subsection 14.8 shall remain confidential and shall be treated as compromise and settlement negotiations for purposes of the Federal Rules of Evidence and state rules of evidence.

January 9, 2006 DRAFT-FOR DISCUSSION PURPOSES PAGE 17 OF 4817

14.8.7 Any undisputed amounts not paid when due shall accrue interest from the date such amounts were due at the lesser of (i) one and one-half percent (1-1/2%) per month or (ii) the highest rate of interest that may be charged under applicable law.

#### 14.9 Dispute Resolution

Any dispute between the Parties regarding the interpretation or enforcement of this Agreement or any of its terms shall be addressed, in the first instance, by good faith negotiation between the Parties. Should negotiations fail to resolve the dispute in a reasonable time, either Party may initiate an appropriate action at the Kentucky Public Service ComissionCommission or a Kentucky judicial forum or, upon mutual agreement, the Parties may submit their dispute to binding arbitration, pursuant to the then-effective rules of the American Arbitration Association.

#### 14.10 Notices

Notices given by one Party to the other Party under this Agreement shall be in writing and shall be (i) delivered personally, or (ii) delivered by express delivery service to the following addresses of the Parties:

For ABCBallard RuralLogan:	ATTN: Chief Executive OfficerHarlon Parker, General		
ManagerGreg Hale			
	Duo CountyBallard-RuralLogan Telephone Cooperative Corp., Inc.		
	P. O. Box 80, 2150 North Main Street159 W. 2 <sup>nd</sup> StreetP.O. Box 97		
	P.O. Box 20910725 Bowling Green Road		
	JamestownLaCenter, Kentucky 42056-0209Auburn, Kentucky		
<u>42206629</u>			
With a copy to:	John E. Selent, Esq. Dinsmore & Shohl LLP 1400 PNC Plaza		

500 West Jefferson St. Louisville, Kentucky 40202

For XYZSprint:	Ms. Shelley Jones
	6330 Sprint Parkway
	Overland Park, KS 66251

or to such other address as either Party shall designate by proper notice. Notices will be deemed given as of the earlier of (i) the date of actual receipt, or (ii) the next business day when notice is sent via express delivery.

14.11 Joint Work Product.

This Agreement is the joint work product of the Parties and has been negotiated by the Parties and shall be fairly interpreted in accordance with its terms and, in the event of any ambiguities, no inferences shall be drawn against either Party.

#### 14.12 No License.

14.12.1 Nothing in this Agreement shall be construed as the grant of a license, either express or implied, with respect to any patent, copyright, trademark, trade name, trade secret or any other proprietary or intellectual property now or hereafter owned, controlled or licensable by either

Party. Neither Party may use any patent, copyrightable materials, trademark, trade name, trade secret or other intellectual property right of the other Party except in accordance with the terms of a separate license agreement between the Parties granting such rights.

14.12.2 Neither Party shall have any obligation to defend, indemnify or hold harmless, or acquire any license or right for the benefit of, or owe any other obligation or have any liability to, the other Party or its customers based on or arising from any claim, demand, or proceeding by any third party alleging or asserting that the use of any circuit, apparatus, or system, or the use of any software, or the performance of any service or method, or the provision of any facilities by either Party under this Agreement, alone or in combination with that of the other Party, constitutes direct, vicarious or contributory infringement or inducement to infringe, misuse or misappropriation of any patent, copyright, trademark, trade secret, or any other proprietary or intellectual property right of any Party or third party. Each Party, however, shall offer to the other reasonable cooperation and assistance in the defense of any such claim.

14.12.3 NOTWITHSTANDING ANY OTHER PROVISION OF THIS AGREEMENT, THE PARTIES AGREE THAT NEITHER PARTY HAS MADE, AND THAT THERE DOES NOT EXIST, ANY WARRANTY, EXPRESS OR IMPLIED, THAT THE USE BY THE PARTIES OF THE OTHER'S FACILITIES, ARRANGEMENTS, OR SERVICES PROVIDED UNDER THIS AGREEMENT SHALL NOT GIVE RISE TO A CLAIM BY ANY THIRD PARTY OF INFRINGEMENT, MISUSE, OR MISAPPROPRIATION OF ANY INTELLECTUAL PROPERTY RIGHT OF SUCH THIRD PARTY.

#### 14.13 Survival

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.

#### 14.14 Entire Agreement.

This Agreement and any Exhibits, Appendices, Schedules, or tariffs which are 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, and 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.

#### 14.15 Non-Waiver.

Failure of either Party to insist on performance of any term or condition of this Agreement or to exercise any right or privilege hereunder shall not be construed as a continuing or future waiver of such term, condition, right or privilege.

14.16 Publicity and Use of Trademarks or Service Marks.

Neither Party nor its subcontractors or agents shall use the other Party's trademarks, service marks, logos or other proprietary trade dress in any advertising, press releases, publicity matters or other promotional materials without such Party's prior written consent.

#### 14.17 Severability

If any provision of this Agreement is held by a court or regulatory agency of competent jurisdiction to be unenforceable, the rest of the Agreement shall remain in full force and effect and shall not be affected unless removal of that provision results, in the opinion of either Party, in a

January 9, 2006 DRAFT-FOR DISCUSSION PURPOSES PAGE 19 OF 4817

material change to this Agreement. If a material change as described in this paragraph occurs as a result of action by a court or regulatory agency, the Parties shall negotiate in good faith for replacement language that does not materially alter the economic effect of this Agreement on either Party. If replacement language cannot be agreed upon within a reasonable period, either Party may terminate this Agreement without penalty or liability for such termination upon written notice to the other Party.

#### 14.18 Counterparts

This Agreement may be executed in two or more counterparts, each of which shall be deemed an original and all of which together shall constitute one and the same instrument.

#### 14.19 Modification, Amendment, Supplement, or Waiver

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. 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.

14.20 Change of Law. If any legislative, regulatory, judicial or other government decision, order, determination or action, or any change in law applicable to this Agreement materially affects any material provision of this Agreement, the rights or obligations of either Party herein, or the ability of a Party to perform any material provision of this Agreement, the Parties shall promptly renegotiate in good faith and amend this Agreement in writing in order to make such mutually acceptable revisions to this Agreement as may be required in order to conform the Agreement to applicable law.

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be executed as of this \_\_\_\_ day of \_\_\_\_\_, 2006.

Sprint Spectrum, L.P. and XYZ, Inc	ABC Telephone
CompanyBallard Rural Telephone Cooperativel	ogan Telephone Cooperative, Inc.
SprintCom, Inc., d/b/a Sprint	Corporation, Inc.
Communications LLC d/b/a Sprint PSC	

Ву:	Ву:
Prìnted:	Printed:
Title:	Title:

#### Appendix A

#### DESIGNATION OF INTERCONNECTION POINT(S) AND TRAFFIC DISTRIBUTION CMRS-LEC AGREEMENT

<u>The Parties agree to the following This Appendix specifies the</u> Interconnection Points ("IPs") pursuant to the Agreement for Facilities-Based Network Interconnection for Transport and Termination of Telecommunications Traffic for the direct exchange of traffic (CMRS-LEC Agreement) between Sprint Spectrum, L.P., and SprintCom, Inc., d/b/a Sprint PCS XYZ, Inc. (collectively "XYZSprint") and ABC Telephone CompanyBallard Rural Telephone Cooperative CorporationLogan Telephone Cooperative, Inc. ("ABCBallard RuralLogan") and the relative directionality and distribution of traffic with respect to the connecting facilities associated with each IP as follows:

The Logan Telephone Cooperative, Inc. Aubum tandem switch.

IP #1 For the exchange of LEC-CMRS two-way traffic between the Parties' networks within the <u>Louisville</u>, Kentucky MTA pursuant to this Agreement, the Parties agree to connect at a junction point located at V and H

coordinates: V=yyyy6870, H=zzzz2773.

2. For the total amount of two-way traffic delivered by exchanged between the Parties over the connecting facilities, the Parties agree to the following initial distribution of traffic based upon actual traffic patterns, if both Parties agree that only one Party will measure and net bill the other Party or the Party without measurement capabilities chooses to calculate its bill based on the distribution of traffic. Either Party may request a recalculation of the distribution of traffic every six months based upon current traffic patterns. All subsequent distribution of traffic percentages will be agreed to in writing and will not require a refiling of Appendix A.on a default basis only if Duo CountyBallard RuralLogan does not provide specific traffic measurement:

% Mobile-to-Land traffic terminating on ABC<u>Ballard RuralLogan</u>'s network = <u>1</u>-xx.<u>00%</u>%50%

% Land-to-Mobile traffic terminating on XYZSprint's network \_\_\_\_\_=

3. For the total traffic terminating on ABC<u>Ballard-RuralLogan</u>'s network, the Parties agree to the following distribution of traffic:

% Subject Traffic	=	<del>95</del> - <u>98_</u> %
% Intrastate Inter-MTA Traffic	=	5 <u>5</u> %
% Interstate Inter-MTA Traffic	Ξ	<del>0</del> 95_%

4. For the total traffic terminating on XYZ<u>Sprint</u>'s network, the Parties agree to the following distribution of traffic:

% Subject Traffic	Ξ	<del>100</del> %
% Intrastate Inter-MTA Traffic	Ξ	0 %
% Interstate Inter-MTA Traffic	=	0 %

Approved and executed this \_\_\_\_\_day of \_\_\_\_\_, 2006.

Sprint Spectrum, L.P. and	Ballard RuralLogan Telephone Cooperative,
Inc.	
SprintCom, Inc., d/b/a Sprint	<u>Corporation, Inc.</u>
Communications LLC d/b/a Sprint PSC	

XYZ, Inc.	ABC Telephone Company
Ву:	By:
Printed:	Printed:
Title:	Title:

Appendix B

Schedule of Charges Pursuant to the Agreement for Facilities-Based Network Interconnection for Transport and Termination of Telecommunications Traffic CMRS-LEC AGREEMENT

This Appendix specifies the rates for the Transport and Termination of traffic delivered by one Party to the network of the other Party pursuant to the Agreement for Facilities-Based Network Interconnection for Transport and Termination of Telecommunications Traffic (CMRS-LEC Agreement) between ABC Telephone Company<u>Ballard\_RuralLogan\_Telephone\_Cooperative.</u> <u>Corporation, Inc.</u> ("ABC<u>Ballard RuralLogan</u>") and <u>Sprint Spectrum, L.P., and SprintCom, Inc., d/b/a</u> <u>Sprint PCS collectively\_XYZ ("XYZSprint") as follows:</u>

#### 1. CHARGES FOR TRANSPORT, TERMINATION AND TANDEM SWITCHING for Subject Traffic:

Subject Traffic originated by XYZ<u>Sprint</u> and delivered to ABC<u>Ballard\_RuralLogan</u> over trunks established at IP #1 : rate per terminating minute of use for all end offices of ABC<u>Ballard\_RuralLogan</u> through its \_\_\_\_\_\_ <u>Russell SpringsLaCenterAuburn tandem</u>

Subject Traffic for which Transport and Termination charges apply originated by ABC<u>Ballard RuralLogan</u> and delivered to XYZ<u>Sprint</u> over trunks established at IP #1: rate per terminating minute of use

\_\_\$00.0x/MOU.015/MOU

# 2. Charges for Access Transport, Access Termination and Access Tandem Switching for Inter-MTA Traffic:

Per Minute of Use Rates found in Current ABCBallard RuralLogan's current interstate and intrastate access tariffs in the proper jurisdiction shall apply.

#### **3. Special Access Connecting Facilities:**

ABC<u>Ballard RuralLogan</u> will charge XYZ<u>Sprint</u> special access monthly recurring rates pursuant to ABC<u>Ballard RuralLogan</u>'s effective intrastate access tariff for the connecting facilities between IP#1 as set forth in Appendix A and ABC<u>Ballard RuralLogan</u>'s <u>Russell</u> <u>SpringsLaCenteAuburnr\_\_\_\_\_\_tandem office.</u>

ABC<u>Ballard\_RuralLogan</u> will charge XYZ<u>Sprint</u> special access non-recurring rates pursuant to ABC<u>Ballard\_RuralLogan</u>'s effective intrastate access tariff for any new connecting facilities.

ABC<u>Ballard\_RuralLogan</u> will credit XYZ<u>Sprint</u> <u>0%\_\_\_\_\_%</u> of the charges specified in this section for its portion of special access transport. Should the Parties mutually agree to revise the percentage traffic flow calculation, the percent special access credit will be modified to reflect the revised traffic flow percentage, but under no circumstances will the credit exceed 50%.

Approved and executed this \_\_\_\_\_ day of \_\_\_\_\_, 2006.

Sprint Spectrum, L.P. a	and	Ballard RuralLogan	Telephone Cooperative
Opinicopeoroni, L.i. c			releptione oooperative;

Inc. SprintCom, Inc., d/b/a Sprint Corporation, Inc. Communications LLC d/b/a Sprint PSC

XYZ, Inc.	ABC Telephone-Company
By:	Ву:
Printed:	Printed:
T <u>Title:</u>	Title:

Page 1 of 1

## Designation of XYZSprint'ss CMRS Service Area

## XYZSprint's Service Area by Counties in the Commonwealth of Kentucky:

To be added

Approved and executed this \_\_\_\_\_ day of \_\_\_\_\_, 2006.

Sprint Spectrum, L.P. and	Ballard-RuralLogan Telephone Cooperative,
Inc. SprintCom, Inc., d/b/a Sprint Communications LLC d/b/a Sprint PSC	Corporation, Inc.
XYZ, Inc.	ABC Telephone Company
Dun	D. a
Ву:	Ву:
Printed:	Printed:
Title:	Title:

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# AGREEMENT

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÷ 'n

for

# FACILITIES-BASED NETWORK INTERCONNECTION FOR TRANSPORT AND TERMINATION OF TELECOMMUNICATIONS TRAFFIC

# **CMRS-LEC AGREEMENT**

Between

Ballard Rural Telephone Cooperative Corporation, Inc.

and

Sprint Spectrum, L.P., and SprintCom, Inc., d/b/a Sprint PSC

## Table of Contents

1

### INTRODUCTION

#### RECITALS

- 1.0 Definitions
- 2.0 Interpretation and Construction
- 3.0 Scope
- 4.0 Service Agreement
  - 4.1 Methods of Interconnection
  - 4.2 Service Arrangements
  - 4.3 Signaling
- 5.0 Compensation Arrangements
  - 5.1 Subject Traffic
  - 5.2 Rate Structure
  - 5.3 Non-Recurring Charges
  - 5.4 Inter-MTA Traffic
  - 5.5 Traffic Distribution
- 6.0 Notice of Changes
- 7.0 General Responsibilities of the Parties
- 8.0 Effective Date, Term, and Termination
- 9.0 Cancellation Charges
- 10.0 Indemnification
- 11.0 Limitation of Liability
- 12.0 Compliance with Laws and Regulations
- 13.0 Disclaimer of Representations and Warranties
- 14.0 Miscellaneous
  - 14.1 Authorization
  - 14.2 Disclaimer of Agency; No Third Party Beneficiaries; Independent Contractor
  - 14.3 Force Majeure
  - 14.4 Treatment of Proprietary and Confidential Information
  - 14.5 Choice of Law
  - 14.6 Taxes
  - 14.7 Assignability
  - 14.8 Billing and Payment; Disputed Amounts
  - 14.9 Dispute Resolutions
  - 14.10 Notices
  - 14.11 Joint Work Product
  - 14.12 No License
  - 14.13 Survival
  - 14.14 Entire Agreement
  - 14.15 Non-Waiver
  - 14.16 Publicity and Use of Trademarks or Service Marks
  - 14.17 Severability
  - 14.18 Counterparts
  - 14.19 Modification, Amendment, Supplement, or Waiver
  - 14.20 Change in Law

APPENDIX A

APPENDIX B

#### AGREEMENT FOR FACILITIES-BASED NETWORK INTERCONNECTION FOR TRANSPORT AND TERMINATION OF TELECOMMUNICATIONS TRAFFIC (CMRS-LEC AGREEMENT)

Pursuant to this CMRS-LEC Agreement for Facilities-Based Network Interconnection for Transport and Termination of Telecommunications Traffic, Ballard Rural Telephone Cooperative Corporation, Inc. ("Ballard Rural") and Sprint Spectrum, L.P. and SprintCom, Inc., d/b/a Sprint PCS (collectively "Sprint") will extend certain network arrangements to one another as specified below.

#### Recitals

WHEREAS, Sprint is a Commercial Mobile Radio Services ("CMRS") provider licensed by the Federal Communications Commission ("FCC") to provide CMRS; and

WHEREAS, Ballard Rural is a Local Exchange Carrier ("LEC") providing telecommunications services in the Commonwealth of Kentucky; and

WHEREAS, the Parties desire to interconnect their respective CMRS and LEC network facilities for the purpose of delivery of specific traffic for transport and termination on the other Party's network; and

WHEREAS, the Parties are entering into this Agreement to set forth the respective obligations and the terms and conditions under which they will interconnect their networks and provide services as set forth herein.

