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December 7, 2012

Hon. James M. Allen, Chairman
Tennessee Regulatory Authority
ATTN: Sharla Dillon - Dockets
460 James Robertson Parkway
Nashville, TN 37238

*filed electronically in
the docket office on
12/07/2012

Re: Approval of the Traffic Exchange Agreement Negotiated by Loretto Telephone Company, Inc. and Sprint Spectrum L.P. and Nextel South Corp.

Dear Chairman Allison:

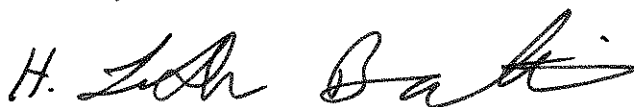
Attached for filing are the original and 4 copies of the Petition for Approval of the Traffic Exchange Agreement negotiated by Loretto Telephone Company, Inc. ("Loretto") and Sprint Spectrum L.P. and Nextel South Corp., individually and collectively doing business as Sprint PCS ("Sprint") pursuant to Sections 251 and 252 of the Telecommunications Act of 1996. Also attached is Loretto's Disaster Recovery Plan. The attached Agreement was negotiated by Loretto and Sprint and is consistent with the standards for approval.

Loretto is an incumbent Rural Local Exchange Carrier and a Rate of Return Carrier which provides Local Exchange Services in the State of Tennessee. As such, Loretto's entry into this Agreement does not waive its right to maintain that it is a rural telephone company exempt from § 251(c) under 47 U.S.C. 251(f) of the Communications Act of 1934, as amended.

Loretto and Sprint respectfully request that the Authority approve the Agreement.

A check in the amount of \$50.00 in payment of the filing fee is enclosed.

Sincerely,



H. LaDon Baltimore
Counsel for Loretto Telephone Company, Inc.

BEFORE THE TENNESSEE REGULATORY AUTHORITY
Nashville, Tennessee

IN RE:)	
)	
APPROVAL OF THE TRAFFIC)	
EXCHANGE AGREEMENT)	
NEGOTIATED BY)	DOCKET NO. 12-_____
LORETTO COMPANY, INC.)	
AND SPRINT SPECTRUM AND NEXTEL)	
SOUTH CORP. PURSUANT TO)	
SECTIONS 251 AND 252 OF THE)	
TELECOMMUNICATIONS ACT OF 1996)	

PETITION FOR APPROVAL OF THE TRAFFIC EXCHANGE AGREEMENT
NEGOTIATED BY LORETTO TELEPHONE COMPANY, INC.
AND SPRINT SPECTRUM L.P. AND NEXTEL SOUTH CORP. PURSUANT TO
SECTIONS 251 AND 252 OF THE TELECOMMUNICATIONS ACT OF 1996

Loretto Telephone Company, Inc. ("Loretto") and Sprint Spectrum L.P. and Nextel South Corp., individually and collectively doing business as Sprint PCS ("Sprint") respectfully file this request with the Tennessee Regulatory Authority ("Authority" or "TRA") for approval of the attached Local Traffic Exchange Agreement ("Agreement"). The Agreement was negotiated between Loretto and Sprint pursuant to Sections 251 and 252 of the Telecommunications Act of 1996 ("Act"). The Agreement provides for the exchange and compensation of certain traffic as specified in the Agreement. Loretto and Sprint, therefore, respectfully request that the TRA act within the 90 days specified by the Act and approve the Agreement.

1. Loretto is an incumbent Rural Local Exchange Carrier and a Rate of Return Carrier which provides Local Exchange Services in the State of Tennessee. As such, Loretto's

entry into this Agreement does not waive its right to maintain that it is a rural telephone company exempt under § 251(c) and 47 U.S.C. 251(f) of the Communications Act of 1934, as amended.

2. Sprint is a Commercial Mobile Radio Service provider of mobile communications services operating within the State of Tennessee.

3. Loretto and Sprint have successfully negotiated the Agreement for the interconnection of their networks. A copy of the Agreement is attached hereto and incorporated herein by reference.

4. Loretto and Sprint have entered into this Agreement pursuant to Sections 251(b)(5) and 252(a) of the Act.

5. Pursuant to Section 252(e) of the Act, Loretto and Sprint are submitting their agreement to the TRA for its consideration and approval.

6. As required under Section 252(e)(2)(A)(i) of the Act, the Agreement does not discriminate against any other telecommunications carrier. Other carriers are not bound by the Agreement and remain free to negotiate independently with Loretto pursuant to Section 252 of the Act.

7. The Agreement is consistent with the public interest, convenience, and necessity, as required under Section 252(e)(2)(A)(ii) of the Act.

8. In accordance with Section 252(e) of the Act, the TRA is charged with approving or rejecting the Agreement within 90 days of its submission. The Act provides that the TRA may reject the Agreement only if it finds the Agreement or any portion thereof discriminates against a telecommunication carrier not a party to the Agreement or if it finds that the implementation of the Agreement or any portion thereof is not consistent with the public interest, convenience, and necessity.

9. Loretto and Sprint aver the Agreement is consistent with the standards for approval.

10. Loretto and Sprint respectfully request that the TRA approve the Agreement negotiated between the parties without revision as expeditiously as possible consistent with the public interest.

This 7th day of December, 2012.

Respectfully submitted,

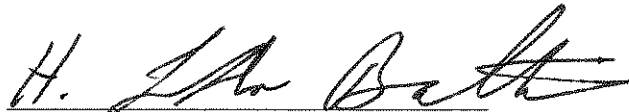
A handwritten signature in black ink, appearing to read "H. LaDon Baltimore", written over a horizontal line.

H. LaDon Baltimore, BPR #3836
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Nashville, TN 37219
(615) 726-1200
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dbaltimore@farrismathews.com
Counsel for Loretto Telephone Company, Inc.

Certificate of Service

The undersigned hereby certifies that on this the 7th day of December, 2012, a true and correct copy of the foregoing has been forwarded via first class U. S. Mail, hand delivery, overnight delivery, electronic transmission, or facsimile transmission to the following:

Kevin C. Arburn
Contracts Negotiator
Carrier Interconnection Management [CIM]
Sprint Nextel
Mailstop - KSOPHE0102-1D360
6360 Sprint Parkway
Overland Park, KS 66251
Kevin.C.Arburn@sprint.com


H. LaDon Baltimore

TRAFFIC EXCHANGE AGREEMENT
BY AND BETWEEN
LORETTO TELEPHONE COMPANY, INC.
AND
SPRINT SPECTRUM L.P. AND NEXTEL SOUTH CORP.

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I. ARTICLE I

1. INTRODUCTION

This traffic exchange and compensation agreement ("Agreement") is effective as of July 1, 2012 (the "Effective Date"), by and between Loretto Telephone Company, Inc. ("Loretto"), with offices at 136 South Main Street, Loretto, TN 38469, and Sprint Spectrum L.P. and Nextel South Corp., individually and collectively doing business as Sprint PCS ("SPRINT"), with an office and principal place of business at 6200 Sprint Parkway, Overland Park, Kansas 66212.

