

Jeffrey A. Masoner Vice President Interconnection Policy and Planning Wholesale Markets Group

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June 18, 2002

Mr. Richard N. Koch President RNK, Inc. d/b/a RNK Telecom 333 Elm Street Dedham, MA 02026

Re: Requested Adoption Under Section 252(i) of the TA96

Dear Mr. Koch:

Verizon New England Inc., d/b/a Verizon Massachusetts, f/k/a New England Telephone and Telegraph Company, d/b/a Bell Atlantic - Massachusetts ("Verizon"), a New York corporation, with principal place of business at 185 Franklin Street, Boston, MA 02110, has received your letter stating that, under Section 252(i) of the Telecommunications Act of 1996 (the "Act"), RNK, Inc. d/b/a RNK Telecom ("RNK"), a Massachusetts corporation, with principal place of business at 333 Elm St., Dedham, MA 02026, wishes to adopt the terms of the arbitrated Interconnection Agreement between AT&T Broadband Phone of Massachusetts, LLC ("AT&T Broadband") and Verizon that was approved by the Massachusetts Department of Telecommunications and Energy (the "Commission") as an effective agreement in the Commonwealth of Massachusetts in Docket No. 99-42/43, as such agreement exists on the date hereof after giving effect to operation of law (the "Terms"). I understand RNK has a copy of the Terms. Please note the following with respect to RNK's adoption of the Terms.

- 1. By RNK's countersignature on this letter, RNK hereby represents and agrees to the following three points:
 - (A) RNK adopts (and agrees to be bound by) the Terms of the AT&T Broadband/Verizon arbitrated agreement for interconnection as it is in effect on the date hereof after giving effect to operation of law, and in

applying the Terms, agrees that RNK shall be substituted in place of AT&T Broadband Phone of Massachusetts, LLC and AT&T Broadband in the Terms wherever appropriate.

- (B) Notice to RNK and Verizon as may be required under the Terms shall be provided as follows:
 - To: RNK, Inc. d/b/a RNK Telecom Attention: General Counsel 333 Elm Street Dedham, MA 02026 Telephone number: 781-613-6000 FAX number: 781-297-9836

To Verizon:

Director-Contract Performance & Administration Verizon Wholesale Markets 600 Hidden Ridge HQEWMNOTICES Irving, TX 75038 Telephone Number: 972-718-5988 Facsimile Number: 972-719-1519 Internet Address: wmnotices@verizon.com

with a copy to:

Vice President and Associate General Counsel Verizon Wholesale Markets 1515 N. Court House Road Suite 500 Arlington, VA 22201 Facsimile: 703-351-3664

- (C) RNK represents and warrants that it is a certified provider of local telecommunications service in the Commonwealth of Massachusetts, and that its adoption of the Terms will cover services in the Commonwealth of Massachusetts only.
- 2. RNK's adoption of the AT&T Broadband arbitrated Terms shall become effective as of September 1, 2002. The Parties understand and agree that Verizon will file this adoption letter with the Commission promptly upon my receipt of a copy of this letter, countersigned by RNK as to points (A), (B), and (C) of paragraph 1 above. The term and termination provisions of the AT&T Broadband/Verizon agreement shall govern RNK's adoption of the Terms. The adoption of the Terms is currently scheduled to expire on June 25, 2003.