NOW, THEREFORE, in consideration of the mutual provisions contained herein and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Ballard Rural and Sprint hereby agree as follows:

#### 1.0 **DEFINITIONS**

As used in this Agreement, the following terms shall have the meanings specified below in this Section 1.0. Any term used in this Agreement that is not specifically defined shall have the meaning ascribed to such term in the Communications Act of 1934, as amended. If no specific meaning exists for a specific term used in this Agreement, then normal usage in the telecommunications industry shall apply.

1.1 "Act" means the Communications Act of 1934, as amended.

1.2 "Affiliate" is As Defined in the Act.

1.3 "Agreement" means this Agreement for Facilities-Based Network Interconnection for Transport and Termination of Telecommunications Traffic (CMRS-LEC Agreement), together with all appendices, exhibits, schedules, and other attachments hereto.

1.4 "Central Office Switch" means a switch used to provide Telecommunications Services, including, but not limited to:

(a) "End Office Switches" which are used to terminate lines from individual stations for the purpose of interconnection to each other and to trunks; and

(b) "Tandem Office Switches" which are used to connect and switch trunk circuits between and among other Central Office Switches.

A Central Office Switch may also be employed as a combination End Office/Tandem Office

Switch.

1.5 "Commercial Mobile Radio Service" or "CMRS" means Commercial Mobile Radio Service as defined in Part 20 of the FCC's Rules.

1.6 "Commission" means the Kentucky Public Service Commission.

1.7 "Common Channel Interoffice Signaling" or "CCIS" means the signaling system, developed for use between switching systems with stored-program control, in which all of the signaling information for one or more groups of trunks is transmitted over a dedicated high-speed data link rather than on a per-trunk basis and, unless otherwise agreed by the Parties, the CCIS used by the Parties shall be Signaling System Seven ("SS7").

1.8 "DS1" is a digital signal rate of 1.544 Mbps (MEGA Bits Per Second).

1.9 "DS3" is a digital signal rate of 44.736 Mbps.

1.10 "FCC" means the Federal Communications Commission.

1.11 "Information Service" is as defined in the Act.

1.12 "Interconnection" for purposes of this Agreement is the linking of the Sprint and Ballard Rural networks for the delivery of traffic.

1.13 "Interconnection Point" or "IP" is a demarcation point on the incumbent network of Ballard Rural between networks where the delivery of traffic from one Party to the other Party takes place pursuant to this Agreement.

1.14 "Interexchange Carrier" or "IXC" means a carrier that provides, directly or indirectly, interLATA or intraLATA Telephone Toll Services.

1.15 "Inter-MTA Traffic" is: (a) traffic originated by a CMRS end user of Sprint in one MTA and terminated to an end user of Ballard Rural in another MTA; or (b) traffic originated by an end user of Ballard Rural in one MTA and terminated to an end user of Sprint in another MTA. Inter-MTA Traffic is subject to Ballard Rural originating and terminating Switched Exchange Access Service charges.

1.16 "Local Exchange Carrier" or "LEC" is as defined in the Act.

1.17 "Major Trading Area" or "MTA" means Major Trading Area as defined in Section 24.202(a) of the FCC's rules.

1.18 "Multifrequency" means a signaling system for use between switching systems which uses a method of sending pulses over a circuit by using one pair of tones from a total set of five tones to encode each digit.

1.19 "NXX" means a three-digit code valid within an area code which appears as the first three digits of a seven-digit telephone number with the exception of the special 500, 600, 700, 800, and 900 codes and other similar special codes that may come into common usage in the future.

1.20 "Party" means either Ballard Rural or Sprint, and "Parties" means Ballard Rural and Sprint.

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1.21 "Rate Center" means the specific geographic point ("Vertical and Horizontal" or "V & H" coordinates) and corresponding geographic area which are associated with one or more particular NPA-NXX codes which have been assigned to a LEC for its provision of basic exchange telecommunications services. The "rate center point" is the finite geographic point identified by a specific V & H coordinate which is used to measure distance-sensitive end user traffic to/from the particular NPA-NXX designations associated with the specific Rate Center. The "rate center area" is the exclusive geographic area identified as the area within which the LEC provides basic exchange telecommunications service bearing the particular NPA-NXX designations associated with the specific Rate Center. The "rate center area" is the exclusive geographic area identified as the area within which the LEC provides basic exchange telecommunications service bearing the particular NPA-NXX designations associated with the specific Rate Center. The Rate Center point must be located within the Rate Center area. The use by a CMRS provider of a Rate Center V & H for mobile CMRS services does not necessarily indicate the location of the CMRS mobile user.

1.22 "Subject Traffic" is telecommunications traffic that is subject to Section 251(b)(5) of the Act. With respect to network interconnection between a CMRS licensee and a LEC, Subject Traffic is defined as traffic which is originated by an end user of one Party and terminates to an end user of the other Party within the same Major Trading Area ("MTA"), provided that the end user of Sprint is a two-way CMRS customer and the traffic is delivered by either Party over the connecting facilities covered by this Agreement. Subject Traffic is defined under this Agreement only for the purpose of defining the scope of traffic that is subject to compensation pursuant to 47 C.F.R. § 51.701(e) of the FCC's rules. The definition and use of the term Subject Traffic for purposes of this Agreement has no effect on the definition of local traffic or the geographic area associated with local calling under either Party's respective end user service offerings.

1.23 "Telecommunications" is as defined in the Act.

1.24 "Telecommunications Carrier" is as defined in the Act.

1.25 "Termination" is, with respect to the Subject Traffic delivered by one Party to the other Party over the facilities established pursuant to this Agreement, the switching of such traffic at the terminating carrier's end office switch, or equivalent facility, and delivery of such traffic to the called party's premises.

1.26 "Transport" is, with respect to the Subject Traffic delivered by one Party to the other Party over the facilities established pursuant to this Agreement, the transmission and any necessary tandem switching of such telecommunications traffic from the interconnection point between the two carriers to the terminating carrier's end office switch that directly serves the called party, or equivalent facility provided by a carrier other than an incumbent LEC.

#### 2.0 INTERPRETATION AND CONSTRUCTION

2.1 All references to Sections, Exhibits, Appendices, and Schedules shall be deemed to be references to Sections of, and Exhibits, Appendices, and Schedules to, this Agreement unless the context shall otherwise require. The headings of the Sections and the terms are inserted for convenience of references only and are not intended to be a part of or to affect the meaning of this Agreement. Unless the context shall otherwise require, any reference to any agreement, other instrument (including Sprint's, Ballard Rural's or other third party offerings, guides or practices), statute, regulation, rule or tariff is for convenience of reference only and is not intended to be a part of or to affect the meaning of rule or tariff as amended and supplemented from time to time (and, in the case of a statute, regulation, rule or tariff, to any successor provision).

2.2 The Parties acknowledge that some of the services, facilities, or arrangements described herein reference the terms of federal or state tariffs of the Parties. Each Party hereby

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incorporates by reference those provisions of any tariff that governs any terms specified in this Agreement. If any provision contained in this main body of the Agreement and any Appendix hereto cannot be reasonably construed or interpreted to avoid conflict, the provision contained in this main body of this Agreement shall prevail. If any provision of this Agreement and an applicable tariff cannot be reasonably construed or interpreted to avoid conflict, the Parties agree that the provision contained in this Parties agree that the provision contained in this Agreement shall prevail. This agreement supersedes any prior agreement between the Parties.

#### 3.0 SCOPE

3.1 This Agreement sets forth the terms, conditions and prices under which the Parties agree to interconnect the CMRS network of Sprint and the LEC network of Ballard Rural for the purposes of delivering certain traffic within the scope of this Agreement specifically including:

3.1.1 CMRS to LEC Subject Traffic that is: (a) originated on the CMRS network of Sprint; (b) delivered to the Ballard Rural network over the facilities comprising the Interconnection established pursuant to this Agreement; and (c) terminated on the incumbent LEC network of Ballard Rural;

3.1.2 LEC to CMRS Subject Traffic that is: (a) originated on the incumbent LEC network of Ballard Rural; (b) delivered to Sprint over the facilities comprising the Interconnection established pursuant to this Agreement; and (c) terminated on the CMRS network of Sprint;

3.1.3 Inter-MTA Traffic that is: (a) originated on the network of one Party; (b) delivered to the other Party over the facilities comprising the Interconnection pursuant to this Agreement; and (c) terminated on the network of the other Party.

3.2 This Agreement provides for specific compensation between the Parties for the Transport and Termination of Subject Traffic on each Party's network as set forth in this Agreement. The specific provisions for compensation for the Transport and Termination of Subject Traffic do not apply to any other types of traffic or in any other geographic area.

3.3 Subject Traffic does not include: (a) Inter-MTA Traffic discussed in Section 5.4; (b) traffic that either Party originates to, or terminates from, an interexchange carrier regardless of the originating and terminating end points of a call; or (c) traffic that Ballard Rural originates to, or terminates from, any carrier over facilities and/or service arrangements that the carrier has obtained pursuant to an access service arrangement regardless of the originating and terminating points of a call. All traffic that Ballard Rural originates to, or terminates from, an interexchange carrier will be subject to access charges to be retained by Ballard Rural. There will be no sharing of access charge revenue that Ballard Rural bills either interexchange carriers or any other carriers that obtain access services from Ballard Rural. There will be no access services provided jointly between the Parties pursuant to this Agreement.

3.4 This Agreement only applies with respect to the traffic delivered over the facilities comprising the Interconnection arrangement(s) between the Parties. This Agreement only applies to traffic originated by Sprint's CMRS mobile users that are located within the wireless service area of Sprint defined as the set of counties as set forth in Appendix C. The terms of this Agreement including, but not limited to, traffic distribution and the proportions of minutes of use that are Subject Traffic and Inter-MTA Traffic are directly related to and dependent on the specific service area of Sprint.

3.5 Compensation for the Transport and Termination of Subject Traffic applies only to traffic associated with the provision of local exchange carrier services by Ballard Rural for which

Ballard Rural has tariff authority to provide and to traffic associated with the provision of two-way CMRS by Sprint. Neither Party shall provide an intermediary or transit traffic function for the other Party's connection of its end users to the end users of a third party telecommunications carrier without the consent of all parties and without the establishment of mutually agreeable terms and conditions governing the provision of the intermediary functions. This Agreement does not obligate either Party to utilize any intermediary or transit traffic function of the other Party or of any third party. Traffic associated with fixed wireless services of Sprint is specifically excluded from this Agreement.

This Agreement does not apply to traffic originated or terminated on third party networks or to any other traffic not specifically identified in this Section 3.0.

3.6 Connecting facilities that may be established pursuant to this Agreement shall not be used by either Party to deliver any other traffic not specifically allowed under this Agreement in this Section 3.0. It will constitute a default of this Agreement for a Party to deliver, over the connecting network facilities, any traffic other than the traffic that is within the scope of this Agreement as specifically identified in this Section 3.0.

#### 4.0 SERVICE AGREEMENT

#### 4.1 Methods of Interconnection.

4.1.1 The Parties agree to interconnect their respective networks within the incumbent LEC service area of Ballard Rural at one or more Interconnection Points ("IPs") as established by Ballard Rural. Interconnection will be provided through an appropriate Ballard Rural tandem switching office. The IP(s) will be set forth in Appendix A. Ballard Rural shall make available, to Sprint at the IP(s), trunks over which Sprint can terminate traffic described in Section 3.1 and Appendix A. Sprint shall make available, to Ballard Rural at the IP(s), trunks over which Ballard Rural can terminate traffic described in Section 3.1 and Appendix A. By mutual agreement, the Parties may interconnect on a bi-directional basis using two-way trunk groups between the Parties' networks. All interconnecting facilities will be at a minimum of a DS1 level, multiple DS1 level, or DS3 level and will conform to industry standards. This Agreement does not apply to, and interconnection pursuant to this Agreement cannot be used for, traffic originated or terminated on third party networks. All methods of interconnection are subject to the compensation structure set forth in Section 5.0 and Appendix B.

4.1.2 Indirect Interconnection. Sprint shall be permitted to use a third party carrier's facilities for purposes of establishing interconnection indirectly with Ballard Rural at the IP(s). In such case, on behalf of Sprint, the third party carrier will connect dedicated facilities with Ballard Rural at the IP(s). Sprint shall be responsible for the payment to any third party carrier for any charges associated with the facilities.

4.2 Service Arrangement. This Agreement provides for the following interconnection arrangement between the Parties for the purpose of delivery by one Party of specific traffic for Transport and Termination on the other Party's network.

4.2.1 The service arrangement involves trunk side connection to appropriate Ballard Rural tandem switching offices. Under this arrangement, the interconnection facility acts like an interoffice trunk. The trunk service arrangement can by mutual agreement be used as a two-way service for originating and terminating traffic between the Parties' respective networks. This Agreement does not apply to, and the trunk service arrangement cannot be used for traffic originated or terminated on third party networks.

4.2.1.1 For traffic terminating on Ballard Rural, the trunk service arrangement

may be used by Sprint to deliver traffic for termination to valid NXX codes associated with Ballard Rural end offices that subtend the specific tandem office to which the Type 2A interconnection is made.

4.2.1.2 Based on the specific Ballard Rural local service area of the originating Ballard Rural end user, the trunk service arrangement may be used by Ballard Rural to deliver traffic only to designated NPA-NXXs of Sprint for which the associated rate center (as determined by V&H coordinates) is within the specific Ballard Rural local service area of the originating Ballard Rural end user. Ballard Rural local service areas are set forth in Ballard Rural's intrastate local service tariff.

4.2.1.3 The delivery of traffic pursuant to Subsections 4.2.1.1 and 4.2.1.2 does not create legal or regulatory obligations for either Party that do not otherwise apply.

4.2.1.4 The delivery of traffic pursuant to Section 4.2.1.2 and the designation of rate center V & H coordinates by Sprint for NPA-NXX numbers assigned to Sprint's mobile CMRS customers does not necessarily affect or determine the services offered by Ballard Rural or Sprint, the services provided to end users by either Party, the rate structure applied to services provided to end users by either Party, the rate structure applied to services either Party provides. Any end user service or traffic delivery application by either Party based on designation of rate center V & H coordinates for the NPA-NXX numbers assigned by Sprint to its mobile CMRS customers does not create legal or regulatory obligations for either Party that do not otherwise apply.

Signaling. SS7 connectivity will be provided in accordance with prevailing industry 4.3 standards. The Parties agree to cooperate on the exchange of all appropriate SS7 messages for originating carrier identification, local call set-up, including ISDN User Part ("ISUP") and Transaction Capability User Part ("TCAP") messages to facilitate full interoperability of all CLASS features and functions between their respective networks. Any other SS7 message services to be provided using TCAP messages (such as database queries) will be jointly negotiated and agreed upon. All SS7 signaling parameters will be provided in conjunction with traffic trunk groups, where and as available. These parameters include, but are not limited to, originating Carrier Identification Code, Automatic Number Identification ("ANI"), Initial Address Message ("IAM"), Calling Party Number ("CPN"), Privacy Indicator, calling party category information, charge number, and the Jurisdictional Indicator Parameter ("JIP") containing a Local Exchange Routing Guide ("LERG") assigned NPA-NXX indentifying the originating switch of calls originating from Local Number Portability capable switches, etc. All parameters related to network signaling information will also be provided, such as Sprint Information Parameter ("CIP"), wherever such information is needed for call routing and billing. Each Party will honor all Privacy Indicators as required under applicable law. Sprint must interconnect, directly or indirectly, with the Ballard Rural Signal Transfer Points ("STPs") serving the Telecommunications in which Telecommunications Traffic and Inter-MTA Traffic will be exchanged.

Sprint may choose a third-party SS7 signaling provider to transport signaling messages to and from Ballard Rural's SS7 network. In that event, the third-party provider must present a letter of agency to Ballard Rural authorizing the third party to act on behalf of Sprint in transporting SS7 messages to and from Ballard Rural. The third-party provider for Sprint must interconnect with the Ballard Rural STP(s) serving the geographic area in which the traffic exchange trunk groups are located. Where SS7 signaling is not available, in-band signaling shall be used in accordance with accepted industry standards.

#### 5.0 COMPENSATION ARRANGEMENTS

5.1 Subject Traffic. Each Party shall pay the other Party for Transport and Termination of Subject Traffic that either Party delivers to the other Party's network pursuant to the provisions of this Agreement. These charges and rates do not apply to any other types of traffic or for traffic delivered in any other areas other than those set forth in this Agreement and described in Appendix A. The Parties agree that Ballard Rural will not provide any compensation to Sprint for traffic associated with one-way CMRS, including paging services, provided by Sprint.