2. RECITALS

WHEREAS, Loretto is an incumbent Rural Local Exchange Carrier and a Rate of Return Carrier which provides Local Exchange Services in the State of Tennessee; and

WHEREAS, SPRINT is a Commercial Mobile Radio Service provider of mobile communications services operating within the State of Tennessee; and

WHEREAS, Loretto's entry into this Agreement does not waive its right to maintain that it is a rural telephone company exempt from § 251(c) under 47 U.S.C. 251(f) of the Communications Act of 1934, as amended; and

WHEREAS, Loretto and SPRINT respectively terminate landline-to-wireless and wireless-to-landline traffic that is originated on the other's network, and wish to establish traffic exchange and compensation arrangements for exchanging certain traffic as specified below

NOW, THEREFORE, in consideration of the mutual provisions contained herein and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Loretto and SPRINT hereby agree as follows:

II. ARTICLE II

1. DEFINITIONS

Certain terms used in this Agreement shall have the meanings as otherwise defined throughout this Agreement. Other terms used but not defined herein will have the meanings ascribed to them in the Act or in the rules and regulations of the FCC. The Parties acknowledge that other terms appear in this Agreement, which are not defined or ascribed as stated above. The Parties agree that any such terms shall be construed in accordance with their customary usage in the telecommunications industry as of the Effective Date of this Agreement, as an exception to the general rule of contract interpretation that words are to be understood in their ordinary and popular sense. In addition to this rule of interpretation, the following terms used in this Agreement shall have the meanings as specified below:

- 1.1 “Access Reciprocal Compensation Traffic” is defined in 47 C.F.R. § 51.903(h).
- 1.2 “Act” means the Communications Act of 1934, as amended.
- 1.3 “Affiliate” means a person that (directly or indirectly) owns or controls, is owned or controlled by, or is under common ownership or control with, another person. For purposes of this paragraph, the term “own” means to own an equity interest (or the equivalent thereof) of more than ten percent (10%).
- 1.4 “Central Office Switch” means a switch used to provide Telecommunications services, including, but not limited to:
- (a) “End Office Switch” is a switch in which the subscriber station loops are terminated for connection to either lines or trunks. The subscriber receives terminating, switching, signaling, transmission, and related functions for a defined geographic area by means of an End Office Switch.
 - (b) “Remote End Office Switch” is a switch in which the subscriber station loops are terminated. The control equipment providing terminating, switching, signaling, transmission, and related functions would reside in a host office. Local switching capabilities may be resident in a Remote End Office Switch.
 - (c) “Host Office Switch” is a switch with centralized control over the functions of one or more Remote End Office Switches. A Host Office Switch can serve as an end office as well as providing services to other remote end offices requiring terminating, signaling, transmission, and related functions including local switching.
 - (d) “Tandem Office Switch” is a switching system that establishes trunk-to-trunk connections. A Tandem Office Switch can provide host office or end office switching functions as well as the tandem functions. A Central Office Switch may also be employed as a combination End Office/Tandem Office Switch.
- 1.5 “Commercial Mobile Radio Services” or “CMRS” has the same meaning as defined in 47 C.F.R. § 20.3.
- 1.6 “Commission” means the Tennessee Regulatory Authority.
- 1.7 “Extended Area Service” or “EAS” is as set forth in Loretto’s then current General Customer Services Tariff.
- 1.8 “Effective Date” means the date first above written.

- 1.9 "FCC" means the Federal Communications Commission.
- 1.10 "Interconnection" for purposes of this Agreement is the indirect or direct linking of Loretto and SPRINT networks for the exchange of Local Telecommunications Traffic described in this Agreement.
- 1.11 "InterMTA Traffic" is Telecommunications Traffic, which, at the beginning of the call, originates in one MTA and terminates in another MTA, based on the location of the cell cite serving the wireless subscriber and the central office serving the landline end user at the beginning of the call.
- 1.12 "Local Service Area" for Loretto, means its local calling area as defined in its then current General Customer Services Tariff.
- 1.13 "Local Telecommunications Traffic" is defined for all purposes under this Agreement as Telecommunications Traffic that (a) is originated by a retail customer of one Party on that Party's network, (b) terminates to a retail customer of the other Party on the other Party's network within the same Major Trading Area (MTA), and (c) may be handled pursuant to an agreement between either Party and another carrier that performs only a transiting function in lieu of a direct Interconnection between the Parties. For purposes of determining originating and terminating points of a call under this Agreement, the originating or terminating point for Loretto shall be the End Office serving the calling or called customer of Loretto and for Sprint the originating or terminating cell site locations at the beginning of a call will be used as the point of call origination and termination, respectively. Notwithstanding the foregoing, or anything else contained herein, for purposes of this Agreement, Local Telecommunications Traffic does not include, and this Agreement does not apply to, traffic delivered by Sprint Communications Company L.P. in its capacity as an interexchange carrier, or to traffic delivered by any other interexchange carrier nor does this Agreement or definition affect any right Loretto has to be paid access for interexchange carrier traffic.
- 1.14 "Local Exchange Carrier" or "LEC" has the same meaning as defined in 47 U.S.C. § 153(32).
- 1.15 "Major Trading Area" or "MTA" means the Major Trading Areas as designated by the FCC in 47 C.F.R. § 24.202(a).
- 1.16 "Mobile Switching Center" or "MSC" is a switching facility that is an essential element of the SPRINT network which performs the switching for the routing of calls between and among SPRINT subscribers and subscribers in other mobile or landline networks. The MSC is used to interconnect trunk circuits between and among End

Office Switches and Tandem Switches, aggregation points, points of termination, or points of presence and also coordinates inter-cell and inter-system call hand-offs and records all system traffic for analysis and billing.

- 1.17 “Network Edge” means the outer edge of Loretto’s network in the area in which Loretto is certificated to provide service as an incumbent LEC, where traffic is handed off to another Telecommunications Carrier.
- 1.18 “Non-Access Telecommunications Traffic” is as defined in 47 C.F.R. §51.701(b)(2)
- 1.19 “NPA” or the “Number Plan Area” also referred to as an “area code” refers to the three-digit code which precedes the NXX in a dialing sequence within the North American Numbering Plan (*i.e.*, NPA/NXX-XXXX).
- 1.20 “NXX” means the three-digit code, which appears as the first three digits of a seven-digit telephone number within a valid NPA or area code.
- 1.21 “Party” means either Loretto or SPRINT, and “Parties” means Loretto and SPRINT.
- 1.22 “Point of Interconnection” or “POI” means the technically feasible point(s) of Interconnection on Loretto’s network where an originating Party’s traffic is deemed to be handed off to the terminating Party’s network.
- 1.23 “Rate Center” means a geographic area that is associated with one or more NPA-NXX codes that have been assigned to a Telecommunications Carrier for its provision of Telecommunications services.
- 1.24 “Rate of Return Carrier” is as defined in 47 C.F.R. § 54.5.
- 1.25 “Telecommunications” has the same meaning as defined in 47 U.S.C. § 153(50).
- 1.26 “Telecommunications Carrier” has the same meaning as defined in 47 U.S.C. § 153(51).
- 1.27 “Telecommunications service” has the same meaning as defined in 47 U.S.C. § 153(53).
- 1.28 “Termination” means the switching of Local Telecommunications Traffic at the terminating carrier’s End Office Switch, or equivalent

facility, and delivery of such traffic to the called party's premises or mobile handset.

- 1.29 "Transport" means the transmission and any necessary tandem switching of Local Telecommunications Traffic from the Point of Interconnection between the two carriers to the terminating carrier's End Office Switch that directly serves the called party, or equivalent facility provided by a carrier other than an incumbent LEC.

2. INTERPRETATION AND CONSTRUCTION

All references to Sections, Exhibits and Schedules shall be deemed to be references to Sections of, and Exhibits and Schedules to, this Agreement unless the context shall otherwise require. The headings of the Sections and the terms are inserted for convenience of reference only and are not intended to be a part of or to affect the meaning of this Agreement. Unless the context shall otherwise require, any reference to any agreement, other instrument or other third party offering, guide or practice, statute, regulation, rule or tariff is for convenience of reference only and is not intended to be a part of or to affect the meaning of a rule or tariff as amended and supplemented from time-to-time (and, in the case of a statute, regulation, rule or tariff, to any successor provision).

3. SCOPE

- 3.1 This Agreement is intended, *inter alia*, to describe and enable Interconnection and reciprocal compensation arrangements for the exchange of Local Telecommunications Traffic between the Parties. This Agreement does not obligate either Party to provide arrangements not specifically provided for herein.
- 3.2 This Agreement sets forth the terms, conditions, and rates under which the Parties agree to interconnect the CMRS network of SPRINT and the incumbent LEC network of Loretto for purposes of exchanging certain traffic as provided herein.
- 3.3 This Agreement provides for the exchange of traffic originated on the Parties' respective networks. SPRINT represents that it is a CMRS provider of Telecommunications services to subscribers in MTA No. 43 and 29. Additions or changes to SPRINT's NPA/NXXs will be as listed in Telcordia's Local Exchange Routing Guide ("LERG") under Operating Company Numbers ("OCN") 6664 and 6232. With respect to wireless-to-landline traffic, SPRINT shall not deliver traffic to Loretto that originates on a non-Party carrier's network. Nothing in this Agreement shall prohibit SPRINT from enlarging its wireless network through management contracts with third parties for the construction and operation of a wireless system under the SPRINT spectrum and license. Sprint is responsible for all traffic originating or

terminating on such extended networks and all of said traffic shall be subject to the terms and conditions of this Agreement.

