BELLSOUTH

BellSouth Telecommunications, Inc.

P.O. Box 32410

Louisville, KY 40232

or

BellSouth Telecommunications, Inc.

Room 407

601 West Chestnut Street

Louisville, KY 40203

Creighton.Mershon@BellSouth.com

Creighton E. Mershon, Sr. General Counsel-Kentucky

502 582-8219 Fax 502 582-1573

RECEIVED

JUL 2 5 2000

PUBLIC SERVICE COMMISSION

July 24, 2000

RECEIVED

Mr. Martin J. Huelsmann, Jr. Executive Director
Public Service Commission
211 Sower Boulevard
P. O. Box 615
Frankfort, KY 40602

JUL 2 6 2000

GENERAL COURSEL

Re: Approval of the Resale Agreement Negotiated by BellSouth Telecommunications, Inc. ("BellSouth") and Communication Options Southern Region, Inc. d/b/a COI pursuant to Sections 251 and 252 of the Telecommunications Act of 1996

PSC 98-193

Dear Mr. Huelsmann:

Enclosed for the Commission's information are the original and ten (10) copies of BellSouth's July 17, 2000, letter sent to Communication Options Southern Region, Inc. d/b/a COI by certified mail advising COI that the Interconnection Agreement between BellSouth and COI will be cancelled effective July 31, 2000.

Sincerely,

Creighton E. Mershon, Sr.

Enclosure

cc: Mr. Morris Jarmon, Communication Options Southern Region, Inc. d/b/a COI

221457



BellSouth Customer Markets

675 West Peachtree Street 34 S 91 Atlanta, Georgia 30375

Patricia C. Wanner (404) 927-1245 Fax: (404) 529-7839

Sent via Certified Mail

July 17, 2000

Mr. Morris Jarmon Communications Options Southern Region, Inc. 622 Barton Avenue Panama City, FL 32404

Re: Cancellation of Communications Options Southern Region, Inc. d/b/a COI and BellSouth Telecommunications, Inc. Resale Agreement

Dear Mr. Jarmon:

On June 1, 1997, BellSouth Telecommunications, Inc. ("BellSouth") and Communications Options Southern Region, Inc. d/b/a COI ("COI") entered into an agreement for the provision of Resale in the states of Alabama, Florida, Georgia, Kentucky, Louisiana, Mississippi, North Carolina, South Carolina, and Tennessee (the "Agreement"). The expiration date for that Agreement was May 31, 1999.

On July 2, 1999, BellSouth requested that COI commence good-faith negotiations to enter into a new agreement in compliance with Section 251(c)(1) of the Communications Act of 1934, as amended ("Act"). A copy of the BellSouth Standard Resale Agreement was included with that letter. Follow up phone calls were made on August 3rd and 6th, 1999, and January 3, 2000. On February 25, 2000 another letter was sent and on March 23rd a letter and another standard agreement was mailed. On June 7, 2000 a fourth letter was sent by certified mail and returned "REFUSED". Upon calling the most recent telephone number for you on June 16, 2000, a totally different business answered. The Florida Public Service Commission indicates your Telecommunications Certificate was cancelled on January 28, 2000.

Therefore, this is to advise you that the Resale Agreement between COI and BellSouth will be canceled effective July 31, 2000. Should you have questions regarding this, please do not hesitate to call me.

Sincerely,

Patricia C. Wanner

Manager-Wholesale Pricing

cc: Mr. Jerry Hendrix

Ms. Leah Cooper

Ms. Nancy H. Sims

Mr. Owen Blake

Mr. Fred McCallum

Mr. Don Roberts

Ms. Caroline Watson

Mr. Creighton Mershon

Mr. Guy Hicks

Ms. Victoria McHenry

Ms. Linda Cheatham