

July 7, 2008

J. Richard Collier, Esq. Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243-0505 filed electronically in docket office on 07/07/08

Re:

Petition of XO Tennessee, Inc. for Arbitration with BellSouth Telecommunications, Inc. Pursuant to the Telecommunications Act of 1996

Petition for Arbitration of the Interconnection Agreement Between BellSouth Telecommunications, Inc. and XO Tennessee, Inc. Pursuant to Section 252(B) of the Telecommunications Act of 1996

Dear Richard:

In response to your letter of June 27, 2008 concerning the pending arbitration between XO and AT&T (Docket 03-00630), both parties report that they have made significant progress and expect to resolve this matter shortly.

Therefore, both XO and AT&T join in asking that this matter remain open pending the outcome of those negotiations.

Thank you for your patience in this matter.

Very truly yours,

BOULT, CUMMINGS, CONNERS & BERRY, PLC

Henry Walk

HW/dla

cc: Guy Hicks