5.2 Rate Structure. An IP(s) will be established between the Parties' networks as specified in Appendix A for the delivery of traffic described in Section 3.1. Sprint must obtain special access from Ballard Rural subject to the rates, terms and conditions contained in Ballard Rural's intrastate access tariff for the purpose of connection between the IP(s) and Ballard Rural's applicable tandem office. These connecting facilities are set forth in Appendix A. Ballard Rural will charge special access from the applicable Ballard Rural intrastate access tariff for the tandem connecting facilities. Special access charges for the connecting facilities will be reduced, as specified in Appendix B, to reflect the proportionate share of the total usage of the facilities that is related to Subject Traffic originated by Ballard Rural. For any specific IP, a single, combined, perminute rate, as specified in Appendix B, will apply which encompasses total compensation for Transport, call Termination and any other facilities utilized to terminate Subject Traffic on the other Party's respective network.

5.3 Non-Recurring Charges. Sprint agrees to the non-recurring fees as set forth in Appendix B for any additions to, or added capacity for, special access connecting facilities.

5.4 Inter-MTA Traffic. The specific compensation arrangements set forth in this Agreement for Subject Traffic are not applicable to Inter-MTA Traffic described in Section 3.1.3. Sprint will provide compensation to Ballard Rural for originating and terminating Inter-MTA Traffic according to the terms and conditions of Ballard Rural's applicable federal and state access tariffs. Even though there may be some land-to-mobile InterMTA Traffic, the Parties will presume, for purposes of this Agreement, that there will be no land-to-mobile Inter-MTA Traffic exchanged between the Parties over the connecting facilities established pursuant to this Agreement.

5.4.1 Sprint and Ballard Rural will develop mutually acceptable percent usage factors for the relative amounts of Inter-MTA Traffic and Subject Traffic delivered by Sprint over the connecting facilities pursuant to this Agreement as defined in Section 3.1. These percentage usage factors will apply to total traffic exchanged over the connecting facilities. The Parties will work together to develop an auditable report which shows, for traffic originated or terminated by Sprint and exchanged by the Parties over the connecting facilities pursuant to this Agreement, the ratio of inter-MTA Traffic to Subject Traffic for representative periods of time. The Parties agree that the original usage factors set forth in Sections 3 and 4 of Appendix A will be used for a minimum of 12 months. If an auditable report can be developed to identify and measure inter-MTA Traffic and the Parties mutually agree to new traffic percentages based on the prior 12-month period, the percentages specified in Sections 3 and 4 of Appendix A will be amended and applied to prospective periods. In the event of a dispute regarding the adjustment to the intra-MTA factors, the dispute will be resolved pursuant to the provisions of Section 14.9.

5.4.2 The Parties recognize that the Inter-MTA traffic (defined in Section 3.1.3) may be both Interstate and Intrastate in nature. For the Inter-MTA traffic, the Parties will develop mutually acceptable Interstate and Intrastate factors. The percentages are specified in Appendix A. The relative Interstate and Intrastate percentages will be applied for the duration of this Agreement. Interstate access charges will apply to the percentage of Inter-MTA Traffic that is interstate in nature; intrastate access charges will apply to the percentage of Inter-MTA Traffic that is intrastate in nature.

5.4.3 The designation of traffic as either Subject Traffic (for which Transport and

Termination charges apply) or Inter-MTA Traffic (for which access charges apply) for purposes of compensation pursuant to this Agreement shall be based on the actual originating and terminating points of the complete end-to-end call; provided, however, that for Sprint the location of the cellular service antenna serving the CMRS end user when the call begins shall be used as the determinant of the geographic location of the mobile customer.

5.5 The Parties intend to utilize actual terminating measurement of usage for purposes of billing pursuant to this Agreement. The terminating usage will be measured by the terminating carrier. However, in the event that either Party may not be capable of measuring traffic, then the following provisions shall apply: The relative directionality of traffic with respect to the connecting facilities is set forth in Section 2 of Appendix A. The Parties agree to use the default percentages set forth in Section 2 of Appendix A for the application of charges pursuant to this Agreement. In any event, the Parties agree that the portion of traffic that is land-to-mobile will not exceed 50 percent.

#### 6.0 NOTICE OF CHANGES

If a Party makes a change in its network which it believes will materially affect the interoperability of its network with the other Party, the Party making the change shall provide at least ninety (90) days advance written notice of such change to the other Party. In the event that the provision of ninety (90) days notice is not possible, the Party making the change shall provide notification within ten (10) business days after the determination to make the network change.

#### 7.0 GENERAL RESPONSIBILITIES OF THE PARTIES

7.1 Thirty (30) days after the Effective Date of each quarter during the term of this Agreement, Sprint shall provide Ballard Rural with a rolling six (6) calendar month, non-binding forecast of its traffic and volume requirements for the services provided under this Agreement and in the form and such detail as agreed by the Parties. The Parties agree that each forecast provided under this Section shall be deemed "Proprietary Information."

7.2 Each Party is individually responsible to provide facilities within its network which are necessary for routing, transporting, measuring, and billing traffic from the other Party's network and for delivering of such traffic it receives in that mutually acceptable format and to terminate the traffic it receives in that mutually acceptable format to the proper address on its network. Such facility shall be designed based upon the description provided under Section 4.0 above. The Parties are each solely responsible for participation in and compliance with national network plans, including the National Network Security Plan and the Emergency Preparedness Plan.

7.3 Neither Party shall use any service related to or use any of the services provided in this Agreement in any manner that prevents other persons from using their service or destroys the normal quality of service to other carriers or to either Party's Customers, and subject to notice and a reasonable opportunity of the offending Party to cure any violation, either Party may discontinue or refuse service if the other Party violates this provision.

7.4 The characteristics and methods of operation of any circuits, facilities or equipment of one Party connected with the services, facilities or equipment of the other Party shall not interfere with or impair service over any facilities of the other Party, its affiliated companies, or its connecting and concurring carriers involved in its services; or cause damage to the other Party's plant, impair the privacy of any communications carried over the facilities or create hazards to the employees of the other Party, its affiliated companies, or its connecting and concurring carriers or the public.

7.5 If such characteristics or methods of operation are not in accordance with the

preceding paragraph, either Party will notify the other Party that temporary discontinuance of the circuit, facility or equipment may be required; however, when prior notice is not practicable, either Party may forthwith temporarily discontinue the use of a circuit, facility or equipment if such action is reasonable under the circumstances. In such case of temporary discontinuance, either Party will notify the other Party immediately by telephone and provide the other Party with the opportunity to correct the condition that gave rise to the temporary discontinuance. No allowance for interruption will be applicable.

7.6 Each Party is solely responsible for the services it provides to its customers and to other telecommunications carriers.

7.7 Each Party is responsible for administering NXX codes assigned to it.

7.8 At all times during the term of this Agreement, each Party shall keep and maintain in force at each Party's expense all insurance required by law (e.g., workers' compensation insurance) as well as general liability insurance for personal injury or death to any one person, property damage resulting from any one incident, automobile liability with coverage of bodily injury for property damage. Upon request from the other Party, each Party shall provide to the other Party evidence of such insurance (which may be provided through a program of self-insurance).

7.9 The physical connection of facilities, delivery of traffic, and/or termination of traffic may be temporarily discontinued by either Party upon 30 days' written notice to the other Party for repeated or willful violation of or refusal to comply with any of the provisions of this Agreement.

8.0 EFFECTIVE DATE, TERM, AND TERMINATION

8.1 This Agreement shall become effective on January 1, 2007 and shall terminate on December 31, 2008 (the "Initial Term"). When the Agreement becomes effective, the provisions contained in Section 2.0 of this Agreement shall apply with respect to the interpretation and construction of this Agreement and its ongoing relation to other references, including subsequent tariffs.

8.2 After the Initial Term, this Agreement shall then automatically renew on a year-to-year basis. Upon expiration of the initial term or any subsequent term, either Party may terminate this Agreement by providing written notice of termination to the other Party, with such written notice to be provided at least sixty (60) days in advance of the date of termination of the then-existing term.

8.2.1 Post-Termination Arrangements. For service arrangements made available under this Agreement and existing at the time of termination, those arrangements will continue without interruption until a replacement agreement has been executed by the Parties either (a) under an agreement voluntarily executed by the Parties; (b) under a new agreement arrived at pursuant to the provisions of the Act; or (c) under an agreement available according to the provisions of Section 252(i) of the Act, but in no case will the existing service arrangements continue for longer than 12 months following the date on which notice of termination is provided by either Party to the other Party.

8.3 Upon termination or expiration of this Agreement in accordance with this Section:

(a) each Party shall comply immediately with its obligations set forth above;

(b) each Party shall promptly pay all undisputed amounts (including any late payment charges) owed under this Agreement;

(c) each Party's indemnification obligations shall survive termination or expiration of this Agreement.

8.4 The arrangements pursuant to this Agreement including the provision of services or facilities shall immediately terminate upon the suspension, revocation or termination by other means of either Party's authority to provide services. For Ballard Rural, authority involves the provision of local exchange or exchange access services. For Sprint, authority involves the provision of CMRS services under license from the Federal Communications Commission.

8.5 The services and facilities arrangements pursuant to this Agreement may be terminated by either Party upon not less than ten (10) days' written notice to the other Party for failure to pay undisputed amounts on the dates or at times specified for the facilities and services furnished pursuant to this Agreement.

8.6 Either Party may terminate this Agreement in whole or in part in the event of a default by the other Party provided, however, that the non-defaulting Party notifies the defaulting Party in writing of the alleged default and that the defaulting Party does not cure the alleged default within thirty (30) calendar days of receipt of written notice thereof. Default is defined to include:

(a) A Party's insolvency or the initiation of bankruptcy or receivership proceedings by or against the Party; or

(b) A Party's refusal or failure in any material respect properly to perform its obligations under this Agreement, or the violation of any of the material terms and conditions of this Agreement.

(c) Default as may be defined elsewhere in this Agreement.

#### 9.0 CANCELLATION CHARGES

Except as provided herein, or as otherwise provided in any applicable tariff or contract referenced herein, no cancellation charges shall apply.

#### 10.0 INDEMNIFICATION

10.1 Each Party agrees to release, indemnify, defend and hold harmless the other Party from and against all losses, claims, demands, damages, expenses, suits or other actions, or any liability whatsoever related to the subject matter of this Agreement, including, but not limited to, costs and attorneys' fees (collectively, a "Loss"), (a) whether suffered, made, instituted, or asserted by any other party or person, relating to personal injury to or death of any person, defamation, or for loss, damage to, or destruction of real and/or personal property, whether or not owned by others, arising during the term of this Agreement and to the extent proximately caused by the acts or omissions of the indemnifying Party, regardless of the form of action, or (b) suffered, made, instituted, or asserted by its own customer(s) against the other Party arising out of the other Party's provision of services to the indemnifying Party under this Agreement. Notwithstanding the foregoing indemnification, nothing in this Section 10.0 shall affect or limit any claims, remedies, or other actions the indemnifying Party may have against the indemnified Party under this Agreement, any other contract, or any applicable Tariff(s), regulations or laws for the indemnified Party's provision of said services.

10.2 The indemnification provided herein shall be conditioned upon:

(a) The indemnified Party shall promptly notify the indemnifying Party of any action taken against the indemnified Party relating to the indemnification.

(b) The indemnifying Party shall have sole responsibility to defend any such action with counsel reasonably acceptable to the indemnified Party, provided that the indemnified Party may engage separate legal counsel at its sole cost and expense.

(c) In no event shall the indemnifying Party settle or consent to any judgment pertaining to any such action without the prior written consent of the indemnified Party, which consent shall not be unreasonably withheld.

(d) The indemnified Party shall, in all cases, assert any and all provisions in its

Tariffs or customer contracts that limit liability to third parties as a bar to any recovery by the third party claimant in excess of such limitation of liability.

(e) The indemnified Party shall offer the indemnifying Party all reasonable cooperation and assistance in the defense of any such action.

10.3 In addition to its indemnity obligations under Section 10.1 and 10.2, each Party shall provide, in its Tariffs or customer contracts that relate to any Telecommunications Service or Network Element provided or contemplated under this Agreement that in no case shall such Party or any of its agents, contractors or others retained by such parties be liable to any customer or third party for (i) any Loss relating to or arising out of this Agreement, whether in contract or tort, that exceeds the amount such Party would have charged the applicable customer for the service(s) or function(s) that gave rise to such Loss, or (ii) any consequential damages (as defined in Subsection 11.2 below).

#### 11.0 LIMITATION OF LIABILITY

11.1 Except in the instance of harm resulting from an intentional or grossly negligent action of one Party, the Parties agree to limit liability in accordance with this Section 11. The liability of either Party to the other Party for damages arising out of failure to comply with a direction to install, restore or terminate facilities; or out of failures, mistakes, omissions, interruptions, delays, errors or defects occurring in the course of furnishing any services, arrangements or facilities hereunder shall be determined in accordance with the terms of the applicable tariff(s) of the providing Party. In the event no tariff(s) apply, the providing Party's liability shall not exceed an amount equal to the pro rata monthly charge for the affected facility or service for the period in which such failures, mistakes, omissions, interruptions, delays, errors or defects occur. Recovery of said amount shall be the injured Party's sole and exclusive remedy against the providing Party for such failures, mistakes, omissions, interruptions, delays, errors or defects.

11.2 Neither Party shall be liable to the other in connection with the provision or use of services offered under this Agreement for punitive, exemplary, indirect, incidental, consequential, reliance or special damages, including (without limitation) damages for lost profits (collectively, "Consequential Damages"), regardless of the form of action, whether in contract, warranty, strict liability, or tort, including, without limitation, negligence of any kind, even if the other Party has been advised of the possibility of such damages; provided, that the foregoing shall not limit a Party's obligation under Section 10.

11.3 The Parties agree that neither Party shall be liable to the customers of the other Party in connection with its provision of services to the other Party under this Agreement. Nothing in this Agreement shall be deemed to create a third party beneficiary relationship between the Party providing the service and the customers of the Party purchasing the service. In the event of a dispute involving both Parties with a customer of one Party, both Parties shall assert the applicability of any limitation on liability to customers that may be contained in either Party's applicable tariff(s) or customer contracts.

#### 12.0 COMPLIANCE WITH LAWS AND REGULATIONS

12.1 Each Party shall comply with all federal, state, and local statutes, regulations, rules, ordinances, judicial decisions, and administrative rulings applicable to its performance under this Agreement. Each Party shall promptly notify the other Party in writing of any governmental action that suspends, cancels, withdraws, limits, or otherwise materially affects its ability to perform its obligations hereunder.

12.2 The Parties understand and agree that this Agreement will be filed with the

Commission. The Parties reserve the right to seek regulatory relief and otherwise seek redress from each other regarding performance and implementation of this Agreement. In the event the Commission rejects this Agreement, the Parties agree to meet and negotiate in good faith to arrive at a mutually acceptable modification of the Agreement. Further, this Agreement is subject to change, modification, or cancellation as may be required by a regulatory authority or court in the exercise of its lawful jurisdiction. Notwithstanding these mutual commitments, the Parties nevertheless enter into this Agreement without prejudice to any positions they have taken previously, or may take in the future in any legislative, regulatory, or other public forum addressing any matters, including matters related specifically to this Agreement or other types of arrangements prescribed in this Agreement.

#### 13.0 DISCLAIMER OF REPRESENTATION AND WARRANTIES

.- )

EXCEPT AS EXPRESSLY PROVIDED UNDER THIS AGREEMENT, NEITHER PARTY MAKES ANY WARRANTY, EXPRESS OR IMPLIED, WITH RESPECT TO THE SERVICES, FUNCTIONS AND PRODUCTS IT PROVIDES UNDER OR CONTEMPLATED BY THIS AGREEMENT AND THE PARTIES DISCLAIM THE IMPLIED WARRANTIES OF MERCHANTABILITY OR OF FITNESS FOR A PARTICULAR PURPOSE.

#### 14.0 MISCELLANEOUS

#### 14.1 Authorization

14.1.1 Ballard Rural is a corporation duly organized, validly existing and in good standing under the laws of the Commonwealth of Kentucky and has full power and authority to execute and deliver this Agreement and to perform its obligations hereunder, subject to necessary regulatory approval.

14.1.2 Sprint is a **[insert entity type]**, duly organized, validly existing and in good standing under the laws of the **[insert state of organization]** and has a full power and authority to execute and deliver this Agreement and to perform its obligations hereunder, subject to necessary regulatory approval.