- 3.4 With respect to landline-to-wireless Traffic, this Agreement is limited to Loretto end user customers' Traffic for which Loretto provides service as an incumbent LEC and has authority to carry. Loretto's NPA/NXX(s) are listed in the LERG under OCN 0570.
- 3.5 This Agreement does not apply to traffic delivered by Sprint Communications Company L.P. in its capacity as an interexchange carrier, or to traffic delivered by any other interexchange carrier.
- 3.6 Any amendment, modification, or supplement to this Agreement must be in writing and signed by an authorized representative of each Party.

4. SERVICE AGREEMENT

Description of Arrangements:

This Agreement provides for the following Interconnection and arrangements between the networks of Loretto and SPRINT. Additional arrangements that may be mutually agreed to by the Parties in the future will be documented in a separate written amendment to this Agreement.

- 4.1 Indirect Interconnection. Except as provided for in § 4.2 below, the Parties shall exchange all Local Telecommunications Traffic indirectly. Since Company is a Rate-Of-Return carrier, and so long as the Parties connect via an indirect Interconnection, i.e. the parties will exchange Local Telecommunications Traffic as follows:
 - 4.1.1 SPRINT shall deliver Local Telecommunications Traffic destined to Loretto via the third-party transit carrier identified in Appendix A ("Sprint Tandem Provider"), and SPRINT is responsible to compensate the Sprint Tandem Provider to deliver the call to Loretto's Network Edge with the Tandem Provider.
 - 4.1.2 Loretto shall deliver Local Service Area Traffic destined to SPRINT via a third-party transit provider identified in Appendix A ("Loretto Tandem Provider"). Loretto's financial obligation for transport of Local Service Area Traffic shall stop at the Network Edge and Sprint is responsible for the remaining transport.
- 4.2 During the term of this Agreement, either Party may request that the Parties establish a Dedicated Interconnection and if the Parties mutually agree, a Dedicated Interconnection may be established as set forth below.

- 4.2.1 The Parties disagree about what terms and conditions, if any, should apply with respect to the establishment of a Dedicated Interconnection between the Parties and whether the Parties are required to establish a Dedicated Interconnection under any specific terms and conditions; however, based on the specific facts and arrangements set forth in this Agreement, the Parties may establish a Dedicated Interconnection within 120 days after mutually agreeing to do so via a written notice of understanding.
- 4.2.2 Nothing in this Agreement prevents the Parties from continuing to use the Indirect Transit Interconnection arrangement.
- 4.2.3 Each Party shall be responsible for one hundred percent (100%) of all the transport facility costs both to (a) deliver traffic originating on its network to and (b) receive traffic originated on the other Party's network from, the meet point POI. This Agreement shall not preclude Loretto and SPRINT from entering into additional mutually agreed upon direct interconnection arrangements in the future.
- 4.2.4 If or when established, Loretto shall route Local Service Area calls to SPRINT over the direct Interconnection facilities to the extent the terminating number is assigned to Sprint. [To be discussed once routing is established]
- 4.2.5 Where direct Interconnection has been established, SPRINT will only route Local Telecommunications Traffic over the direct Interconnection facilities to the extent the terminating number is assigned to Loretto.

5. COMPENSATION

5.1 Traffic Subject to Reciprocal Compensation:

- 5.1.1 Pursuant to the FCC's Report and Order and Further Notice of Proposed Rulemaking in CC Docket Nos. 96-45 and 01-92; GN Docket No. 09-51; WC Docket Nos. 03-109, 05-337, 07-135 and 10-90; and WT Docket No. 10-208, adopted October 27, 2011 and released November 18, 2011 (FCC 11-161), and as amended by the FCC on December 23, 2011 (FCC 11-189) (the "USF/ICC Reform Order"), effective for traffic exchanged on and after July 1, 2012, bill-and-keep shall be the compensation methodology for Local Telecommunications Traffic exchanged between Loretto and SPRINT. Under bill-and-keep, neither Party bills the other Party for Transport and Termination of Local Telecommunications Traffic.

- 5.1.2 If by any decision, order or determination of any judicial or regulatory authority with jurisdiction over the subject matter hereof, any portion of the USF/ICC Reform Order is reversed or remanded, then the Parties agree to comply with all requirements of the applicable decision, order or determination. The Parties acknowledge that such an order might vacate the USF/ICC Reform Order or render it void ab initio, and might provide that bill-and-keep agreements like this are void. In the event of such an order, the per-minute of use rate contained herein shall be applied in lieu of bill-and keep. If the order provides for reinstatement retroactively, then the Parties will apply such rate(s), retroactively back to the effective date of this agreement or the date of the court ordered stay, vacatur or other modification or clarification, as required by said order. If such subsequent regulatory, judicial or other governmental decision, order, determination or action states that it does not abrogate existing commercial contracts or interconnection agreements or otherwise require an automatic “fresh look” at such agreements, such statement shall not, by itself, bar either Party from invoking this Section.
- 5.1.3 The rate for Reciprocal Compensation for Local Telecommunications Traffic exchanged via Direct Interconnection shall be \$0.0125 per minute.
- 5.1.4 The rate for Reciprocal Compensation for Local Telecommunications Traffic exchanged via Indirect Interconnection shall be \$0.015 per minute
- 5.1.5 Traffic Ratio: In the event either Party is unable to measure traffic the Parties agree to the following Traffic Ratio Factors to estimate the proportion of total Traffic exchanged between the Parties’ networks to be:
- | | |
|----------------|-----|
| Mobile-to-Land | 70% |
| Land-to-Mobile | 30% |
- 5.2 InterMTA Traffic: The Parties disagree regarding a) whether InterMTA Traffic is within the category of “Access Reciprocal Compensation Traffic,” b) whether each Party is responsible to compensate the other for originating or terminating InterMTA Traffic, c) whether each Party is responsible to the other for originating or terminating Access Reciprocal Compensation Traffic, or d) what, if any, rate may be applicable to InterMTA Traffic. However, in the interest of compromise, and consistent with their respective rights to enter into an agreement that may not strictly comply with the Act and the FCC’s Rules and Orders, the Parties agree that Loretto will bill and

Sprint will pay rates equivalent to those applicable to Access Reciprocal Compensation Traffic for InterMTA traffic it terminated. Recognizing that neither Party currently has a way of accurately measuring InterMTA Traffic, the Parties agree, for the purposes of this Agreement, to a factor of 3% as an estimate of the traffic recorded as Local Telecommunications Traffic that is actually InterMTA Traffic sent by SPRINT. That 3% will be considered to be split equally between the interstate and intrastate jurisdictions.

5.3 Calculation of Payments and Billing:

- 5.3.1 Loretto will bill SPRINT for any charges due in accordance with this Agreement. Loretto shall not bill SPRINT for traffic that is more than two (2) years old.
- 5.3.2 Loretto will prepare its bill in accordance with its existing CABS/SECABS billing systems. The Parties will make an effort to conform to current and future industry standards, insofar as is reasonable. In addition, the Parties will abide by all signaling standards as described in § 7.8.
- 5.3.3 Each party may request to inspect, during normal business hours, the records which are the basis for any monthly bill issued by the other Party and to request copies thereof provided that the requested records do not exceed twelve (12) months in age from the date the monthly bill containing said record information was issued.