- 3. As the Terms are being adopted by you pursuant to your statutory rights under section 252(i), Verizon does not provide the Terms to you as either a voluntary or negotiated agreement. The filing and performance by Verizon of the Terms does not in any way constitute a waiver by Verizon of any position as to the Terms or a portion thereof, nor does it constitute a waiver by Verizon of all rights and remedies it may have to seek review of the Terms, or to petition the Commission, other administrative body, or court for reconsideration or reversal of any determination made by the Commission pursuant to arbitration in Docket No. 99-42/43, or to seek review in any way of any provisions included in these Terms as a result of RNK's 252(i) election.
- 4. Nothing herein shall be construed as or is intended to be a concession or admission by Verizon that any contractual provision required by the Commission in Docket No. 99-42/43 (the AT&T Broadband arbitration) or any provision in the Terms complies with the rights and duties imposed by the Act, the decisions of the FCC and the Commissions, the decisions of the courts, or other law, and Verizon expressly reserves its full right to assert and pursue claims arising from or related to the Terms.
- 5. Verizon reserves the right to deny RNK's adoption and/or application of the Terms, in whole or in part, at any time:
 - (a) when the costs of providing the Terms to RNK are greater than the costs of providing them to AT&T Broadband;
 - (b) if the provision of the Terms to RNK is not technically feasible; and/or
 - (c) to the extent that Verizon otherwise is not required to make the Terms available to RNK under applicable law.
- 6. For avoidance of doubt, please note that adoption of the Terms will not result in reciprocal compensation payments for Internet traffic. Verizon has always taken the position that reciprocal compensation was not due to be paid for Internet traffic under section 251(b)(5) of the Act. Verizon's position that reciprocal compensation is not to be paid for Internet traffic was confirmed by the FCC in the Order on Remand and Report and Order adopted on April 18, 2001 (*'FCC Internet Order'*), which held that Internet traffic constitutes "information access" outside the scope of the reciprocal compensation obligations set forth in section 251(b)(5) of the Act.¹ Accordingly, any compensation to be paid for Internet traffic will be handled pursuant to the terms of the *FCC Internet Order*, not

¹ Order on Remand and Report and Order, In the Matters of: Implementation of the Local Competition Provisions in the Telecommunications Act of 1996 and Intercarrier Compensation for ISP-Bound Traffic, CC Docket No. 99-68 (rel. April 27, 2001)

^{(&}quot;FCC Remand Order") ¶44, remanded, WorldCom, Inc. v. FCC, No. 01-1218 (D.C. Cir. May 3, 2002). Although the D.C. Circiuit remanded the FCC Remand Order to permit the FCC to clarify its reasoning, it left the order in place as governing federal law. See WorldCom, Inc. v. FCC, No. 01-1218, slip op. at 5 (D.C. Cir. May 3, 2002).

pursuant to adoption of the Terms.² Moreover, in light of the FCC Internet Order, even if the Terms include provisions invoking an intercarrier compensation mechanism for Internet traffic, any reasonable amount of time permitted for adopting such provisions has expired under the FCC's rules implementing section 252(i) of the Act.³ In fact, the FCC Internet Order made clear that carriers may not adopt provisions of an existing interconnection agreement to the extent that such provisions provide compensation for Internet traffic.⁴

- 7. Should RNK attempt to apply the Terms in a manner that conflicts with paragraphs 3-6 above, Verizon reserves its rights to seek appropriate legal and/or equitable relief.
- 8. In the event that a voluntary or involuntary petition has been or is in the future filed against RNK under bankruptcy or insolvency laws, or any law relating to the relief of debtors, readjustment of indebtedness, debtor reorganization or composition or extension of debt (any such proceeding, an "Insolvency Proceeding"), then: (i) all rights of Verizon under such laws, including, without limitation, all rights of Verizon under 11 U.S.C. § 366, shall be preserved, and RNK's adoption of the Verizon Terms shall in no way impair such rights of Verizon; and (ii) all rights of RNK resulting from RNK's adoption of the Verizon terms shall be subject to and modified by any Stipulations and Orders entered in the Insolvency Proceeding, including, without limitation, any Stipulation or Order providing adequate assurance of payment to Verizon pursuant to 11 U.S.C. § 366.

 $^{^{2}}$ For your convenience, an industry letter distributed by Verizon explaining its plans to implement the *FCC* Internet Order can be viewed at Verizon's Customer Support Website at URL www.verizon.com/wise (select Verizon East Customer Support, Resources, Industry Letters, CLEC). ³ See, e.g., 47 C.F.R. Section 51.809(c).

⁴ FCC Internet Order ¶ 82.

Please arrange for a duly authorized representative of RNK to sign this letter in the space provided below and return it to the undersigned.

Sincerely,

VERIZON NEW ENGLAND INC., D/B/A VERIZON MASSACHUSETTS

Jeffrey A. Masoner Vice President – Interconnection Services Policy & Planning

Reviewed and countersigned as to points A, B, and C of paragraph 1: By execution, RNK does not necessarily agree, and in certain instances, disagrees with Verizon's positions, interpretations of law, and/or statements in paragraph's 3, 4, 5, 6, 7, and 8 and reserves all rights that may be affected by such.

RNK, INC. D/B/A RNK TELECOM

Richard N. Koch President – RNK Inc. d/b/a RNK Telecom

c: D. Dye – Verizon