14.2 Disclaimer of Agency; No Third Party Beneficiaries; Independent Contractor

Neither this Agreement, nor any actions taken by either Party, in compliance with this Agreement, shall be deemed to create an agency or joint venture relationship between the Parties, or any relationship. Neither this Agreement, nor any actions taken by either Party in compliance with this Agreement, shall create an agency, or any other type of relationship or third party liability between the Parties or between either Party and the customers of the other Party. This Agreement is for the sole benefit of the Parties and their permitted assigns, and nothing herein express or implied shall create or be construed to create any third-party beneficiary rights hereunder. Nothing in this Agreement shall constitute a Party as a legal representative or agent of the other Party, nor shall a Party have the right or authority to assume, create or incur any liability or any obligation of any kind, express or implied, against or in the name or on behalf of the other Party unless otherwise expressly permitted by such other Party. Except as otherwise expressly provided in this Agreement, no Party undertakes to perform any obligation of the other Party, whether regulatory or contractual, or to assume any responsibility for the management of the other Party's business.

#### 14.3 Force Majeure

Neither Party shall be responsible for delays or failures in performance resulting from acts or occurrences beyond the reasonable control of such Party, regardless of whether such delays or failures in performance were foreseen or foreseeable as of the date of this Agreement, including, without limitation: adverse weather conditions, fire, explosion, power failure, acts of God, war,

revolution, civil commotion, or acts of public enemies; any law, order, regulation, ordinance or requirement of any government or legal body; or labor unrest, including, without limitation, strikes, slowdowns, picketing or boycotts; or delays caused by the other Party or by other service or equipment vendors; or any other circumstances beyond the Party's reasonable control. In such event, the affected Party shall, upon giving prompt notice to the other Party, be excused from such performance on a day-to-day basis to the extent of such interferences (and the other Party shall likewise be excused from performance of its obligations on a day-to-day basis to the extent such Party's obligations relate to the performance so interfered with). The affected Party shall use its best efforts to avoid or remove the cause(s) of non-performance and both Parties shall proceed to perform with dispatch once the cause(s) are removed or cease.

#### 14.4 Treatment of Proprietary and Confidential Information

14.4.1 Both Parties agree that it may be necessary to provide each other during the term of this Agreement with certain confidential information, including, but not limited to, trade secrets, technical and business plans, technical information, proposals, specifications, drawings, procedures, customer account data, call detail records and like information (hereinafter collectively referred to as "Proprietary Information"). Proprietary Information shall remain the property of the disclosing Party. Both Parties agree that all Proprietary Information shall be in writing or other tangible form and clearly marked with a confidential, private or proprietary legend and that the Proprietary Information will be returned to the owner within a reasonable time upon request of the disclosing party. Both Parties agree that the Proprietary Information shall be utilized by the nondisclosing Party only to the extent necessary to fulfill the terms of this Agreement or upon such terms and conditions as may be agreed upon between the Parties in writing, and for no other purpose. Both Parties agree to receive such Proprietary Information and not to disclose such Proprietary Information. Both Parties agree to protect the Proprietary Information received from distribution, disclosure or dissemination to anyone except employees and duly authorized agents of the Parties with a need to know such Proprietary Information and which employees and agents agree to be bound by the terms of this Section. Both Parties will use the same standard of care, which in no event shall be less than a reasonable standard of care, to protect Proprietary Information received as they would use to protect their own confidential and proprietary information.

14.4.2 Notwithstanding the foregoing, both Parties agree that there will be no obligation to protect any portion of the Proprietary Information that is either: 1) made publicly available by the owner of the Proprietary Information or lawfully disclosed by a non-party to this Agreement; 2) lawfully obtained from any source other than the owner of the Proprietary Information; 3) publicly known through no wrongful act of the receiving Party; 4) previously known to the receiving Party without an obligation to keep it confidential; 5) required to be disclosed by any governmental authority or applicable law; or 6) approved for release by written authorization of the disclosing Party.

14.4.3 Upon termination of this Agreement, the Parties shall: (i) destroy all Proprietary Information of the other party that remains in its possession; and (ii) certify the completion of such activity in writing to the other Party, within thirty (30) calendar days.

14.5 Choice of Law. The construction, interpretation, enforcement and performance of this Agreement shall be in accordance with the laws of the Commonwealth of Kentucky without regard to its conflict of laws principles.

#### 14.6 Taxes

Any Federal, state or local excise, license, sales, use, or other taxes or tax-like charges (excluding any taxes levied on income) resulting from the performance of this Agreement shall be borne by the Party upon which the obligation for payment is imposed under applicable law, even if the obligation to collect and remit such taxes is placed upon the other Party. Any such taxes shall

be shown as separate items on applicable billing documents between the Parties. The Party obligated to collect and remit taxes shall do so unless the other Party provides such Party with the required evidence of exemption. The Party so obligated to pay any such taxes may contest the same in good faith, at its own expense, and shall be entitled to the benefit of any refund or recovery, provided that such Party shall not permit any lien to exist on any asset of the other Party by reason of the contest. The Party obligated to collect and remit taxes shall cooperate fully in any such contest by the other Party by providing records, testimony and such additional information or assistance as may reasonably be necessary to pursue the contest.

#### 14.7 Assignability

Either Party may, upon at least sixty (60) days prior written notice and with the other Party's prior written consent, which shall not be unreasonably withheld, assign this Agreement to an entity with which it is under common ownership and/or control. For purposes of this Subsection 14.7, it shall be deemed "reasonable" for the non-assigning party to withhold consent to a proposed assignment if the proposed assignee does not provide the non-assigning party with sufficient evidence that it has the resources, ability, and authority to satisfactorily perform pursuant to the terms of this Agreement. Any attempted assignment or delegation in violation of this Subsection 14.7 shall be void and ineffective and constitute a default of this Agreement by the party attempting such assignment or delegation. This Agreement shall be binding on and inure to the benefit of the Parties and their respective legal successors and permitted assignee.

#### 14.8 Billing and Payment; Disputed Amounts

14.8.1 Ballard Rural shall invoice Sprint on a monthly basis. Sprint shall pay any invoice, which is not the subject of a valid dispute, in immediately available U.S. funds, within (30) days from the date of the invoice. Billing will be based on factors contained in Appendix applied to the terminating minutes of use over the interconnection facilities as measured by Ballard Rural.

14.8.2 All charges under this agreement shall be billed within one year from the time the charge was incurred: previously unbilled charges more than one year old shall not be billed by either Party, and shall not be payable by either Party.

14.8.3 If any portion of an amount due to a Party (the "Billing Party") under this Agreement is subject to a bona fide dispute between the Parties, the Party billed (the "Non-Paying Party") shall within thirty (30) days of its receipt of the invoice containing such disputed amount give notice to the Billing Party of the amount it disputes ("Disputed Amount") and include in such notice the specific details and reasons for disputing each item. The Non-Paying Party shall pay when due all undisputed amounts to the Billing Party.

14.8.4 If the Parties are unable to resolve the issues related to the Disputed Amounts in the normal course of business within thirty (30) days after delivery to the Billing Party of notice of the Disputed Amounts, then either Party may file a complaint with the Commission to resolve such issues or proceed with any other remedy pursuant to law or equity.

14.8.6 The Parties agree that all negotiations pursuant to this subsection 14.8 shall remain confidential and shall be treated as compromise and settlement negotiations for purposes of the Federal Rules of Evidence and state rules of evidence.

14.8.7 Any undisputed amounts not paid when due shall accrue interest from the date such amounts were due at the lesser of (i) one and one-half percent (1-1/2%) per month or (ii) the highest rate of interest that may be charged under applicable law.

14.9 Dispute Resolution

Any dispute between the Parties regarding the interpretation or enforcement of this Agreement or any of its terms shall be addressed, in the first instance, by good faith negotiation between the Parties. Should negotiations fail to resolve the dispute in a reasonable time, either Party may initiate an appropriate action at the Kentucky Public Service Commission or a Kentucky judicial forum or, upon mutual agreement, the Parties may submit their dispute to binding arbitration, pursuant to the then-effective rules of the American Arbitration Association.

#### 14.10 Notices

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Notices given by one Party to the other Party under this Agreement shall be in writing and shall be (i) delivered personally, or (ii) delivered by express delivery service to the following addresses of the Parties:

For Ballard Rural:

ATTN: Harlon Parker, General Manager Ballard Rural Telephone Cooperative Corp., Inc. 159 W. 2<sup>nd</sup> Street P.O. Box 209 LaCenter, Kentucky 42056-0209

With a copy to:

John E. Selent, Esq. Dinsmore & Shohl LLP 1400 PNC Plaza 500 West Jefferson St. Louisville, Kentucky 40202

For Sprint:

or to such other address as either Party shall designate by proper notice. Notices will be deemed given as of the earlier of (i) the date of actual receipt, or (ii) the next business day when notice is sent via express delivery.

14.11 Joint Work Product.

This Agreement is the joint work product of the Parties and has been negotiated by the Parties and shall be fairly interpreted in accordance with its terms and, in the event of any ambiguities, no inferences shall be drawn against either Party.

14.12 No License.

14.12.1 Nothing in this Agreement shall be construed as the grant of a license, either express or implied, with respect to any patent, copyright, trademark, trade name, trade secret or any other proprietary or intellectual property now or hereafter owned, controlled or licensable by either Party. Neither Party may use any patent, copyrightable materials, trademark, trade name, trade secret or other intellectual property right of the other Party except in accordance with the terms of a separate license agreement between the Parties granting such rights.

14.12.2 Neither Party shall have any obligation to defend, indemnify or hold harmless, or acquire any license or right for the benefit of, or owe any other obligation or have any liability to, the other Party or its customers based on or arising from any claim, demand, or proceeding by any third party alleging or asserting that the use of any circuit, apparatus, or system, or the use of any software, or the performance of any service or method, or the provision of any

facilities by either Party under this Agreement, alone or in combination with that of the other Party, constitutes direct, vicarious or contributory infringement or inducement to infringe, misuse or misappropriation of any patent, copyright, trademark, trade secret, or any other proprietary or intellectual property right of any Party or third party. Each Party, however, shall offer to the other reasonable cooperation and assistance in the defense of any such claim.

14.12.3 NOTWITHSTANDING ANY OTHER PROVISION OF THIS AGREEMENT, THE PARTIES AGREE THAT NEITHER PARTY HAS MADE, AND THAT THERE DOES NOT EXIST, ANY WARRANTY, EXPRESS OR IMPLIED, THAT THE USE BY THE PARTIES OF THE OTHER'S FACILITIES, ARRANGEMENTS, OR SERVICES PROVIDED UNDER THIS AGREEMENT SHALL NOT GIVE RISE TO A CLAIM BY ANY THIRD PARTY OF INFRINGEMENT, MISUSE, OR MISAPPROPRIATION OF ANY INTELLECTUAL PROPERTY RIGHT OF SUCH THIRD PARTY.

#### 14.13 Survival

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.

#### 14.14 Entire Agreement.

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This Agreement and any Exhibits, Appendices, Schedules, or tariffs which are 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, and 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.

#### 14.15 Non-Waiver.

Failure of either Party to insist on performance of any term or condition of this Agreement or to exercise any right or privilege hereunder shall not be construed as a continuing or future waiver of such term, condition, right or privilege.

#### 14.16 Publicity and Use of Trademarks or Service Marks.

Neither Party nor its subcontractors or agents shall use the other Party's trademarks, service marks, logos or other proprietary trade dress in any advertising, press releases, publicity matters or other promotional materials without such Party's prior written consent.

#### 14.17 Severability

If any provision of this Agreement is held by a court or regulatory agency of competent jurisdiction to be unenforceable, the rest of the Agreement shall remain in full force and effect and shall not be affected unless removal of that provision results, in the opinion of either Party, in a material change to this Agreement. If a material change as described in this paragraph occurs as a result of action by a court or regulatory agency, the Parties shall negotiate in good faith for replacement language that does not materially alter the economic effect of this Agreement on either Party. If replacement language cannot be agreed upon within a reasonable period, either Party may terminate this Agreement without penalty or liability for such termination upon written notice to the other Party.

#### 14.18 Counterparts

This Agreement may be executed in two or more counterparts, each of which shall be deemed an original and all of which together shall constitute one and the same instrument.

#### 14.19 Modification, Amendment, Supplement, or Waiver

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. 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.

14.20 Change of Law. If any legislative, regulatory, judicial or other government decision, order, determination or action, or any change in law applicable to this Agreement materially affects any material provision of this Agreement, the rights obligations of either Party herein, or the ability of a Party to perform any material provision of this Agreement, the Parties shall promptly renegotiate in good faith and amend this Agreement in writing in order to make such mutually acceptable revisions to this Agreement as may be required in order to conform the Agreement to applicable law.

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be executed as of this \_\_\_\_ day of \_\_\_\_\_, 2006.

Sprint Spectrum, L.P. and SprintCom, Inc., d/b/a Sprint Communications LLC d/b/a Sprint PSC Ballard Rural Telephone Cooperative Corporation, Inc.

Ву:	Ву:
Printed:	Printed:
Title:	Title:

#### Appendix A

#### DESIGNATION OF INTERCONNECTION POINT(S) AND TRAFFIC DISTRIBUTION CMRS-LEC AGREEMENT

This Appendix specifies the Interconnection Points ("IPs") pursuant to the Agreement for Facilities-Based Network Interconnection for Transport and Termination of Telecommunications Traffic (CMRS-LEC Agreement) between Sprint Spectrum, L.P., and SprintCom, Inc., d/b/a Sprint PCS (collectively "Sprint") and Ballard Rural Telephone Cooperative Corporation, Inc. ("Ballard Rural") and the relative directionality and distribution of traffic with respect to the connecting facilities associated with each IP as follows:

I. Service Arrangement and Interconnection Point(s) Interconnection

IP #1 -- For the exchange of LEC-CMRS two-way traffic between the Parties' networks within the Louisville, Kentucky MTA pursuant to this Agreement, the Parties agree to connect \_\_\_\_\_\_ at a junction point located at V and H

coordinates: V=yyyy, H=zzzz.

2. For the total amount of two-way traffic delivered by the Parties over the connecting facilities, the Parties agree to the following distribution of traffic on a default basis only if Ballard Rural does not provide specific traffic measurement:

% Mobile-to-Land traffic terminating on Ballard Rural's network	= ·	100%
% Land-to-Mobile traffic terminating on Sprint's network	=	0%

3. For the total traffic terminating on Ballard Rural's network, the Parties agree to the following distribution of traffic:

% Subject Traffic	=	95 %
% Intrastate Inter-MTA Traffic	=	5 %
% Interstate Inter-MTA Traffic	=	0 %

4. For the total traffic terminating on Sprint's network, the Parties agree to the following distribution of traffic:

% Subject Traffic	=	100 %
% Intrastate Inter-MTA Traffic	=	0%
% Interstate Inter-MTA Traffic	=	0%

Approved and executed this \_\_\_\_\_ day of \_\_\_\_\_, 2006.

Sprint Spectrum, L.P. and SprintCom, Inc., d/b/a Sprint Communications LLC d/b/a Sprint PSC Ballard Rural Telephone Cooperative Corporation, Inc.

By:	Ву:
Printed:	Printed:
Title:	Title:

Page 1 of 1

Appendix B Schedule of Charges Pursuant to the Agreement for Facilities-Based Network Interconnection for Transport and Termination of Telecommunications Traffic CMRS-LEC AGREEMENT

This Appendix specifies the rates for the Transport and Termination of traffic delivered by one Party to the network of the other Party pursuant to the Agreement for Facilities-Based Network Interconnection for Transport and Termination of Telecommunications Traffic (CMRS-LEC Agreement) between Ballard Rural Telephone Cooperative Corporation, Inc. ("Ballard Rural") and Sprint Spectrum, L.P., and SprintCom, Inc., d/b/a Sprint PCS collectively ("Sprint") as follows:

# **1. CHARGES FOR TRANSPORT, TERMINATION AND TANDEM SWITCHING for Subject Traffic:**

Subject Traffic originated by Sprint and delivered to Ballard Rural over trunks established at IP #1:			
rate per terminating minute of use for all end offices			
of Ballard Rural through its LaCenter tandem switch	\$0.015/MOU		

Subject Traffic for which Transport and Termination charges apply originated byBallard Rural and delivered to Sprint over trunks established at IP #1:rate per terminating minute of use\$0.015/MOU

# 2. Charges for Access Transport, Access Termination and Access Tandem Switching for Inter-MTA Traffic:

Current Ballard Rural access tariffs in the proper jurisdiction apply.

#### 3. Special Access Connecting Facilities:

Ballard Rural will charge Sprint special access monthly recurring rates pursuant to Ballard Rural's effective intrastate access tariff for the connecting facilities between IP#1 as set forth in Appendix A and Ballard Rural's LaCenter tandem office.

Ballard Rural will charge Sprint special access non-recurring rates pursuant to Ballard Rural's effective intrastate access tariff for any new connecting facilities.