5.4 The Parties agree that disputed and undisputed amounts due under this Agreement shall be handled as follows.

- 5.4.1 If any portion of an amount due to a Party (the "Billing Party") under this Agreement is subject to a *bona fide* dispute between the Parties, the Party billed (the "Non-Paying Party") shall, within thirty (30) days of its receipt of the invoice containing such disputed amount, give written notice to the Billing Party of the amounts it disputes ("Disputed Amounts") and include in such notice the specific details and reasons for disputing each item. The Non-Paying Party shall pay when due all undisputed amounts to the Billing Party. The Parties will work together in good faith to resolve issues relating to the disputed amounts. If the dispute is resolved such that payment of the disputed amount is required, whether for the original full amount or for the settlement amount, the Non-Paying Party shall pay the full disputed or settlement amounts with interest at the lesser of (i) one and one-half percent (1½%) per month or (ii) the highest rate of interest that may be charged under Tennessee applicable law. In addition, the Billing

Party may initiate a complaint proceeding with the appropriate regulatory or judicial entity, if unpaid undisputed amounts become more than ninety (90) days past due, provided the Billing Party gives an additional thirty (30) days notice and opportunity to cure the default.

5.4.1.1 Any undisputed amounts not paid when due shall accrue interest from the date such amounts were due at the lesser of (i) one and one-half percent (1½%) per month or (ii) the highest rate of interest that may be charged under Tennessee applicable law.

5.4.1.2 Undisputed amounts shall be paid within thirty (30) days of receipt of invoice from the Billing Party.

5.4.2 All invoices under this Agreement shall be sent to:

Sprint Wireless	Loretto
Sprint Access Verification 6500 Sprint Parkway Mailstop: KSOPHL0402 Overland Park, KS 66251-6108	Desda Hutchins Loretto Telephone Company 136 South Main Street, Loretto, TN 38469

6. NOTICE OF CHANGES

If a Party contemplates a change in its network, which it believes will materially affect the inter-operability of its network with the other Party, the Party making the change shall provide at least ninety (90) days advance written notice of such change to the other Party, provided, however, that this provision shall not apply to changes necessitated by emergencies or other circumstances outside the control of the party modifying its network.

7. GENERAL RESPONSIBILITIES OF THE PARTIES

7.1 Each Party is individually responsible to provide facilities within its network which are necessary for routing, transporting and, consistent with § 5, measuring and billing (if applicable) traffic from the other Party's network and subject to § 4, for delivering such traffic to the other Party's network in an acceptable industry standard format, and to terminate the traffic it receives in that acceptable industry standard format to the proper address on its network. The Parties are each solely responsible for participation in and compliance with national network plans, including The National Network Security Plan and The Emergency Preparedness Plan. Neither Party shall use any service related to or use any of the services provided in this Agreement in any

manner that prevents other persons from using their service or destroys the normal quality of service to other carriers or to either Party's customers, and subject to notice and a reasonable opportunity of the offending Party to cure any violation, either Party may discontinue or refuse service if the other Party violates this provision.

- 7.2 Each Party is solely responsible for the services it provides to its customers and to other Telecommunications Carriers.
- 7.3 Each Party is responsible for managing NXX codes assigned to it.
- 7.4 Each Party is responsible for obtaining Local Exchange Routing Guide ("LERG") listings of the Common Language Location Identifier ("CLLI") assigned to its switches.
- 7.5 Each Party agrees to adhere to the blocking requirements for interconnection (P.01) as provided in Telcordia documentation GR145 - Core Compatibility for Interconnection of a Wireless Services Provider and a Local Exchange Company Network.
- 7.6 SS7 Out of Band Signaling (CCS/SS7) shall be the signaling of choice for interconnecting trunks where technically feasible for both Parties. Use of a third-party provider of SS7 trunks for connecting SPRINT to the Loretto SS7 systems is permitted. Such connections will meet generally accepted industry technical standards. Each Party is responsible for its own SS7 signaling and therefore, neither Party will bill the other SS7 signaling charges.
- 7.7 Each Party shall be responsible for its own independent connections to the 911/E911 network.
- 7.8 All originating traffic shall contain basic call information within the Initial Address Message (IAM) such as the calling number and will meet generally accepted industry technical standards. Altering of data parameters within the IAM shall not be permitted.
- 7.9 The Parties will offer service provider local number portability (LNP) in accordance with FCC rules and regulations. Service provider portability is the ability of users of Telecommunications services to retain telecommunications numbers without impairment of quality, reliability, or convenience when switching from one Telecommunications Carrier to another.
- 7.10 The Parties shall provide LNP query, routing, and transport services in accordance with rules and regulations as prescribed by the FCC and guidelines set forth by the North American Number Council ("NANC").

8. TERM AND TERMINATION

8.1 Subject to the provisions of § 14, the initial term of this Agreement shall be for a two-year term ("Term"), which shall commence on the Effective Date. This Agreement shall automatically renew for successive six month periods, unless not less than six months prior to the end of the Term or any renewal term, either Party notifies the other Party of its intent to terminate this Agreement or negotiate a successor agreement. In the case of a notice to terminate, the other Party may request negotiation of a successor agreement up to the end of the then-current term of this Agreement.

8.2 If either Party has properly requested the formal negotiation of a successor agreement that could lead to arbitration under the Act, then during the period of negotiation of the successor agreement, each Party shall continue to perform its obligations and provide the services described herein until such time as the successor agreement becomes effective. The rates, terms and conditions applying during the interim period between the end of the then-current term of this Agreement and when the successor agreement is executed shall be trued-up to be consistent with the rates, terms and conditions of the successor agreement reached through negotiation or arbitration.

If the Parties are unable to negotiate a successor agreement within the statutory time frame set for negotiations under the Act, then either Party has the right to submit this matter to the Commission for resolution pursuant to the statutory rules for arbitration to the full extent allowed under the Act. If the Parties are unable to negotiate a successor agreement by the end of the statutory time frame, or any mutually agreed upon extension thereof, and neither Party submits this matter to the Commission for arbitration, then the Agreement shall terminate at the conclusion of the statutory time frame or at the end of the extension to the statutory time frame.

8.3 The Parties have worked cooperatively to ensure there are no outstanding balances for the period prior to the Effective Date.

8.4 Upon termination or expiration of this Agreement in accordance with this Section:

- (a) Each Party shall comply immediately with its obligations as set forth in this Agreement;
- (b) Each Party shall promptly pay all amounts (including any late payment charges) owed under this Agreement;
- (c) The provisions of § 11.0 and § 12.0 shall survive termination or expiration of this Agreement.

- 8.5 Either Party may terminate this Agreement in whole or in part in the event of a material default of the other Party, provided, however, that the non-defaulting Party notifies the defaulting Party in writing of the alleged default and the defaulting Party does not implement mutually acceptable steps to remedy such alleged default within thirty (30) days after receipt of written notice thereof.

9. CANCELLATION CHARGES.

Except as provided herein, no cancellation charges shall apply.

10. SEVERABILITY.

- 10.1 The services, arrangements, terms and conditions of this Agreement were mutually negotiated by the Parties as a total arrangement and are intended to be non-severable. However, if any provision of this Agreement is held by a court or regulatory agency of competent jurisdiction to be unenforceable, the rest of the Agreement shall remain in full force and effect and shall not be affected unless removal of that provision results in a material change to this Agreement. If a material change as described in this paragraph occurs as a result of action by a court or regulatory agency, the Parties shall negotiate in good faith for replacement language. If replacement language cannot be agreed upon within a reasonable time period, either Party may invoke dispute resolution procedures as set forth in this Agreement.

11. INDEMNIFICATION.

- 11.1 Each Party (the "Indemnifying Party") shall indemnify and hold harmless the other Party ("Indemnified Party") from and against loss, cost, claim liability, damage, and expense (including reasonable attorney's fees) to customers and other third parties for:
- (1) damage to tangible personal property or for personal injury proximately caused by the negligence or willful misconduct of the Indemnifying Party, its employees, agents or contractors;
 - (2) claims for libel, slander, or infringement of copyright arising from the material transmitted over the Indemnified Party's facilities arising from the Indemnifying Party's own communications or the communications of such Indemnifying Party's customers; and
 - (3) claims for infringement of patents arising from combining the Indemnified Party's facilities or services with, or the using of the Indemnified Party's services or facilities in connection with, facilities of the Indemnifying Party.

