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April 15, 2005

ELECTRONIC FILING

Ms. Elizabeth O'Donnell
Executive Director
Kentucky Public Service Commission
P.O. Box 615
Frankfort, KY 40602

RE: Case No. 2004-00427 – Petition of BellSouth Telecommunications, Inc. to Establish Generic Docket to Consider Amendments to Interconnection Agreements Resulting from Changes of Law – Status Report of Cinergy Communications Company

Dear Ms. O'Donnell:

By Order dated March 10, 2005, the Commission directed the parties in this docket to inform it in writing by April 15, 2005, of the status of their negotiations as a result of Federal Communications Commission's (FCC's) issuance of the Triennial Review Remand Order (TRRO). Accordingly, undersigned local counsel for Cinergy Communications Company ("CCC") provides this response.

On March 14, 2005, BellSouth sent a letter to CCC requesting negotiations for changes of law related to the TRRO. BellSouth forwarded its proposed "Attachment 2" as a replacement to the current UNE section of the current interconnection agreement. CCC, in conjunction with CompSouth, had been working for weeks on a proposal to BellSouth based upon CCC's interpretation of the TRRO. That draft was submitted to BellSouth by CCC on March 25, 2005. To date, BellSouth has refused to acknowledge the proposal. BellSouth refuses to discuss any issues that are not based upon BellSouth's own proposed contract amendment.

In a good faith attempt to advance the negotiations, on April 14, 2005, CCC overnighted to BellSouth a detailed outline of a proposal to settle all outstanding interconnection-related disputes between the parties. CCC's proposal is for an agreement (priced at rates higher than TELRIC) which would permit CCC to make the transition from use of the BellSouth network and facilities to CCC facilities. The proposal includes service density thresholds that, after the

Ms. Elizabeth O'Donnell
April 15, 2005
Page 2

first year, would limit CCC's ability to utilize BellSouth facilities in end offices where CCC has greater than 500 lines in service. CCC believes this proposal offers an immediate financial benefit to BellSouth, while resolving change of law issues related to UNE-P.

Sincerely,

/s/

C. Kent Hatfield
Counsel for Cinergy Communications Company

CKH:jms