Ballard Rural will credit Sprint 0% of the charges specified in this section for its portion of special access transport. Should the Parties mutually agree to revise the percentage traffic flow calculation, the percent special access credit will be modified to reflect the revised traffic flow percentage, but under no circumstances will the credit exceed 50%.

Approved and executed this day of	, 2006.
Sprint Spectrum, L.P. and SprintCom, Inc., d/b/a Sprint Communications LLC d/b/a Sprint PSC	Ballard Rural Telephone Cooperative Corporation, Inc.
Ву:	Ву:
Printed:	Printed:
Title:	Title:

Appendix C

Page 1 of 1

## Designation of Sprint's CMRS Service Area

# Sprint's Service Area by Counties in the Commonwealth of Kentucky:

)

To be added

Approved and executed this \_\_\_\_\_ day of \_\_\_\_\_, 2006.

Sprint Spectrum, L.P. and SprintCom, Inc., d/b/a Sprint Communications LLC d/b/a Sprint PSC Ballard Rural Telephone Cooperative Corporation, Inc.

Ву:	Ву:
Printed:	Printed:
Title:	Title:

.

## **ISSUES MATRIX**

## Ballard Rural Telephone Cooperative Corporation, Inc. - Sprint Spectrum, L.P., and SprintCom, Inc., d/b/a Sprint PSC

Key:	Ballard Rural Terms Appear in Bold Underline (Opposed by Sprint)
	Sprint Terms Appear in Bold Italics (Opposed by Ballard Rural)
	Agreed Terms Appear in Normal Type

Issue Number;	Description of Issue	Disputed Terms	Ballard Rural	Sprint Position
<b>Implicated Section</b>			Position	
of Interconnection				
Agreement				[

Issue No. 1	Should the agreement be		Yes. The title	Proposed revisions
100401107 1	called an "Agreement		"Agreement for	-
Title Page and	for Facilities-Based		Facilities-Based	sufficient time to
Heading on Page 1	Network Interconnection	Agreement for Facilities-Based	Network	conduct meaningful
	for Transport and		Interconnection for	Ý
	Termination of		Transport and	<u> </u>
	Telecommunications	Telecommunications Traffic and	Termination of	respondent's
	Traffic?	Reciprocal Compensation	Telecommunications	position is
	Trainc?	Reciprocal Compensation		+
			Traffic" adequately	unknown.
Preamble to General		GT&C, Preamble:	summarizes the type of	
Terms & Conditions	-	Pursuant to this CMRS-LEC	traffic that is subject to	
("GT&C")		Agreement for Facilities-Based	the agreement, as well	
		Network Interconnection for	as how the parties	
		Transport and Termination of	propose to treat that	
		Telecommunications Traffic, Ballard	traffic, that is, by	
		Rural Telephone Cooperative	transporting and	
		Corporation, Inc. ("Ballard Rural")		
		and Sprint Spectrum, L.P. and	other by means of	
		SprintCom, Inc., jointly d/b/a Sprint	facilities-based	

## **ISSUES MATRIX**

## Ballard Rural Telephone Cooperative Corporation, Inc. - Sprint Spectrum, L.P., and SprintCom, Inc., d/b/a Sprint PSC

Key:	Ballard Rural Terms Appear in Bold Underline (Opposed by Sprint)
K	Sprint Terms Appear in Bold Italics (Opposed by Ballard Rural)
	Agreed Terms Appear in Normal Type

Issue Number;	Description of Issue	Disputed Terms	Ballard Rural	Sprint Position
Implicated Section			Position	
of Interconnection				
Agreement				

		PCS (collectively "Sprint") will extend certain network arrangements to one another as specified below.	<b>}</b>	
GT&C, Section 1.xx		GT&C, Section 1.xx		
		1.3 Agreement means this		
		Agreement for Facilities-Based		
		Network Interconnection for		
		Transport and Termination of		
		<b>Telecommunications</b> Traffic		
		(CMRS-LEC) Agreement), together		
		with all appendices, exhibits, schedule,		
		and other attachments hereto.		
Issue No. 2	Should the agreement		Yes. The agreement	Proposed revisions
	state the parties' desire		should reflect the	not provided in
GT&C, Recitals	to interconnect their	GT&C, Recitals:	parties' intent to	sufficient time to
	network facilities?	Whereas, the Parties desire to	-	conduct
		interconnect their respective CMRS	traffic by means of	meaningful
		and LEC network facilities for the	facilities-based	negotiations.
		purpose of deliver <u>ying of</u> specific	{	Therefore,
		traffic for transport and termination on	interconnection.	respondent's
		the other Party's network and to set		position is
Key:	Ballard Rural Terms Appear in Bold Underline (Opposed by Sprint)			
------	--			
	Sprint Terms Appear in Bold Italics (Opposed by Ballard Rural)			
	Agreed Terms Appear in Normal Type			

Issue Number;	Description of Issue	Disputed Terms	Ballard Rural	Sprint Position
Implicated Section			Position	
of Interconnection				
Agreement				

		<i>forth</i> : and Whereas, the Parties are entering into this Agreement to set forth the respective obligations and the terms and conditions under which they will interconnect their networks and provide services as set forth herein.		unknown
Issue No. 3	Should the agreement include a definition for		Yes. This definition helps ensure that	Proposed revisions not provided in
GT&C, Section 1.xx	"Information Service?"	GT&C, Section 1.xx:	"information service"	sufficient time to
		1.11 "Information Service" is as	traffic is distinguished	conduct meaningful
		defined in the Act.	from the	negotiations.
			telecommunications	Therefore,
			traffic the parties are	respondent's
			agreeing to exchange,	position is
			as indicated by the	unknown.
			proposed title of this	
			agreement.	
Issue No. 4	Should "Interconnection		Yes. Interconnection	Proposed revisions
	Point" be defined as a		for the purpose of	not provided in

Key:	Ballard Rural Terms Appear in Bold Underline (Opposed by Sprint)
	Sprint Terms Appear in Bold Italics (Opposed by Ballard Rural)
	Agreed Terms Appear in Normal Type

Issue Number;	Description of Issue	Disputed Terms	Ballard Rural	Sprint Position
Implicated Section			Position	
of Interconnection				
Agreement				

GT&C, Section 1.xx	demarcation point on	GT&C, Section 1.xx:	transport and	sufficient time to
	Ballard Rural's network?	1.13 "Interconnection Point" or "IP" is	termination of traffic	conduct meaningful
		one or more a demarcation points on	shall take place within	negotiations.
		the incumbent network of Ballard	the service area of the	Therefore,
		<b><u>Rural</u></b> between <i>the Parties'</i> networks	incumbent, Ballard	respondent's
		where the delivery of traffic from one	Rural. Therefore, the	position is
		Party to the other Party takes place	"Interconnection Point"	unknown.
		pursuant to this Agreement.	should be defined as a	
			demarcation point on	
			Ballard Rural's	
			network.	
Issue No. 5	How should the		Inter-MTA traffic	Proposed revisions
	agreement define "Inter-		should be defined as	not provided in
GT&C, Section 1.xx	MTA Traffic?"	GT&C, Section 1.xx:	proposed. Reference to	sufficient time to
		1.15 "Inter-MTA Traffic" is: CMRS	the parties' end-users,	conduct meaningful
		outbound or inbound traffic that, at		negotiations.
		the beginning of the call, originates	networks, leaves less	Therefore,
		on one Party's network in one MTA	room for confusion. In	respondent's
		and terminates on the other Party's	addition, Ballard	position is
		network in a different MTA (a)	Rural's definition takes	unknown.
		traffic originated by a CMRS end	1	
		user of Sprint in one MTA and	Ballard Rural has no	

Key:	Ballard Rural Terms Appear in Bold Underline (Opposed by Sprint)
	Sprint Terms Appear in Bold Italics (Opposed by Ballard Rural)
	Agreed Terms Appear in Normal Type

Issue Number;	Description of Issue	Disputed Terms	Ballard Rural	Sprint Position
Implicated Section			Position	
of Interconnection				
Agreement				

		terminated to an end user of Ballard Rural in another MTA; or (b) traffic originated by an end user of Ballard Rural in one MTA and terminated to an end user of Sprint in another MTA. Inter-MTA Traffic is subject to Ballard Rural originating and terminating Switched Exchange Access Service charges.	determining the roving physical location of a typical CMRS end- user. Moreover, because inter-MTA traffic will be	
Issue No. 6	Should the agreement include a definition for		Yes. Because the parties' networks will	Proposed revisions not provided in
GT&C, Section 1.xx	"Multifrequency?"	GT&C, Section 1.xx:	need to communicate	sufficient time to
		1.18 "Multifrequency" means a	with one another, it is	conduct meaningful
		signaling system for use between	appropriate to include a	negotiations.
		switching systems which uses a	definition describing	Therefore,
		method of sending pulses over a	-	respondent's
		circuit by using one pair of tones	parties' signaling	position is

Key:	Ballard Rural Terms Appear in Bold Underline (Opposed by Sprint)
	Sprint Terms Appear in Bold Italics (Opposed by Ballard Rural)
	Agreed Terms Appear in Normal Type

Issue Number;	Description of Issue	Disputed Terms	Ballard Rural	Sprint Position
Implicated Section			Position	
of Interconnection				
Agreement				<u> </u>

			from a total set of five tones to encode each digit.	communicate. Without	unknown.
				such a definition to set forth the parties'	
				common	
				understanding, severe	
				network interoperability	
				problems could materialize.	
Issue No. 7		the		For the sake of clarity,	Proposed revisions
	U	fine		and in order to avoid	not provided in
GT&C, Section 1.xx	"NXX?"		GT&C, Section 1.xx:	potential disputes in the	
			1.19 "NXX" means a three-digit		conduct meaningful
	1		exchange or central code valid within	"NXX" should be	negotiations.
	, , , , , , , , , , , , , , , , , , ,		an area code. which appears as the		Therefore,
			first three digits of a seven-digit	and exclude special	respondent's
			<u>telephone number with the</u>	codes.	position is
			exception of the special 500, 600,		unknown.
			700, 800, and 900 codes and other		
			similar special codes that may come		
	<u></u>		into common usage in the future.		

Key:	Ballard Rural Terms Appear in Bold Underline (Opposed by Sprint)
	Sprint Terms Appear in Bold Italics (Opposed by Ballard Rural)
	Agreed Terms Appear in Normal Type

Issue Number;	Description of Issue	Disputed Terms	Ballard Rural	Sprint Position
Implicated Section			Position	
of Interconnection				
Agreement				

Issue No. 8	How should the		"Rate Center" should	Proposed revisions
	agreement define "Rate		be defined as proposed.	not provided in
GT&C, Section 1.xx	Center?"	GT&C, Section 1.xx:	The Rate Center point	sufficient time to
		1.21 "Rate Center" means the	should be located	conduct meaningful
		specific geographic point ("Vertical	within the Rate Center	negotiations.
		and Horizontal" or "V & H"	area because the point	Therefore,
		coordinates) and corresponding	from which distance-	respondent's
		geographic area which are associated	sensitive end-user	position is
		with one or more particular NPA-	traffic is measured	unknown.
		NXX codes which have been assigned	•	
		to a LEC for its provision of basic		
		exchange telecommunications	Ballard Rural's service	
		services. The "rate center point" is the	•	
		finite geographic point identified by a	1	
		specific V & H coordinate which is	associated with the	
		used to measure distance-sensitive end	Rate Center.	
		user traffic to/from the particular		
		NPA-NXX designations associated		
		with the specific Rate Center. The		
		"rate center area" is the exclusive		
		geographic area identified as the area		
		within which the LEC provides basic		

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Issue Number;	Description of Issue	Disputed Terms	Ballard Rural	Sprint Position
Implicated Section			Position	
of Interconnection				
Agreement			×	

		exchange telecommunications service bearing the particular NPA-NXX designations associated with the specific Rate Center. <u>The Rate</u> <u>Center point must be located within</u> <u>the Rate Center area.</u> The use by a CMRS provider of a Rate Center V & H for mobile CMRS services does not necessarily indicate the location of the CMRS mobile user.		
Issue No. 9	How should the		The agreement should	Proposed revisions
	agreement define		include the proposed,	· · ·
GT&C, Section 1.xx	"Subject Traffic?"	GT&C, Section 1.xx:	important clarifications	sufficient time to
		1.22 "Subject Traffic" is	and restrictions	conduct meaningful
		telecommunications traffic that is	regarding the potential	negotiations.
		subject to Section 251(b)(5) of the	types of intra-MTA	Therefore,
		Act. and <u>With respect to network</u>	traffic that should be	respondent's
		interconnection between a CMRS	excluded from the	position is
		licensee and a LEC, Subject Traffic	parties' compensation	unknown.
		is defined as traffic which, at the	and	
		beginning of the call, is originated by	transport/termination	

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Implicated Section			Position	
of Interconnection				
Agreement				

		1.1:	
	an end user originates on the		
	network of one Party and terminates to		
	on the network an end user of the		
	other Party within the same Major		
	Trading Area ("MTA"), provided that		
	the end user of Sprint is a two-way		
	CMRS customer and the traffic is		
	delivered by either Party over the		
	connecting facilities covered by this		
	Agreement. Subject Traffic is defined		
	under this Agreement only for the		
	purpose of defining the scope of traffic		
	that is subject to compensation		
	pursuant to 47 C.F.R. § 51.701(e) of		
	the FCC's rules. The definition and		
	use of the term Subject Traffic for		
	purposes of calculating reciprocal		
	compensation that may be due under		
	this Agreement has no effect on the		
	definition of local traffic or the		
	geographic area associated with local		
	calling under either Party's respective		
<u>_</u>	Juning and or orange and pooling		

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Implicated Section			Position	_
of Interconnection				
Agreement				

			end user service offerings.		
Issue No. 10	How should	the		The term should be	Proposed revisions
	agreement	define		defined as proposed.	not provided in
GT&C, Section 1.xx	"Termination?"		GT&C, Section 1.xx:	In order to be	sufficient time to
			1.25 "Termination is, as defined in	consistent with the	conduct meaningful
			the FCC's Rules. with respect to the	remainder of the	negotiations.
			Subject Traffic delivered by one	agreement, the	Therefore,
			Party to the other Party over the	definition should	respondent's
			facilities established pursuant to this	specify that it refers to	position is
			Agreement, the switching of such	÷ .	unknown.
			traffic at the terminating carrier's	defined in the	
			end office switch, or equivalent	agreement, delivered	
			facility, and delivery of such traffic	"over the facilities	
			to the called party's premises.	established pursuant to	
				this Agreement."	
Issue No. 11	How should	the		The term should be	Proposed revisions
	agreement	define		defined as proposed.	not provided in
GT&C, Section 1.xx	"Transport?"		GT&C, Section 1.xx:	In order to be	sufficient time to
			1.26 "Transport is <i>as defined in the</i>	consistent with the	conduct meaningful
			FCC's rules., with respect to the		negotiations.
			Subject Traffic Delivered by one	agreement, the	Therefore,
			Party to the other Party over the	definition should	respondent's

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Implicated Section			Position	
of Interconnection				
Agreement				

		facilities established pursuant to this	specify that it refers to	position is
		Agreement, the transmission and	"Subject Traffic," as	unknown.
		any necessary tandem switching of	defined in the	
		such telecommunications traffic	agreement, delivered	
		from the interconnection point	"over the facilities	
		between the two carriers to the	established pursuant to	
		terminating carrier's end office	this Agreement." In	
switch that directly serves the called addition, the proposed				
party, or equivalent facility language accurately				
	provided by a carrier other than an describes the			
		appropriate		
			interconnection	
			architecture between	
			traffic-exchanging	
			parties.	
			x 7 (11)	The 1 at 1
Issue No. 12	Should Subject Traffic		Yes. The agreement	Proposed revisions
	and Inter-MTA Traffic		concerns the transport	not provided in
GT&C, Section 3.xx	be defined, in part, as	,	and termination of	sufficient time to
	traffic "delivered over	3.1 This Agreement sets forth the	traffic over the	conduct meaningful
	the facilities comprising	terms, conditions and prices under	facilities-based	negotiations.
	the Interconnection	which the Parties agree to interconnect	interconnection	Therefore,

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Implicated Section			Position	
of Interconnection				
Agreement				<u> </u>

established pursuant to this Agreement?"	the CMRS network of Sprint and the LEC network of Ballard Rural for the purposes of delivering certain <i>types of</i> traffic within the scope of this <u>Agreement</u> specifically including:	the agreement. Therefore, there is no	respondent's position unknown.	is
	3.1.1 CMRS to LEC Subject Traffic that is: (a) originated on the CMRS network of Sprint; (b) delivered to the Ballard Rural network <u>over the</u> <u>facilities comprising the</u> <u>Interconnection established</u> <u>pursuant to</u> using a method of interconnection provided for in this Agreement; and (c) terminated on the incumbent LEC network of Ballard Rural;			
	3.1.2 LEC to CMRS Subject Traffic that is: (a) originated on the incumbent LEC network of Ballard Rural; (b) delivered to Sprint <u>over the</u>			

Sprint Terms Appear in Bold Italics (Opposed by Ballard Rural)	Appear in Bold Underline (Opposed by Sprint)	Key:
Agreed Terms Appear in Normal Type	in Normal Type	

Issue Number;	Description of Issue	Disputed Terms	Ballard Rural	Sprint Position
Implicated Section			Position	
of Interconnection				
Agreement				

facilitiescomprisingtheInterconnectionestablishedpursuanttousingamethodofinterconnectionprovided for inthisAgreement; and (c) terminated on theCMRSnetwork of Sprint.	
3.1.3 Inter-MTA Traffic that is: (a) originated on the network of one Party; (b) delivered to the other Party over the facilities comprising the Interconnection pursuant to using a method of interconnection provided for in this Agreement; and (c) terminated on the network of the other Party.	