Notwithstanding this indemnification provision or any other provision in the Agreement, neither Party, nor its parent, partners, subsidiaries, affiliates, agents, servants, or employees, shall be liable to the other for Consequential Damages (as defined in § 12.3).

- 11.2 The Indemnified Party will notify the Indemnifying Party promptly in writing of any claims, lawsuits, or demands by customers or other third parties for which the Indemnified Party alleges that the Indemnifying Party is responsible under this Section, and, if requested by the Indemnifying Party, will tender the defense of such claim, lawsuit or demand.
- (1) In the event the Indemnifying Party does not promptly assume or diligently pursue the defense of the tendered action, then the Indemnified Party may proceed to defend or settle said action and the Indemnifying Party shall hold harmless the Indemnified Party from any loss, cost liability, damage and expense.
 - (2) In the event the Party otherwise entitled to indemnification from the other elects to decline such indemnification, then the Party making such an election may, at its own expense, assume defense and settlement of the claim, lawsuit or demand.
 - (3) The Parties will cooperate in every reasonable manner with the defense or settlement of any claim, demand, or lawsuit.

12. LIMITATION OF LIABILITY

- 12.1 No liability shall attach to either Party, its parents, subsidiaries, affiliates, agents, servants, employees, officers, directors, or partners for damages arising from errors, mistakes, omissions, interruptions, or delays in the course of establishing, furnishing, rearranging, moving, terminating, changing, or providing or failing to provide services or facilities (including the obtaining or furnishing of information with respect thereof or with respect to users of the services or facilities) in the absence of gross negligence or willful misconduct.
- 12.2 Except as otherwise provided in § 11.0, no Party shall be liable to the other Party for any loss, defect or equipment failure caused by the conduct of the first Party, its agents, servants, contractors or others acting in aid or concert with that Party, except in the case of gross negligence or willful misconduct.
- 12.3 In no event shall either Party have any liability whatsoever to the other Party for any indirect, special, consequential, incidental or punitive damages, including but not limited to loss of anticipated profits or revenue or other economic loss in connection with or arising from anything said, omitted or done hereunder (collectively, "Consequential

Damages”), even if the other Party has been advised of the possibility of such damages.

13. DISCLAIMER

EXCEPT AS OTHERWISE PROVIDED HEREIN, NEITHER PARTY MAKES ANY REPRESENTATIONS OR WARRANTIES, EXPRESS OR IMPLIED, INCLUDING BUT NOT LIMITED TO ANY WARRANTY AS TO MERCHANTABILITY OR FITNESS FOR INTENDED OR PARTICULAR PURPOSE WITH RESPECT TO SERVICES PROVIDED HEREUNDER. ADDITIONALLY, NEITHER PARTY ASSUMES ANY RESPONSIBILITY WITH REGARD TO THE CORRECTNESS OF DATA OR INFORMATION SUPPLIED BY THE OTHER PARTY WHEN THIS DATA OR INFORMATION IS ACCESSED AND USED BY A THIRD-PARTY.

14. REGULATORY APPROVAL

The Parties understand and agree that this Agreement will be filed with the Commission, and to the extent required by FCC rules may thereafter be filed with the FCC. Each Party covenants and agrees to fully support approval of this Agreement by the Commission or the FCC under § 252(e) of the Act without modification. The Parties, however, reserve the right to seek regulatory relief and otherwise seek redress from each other regarding performance and implementation of this Agreement. In the event the Commission or FCC rejects this Agreement in whole or in part, the Parties agree to meet and negotiate in good faith to arrive at a mutually acceptable modification of the rejected portion(s). Further, this Agreement is subject to change, modification, or cancellation as may be required by a regulatory authority or court in the exercise of its lawful jurisdiction.

The Parties agree that their entrance into this Agreement is without prejudice to any positions they may have taken previously, or may take in future, in any legislative, regulatory, judicial or other public forum addressing any matters, including matters related to the same types of arrangements covered in this Agreement.

15. CHANGE IN LAW

The Parties acknowledge that the respective rights and obligations of each Party as set forth in this Agreement are based on the text of the Act and the rules and regulations promulgated thereunder by the FCC and the Commission as interpreted as of the Effective Date (“Applicable Rules”). In the event of any amendment to the Act, any effective legislative action or any effective regulatory or judicial order, rule, regulation, arbitration award, dispute resolution procedures under this Agreement or other legal action purporting to apply the provisions of the Act to the Parties or in which the FCC or the Commission makes a generic

determination that is generally applicable which revises, clarifies, modifies or reverses the Applicable Rules (individually and collectively, Amended Rules), either Party may, by providing written notice to the other party, require that the affected provisions of this Agreement be renegotiated in good faith and this Agreement shall be amended accordingly to reflect the pricing, terms and conditions of each such Amended Rules relating to any of the provisions in this Agreement. If such subsequent regulatory, judicial or other governmental decision, order, determination or action states that it does not abrogate existing commercial contracts or interconnection agreements or otherwise require an automatic “fresh look” at such agreements, such statement shall not, by itself, bar either Party from invoking this Section.

16. MOST FAVORED NATION PROVISION

To the extent required by § 252(i) of the Act and 47 C.F.R. § 51.809, SPRINT shall be entitled to adopt from Loretto any entire Interconnection/Compensation agreement provided by Loretto that has been filed and approved by the Commission, for services described in such agreement, on the same terms and conditions. The term of the adopted agreement shall expire on the same date as set forth in the agreement that was adopted, subject to any automatic renewal terms.

17. DISPUTE RESOLUTION

Except as provided under § 252 of the Act with respect to the approval of this Agreement by the Commission, the Parties desire to resolve disputes arising out of or relating to this Agreement without, to the extent possible, litigation. Accordingly, except for action seeking a temporary restraining order or an injunction related to the purposes of this Agreement, or suit to compel compliance with this dispute resolution process, the Parties agree to use the following dispute resolution procedures with respect to any controversy or claim arising out of or relating to this Agreement or its breach.

17.1 Informal Resolution of Disputes:

At the written request of a Party, each Party will, within thirty (30) days of such request, appoint a knowledgeable, responsible representative, empowered to resolve such dispute, to meet and negotiate in good faith to resolve any dispute arising out of or relating to this Agreement. The Parties intend that non-lawyer, business representatives conduct these negotiations. The location, format, frequency, duration, and conclusion of these discussions shall be left to the discretion of the representatives. Upon agreement, the representatives may utilize other alternative dispute resolution procedures such as mediation to assist in the negotiations. Discussions and correspondence among the representatives for purposes of these negotiations shall be treated as Confidential Information developed for purposes of settlement, exempt from discovery, and shall not be

admissible in the arbitration described below or in any lawsuit without the concurrence of all Parties. Documents identified in or provided with such communications, which are not prepared for purposes of the negotiations, are not so exempted and may, if otherwise discoverable, be discovered or otherwise admissible, be admitted in evidence, in the arbitration or lawsuit.

17.2 Formal Dispute Resolution:

If negotiations fail to produce an agreeable resolution within ninety (90) days, then either Party may proceed with any remedy available to it pursuant to law, equity or agency mechanisms; provided, that upon mutual agreement of the Parties such disputes may also be submitted to binding arbitration. In the case of an arbitration, each Party shall bear its own costs. The Parties shall equally split the fees of any mutually agreed upon arbitration procedure and the associated arbitrator.

17.3 Continuous Service:

The Parties shall continue providing services to each other during the pendency of any dispute resolution procedure, and the Parties shall continue to perform their payment obligations including making payments in accordance with this Agreement.

18. MISCELLANEOUS

18.1 Authorization:

18.1.1 Loretto Telephone Company, Inc. is a corporation duly organized, validly existing and in good standing under the laws of the State of Tennessee and has full power and authority to execute and deliver this Agreement and to perform its obligations hereunder, subject to any necessary regulatory approval.

18.1.2 The Sprint Wireless entities listed on the signature page of this Agreement are duly organized, validly existing and in good standing under the laws of the respective states in which they are organized. Each has full power and authority to execute and deliver this Agreement and to perform its obligations hereunder, subject to any necessary regulatory approval.

