TENNESSEE REGULATORY AUTHORITY

Sara Kyle, Chairman Lynn Greer, Director Melvin Malone, Director



460 James Robertson Parkway Nashville, Tennessee 37243-0505

September 1, 2000

TRANSMITTED VIA FAX (202) 955-9792 / ORIGINAL TO FOLLOW VIA U.S. MAIL

Mr. Michael Hazzard Kelley Drye & Warren LLP 1200 19th Street, NW Washington, DC 20036

RE: Valor Telecommunications CLEC of Tennessee, LLC (00-00681)

Dear Mr. Hazzard:

The Tennessee Regulatory Authority requests the following information regarding the Application of Valor Telecommunications CLEC of Tennessee, LLC ("Valor") for a Certificate of Public Convenience and Necessity to provide competing local telecommunications services in the state of Tennessee:

Financial Requirements:

Provide the following financial information of the Applicant:

- 1. Most recent audited financial statements (Balance Sheet, Income Statement, and Statement of Cash Flows) of the Applicant.
- 2. Reminder: TCA §65-4-125 amendment states that by September 1, 2000, all telecommunications service providers subject to the control and jurisdiction of the authority, *except* those owners or operators of public telephone service who pay annual inspection and supervision fees pursuant to Tennessee Code Annotated, §65-4-301(b), or any telecommunications service provider that owns and operates equipment facilities in Tennessee with a value of more than five million (\$5,000,000), shall file with the authority a corporate surety bond or irrevocable letter of credit in the amount of twenty thousand dollars (\$20,000) to secure the payment of any monetary sanction imposed in any enforcement proceeding, brought under this title or the Consumer Telemarketing Protection Act of 1990, by or on behalf of the Authority. Submit a corporate surety bond to the TRA on the provided forms, if applicable.



Please submit the requested information by September 14, 2000. If you have any questions, please contact this office at (615) 741-2904 (ext. 132).

Sincerely,

David Waddell

Executive Secretary

C: Docket File

Joe Werner

Darlene Standley

Carsie Mundy