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Implicated Section			Position	
of Interconnection				
Agreement				

Issue No. 13	Should the agreement		Clearly, as a traffic	
	specifically define the		transport and	
GT&C, Section 13.xx	scope of the Parties'	GT&C, Section 13.xx	termination agreement,	Proposed revisions
	traffic exchange and	3.2 This Agreement provides for	the agreement must	+
	related rights and	specific compensation between the	define the scope of the	sufficient time to
	obligations?	Parties for a) the Transport and	associated traffic	conduct meaningful
		Termination of Subject Traffic on each	exchange and related	negotiations.
		Party's network as set forth in this	rights and obligations.	Therefore,
		Agreement and b) the Transport and	· · · ·	
		Termination of InterMTA Traffic.	the agreement becomes	position is
		These specific compensation	3	unknown.
		provisions for compensation for the		
		Transport and Termination of		
		Subject Traffic do not apply to any	proposed language	
		other types of traffic or in any other	attempts to avoid future	
		geographic area.	conflict regarding	
			issues central to the	
		3.3 Subject Traffic does not	operation of this	
		include: (a) Inter-MTA Traffic	-	
		discussed in Section 5.4; (b) traffic		
		that either Party originates to, or	by Sprint in Section 3.7	

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Issue Number;	Description of Issue	Disputed Terms	Ballard Rural	Sprint Position
Implicated Section			Position	
of Interconnection				
Agreement				

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terminates from, an interexchange		
carrier regardless of the originating		
and terminating end points of a call;	contained elsewhere in	
or (c) traffic that Ballard Rural	the agreement.	
originates to, or terminates from,		
any carrier over facilities and/or		
service arrangement regardless of		
the originating and terminating		
points of a call. All traffic that		
Ballard Rural originates to, or		
terminates from, an interexchange		
carrier will be subject to access		
charges to be retained by Ballard		
Rural. There will be no sharing of		
access charge revenue that Ballard		
Rural bills either interexchange		
carriers or any other carriers that		
obtain access services from Ballard		
Rural. There will be no access		
services provided jointly between		
the Parties pursuant to this		
Agreement.		

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Implicated Section			Position	
of Interconnection				
Agreement				

3.4 This Agreement only applies with respect to the traffic delivered over the facilities comprising the Interconnection arrangement(s) between the Parties. This Agreement only applies to traffic originated by Sprint's CMRS mobile users that are located within the wireless service area of Sprint defined as the set of counties as set forth in Appendix C. The terms of this Agreement including, but not limited to, traffic distribution and the proportions of minutes of use that are Subject Traffic and Inter- MTA Traffic are directly related to
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limited to, traffic distribution and the proportions of minutes of use that are Subject Traffic and Inter-
the proportions of minutes of use that are Subject Traffic and Inter-
that are Subject Traffic and Inter-
MTA Traffic are directly related to
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and dependent on the specific
service area of Sprint.
<u>3.5 Compensation for the</u>
Transport and Termination of

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Implicated Section			Position	
of Interconnection				
Agreement				

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	Subject Traffic applies only to		
	traffic associated with the provision		
	of local exchange carrier services by		
	Ballard Rural for which Ballard		
	Rural has tariff authority to provide		
	and to traffic associated with the		
	provision of two-way CMRS by		
	Sprint. Neither Party shall provide		
	an intermediary or transit traffic		
	function for the other Party's		
	connection of its end users to the		
	end users of a third party		
	telecommunications carrier without		
	the consent of all parties and		
	without the establishment of		
	mutually agreeable terms and		
	conditions governing the provision		
	of the intermediary functions. This		
	Agreement does not obligate either		
	Party to utilize any intermediary or		
	transit traffic function of the other		
	Party or of any third party. Traffic		
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Implicated Section			Position	
of Interconnection				
Agreement				

<ul> <li>associated with fixed wireless services of Sprint is specifically excluded from this Agreement. This Agreement does not apply to traffic originated or terminated on third party networks or to any other traffic not specifically identified in this Section 3.0.</li> <li>3.6 Connecting facilities that may be established pursuant to this Agreement shall not be used by either Party to deliver <u>any other</u> traffic not specifically allowed under this Agreement in this Section 3.0. It will</li> </ul>
Agreement in this Section 3.0. It will constitute a default of this Agreement for a Party to deliver, over the connecting <u>network</u> facilities, any traffic other than the traffic that is within the scope of this Agreement as specifically identified in this Section 3.0.

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<b>Implicated Section</b>			Position	
of Interconnection				
Agreement				

		3.7 This Agreement has no effect on the definition of end user services that either Party offers to its end user customers, the services either Party chooses to offer to its respective end user customers, the rate levels or rate structures that either Party charges its end users for services.		
Issue No. 14	Should Ballard Rural be		No. The scope of the	-
	financially responsible		agreement is for	
GT&C, Section 4.xx	for Sprint's use of third-	GT&C, Section 4.xx:	facilities-based	sufficient time to
	party carriers' facilities?	4.0 <b>SERVICE AGREEMENT</b>	network	conduct meaningful
		INTERCONNECTION AND	interconnection for the	negotiations.
		TRAFFIC EXCHANGE	transport and	Therefore,
			termination of traffic.	respondent's
		4.1 Methods of Interconnection.	Should Sprint decide to	position is
			connect with Ballard	unknown.
		4.1.1 Direct Interconnection. The	Rural by way of a	
		Parties agree to <i>directly</i> interconnect	third-party carrier's	
		their respective networks at an		
		interconnection point identified in	be responsible for any	

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Implicated Section			Position	
of Interconnection				
Agreement				

Appendix A when traffic volumes		
warrant. within the incumbent LEC	those facilities.	
service area of Ballard Rural at one		
or more Interconnection Points		
("IPs") as established by Ballard		
<b><u>Rural.</u></b> Interconnection will be		
provided through an appropriate		
<b>Ballard Rural tandem switching</b>		
office. The IP(s) will be set forth in		
Appendix A. For such direct		
interconnection Ballard Rural_shall		
make available, to Sprint at the IP(s),		
trunks over which Sprint can terminate		
traffic described in Section 3.1 and		
Appendix A. Sprint shall make		
available, to Ballard Rural at the IP(s),		
trunks over which Ballard Rural can		
terminate traffic described in Section		
3.1 and Appendix A. Each Party		
shall be financially responsible for		
the facilities on its side of the IP. By		
mutual agreement, the Parties may		

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Implicated Section			Position	
of Interconnection				
Agreement				

interconnect on a bi-directional basis
using either one-way or two-way
trunk groups between the Parties'
networks. All interconnecting
facilities will be at a minimum of a
DS1 level, multiple DS1 level, or DS3
level and will conform to industry
standards. This Agreement does not
apply to, and interconnection
pursuant to this Agreement cannot
be used for, traffic originated or
terminated on third party
<u>networks. All methods of</u>
interconnection are subject to the
compensation structure set forth in
Section 5.0 and Appendix B.
4.1.2 Indirect Interconnection.
Sprint shall be permitted to use a
third party carrier's facilities for
purposes of establishing
interconnection indirectly with

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Implicated Section			Position	
of Interconnection				
Agreement				

Ballard Rural at the IP(s). In such
case, on behalf of Sprint, the third
party carrier will connect dedicated
facilities with Ballard Rural at the
IP(s). Sprint shall be responsible for
the payment to any third party
carrier for any charges associated
with the facilities. The Parties are
currently exchanging Subject Traffic
indirectly through the use of one or
more third-party networks, and may
continue to indirectly exchange
traffic, including any overflow traffic
when directly interconnected,
through the use of such third-party
networks.
4.1.3 All methods of interconnection
· · · · · · · · · · · · · · · · · · ·
are subject to the compensation
structure set forth in Section 5.0 and
Appendix B.

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<b>Implicated Section</b>			Position	
of Interconnection				
Agreement				

4.2 Service Arrangement.
Traffic Exchange. This Agreement
provides for the following
interconnection arrangement
between the Parties for the purpose
of delivery by one Party of specific
traffic for Transport and
Termination on the other Party's
network.
4.2.1 The service arrangement
involves trunk side connection to
appropriate Ballard Rural tandem
switching offices. Under this
arrangement, the interconnection
facility acts like an interoffice trunk.
The trunk service arrangement can
by mutual agreement be used as a
two-way service for originating and
terminating traffic between the
Parties' respective networks. This
Agreement does not apply to, and

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Implicated Section			Position	
of Interconnection				
Agreement				

<u>the trunk service arrangement</u>
cannot be used for traffic originated
or terminated on third party
networks. Sprint shall only deliver
traffic over the direct interconnection
to valid NXX codes associated with
Ballard Rural end offices.
4.2.1.1 For traffic terminating on
Ballard Rural, the trunk service
arrangement may be used by Sprint
to deliver traffic for termination to
valid NXX codes associated with
Ballard Rural end offices that
subtend the specific tandem office to
which the Type 2A interconnection
is made.
4.2.1.2 Based on the specific Ballard
Rural local service area of the
originating Ballard Rural end user.
the trunk service arrangement may

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Implicated Section			Position	
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Agreement				

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	be used by Ballard Rural to deliver
	traffic only to designated NPA-
	NXXs of Sprint for which the
	associated rate center (as
	determined by V&H coordinates) is
	within the specific Ballard Rural
	local service area of the originating
	Ballard Rural end user. Ballard
	Rural local service areas are set
	forth in Ballard Rural's intrastate
	local service tariff.
	4.2.1.3 The delivery of traffic
	pursuant to Subsections 4.2.1.1 and
	4.2.1.2 does not create legal or
	regulatory obligations for either
	Party that do not otherwise apply.
	4.2.1.4 The delivery of traffic
	pursuant to Section 4.2.1.2 and the
	designation of rate center V & H
	coordinates by Sprint for NPA-NXX

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Agreement				

	numbers assigned to Sprint's mobile
	<u>CMRS customers does not</u>
	necessarily affect or determine the
	services offered by Ballard Rural or
	Sprint, the services provided to end
	users by either Party, the rate
	structure applied to services
	provided to end users by either
	Party, or the rates charged to end
	users by either Party for the services
	either Party provides. Any end user
	service or traffic delivery
	application by either Party based on
	designation of rate center V & H
	coordinates for the NPA-NXX
	numbers assigned by Sprint to its
	mobile CMRS customers does not
	create legal or regulatory
	obligations for either Party that do
	not otherwise apply.
	4.2.2 Ballard Rural shall only deliver
<u> </u>	

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<b>Implicated Section</b>			Position	
of Interconnection				
Agreement				

traffic over the direct interconnection to valid NXX codes associated with Sprint switches in MTA 26.	
4.2.3 The Parties recognize that some of the traffic to be exchanged under this Agreement may be destined for telephone numbers that have been ported. Where traffic to be exchange under this Agreement is destined for telephone numbers that	
have, in turn, been ported and when more than one carrier is involved in completing that traffic, the N-1 carrier has the responsibility to determine if a query is required, to launch the query, and to route the call to the appropriate switch or network in which the telephone number resides.	
 4.2.4 If a Party does not fulfill its	

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Agreement				<u> </u>

4.2.5 Nothing in this Agreement shall prohibit Sprint from enlarging its CMRS network through	
"Default Query Service" including any reciprocal compensation assessed by the third party terminating carrier and/or transit charges assessed by a third party tandem provider.	
The Non-Querying Party shall be responsible for payment of all charges assessed by the Querying Party as identified in Schedule III for "Defends Over Survice" in cluding	
NXXs received from the Non- Querying Party and route the call to the appropriate switch or network in which the telephone number resides.	
N-1 carrier responsibility (the "Non- Querying Party"), the other Party (the "Querying Party") shall perform default LNP queries on calls to telephone numbers with portable	

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Implicated Section			Position	
of Interconnection				
Agreement				

management contracts with third parties for the construction and operation of a CMRS system under the Sprint brand name. Traffic originating and terminating such extended networks shall be treated as Sprint traffic under the terms and conditions of this Agreement, and such third parties shall be treated as agents of Sprint PCS under this Agreement.
4.2.6 Dialing Parity. Pursuant to 47 CFR section 51.207 and 47 USC section 251(b)(3), Ballard Rural shall provide its end users the same dialing treatment to call a Sprint telephone number that it provides its end users dialing an Incumbent LEC telephone number in the same local calling area.

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Implicated Section			Position	
of Interconnection				
Agreement				

4.2 Signaling SS7 connectivity
4.3 Signaling. SS7 connectivity
will be provided in accordance with
prevailing industry standards. The
Parties agree to cooperate on the
exchange of all appropriate SS7
messages for originating carrier
identification, local call set-up,
including ISDN User Part ("ISUP")
and Transaction Capability User Part
("TCAP") messages to facilitate full
interoperability of all CLASS features
and functions between their respective
networks. Any other SS7 message
services to be provided using TCAP
messages (such as database queries)
will be jointly negotiated and agreed
upon. All SS7 signaling parameters
will be provided in conjunction with
traffic trunk groups, where and as
available. These parameters include,
but are not limited to, originating
Carrier Identification Code, Automatic

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Implicated Section			Position	
of Interconnection				
Agreement				

Number Identification ("ANI"), Initial
Address Message ("IAM"), Calling
Party Number ("CPN"), Privacy
Indicator, calling party category
information, charge number, and the
Jurisdictional Indicator Parameter
("JIP") containing a Local Exchange
Routing Guide ("LERG") assigned
NPA-NXX identifying the originating
switch of calls originating from Local
Number Portability capable switches,
etc. All parameters related to network
signaling information will also be
provided, such as Sprint Information
Parameter ("CIP"), wherever such
information is needed for call routing
and billing. Each Party will honor all
Privacy Indicators as required under
applicable law. Sprint must
interconnect, directly or indirectly,
with the Ballard Rural Signal Transfer
Points ("STPs") serving the

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Implicated Section			Position	
of Interconnection				
Agreement				

		Telecommunications in which Telecommunications Traffic and Inter- MTA Traffic will be exchanged. Sprint may choose a third-party SS7 signaling provider to transport signaling messages to and from Ballard Rural's SS7 network. In that event, the third-party provider must present a letter of agency to Ballard					
		Rural authorizing the third party to Bahard on behalf of Sprint in transporting SS7 messages to and from Ballard Rural. The third-party provider for Sprint must interconnect with the Ballard Rural STP(s) serving the geographic					
		area in which the traffic exchange trunk groups are the direct interconnection is located. Where SS7 signaling is not available, in-band signaling shall be used in accordance with accepted industry standards.					
Issue No. 15	How should the parties	with accepted model y standards.	The	parties	should	Proposed	revisions

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Implicated Section			Position	
of Interconnection				
Agreement				

	compensate each other		provide compensation	not provided in
GT&C, Section 5.xx	for the exchange of	GT&C, Section 5.xx:	in connection with	sufficient time to
	traffic?	5.1 Subject Traffic. Each Party	Subject Traffic	conduct meaningful
		shall pay the other Party for Transport	consistent with the	negotiations.
		and Termination of Subject Traffic	definition of "Subject	Therefore,
		that either Party delivers to the other	Traffic" in the	respondent's
		Party's network pursuant to the	agreement and at the	position is
		provisions of this Agreement. These	rates and pursuant to	unknown.
		charges and rates do not apply to	the traffic balance	
		any other types of traffic or for	factors set forth in the	
		traffic delivered in any other areas		
		other than those set forth in this	1	
		Agreement and described in		
		Appendix A. The Parties agree that		
		Ballard Rural will not provide any	-	
		compensation to Sprint for traffic	÷	
		associated with one-way CMRS,		
		including paging services, provided by	can be readjusted if	
		Sprint.	actual traffic patterns	
			differ from the	
		5.2 Rate Structure. An IP(s) will	proposed percentages.	
		be established between the Parties'		

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Implicated Section		-	Position	-
of Interconnection				
Agreement				