18.2 Compliance:

Each Party shall comply with all applicable federal, state, and local laws, rules, and regulations applicable to its performance under this Agreement. Nothing in this Agreement shall be construed as requiring or permitting either Party to contravene any mandatory requirement of federal or state law, or any regulations or orders adopted pursuant to such law.

18.3 Independent Contractors:

Neither this Agreement, nor any actions taken by SPRINT or Loretto in compliance with this Agreement, shall be deemed to create an agency or joint venture relationship between SPRINT and Loretto, or any relationship other than that of co-carriers. Neither this Agreement, nor any actions taken by SPRINT or Loretto in compliance with this Agreement, shall create a contractual, agency, or any other type of relationship or third party liability between SPRINT and Loretto end users or others.

18.4 Force Majeure:

Neither Party shall be liable for any delay or failure in performance of any part of this Agreement from any cause beyond its control and without its fault or negligence including, without limitation, acts of nature, acts of civil or military authority, government regulations, embargoes, epidemics, terrorist acts, riots, insurrections, fires, explosions, earthquakes, nuclear accidents, floods, work stoppages, equipment failure, power blackouts, volcanic action, other major environmental disturbances, unusually severe weather conditions or any other circumstances beyond the reasonable control and without fault or negligence of the Party affected (collectively, a "Force Majeure Event"). If any Force Majeure Event occurs, the Party delayed or unable to perform shall give immediate notice to the other Party and shall take all reasonable steps to correct the Force Majeure Event. During the pendency of the Force Majeure Event, the duties of the Parties under this Agreement affected by the Force Majeure Event shall be abated and shall resume without liability thereafter.

18.5 Confidentiality:

18.5.1 Any information such as specifications, drawings, sketches, business information, forecasts, models, samples, data, computer programs and other software and documentation of one Party (a "Disclosing Party") that is furnished or made available or otherwise disclosed to the other Party or any of its employees, contractors, or agents (its "Representatives" and with a Party, a "Receiving Party") pursuant to this Agreement ("Proprietary Information") shall be deemed the property of the Disclosing Party. Proprietary Information, if written, shall be clearly and conspicuously marked "Confidential" or "Proprietary" or other similar notice, and, if oral or visual, shall be confirmed in writing as confidential by the Disclosing Party to the Receiving Party within ten (10) days after disclosure. Unless Proprietary Information was previously known by the Receiving Party free of any obligation to keep it confidential, or has been or is subsequently made public by an act not attributable to the

Receiving Party, or is explicitly agreed in writing not to be regarded as confidential, such information: (i) shall be held in confidence by each Receiving Party; (ii) shall be disclosed to only those persons who have a need for it in connection with the provision of services required to fulfill this Agreement and shall be used by those persons only for such purposes; and (iii) may be used for other purposes only upon such terms and conditions as may be mutually agreed to in advance of such use in writing by the Parties. Notwithstanding the foregoing sentence, a Receiving Party shall be entitled to disclose or provide Proprietary Information as required by any governmental authority or applicable law, upon advice of counsel, only in accordance with § 18.5.2 of this Agreement.

18.5.2 If any Receiving Party is required by any governmental authority or by applicable law to disclose any Proprietary Information, then such Receiving Party shall provide the Disclosing Party with written notice of such requirement as soon as possible and prior to such disclosure. The Disclosing Party may then seek appropriate protective relief from all or part of such requirement. The Receiving Party shall use all commercially reasonable efforts to cooperate with the Disclosing Party in attempting to obtain any protective relief, which such Disclosing Party chooses to obtain.

18.5.3 In the event of the expiration or termination of this Agreement for any reason whatsoever, each Party shall return to the other Party or destroy all Proprietary Information and other documents, work papers and other material (including all copies thereof) obtained from the other Party in connection with this Agreement and shall use all reasonable efforts, including instructing its employees and others who have had access to such information, to keep confidential and not to use any such information, unless such information is now, or is hereafter disclosed, through no act, omission or fault of such Party, in any manner making it available to the general public.

18.6 Governing Law:

This Agreement shall be governed by Federal law, where applicable, and otherwise by the domestic laws of the State of Tennessee without reference to conflict of law provisions. Notwithstanding the foregoing, the Parties may seek resolution of disputes under this Agreement by the FCC, the Commission, or the Tennessee state court, or federal court, as appropriate.

18.7 Taxes:

Each Party purchasing services hereunder shall pay or otherwise be responsible for all federal, state, or local sales, use, excise, gross receipts, transaction or similar taxes, fees or surcharges levied against or upon such purchasing Party (or the providing Party when such providing Party is permitted to pass along to the purchasing Party such taxes, fees or surcharges), except for any tax on either Party's corporate existence, status or income. Whenever possible, these amounts shall be billed as a separate item on the invoice. To the extent a sale is claimed to be for resale tax exemption, the purchasing Party shall furnish the providing Party a proper resale tax exemption certificate as authorized or required by statute or regulation by the jurisdiction providing said resale tax exemption. Failure to timely provide such sale for resale tax exemption certificate may result in no exemption being available to the purchasing Party.

18.8 Assignment:

This Agreement shall be binding upon the Parties and shall continue to be binding upon all such entities regardless of any subsequent change in their ownership. Except as provided in this paragraph, neither Party may assign or transfer (whether by operation of law or otherwise) this Agreement (or any rights or obligations hereunder) to a non-affiliated party without the prior written consent of the other Party which consent will not be unreasonably withheld; provided that either Party may assign this Agreement to a corporate Affiliate or an entity under its common control or an entity acquiring all or substantially all of its assets or equity by providing prior written notice to the other Party of such assignment or transfer. Any attempted assignment or transfer that is not permitted is void *ab initio*. Without limiting the generality of the foregoing, this Agreement shall be binding upon and shall inure to the benefit of the Parties' respective successors and assigns.

18.9 Non-Waiver:

Failure of either Party to insist on performance of any term or condition of this Agreement or to exercise any right or privilege hereunder shall not be construed as a continuing or future waiver of such term, condition, right or privilege.

18.10 Notices:

Notices given by one Party to the other Party under this Agreement shall be in writing and shall be: (i) delivered personally; (ii) delivered by overnight express delivery service; or (iii) mailed, certified mail, return receipt requested to the following addresses of the Parties:

To: SPRINT

To: Loretto

SPRINT
Manager, Carrier Interconnection
KSOPHE0102
6360 Sprint Parkway
Overland Park, KS 66251

Desda Hutchins
Loretto Telephone Company, Inc.
136 South Main Street,
Loretto, TN 38469

With a copy to:
SPRINT Legal/Telecom Management Group
KSOPHN0312-3A318
Overland Park, KS 66251

or to such other address as either Party shall designate by proper notice. Notices will be deemed given as of the earlier of: (i) the date of actual receipt; (ii) the next business day when notice is sent *via* overnight express mail or personal delivery; or (iii) three (3) days after mailing in the case of certified U.S. Mail.

18.11 Publicity and Use of Trademarks or Service Marks:

Neither Party nor its subcontractors or agents shall use the other Party's trademarks, service marks, logos or other proprietary trade dress in any advertising, press releases, publicity matters or other promotional materials without such Party's prior written consent.

18.12 Joint Work Product:

This Agreement is the joint work product of the Parties and has been negotiated by the Parties and their respective counsel and shall be fairly interpreted in accordance with its terms. In the event of any ambiguities, no inferences shall be drawn against either Party.

18.13 No Third Party Beneficiaries; Disclaimer of Agency:

This Agreement is for the sole benefit of the Parties and their permitted assigns, and nothing herein expressed or implied shall create or be construed to create any third-party beneficiary rights hereunder. Except for provisions herein expressly authorizing a Party to act for another, nothing in this Agreement shall constitute a party as a legal representative or agent of the other Party; nor shall a Party have the right or authority to assume, create or incur any liability or any obligation of any kind, express or implied, against, in the name of, or on behalf of the other Party, unless otherwise expressly permitted by such other Party. Except as otherwise expressly provided in this Agreement, no party undertakes to perform any obligation of the other Party, whether regulatory or contractual, or to assume any responsibility for the management of the other Party's business.

