



BellSouth Telecommunications, Inc. 850 224-7798
Suite 400 Fax 850 224-5073
150 South Monroe Street
Tallahassee, Florida 32301-1556

Marshall M. Criser, III
Regulatory Vice President

100-8 FH 4:42
RECEIVED

February 8, 1999

Mrs. Blanca S. Bayo
Director, Division of Records and Reporting
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399

990138-TP

Re: Approval of an Amendment to the Interconnection Agreement Negotiated by BellSouth Telecommunications, Inc. ("BellSouth") and KMC Telecom, Inc. pursuant to Sections 251, 252 and 271 of the Telecommunications Act of 1996

Dear Mrs. Bayo:

Pursuant to section 252(e) of the Telecommunications Act of 1996, BellSouth and KMC Telecom, Inc. are submitting to the Florida Public Service Commission an amendment to their negotiated agreement for the interconnection of their networks, the unbundling of specific network elements offered by BellSouth and the resale of BellSouth's telecommunications services to KMC Telecom, Inc. The Commission approved the initial agreement between the companies in Order No. PSC-97-0857-FOF-TP issued July 16,, 1997 in Docket 970454-TP.

Pursuant to section 252(e) of the Act, the Commission is charged with approving or rejecting the negotiated agreement between BellSouth and KMC Telecom, Inc. within 90 days of its submission. The Act provides that the Commission may only reject such an agreement if it finds that the agreement or any portion of the agreement discriminates against a telecommunications carrier not a party to the agreement or the implementation of the agreement or any portion of the agreement is not consistent with the public interest, convenience and necessity. Both parties aver that neither of these reasons exist as to the agreement they have negotiated and therefore, are very hopeful that the Commission shall approve their agreement.

Very truly yours,

Marshall M. Criser III
Regulatory Vice President
(22)

DOCUMENT NUMBER-DATE

01640 FEB-8 99

FISC-RECORDS/REPORTING

Collocation Amendment

By and Between

BellSouth Telecommunications, Inc.

and

KMC Telecom Inc.

January 14, 1999

**Amendment to
The Physical Collocation Amendment
Between KMC Telecom Inc.
and BellSouth Telecommunications, Inc.
Dated March 12, 1997**

Pursuant to this Agreement (the "Amendment") KMC Telecom Inc. ("KMC") and BellSouth Telecommunications, Inc., ("BellSouth") hereinafter referred to collectively as the "Parties" hereby agree to amend that certain Agreement between the Parties dated March 12, 1997 ("Physical Collocation Agreement").

NOW, THEREFORE, in consideration of the mutual agreements and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Parties hereto agree as follows:

1. The Parties agree that BellSouth will, upon request, provide and KMC will accept and pay for Acceptance of Fiber Cross-Connects and Fiber POT Bay in accordance with the schedule of prices set forth in Attachment A to this Amendment which is incorporated herein by reference.
2. The Parties agree that all of the other provisions of the Agreement, dated March 12, 1997, together with all amendments in effect as of the date of execution of this Amendment shall remain in full force and effect.
3. The Parties agree that either or both of the Parties is authorized to submit this Amendment to the Public Service Commission or other regulatory body having jurisdiction over the subject matter of this Amendment, for approval subject to Section 252(e) of the federal Telecommunications Act of 1996.

ATTACHMENT A

<u>Rate Element Description</u>	<u>Type of Charge</u>	<u>Charge</u>
PHYSICAL COLLOCATION		
2-Fiber Cross-Connect	RC	\$15.90
4-Fiber Cross-Connect	RC	\$28.50
2-Fiber POT Bay	RC	\$39.30
4-Fiber POT Bay	RC	\$53.00
		<u>First/Add'l</u>
2-Fiber Cross-Connect	NRC	\$73.00/\$52.00
4-Fiber Cross-Connect	NRC	\$88.00/\$67.00
VIRTUAL COLLOCATION (Note 1)		
2-Fiber Cross-Connect	RC	\$3.00
4-Fiber Cross-Connect	RC	\$6.00
		<u>First/Add'l</u>
2-Fiber Cross-Connect	NRC	\$73.00/\$52.00
4-Fiber Cross-Connect	NRC	\$88.00/\$67.00

Notes

NRC: Non-recurring Charge - one-time charge

RC: Recurring Charge - charged monthly

(1) Rates for Virtual Collocation may be subject to true-up based upon rates filed in the BellSouth F.C.C. #1 Tariff.