F	
	networks as specified in Appendix A
	for the delivery of traffic described
	in Section 3.1. Sprint must obtain
	special access from Ballard Rural
	subject to the rates, terms and
	conditions contained in Ballard
	Rural's intrastate access tariff for
	the purpose of connection between
	the IP(s) and Ballard Rural's
	applicable tandem office. These
	connecting facilities are set forth in
	Appendix A. Ballard Rural will
	charge special access from the
	applicable Ballard Rural intrastate
	access tariff for the tandem
	connecting facilities. Special access
	charges for the connecting facilities
	will be reduced, as specified in
	Appendix B, to reflect the
	proportionate share of the total
	usage of the facilities that is related
	to Subject Traffic originated by
	to Subject Traine Originated by

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Implicated Section			Position	
of Interconnection				
Agreement				

Ballard Rural. For any specific IP,
<u>a single, combined, per-minute rate,</u>
as specified in Appendix B, will
apply which encompasses total
compensation for Transport, call
Termination and any other facilities
utilized to terminate Subject Traffic
on the other Party's respective
network. The Parties agree that call
Transport and Termination rates as
set forth in Appendix A will apply
symmetrically and reciprocally on a
per-minute of use basis for the
Transport and Termination of
Subject Traffic covered by this
Agreement. The Parties further
agree to charge a single, combined,
per-minute rate which encompass
-
charges for transport, termination,
and tandem switching.
5.2 Non December Channel
5.3 <u>Non-Recurring Charges.</u>

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Implicated Section			Position	
of Interconnection				
Agreement			<u> </u>	

Sprint agrees to the non-recurring fees as set forth in Appendix B for any additions to, or added capacity for, special access connecting facilities. For purposes of billing compensation for Subject Traffic, billed minutes will be based upon conversation time. Conversation time will be determined from actual usage recordings. Usage begins when the terminating recording switch receives answer supervision. The measurement of terminating call usage ends when the switch receives or sends a release message,
measurement of terminating call usage ends when the switch receives
5.4 Inter-MTA Traffic. The

,	
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Implicated Section			Position	
of Interconnection				
Agreement			<u> </u>	

	specific compensation arrangements
	set forth in this Agreement for
	Subject Traffic are not applicable to
	Inter-MTA Traffic described in
	Section 3.1.3. Sprint will provide
	compensation to Ballard Rural for
	originating and terminating Inter-
	MTA Traffic will be compensated for
	according to the terms and conditions
	of Ballard Rural's applicable federal
	and state access tariffs. Even though
	there may be some land-to-mobile
	InterMTA Traffic, the Parties will
	presume, for purposes of this
	Agreement, that there will be no
	land-to-mobile Inter-MTA Traffic
	exchanged between the Parties over
	the connecting facilities established
	pursuant to this Agreement.
	5.4.1 The Parties have agreed to use
	a traffic factor as specified in
AA	

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Implicated Section			Position	
of Interconnection				
Agreement				

Appendix A to estimate the amount of
traffic that is Inter-MTA. Sprint and
Ballard Rural will develop a mutually
acceptable percent usage factors to
represent the for the relative amounts
of Inter-MTA Traffic exchange
between the Parties. and Subject
Traffic delivered by Sprint over the
connecting facilities pursuant to this
Agreement as defined in Section 3.1.
Thisese percentage usage Inter-MTA
factors will apply to the total traffic
Sprint terminates to Ballard Rural
each month to derive the volume of
inter-MTA traffic with the remaining
traffic designated as Subject Traffic.
exchanged over the connecting
facilities. Either The partyies may
request the development of a new
factor once every 12 months to be
applied prospectively. will work
together to develop an auditable
Key:
------

Issue Number;	Description of Issue	Disputed Terms	Ballard Rural	Sprint Position
Implicated Section			Position	
of Interconnection				
Agreement				

<u>report which shows, for traffic</u>
originated or terminated by Sprint
and exchanged by the Parties over
the connecting facilities pursuant to
this Agreement, the ratio of inter-
MTA Traffic to Subject Traffic for
representative periods of time. The
Parties agree that the original usage
factors set forth in Sections 3 and 4
of Appendix A will be used for a
minimum of 12 months, If an
auditable report can be developed to
identify and measure inter-MTA
Traffic and the Parties mutually
agree to new traffic percentages
based on the prior 12-month period,
the percentages specified in Sections
3 and 4 of Appendix A will be
amended and applied to prospective
periods. In the event of a dispute
regarding the <i>development</i> or
application of a new Inter-MTA

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Implicated Section			Position	
of Interconnection				
Agreement				

	adjustment to the intra-MTA
	factor <u>s</u> , the dispute will be resolved
	pursuant to the provisions of Section
	14.9.
	5.4.2 The Parties recognize that the
	Inter-MTA traffic (defined in Section
	3.1.3 and 5.4.1) may be both Interstate
	and Intrastate in nature. For the
	Inter-MTA traffic the, Therefore the
	Parties will develop $a$ mutually
	acceptable <i>Percent Interstate Usage</i>
-	
	("PIU") to be applied to the derived
	Inter-MTA traffic Interstate to
}	determine the portion of the Inter-
	MTA usage that is interstate and
	Intrastate factors. The remainder is
	deemed to be intrastate traffic. <u>Th</u> is <u>e</u>
	percentages are is specified in
	Appendix A. The relative Interstate
	and Intrastate percentages will be
	applied for the duration of this

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Implicated Section			Position	
of Interconnection				
Agreement				

Agreement. Interstate access charges
will apply to the <i>portion of</i>
percentage of derived Inter-MTA
Traffic_calculated to be interstate and
that is interstate in nature: intrastate
access charges will apply to the
remaining percentage of Inter-MTA
Traffic that is intrastate in nature.
The PIU may be revised no more
than once every six months based on
available data.
5.4.3 The designation of traffic as
either Subject Traffic (for which
Transport and Termination charges
apply) or Inter-MTA Traffic (for
which access charges apply) for
purposes of compensation pursuant
to this Agreement shall be based on
the actual originating and
terminating points of the complete
end-to-end call; provided, however,

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Implicated Section			Position	
of Interconnection				
Agreement				

that for Sprint the location of the
<u>cellular service antenna serving the</u>
CMRS end user when the call begins
shall be used as the determinant of
the geographic location of the
mobile customer. Neither Party shall
assess charges on the other Party for
traffic it originates.
5.5 The Parties intend to <i>measure</i>
utilize actual terminating
<u>measurement of</u> usage for <i>billing</i>
purposes. of billing pursuant to this
Agreement. For traffic delivered
indirectly through a third party, the
third party transit records shall be
used by Ballard Rural until such time
as Ballard Rural's switching
equipment can be verified as capable
of accurately identifying and
removing any mobile to land usage
terminated to it by an Interexchange

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Implicated Section			Position	
of Interconnection				
Agreement				

Carrier and any usage associated	
with calls from pooled and ported	
numbers that are not assigned to	
Sprint. The terminating usage will	
be measured by the terminating	
carrier. However, in the event that	
either Party may not be capable of	
measuring traffic, then the following	
provisions shall apply: The relative	
directionality of traffic with respect	
to the connecting facilities is set	
forth in Section 2 of Appendix A.	
Tthe Parties agree_that the Party not	
capable of measurement shall	
calculate its billing based on to use	
the default percentages set forth in	
Section 2 of Appendix A. <u>for the</u>	
application of charges pursuant to	
this Agreement assessed to the other	
Party. In any event, the Parties	
agree that the portion of traffic that	
is land-to-mobile will not exceed 50	

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Implicated Section			Position	
of Interconnection				
Agreement				

		percent.		
Issue No. 16	Should Sprint provide		Yes. Forecasts are	Proposed revisions
	Ballard Rural with		necessary for Ballard	not provided in
GT&C, Section 7.xx	regular forecasts of its	GT&C, Section 7.xx:	Rural to conduct	sufficient time to
	traffic and volume	7.1 Thirty (30) days after the	adequate network	conduct meaningful
	requirements for	Effective Date of each quarter	planning to	negotiations.
	services provided under	during the term of this Agreement,	accommodate the	Therefore,
	the agreement?	Sprint shall provide Ballard Rural	anticipated volume of	respondent's
		with a rolling six (6) calendar	traffic to be exchanged	position is
		month, non-binding forecast of its	with Sprint. The	unknown.
		traffic and volume requirements for	proposed template	
		the services provided under this	-	
		Agreement and in the form and such	typographical error,	
		detail as agreed by the Parties. The		
		Parties agree that each forecast	-	
		provided under this Section shall be		
		deemed "Proprietary Information."	• • • •	
		For a direct interconnection with		
		two-way trunks, the Parties shall		
		provide each other with a forecast of	The scope of the	

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Implicated Section			Position	
of Interconnection				
Agreement				

		projected mobile to land and land to mobile usage when significant changes in traffic patterns are anticipated. The Parties agree to work cooperatively to determine the number of trunks needed to handle	rolling six (6) month, non-binding forecast of Sprint's traffic and volume requirements	
		the estimated traffic.	under the agreement.	
Issue No. 17	What are the parties' respective obligations		Each party should be able to measure, for	
GT&C, Section 7.xx	with respect to the provision of facilities		billing purposes, traffic	sufficient time to
	sufficient to transport the forecasted and actual		transporting to the other party's network.	negotiations.
	traffic being exchanged?	necessary for routing, transporting,	In addition, it is	respondent's
		measuring, and billing traffic from the other Party's network and for	· ·	-
		delivering of such traffic it receives in that mutually acceptable format		
		and to terminate the traffic it		
		receives in that mutually acceptable format to the proper address on its		
		network. Such facility shall be		

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Implicated Section			Position	
of Interconnection				
Agreement				

		designed based upon the description provided under Section 4.0 above. The Parties are each solely responsible for participation in and compliance with national network plans, including the National Network Security Plan and the Emergency Preparedness Plan.		
Issue No. 18	Should the agreement specify the parties'		Yes. For the sake of clarity, and in order to	1 * 1
GT&C, Section 7.xx	responsibilities regarding services to end users, administration of NXX codes, and legally required insurance coverage?		· · ·	sufficient time to
		<ul> <li>7.7 Each Party is responsible for administering NXX codes assigned to it.</li> <li>7.8 At all times during the term of this Agreement, each Party shall</li> </ul>	-	unknown.

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Implicated Section			Position	
of Interconnection				
Agreement				

		keep and maintain in force at each Party's expense all insurance required by law (e.g., workers' compensation insurance) as well as general liability insurance for personal injury or death to any one person, property damage resulting from any one incident, automobile liability with coverage of bodily injury for property damage. Upon request from the other Party, each Party shall provide to the other Party evidence of such insurance (which may be provided through a program of self-insurance).		
Issue No. 19	Should the agreement specify the remedy for		Yes. For the sake of clarity, and in order to	
GT&C, Section 7.xx	repeated and willful violations of the	-	avoid disputes in the	sufficient time to
	agreement?	facilities, delivery of traffic, and/or	for the agreement to	negotiations.

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Implicated Section			Position	
of Interconnection				
Agreement				

		termination of traffic may be temporarily discontinued by either	specify the remedy for repeated or willful	Therefore, respondent's
		Party upon 30 days' written notice	breaches of the	position is
		to the other Party for repeated or	agreement. Moreover,	unknown. Sprint
		willful violation of or refusal to	it is appropriate that the	inserted a note in its
		comply with any of the provisions of	parties be able to avail	redlines of this
		this Agreement.	themselves of the	section, however,
			proposed remedy.	stating that
				"discontinuance
				without order of
				PSC should never
				occur." Sprint's
				position is contrary
				to Kentucky's
				administrative
				regulations.
Issue No. 20	What is the appropriate		The statewide CMRS	Proposed revisions
	term for the agreement?		agreement remains in	not provided in
GT&C, Section 8.xx		GT&C, Section 8.xx:	effect through	sufficient time to
		8.1 This Agreement shall become	December 31, 2006;	conduct meaningful
		effective upon signature of the last	therefore, it is	negotiations.
		Party to sign, subject to approval by		Therefore,

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Implicated Section			Position	
of Interconnection				
Agreement				

		the Commission, and shall have an	facilities-based	respondent's
		initial term of two years. on January	network	position is
		1, 2007 and shall terminate on	interconnection	unknown.
		December 31, 2008 (the "Initial	agreement to	
		Term"). When the Agreement	commence on January	
		becomes effective, the provisions	1, 2007.	
		contained in Section 2.0 of this		
		Agreement shall apply with respect		
		to the interpretation and		
		construction of this Agreement and		
		its ongoing relation to other		
		references, including subsequent	Y	
		tariffs.		
Issue No. 21	Upon expiration of the		In the interest of	· ·
	agreement's initial term,		reducing transactional	-
GT&C, Section 8.xx	should the agreement	GT&C, Section 8.xx:	costs for both the	sufficient time to
	renew upon a month-to-	8.2 After the Initial Term, this	Commission and the	conduct meaningful
	month basis, or should it	Agreement shall then automatically	parties, year-to-year	negotiations.
	renew annually?	renew on a year-to-year month-to-	renewals are	Therefore,
		month basis. Upon expiration of the	appropriate and	respondent's
		initial term or any subsequent term,	preferable to month-to-	position is
		either Party may terminate this	month renewals.	unknown.

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Implicated Section			Position	
of Interconnection				· · · · · · · · · · · · · · · · · · ·
Agreement				

		Agreement by providing written notice of termination to the other Party, with such written notice to be provided at least sixty (60) days in advance of the date of termination of the then-existing term.		
Issue No. 22	Should the agreement continue for more than		No. The agreement should not leave open	Proposed revisions not provided in
GT&C, Section 8.xx	twelve months following notice of termination?	GT&C, Section 8.xx: 8.2.1 Post-Termination Arrangements. For service arrangements made available under this Agreement and existing at the time of termination, those arrangements will continue without interruption until a replacement agreement has been executed by the Parties either (a) under an agreement voluntarily executed by the Parties; (b) under a new agreement arrived at pursuant to the provisions of the Act; or (c) under an agreement available according to the provisions	the amount of time the parties can operate under the agreement following a notice of termination. The proposed twelve-month period is a sufficient amount of time for the parties to make other arrangements. Moreover, twelve months is longer than the arbitration process	sufficient time to conduct meaningful negotiations.

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Implicated Section			Position	
of Interconnection				
Agreement				

		of Section 252(i) of the Act, <u>but in no</u> <u>case will the existing service</u> <u>arrangements continue for longer</u> <u>than 12 months following the date</u> <u>on which notice of termination is</u> <u>provided by either Party to the</u> other Party.		
Issue No. 23	Should the agreement		Yes. Default of the	Proposed revisions
	define events of default,		agreement is a serious	not provided in
GT&C, Section 8.xx	and the appropriate	GT&C, Section 8.xx:	event, and it should not	sufficient time to
	consequences for the	8.5 The services and facilities	be left to the	conduct meaningful
	same?	arrangements pursuant to this	imagination of the	negotiations.
		Agreement may be terminated by	parties to determine	Therefore,
		either Party upon not less than ten	whether and when a	respondent's
		(10) days' written notice to the other	default has occurred.	position is
		Party for failure to pay undisputed	Accordingly, the	unknown.
		amounts on the dates or at times	agreement should	
		specified for the facilities and	contain the proposed	
		services furnished pursuant to this	specific language	
		Agreement.	identifying the various	
			events of default. In	
		8.6.3 Default is defined to include:	addition, if the parties	

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Implicated Section			Position	
of Interconnection				
Agreement				

		<ul> <li>(a) A Party's insolvency or the initiation of bankruptcy or receivership proceedings by or against the Party; or</li> <li>(b) A Party's refusal or failure in any material respect properly to perform its obligations under this Agreement, or the violation of any of the material terms and conditions of this Agreement.</li> <li>(c) Default as may be defined elsewhere in this Agreement.</li> </ul>	respond to an event of default, there must be specific procedures set forth to address the applicable time frames for cure, if any, and the	
Issue No. 24	Should the defaulting party be able to avoid		No. The language proposed by Sprint	Proposed revisions not provided in
GT&C, Section 8.xx	termination by simply questioning the facts relating to the aggrieved party's notice of default, rather than curing the default?	8.6 DEFAULT 8.6.1 Either Party	termination provision in section 8.6.	sufficient time to conduct meaningful negotiations. Therefore, respondent's position is unknown.

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Implicated Section			Position	
of Interconnection				
Agreement				

and that the defaulting Party does not cure the alleged default within thirty (30) calendar days of receipt of written notice thereof. <u>Such default notice</u> shall be posted by overnight mail, return receipt requested.	
8.6.2 If the defaulting Party disputes that the aggrieved Party's default notice is justified by relevant facts, then the Parties, by mutual agreement, may resolve the disagreement pursuant to the processes set forth in Section 14.9 ("Dispute Resolution"). Notwithstanding the foregoing, the aggrieved Party retains the right to, without delay and without participating in the dispute resolution process pursuant to Section 14.9, immediately pursue any available legal or regulatory remedy to resolve	

.....