18.14 No License:

No license under patents, copyrights, or any other intellectual property right (other than the limited license to use consistent with the terms, conditions and restrictions of this Agreement) is granted by either Party, or shall be implied or arise by estoppel with respect to any transactions contemplated under this Agreement.

18.15 Technology Upgrades:

Nothing in this Agreement shall limit either Party's ability to upgrade its network through the incorporation of new equipment, new software or otherwise, provided it is to industry standards, and that the Party initiating the upgrade shall provide the other Party written notice at least ninety (90) days prior to the incorporation of any such upgrade in its network which will materially impact the other Party's service. Each Party shall be solely responsible for the cost and effort of accommodating such changes in its own network.

- 18.16 In order to facilitate trouble reporting and to coordinate the repair of Interconnection Facilities, trunks, and other interconnection arrangements provided by the Parties under this Agreement, each Party has established contact(s) available 24 hours per day, seven days per week, at telephone numbers to be provided by the Parties. Each Party shall call the other at these respective telephone numbers to report trouble with connection facilities, trunks, and other interconnection arrangements, to inquire as to the status of trouble ticket numbers in progress, and to escalate trouble resolution.

24-Hour Network Management Contact:

For Loretto:

NOC/Repair: 931-853-6941 or 931853-6100

Fax: 931-853- 4329

For SPRINT:

NOC/Repair: 888-859-1400

Fax: N/A

Before either party reports a trouble condition, it must first use its reasonable efforts to isolate the trouble to the other Party's facilities, service, and arrangements. Each Party will advise the other of any critical nature of the inoperative facilities, service, and arrangements and any need for expedited clearance of trouble. In cases where a Party has indicated the essential or critical need for restoration of the facilities, services or arrangements, the other party shall use its best efforts to expedite the clearance of trouble.

18.17 Entire Agreement:


The terms contained in this Agreement and any Schedules, Exhibits, tariffs and other documents or instruments referred to herein are hereby incorporated into this Agreement by reference as if set forth fully herein, and constitute the entire agreement between the Parties with respect to the subject matter hereof, superseding all prior understandings, proposals and other communications, oral or written. Neither Party shall be bound by any preprinted terms additional to or different from those in this Agreement that may appear subsequently in the other Party's form documents, purchase orders, quotations, acknowledgments, invoices or other communications. This Agreement may only be modified by writing signed by an officer of each Party.

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be executed as of the dates listed below.

Sprint Spectrum L.P.

Loretto Telephone Company, Inc.

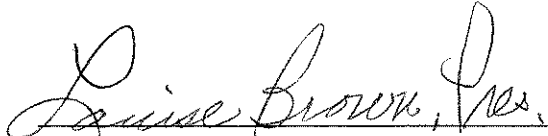
Nextel South Corp.

By: 

Name: Rick D. Ratliff

Title: Director Switched Access
Planning

Date: 11/29/12

By: 

Name: Louise Brown

Title: President

Date: Nov. 30, 2012

APPENDIX A

I. LNP/LSR PRICING SCHEDULE

LSR Service Order Processing Charges. The Parties shall reciprocally compensate each other for LSR order processing at the rates provided below. When a Party (the Requesting Party) receives an End User request to change service from the other Party, the Requesting Party will submit a LSR to the other Party to commence the process to effect the service change. Charges associated with the processing of a LSR order are:

Basic Initial LSR Order Processing Charge = \$25.00 per each initial request by the Requesting Party to the other Party per End User -- To be billed to and paid by the Requesting Party.

Basic Subsequent LSR Service Order Processing Charge = \$12.50 per each time the Requesting Party submits a revised LSR per End User -- To be billed to and paid by the Requesting Party.

II. TANDEM PROVIDER

Sprint – The Tandem Provider is designated as the AT&T Tandem switch: NSVLTNMT84T. Sprint retains the right to utilize any other tandem provider.

Loretto – Loretto has not designated a Tandem Provider.

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LORETTO TELEPHONE COMPANY, INC.

Disaster Recovery Plan

Loretto Telephone Company, Inc.
Disaster Recovery Plan
January 5, 2007

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1. PURPOSE

- 1.1 In the unlikely event of a disaster occurring that affects Loretto Telephone Company's long-term ability to deliver traffic to a Competitive Local Exchange Carrier (CLEC); general procedures have been developed to hasten the recovery process. Since each location is different and could be affected by an assortment of potential problems, a detailed recovery plan is impractical. However, in the process of reviewing recovery activities for specific locations, some basic procedures emerge that appear to be common in most cases.
- 1.2 These general procedures should apply to any disaster that affects the delivery of traffic for an extended time period. Each CLEC will be given the same consideration during an outage and service will be restored as quickly as possible.
- 1.3 This document will cover the basic recovery procedures that would apply to every CLEC.
- 1.4 Notwithstanding the above, LORETTO TELEPHONE COMPANY recognizes and agrees that restoration of service activities of either party may be superseded by the policies and procedures of the National Security Emergency Preparedness (NSEP) Telecommunications Service Priority (TSP) System contained in PART 64 of the Code of Federal Regulations.

2. SINGLE POINT OF CONTACT

- 2.1. When a problem is experienced, regardless of the severity, the Network Management Team (NMT) at LORETTO TELEPHONE will observe traffic anomalies and begin monitoring the situation. Controls will be appropriately applied to insure the stability of LORETTO TELEPHONE'S network; and, in the event that a switch or facility node is lost, the NETWORK MANAGEMENT TEAM (NMT) will attempt to circumvent the failure using available reroutes.
- 2.2. LORETTO TELEPHONE'S NMT will remain in control of the restoration efforts until the problem has been identified as being a long-term outage. At that time, the NMT will contact LORETTO TELEPHONE DIRECTORS and relinquish control of the recovery efforts. Even though the DIRECTORS may take charge of the situation, the NMT will continue to monitor the circumstances and restore traffic as soon as damaged network elements are revitalized.

- 2.3. The telephone number for the LORETTO TELEPHONE COMPANY is 931-853-4351. LORETTO TELEPHONE COMPANY is located at 136 S. Main St., Loretto, TN. 38469

3. IDENTIFYING THE PROBLEM

- 3.1. During the early stages of problem detection, the NMT
- 3.2. Will be able to tell which CLECs are affected by the catastrophe. Further analysis and/or first hand observation will determine if the disaster has affected CLEC equipment only; LORETTO TELEPHONE'S equipment only or a combination of both. The initial restoration activity will be largely determined by the equipment that is affected.
- 3.3. Once the nature of the disaster is determined and after verifying the cause of the problem, the NMT will initiate reroutes and/or transfers that are jointly agreed upon by the affected CLECs' Network Management Center and LORETTO TELEPHONE's NMT. The type and percentage of controls used will depend upon available network capacity. Controls necessary to stabilize the situation will be invoked and the NMT will attempt to re-establish as much traffic as possible.
- 3.4. For long-term outages, recovery efforts will be coordinated by the LORETTO TELEPHONE COMPANY DIRECTOR'S
- 3.5. Traffic controls will continue to be applied by the NMT until facilities are re-established. As equipment is made available for service, the LTC DIRECTORS will instruct the NMT to begin removing the controls and allow traffic to resume.

4. SITE CONTROL

- 4.1. In the total loss of building use scenario, what likely exists will be a smoking pile of rubble. This rubble will contain many components that could be dangerous. It could also contain remains of any personnel on the premises at the time of the disaster. For these reasons, the local fire marshal with the assistance of the police will control the site until the building is no longer a threat to surrounding properties and the companies have secured the site from the general public.
- 4.2. During this time, the majority owner of the building should be arranging for a demolition contractor to mobilize to the site with the primary objective of reaching the cable entrance facility for a damage assessment. The results of this assessment would then dictate immediate plans for restoration, both short term and permanent.

