

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPROVAL OF THE RESALE)
AGREEMENT NEGOTIATED BY)
BELLSOUTH TELECOMMUNICATIONS,)
INC. AND NETWORK TELEPHONE,) CASE NO. 98-094
INC. PURSUANT TO SECTIONS 251)
AND 252 OF THE)
TELECOMMUNICATIONS ACT OF 1996)

O R D E R

On March 17, 1998, the Commission approved a resale agreement between BellSouth Telecommunications, Inc. ("BellSouth") and Network Telephone, Inc. ("Network Telephone"). On May 18, 1998, BellSouth and Network Telephone submitted their negotiated agreement for the interconnection of their networks and the unbundling of specific network elements. The agreement was negotiated pursuant to the Telecommunications Act of 1996 ("1996 Act"), 47 U.S.C. Sections 251 and 252. Section 252(e) of the 1996 Act requires the parties to an interconnection agreement adopted by negotiation to submit the agreement for approval to the Commission.

The Commission has reviewed the agreement and finds that no portion of the agreement discriminates against a telecommunications carrier not a party to the agreement. The Commission also finds that the implementation of this agreement is consistent with the public interest, convenience, and necessity.

Network Telephone must comply with all relevant Commission mandates for serving in this Commonwealth.

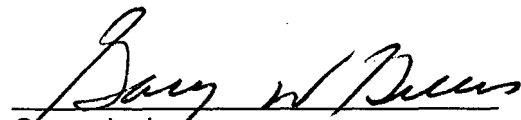
The Commission, having been otherwise sufficiently advised, HEREBY ORDERS that the negotiated agreement between BellSouth and Network Telephone for interconnection of their networks and unbundling of specific network elements is approved.

Done at Frankfort, Kentucky, this 9th day of July, 1998.

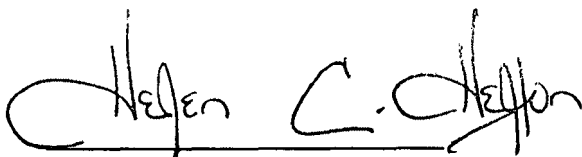
PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director