Key:	Ballard Rural Terms Appear in Bold Underline (Opposed by Sprint)
£,	Sprint Terms Appear in Bold Italics (Opposed by Ballard Rural)
	Agreed Terms Appear in Normal Type

Issue Number;	Description of Issue	Disputed Terms	Ballard Rural	Sprint Position
Implicated Section			Position	
of Interconnection				
Agreement				<u> </u>

		any question about the alleged default or violation or the aggrieved Party's announced termination of the Agreement.		
Issue No. 25	Should the parties include limitation of		Yes. Ballard Rural should not bear the risk	Proposed revisions not provided in
GT&C, Section 10.xx	liability provisions in their respective tariffs or customer contracts?	GT&C, Section 10.xx: 10.3 In addition to its indemnity obligations under Section 10.1 and 10.2, each Party <u>shall</u> , <i>in its sole</i> <i>discretion, may</i> provide, in its Tariffs	of loss of Sprint's business decision to not include limitation of liability provisions in	sufficient time to conduct meaningful
		or customer contracts that relate to any Telecommunications Service or Network Element provided or contemplated under this Agreement that in no case shall such Party or any	Sprint's proposed language is insufficient because it subjects Ballard Rural to loss,	position is unknown.

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Implicated Section			Position	
of Interconnection				
Agreement				

of its agents, contractors or others			
retained by such parties be liable to	which Ballard	Rural	
any customer or third party for (i) any	and Sprint	are	
Loss relating to or arising out of this	subjected.		
Agreement, whether in contract or tort,			
that exceeds the amount such Party			
would have charged the applicable			
customer for the service(s) or			
function(s) that gave rise to such Loss,			
or (ii) any consequential damages (as			
defined in Subsection 11.2 below). To			
the extent that a Party (First Party)			
elects not to place in its tariffs or			
contracts such limitations of liability,			
and the other Party (Second Party)			
incurs a loss as a result thereof, the			
First Party shall, except to the extent			
caused by the Second Party's gross			
negligence or willful misconduct,		:	
indemnify and reimburse the Second			
Party for that portion of the loss that			
would have been limited had the First			
 would nave been limited had the First			

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Agreement				

		Party included in its tariffs and contracts the limitations of liability that the Second Party included in its own tariffs at the time of such loss.		
Issue No. 26	Should the agreement provide that it shall not		Yes. The agreement should provide not only	
GT&C, Section 14.xx	-		that it does not create an agency or joint venture, but that it shall not be deemed to create	sufficient time to

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Implicated Section			Position	
of Interconnection				
Agreement				

between either Party and the customers of the other Party. This Agreement is for the sole benefit of the Parties and their permitted assigns,
and nothing herein express or implied
shall create or be construed to create
any third-party beneficiary rights
hereunder. Nothing in this Agreement
shall constitute a Party as a legal
representative or agent of the other
Party, nor shall a Party have the right
or authority to assume, create or incur
any liability or any obligation of any
kind, express or implied, against or in
the name or on behalf of the other
Party unless otherwise expressly
permitted by such other Party. Except
as otherwise expressly provided in this
Agreement, no Party undertakes to
perform any obligation of the other Party, whether regulatory or
contractual, or to assume any

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Implicated Section			Position	
of Interconnection				
Agreement				

		responsibility for the management of the other Party's business.		
Issue No. 27	Should both parties invoice each other		No. The agreement does not contemplate a	Proposed revisions not provided in
GT&C, Section 14.xx	pursuant to the agreement?	GT&C, Section 14.xx: 14.8.1 <u>Ballard Rural</u> Each Party shall invoice <u>Sprint the other party</u> on a monthly basis. <u>Sprint Each Party</u> shall pay any invoice, which is not the subject of a valid dispute, in immediately available U.S. funds, within (30) days from the date of the invoice. Billing will be based on factors contained in Appendix applied to the terminating minutes of use over the interconnection facilities as measured by Ballard Rural.	scenario in which Sprint will net a positive monthly bill. Accordingly, it would be more efficient for the parties to operate pursuant to one, single	sufficient time to conduct meaningful negotiations. Therefore, respondent's position is unknown.
Issue No. 28	Should the service-		No. The language	Proposed revisions
GT&C, Section 14.xx	providing party indemnify and hold harmless the non-	GT&C, Section 14.xx: 14.12.2 <i>The Party providing a service</i>	proposed by Ballard Rural is equally applicable to both	not provided in sufficient time to conduct meaningful

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of Interconnection				
Agreement				

			· · · ·	1	
	*	he other Party ("Non-	*		
to any ser	· · · ·	ty") from and against all		1 -	
under the	e agreement? <i>damages aris</i> i	ing out of a claim that	with operating under	position	is
	any services of	or any resulting use of	the agreement. In	unknown.	
	any service	the Providing Party	contrast, the language		
	provides the	Non-Providing Party	proposed by Sprint		
	under this Ag	greement constitutes an	would unfairly shift the		
	alleged infrin	gement of any patent,	risk of loss to Ballard		
	trademark or	r copyright where the	Rural.		
	services a	are provided or			
	misappropriat	tion of any trade secret . $ $			
	Furthermore,	if a Non-Providing			
	Party's right to	o sell or use the services			
	of the Providi	ing Party is enjoined, in			
	addition to	any other rights or			
	remedies spec	ified in this Agreement,			
	the Providing	g Party, at the Non-			
	Providing Pa	arty's option and the			
	Providing Par	ty's expense, will:			
	1. Procur	re for the Non-Providing			
	Party and its c	ustomers the right to use		<u> </u>	

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¥	Sprint Terms Appear in Bold Italics (Opposed by Ballard Rural)		
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Issue Number;	Description of Issue	Disputed Terms	Ballard Rural	Sprint Position
Implicated Section			Position	
of Interconnection				
Agreement				

the Services; 2. Replace the services with equivalent non-infringing services; 3. Modify the services so they become non-infringing; or 4. Refund the Charges paid by the Non-Providing Party for the services throughout any service commitment period(s), including incidental charges, such as transportation, installation and removal.	
<u>Neither</u> Party shall have any obligation to defend, indemnify or hold harmless, or acquire any license or right for the benefit of, or owe any other obligation or have any liability to, the other Party or its customers based on or arising from any claim, demand, or proceeding by any third party alleging or asserting that the use of any circuit,	

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Implicated Section			Position	
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Agreement				

		apparatus, or system, or the use of any software, or the performance of any service or method, or the provision of any facilities by either Party under this Agreement, alone or in combination with that of the other Party, constitutes direct, vicarious or contributory infringement or inducement to infringe, misuse or misappropriation of any patent, copyright, trademark, trade secret, or any other proprietary or intellectual property right of any Party or third party. Each Party, however, shall offer to the other reasonable cooperation and assistance in the defense of any such claim.				
Issue No. 29	Should each party have		Yes.	In the event of a	Proposed	revisions

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Implicated Section			Position	
of Interconnection				
Agreement				

	the right to terminate the		material change, the	not provided in
GT&C, Section 14.xx	agreement if the parties	GT&C, Section 14.xx:	parties have the right to	-
,	are unable to negotiate	14.17 If any provision of this	negotiate replacement	conduct meaningful
	replacement language	Agreement is held by a court or	language. If they are	negotiations.
	necessitated by a	regulatory agency of competent	unable to do so, either	Therefore,
	material change?	jurisdiction to be unenforceable, the	party should have the	respondent's
		rest of the Agreement shall remain in	right to terminate the	position is
		full force and effect and shall not be		unknown.
		affected unless removal of that		
		provision results, in the opinion of	-	
		either Party, in a material change to	materially changed	
		this Agreement. If a material change		
		as described in this paragraph occurs		
		as a result of action by a court or		
		regulatory agency, the Parties shall	agreement.	
		negotiate in good faith for replacement		
		language that does not materially alter		
		the economic effect of this Agreement		
		on either Party. If replacement		
		language cannot be agreed upon		
		within a reasonable period, either the		
		Partiesy may upon mutual		

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Agreement				

		agreement terminate this Agreement without penalty or liability for such termination upon written notice to the other Party. or pursue their respective rights under the Dispute Resolution Section 14.9.		
Issue No. 30	Should the parties be limited to negotiating		No. There is no need to limit the parties'	Proposed revisions not provided in
GT&C, Section 14.xx		GT&C, Section 14.xx: 14.20 Change of Law. If any legislative, regulatory, judicial or other government decision, order, determination or action, or any change in law applicable to this Agreement materially affects any material provision of this Agreement, the rights <i>or</i> obligations of either Party herein, or the ability of a Party to perform any material provision of this Agreement, the Parties shall promptly renegotiate in good faith and amend this Agreement in writing in order to make	negotiations under the change of law provision to 60 days. The parties' rights are adequately protected under the agreement without having to insert an arbitrary deadline in the change of law	sufficient time to conduct meaningful negotiations. Therefore, respondent's position is

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Implicated Section			Position	
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Agreement				

		such mutually acceptable revisions to this Agreement as may be required in order to conform the Agreement to applicable law. If mutually acceptable revisions cannot be agreed upon within sixty days of a request for such revisions, either Party may pursue their respective rights under the Dispute Resolution Section 14.9.	1	
Issue No. 31	What traffic balances, rates, and		The traffic balances, rates, and	Proposed revisions not provided in
Appendices	interconnection points should be applied, for compensation purposes, to the parties' exchange of traffic?	Appendices: [Note: Sprint deleted almost all of Appendix A, all of Appendix B, and part of Appendix C, replacing them with its own language. Therefore, in order to facilitate identification of the different proposals, the parties' respective proposed Appendices are set forth in the attached, full-page documents designated " <b>PROPOSED</b>	interconnection points set forth in the petitioner's proposal are reasonable and	sufficient time to conduct meaningful negotiations. Therefore,

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Implicated Section		-	Position	
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Agreement				

APPENDICES." Consistent with the formatting scheme used throughout this issues matrix, the petitioner's proposed Appendices are set forth in bold underline font, and the
respondent's proposed Appendices are set forth in <i>bold italics</i> font.

Appendix A

#### DESIGNATION OF INTERCONNECTION POINT(S) AND TRAFFIC DISTRIBUTION CMRS-LEC AGREEMENT

This Appendix specifies the Interconnection Points ("IPs") pursuant to the Agreement for Facilities-Based Network Interconnection for Transport and Termination of Telecommunications Traffic (CMRS-LEC Agreement) between Sprint Spectrum, L.P., and SprintCom, Inc., d/b/a Sprint PCS (collectively "Sprint") and Ballard Rural Telephone Cooperative Corporation, Inc. ("Ballard Rural") and the relative directionality and distribution of traffic with respect to the connecting facilities associated with each IP as follows:

I. Service Arrangement and Interconnection Point(s) Interconnection

<u>IP #1 -- For the exchange of LEC-CMRS two-way traffic between the Parties' networks within the Louisville, Kentucky MTA pursuant to this Agreement, the Parties agree to connect at a junction point located at V and H coordinates: V=yyyy, H=zzzz.</u>

2. For the total amount of two-way traffic delivered by the Parties over the connecting facilities, the Parties agree to the following distribution of traffic on a default basis only if Ballard Rural does not provide specific traffic measurement:

% Mobile-to-Land traffic terminating on Ballard Rural's network= 100%% Land-to-Mobile traffic terminating on Sprint's network= 0%

3. For the total traffic terminating on Ballard Rural's network, the Parties agree to the following distribution of traffic:

% Subject Traffic	*****	<u>95</u>	<u>%</u>
% Intrastate Inter-MTA Traffic		5	%
% Interstate Inter-MTA Traffic	=	0	%

<u>4. For the total traffic terminating on Sprint's network, the Parties agree to the following distribution of traffic:</u>

% Subject Traffic		<u>100 %</u>
% Intrastate Inter-MTA Traffic	==	0 %
% Interstate Inter-MTA Traffic	=	0 %

Approved and executed this day of , 2006.

<u>By:</u>	By:
Printed:	Printed:
Title:	Title:

Appendix B Page 1 of 1
Schedule of Charges
Pursuant to the Agreement for Facilities-Based Network Interconnection
for Transport and Termination of Telecommunications Traffic
CMRS-LEC AGREEMENT
This Appendix specifies the rates for the Transport and Termination of traffic delivered by one Party
to the network of the other Party pursuant to the Agreement for Facilities-Based Network
Interconnection for Transport and Termination of Telecommunications Traffic (CMRS-LEC
Agreement) between Ballard Rural Telephone Cooperative Corporation, Inc. ("Ballard Rural") and
Sprint Spectrum, L.P., and SprintCom, Inc., d/b/a Sprint PCS collectively ("Sprint") as follows:
1. CHARGES FOR TRANSPORT, TERMINATION AND TANDEM SWITCHING for Subject
Traffic:
Subject Traffic originated by Sprint and delivered to Ballard Rural over trunks established at IP #1 :
rate per terminating minute of use for all end offices
of Ballard Rural through its LaCenter tandem switch
Subject Traffic for which Transport and Termination charges apply originated by
Ballard Rural and delivered to Sprint over trunks established at IP #1:
rate per terminating minute of use \$0.015/MOU
2. Charges for Access Transport, Access Termination and Access Tandem Switching for Inter-
MTA Traffic:
Current Ballard Rural access tariffs in the proper jurisdiction apply.

3. Special Access Connecting Facilities:

Ballard Rural will charge Sprint special access monthly recurring rates pursuant to Ballard Rural's effective intrastate access tariff for the connecting facilities between IP#1 as set forth in Appendix A and Ballard Rural's LaCenter tandem office.

Ballard Rural will charge Sprint special access non-recurring rates pursuant to Ballard Rural's effective intrastate access tariff for any new connecting facilities.

Ballard Rural will credit Sprint 0% of the charges specified in this section for its portion of special access transport. Should the Parties mutually agree to revise the percentage traffic flow calculation, the percent special access credit will be modified to reflect the revised traffic flow percentage, but under no circumstances will the credit exceed 50%.

Approved and executed this day of , 2006.

Sprint Spectrum, L.P. and Ballard Rural Telephone Cooperative Corporation, Inc. SprintCom, Inc., d/b/a Sprint Communications LLC d/b/a Sprint PSC

By:	By:
Printed:	Printed:
Title:	Title:

Appendix C

Page 1 of 1

#### **Designation of Sprint's CMRS Service Area**

Sprint's Service Area by Counties in the Commonwealth of Kentucky:

To be added

Approved and executed this day of , 2006.

By:	By:	
Printed:	Printed:	
Title:	Title:	

Appendix A

Page 1 of 1

#### INTERCONNECTION POINT(S) AND TRAFFIC DISTRIBUTION

The Parties agree to the following Interconnection Points ("IPs") for the direct exchange of traffic between Sprint and Ballard Rural Telephone Cooperative Corporation and the relative directionality and distribution of traffic associated with each IP as follows:

The Ballard Rural Telephone Cooperative Corporation, Inc. LaCenter tandem switch.

2. For the total amount of two-way traffic exchanged between the Parties, the Parties agree to the following initial distribution of traffic based upon actual traffic patterns, if both Parties agree that only one Party will measure and net bill the other Party or the Party without measurement capabilities chooses to calculate its bill based on the distribution of traffic. Either Party may request a recalculation of the distribution of traffic patterns. All subsequent distribution of traffic percentages will be agreed to in writing and will not require a refiling of Appendix A.:

% Mobile-to-Land traffic terminating on Ballard Rural's network = 50% % Land-to-Mobile traffic terminating on Sprint's network = 50%

3. For the total traffic terminating on Ballard Rural's network, the Parties agree to the following distribution of traffic:

% Subject Traffic	=	98 %
% Intrastate Inter-MTA Traffic	==	5 %
% Interstate Inter-MTA Traffic	district.	95 %

4. For the total traffic terminating on Sprint's network, the Parties agree to the following distribution of traffic:

% Subject Traffic	=	%[Note: This is subject to calling area review.]
% Intrastate Inter-MTA Traffic	1000	0 %
% Interstate Inter-MTA Traffic		0 %

Appendix B

Page 1 of 1

#### Schedule of Charges

1. CHARGES FOR TRANSPORT, TERMINATION AND TANDEM SWITCHING for Subject Traffic: Per Minute of Use Rate for Subject Traffic directly and indirectly exchanged......\$ 0.010/MOU [or TBD per forward looking cost study]

2. Charges for Access Transport, Access Termination and Access Tandem Switching for Inter-MTA Traffic:

Per Minute of Use Rates found in Ballard Rural's current interstate and intrastate access tariffs shall apply.

Appendix C

Page 1 of 1

Designation of Sprint's CMRS Service Area

Sprint's Service Area by Counties in the Commonwealth of Kentucky:

To be added