- 4.3. In a less catastrophic event, i.e., the building is still standing and the cable entrance facility is usable, the situation is more complex. The site will initially be controlled by local authorities until the threat to adjacent property has diminished. Once the site is returned to the control of the companies, the following events should occur.
- 4.4. An initial assessment of the main building infrastructure systems (mechanical, electrical, fire and life safety, elevators, and others) will establish building needs. Once these needs are determined, the majority owner should lead the building restoration efforts. There may be situations where the site will not be totally restored within the confines of the building. The company must individually determine their needs and jointly assess the cost of permanent restoration to determine the overall plan of action.
- 4.5. Restoration trailers from each company will result in the need for designated space and installation order. This layout and control is required to maximize the amount of restoration equipment that can be placed at the site, and the priority of placements.
- 4.6. Care must be taken in this planning to insure other restoration efforts have logistical access to the building. Major components of telephone and building equipment will need to be removed and replaced. A priority for this equipment must also be jointly established to facilitate overall site restoration. (Example: If the AC switchgear has sustained damage, this would be of the highest priority in order to regain power, lighting, and HVAC throughout the building.)
- 4.7. If the site will not accommodate the required restoration equipment, the companies would then need to quickly arrange with local authorities for street closures, rights of way or other possible options available.

5. ENVIRONMENTAL CONCERNS

- 5.1. In the worse case scenario, many environmental concerns must be addressed. Along with the police and fire marshal, the state environmental protection department will be on site to monitor the situation.
- 5.2. Items to be concerned with in a large central office building could include:
 - 5.2.1. Emergency generator engine fuel supply. Damage to the standby equipment and the fuel handling equipment could have created "spill" conditions that have to be handled within state and federal regulations.

- 5.2.2. Asbestos containing materials that may be spread throughout the wreckage. Asbestos could be in many components of building, electrical, mechanical, outside plant distribution, and telephone systems.
- 5.2.3. Lead and acid. These materials could be present in potentially large quantities depending upon the extent of damage to the power room.
- 5.2.4. Mercury and other regulated compounds resident in telephone equipment.
- 5.2.5. Other compounds produced by the fire or heat.
- 5.3. Once a total loss event occurs at a site, local authorities will control immediate clean up (water placed on the wreckage by the fire department) and site access.
- 5.4. At some point, the company will become involved with local authorities in the overall planning associated with site clean up and restoration. Depending on the clean up approach taken, delays in the restoration of several hours to several days may occur.
- 5.5. In a less severe disaster, items listed above are more defined and can be addressed individually depending on the damage.
- 5.6. In each case, the majority owner should coordinate building and environmental restoration as well as maintain proper planning and site control.

6. EMERGENCY RESPONSE COORDINATION

- 6.1. When an emergency has been declared, the LTC DIRECTOR'S and the (NMT) will convene to inventory the damage and initiate corrective actions. These personnel have access to OUTSIDE VENDORS personnel and equipment and will assume control of the restoration activity anywhere in a LORETTO'S serving area.
- 6.2. In the past, LORETTO TELEPHONE COMPANY has been involved with restoration activities resulting from tornadoes, ice storms and floods. They have demonstrated their capabilities in directing recovery operations during outages due to natural causes, human error or equipment failures, and have an excellent record of restoring service as quickly as possible.

- 6.3. During a major disaster, the NMT may move emergency equipment to the affected location, direct recovery efforts of local personnel and coordinate service restoration activities with the CLECs. They will attempt to restore service as quickly as possible using whatever means is available; leaving permanent solutions, such as the replacement of damaged buildings or equipment, for local personnel to administer.
- 6.4. Part of the LTC'S DIRECTORS responsibility, after temporary equipment is in place, is to support the NMT efforts to return service to the CLECs. Once service has been restored, the NMT will return control of the network to normal operational personnel. Any long-term changes required after service is restored will be made in an orderly fashion and will be conducted as normal activity.

7. RECOVERY PROCEDURES

- 7.1. The nature and severity of any disaster will influence the recovery procedures. One crucial factor in determining how LORETTO TELEPHONE will proceed with restoration is whether or not LORETTO TELEPHONE'S equipment is incapacitated. Regardless of whose equipment is out of service, LORETTO TELEPHONE will move as quickly as possible to aid with service recovery; however, the approach that will be taken may differ depending upon the location of the problem.

7.2. CLEC OUTAGE

- 7.2.1. For a problem limited to one CLEC (or a building with multiple CLECs), LORETTO TELEPHONE has several options available for restoring service quickly. For those CLECs that have agreements with other CLECs, LORETTO TELEPHONE can immediately start directing LORETTO TELEPHONE-originating traffic to a provisional CLEC for completion. This alternative is dependent upon LORETTO TELEPHONE having concurrence from the affected CLECs.

- 7.2.2. Whether or not the affected CLECs have requested a traffic transfer to another CLEC will not impact LORETTO TELEPHONE'S resolve to re-establish traffic to the original destination as quickly as possible.

7.3. LORETTO TELEPHONE OUTAGE

- 7.3.1. Because LORETTO TELEPHONE'S equipment has varying degrees of impact on the service provided to the CLECs, restoring service from damaged LORETTO TELEPHONE COMPANY'S

equipment is different. The outage will probably impact a number of Carriers simultaneously. However, the NMT will be able to initiate immediate actions to correct the problem.

7.3.2. A disaster involving any of LORETTO TELEPHONE'S equipment locations could impact the CLECs, some more than others. A disaster at a Central Office (CO) would only impact the delivery of traffic to and from that one location, but the incident could affect many Carriers. If the Central Office is a Serving Wire Center (SWC), then traffic from the entire area to those Carriers served from that switch would also be impacted. A disaster that destroys a facility hub could disrupt various traffic flows, even though the switching equipment may be unaffected.

7.3.3. The NMT would be the first group to observe a problem involving LORETTO TELEPHONE'S equipment. Shortly after a disaster, the NMC will begin applying controls and finding re-routes for the completion of as much traffic as possible. These reroutes may involve delivering traffic to alternate Carriers upon receiving approval from the CLECs involved. In some cases, changes in translations will be required. If the outage is caused by the destruction of equipment, then the LTC DIRECTOR'S will assume control of the restoration.

7.3.4. Loss of a Central Office

When LORETTO TELEPHONE loses a Central Office, the LTC
: DIRECTOR'S WILL

7.3.4.1. Place specialists and emergency equipment on notice;

7.3.4.2. Inventory the damage to determine what equipment and/or functions are lost;

7.3.4.3. Move containerized emergency equipment and facility equipment to the stricken area, if necessary;

7.3.4.4. Begin reconnecting service for Hospitals, Police and other emergency agencies; and

7.3.4.5. Begin restoring service to CLECs and other customers.

7.3.5. Loss of a Central Office with Serving Wire Center Functions

The loss of a Central Office that also serves as a Serving Wire Center (SWC) will be restored as described in Section 7.3.4.

7.3.6. Loss of a Facility Hub

In the event that LORETTO TELEPHONE loses a facility hub, the recovery process is much the same as above. Once the NMT has observed the problem and administered the appropriate controls, the LTC DIRECTOR'S will assume authority for the repairs. The recovery effort will include

7.3.6.1.Placing specialists and emergency equipment on notice;

7.3.6.2.Inventorying the damage to determine what equipment and/or functions are lost;

7.3.6.3.Moving containerized emergency equipment to the stricken area, if necessary;

7.3.6.4.Reconnecting service for Hospitals, Police and other emergency agencies; and

7.3.6.5.Restoring service to CLECs and other customers. If necessary, TDS TELECOM will aggregate the traffic at another location and build temporary facilities. This alternative would be viable for a location that is destroyed and building repairs are required.

7.4. COMBINED OUTAGE (CLEC AND LORETTO TELEPHONE EQUIPMENT)

7.4.1. In some instances, a disaster may impact LORETTO TELEPHONE equipment as well as the CLECs'. This situation will be handled in much the same way as described in Section 7.3.6. Since LORETTO TELEPHONE and the CLECs will be utilizing temporary equipment, close coordination will be required.

8. ACRONYMS

8.1. CO - Central Office (LORETTO TELEPHONE)

8.2. NMT-NETWORK MANAGEMNET TEAM
LORETTO TELEPHONE COMPANY

8.3. CLEC - Competitive Local Exchange Carrier

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- 8.4. NMT - Network Management Team
- 8.5. SWC - Serving Wire Center (Loretto Telephone's Switch)