RATES, TERMS AND CONDITIONS APPLICABLE TO WIRELINE BROADBAND INTERNET TRANSPORT SERVICE WHOLESALE CONSUMER BROADBAND-ONLY LOOP SERVICE

FURNISHED BY

ALASKA TELEPHONE COMPANY

FOR SERVICES AS PROVIDED FOR HEREIN.

EFFECTIVE JULY 1, 2025

TABLE OF CONTENTS

- 1.1 Application of Rates, Terms and Conditions
- 1.2 Definitions

Section 2: Terms and Conditions

- 2.1 Undertaking of the Company
 - 2.1.A Scope
 - 2.1.B Limitations
- 2.2 Obligations of the Customer
- 2.3 Liabilities of the Company
- 2.4 Application for Service
- 2.5 Executed Agreements
 - 2.5.A Agreement
 - 2.5.B Technical Standards Supplement ("TS Supplement")
- 2.6 Charges and Payments for Service
 - 2.6.A Deposits
 - 2.6.B Description of Payment and Billing Periods
 - 2.6.C Taxes and Other Charges
 - 2.6.D Payment and Late Payment Charge
 - 2.6.E Credit Allowance/Service Interruptions
 - 2.6.F Service Interruption Measurement
- 2.7 Termination or Denial of Service by the Company
- 2.8 Billing Disputes

Section 3: <u>Description of Service</u>

- 3.1 General
 - 3.1.A Ethernet Transport Service
 - 3.1.B Designated End User Premises
- 3.2 Service Options
- 3.3 Provisioning
 - 3.3.A Responsibility of the Company
 - 3.3.B Responsibility of the Customer
- 3.4 Rate Regulations
 - 3.4.A Rate Elements
 - 3.4.B Rate Application
 - 3.4.C Minimum Period
 - 3.4.D Moves
 - 3.4.E WBITS Term and Volume Plan (TVP Rates)
 - 3.4.F Monthly Transfer Limitations
 - 3.4.G Individual Case Basis (ICB) Offerings

Section 4: Rates and Charges

- 4.1 WBITS Monthly Recurring and Nonrecurring Line Charges
- 4.2 CBOL Service Monthly Recurring Charge
- 4.3 CBOL Service Nonrecurring Charge

1. General

1.1 Application of Rates, Terms and Conditions

- 1.1.A Alaska Telephone Company, incumbent local exchange carrier ("ILEC") study area designation 613017 with FCC Form 499 Filer ID 804807 is hereinafter referred to alternatively as "Alaska Telephone Company" or "Company."
- 1.1.B The rates, terms and conditions contained within this document, hereinafter referred to as "Rates, Terms and Conditions," are applicable to the provision by the Company of Wireline Broadband Internet Transport Service ("WBITS") and Consumer Broadband-Only Loop Service (CBOL), hereinafter collectively or individually referred to alternatively as "Service" or Wireline Broadband Internet Transport Service or "WBITS" and Consumer Broadband-Only Loop Service or "CBOL", as specified herein. Service is furnished subject to the availability of facilities and subject to transmission, atmospheric and like conditions. By accepting Service from the Company, the Customer accepts these Rates, Terms and Conditions as a binding agreement between the Customer and the Company.
- 1.1.C Under the Rates, Terms and Conditions the Company offers the Services subject to the jurisdiction of the Federal Communications Commission ("FCC") pursuant to Title II of the Communications Act of 1934, As Amended, (47 USC § 201-276) on a common-carriage permissively detariffed basis.

These Rates, Terms and Conditions effect compliance with the FCC's rules and regulations under which the FCC allows rate-of-return ILECs to offer WBITS and CBOL as a telecommunications service on a permissively detariffed basis. The FCC allows providers of CBOL Service, in lieu of filing tariffs with the FCC for WBITS and CBOL Service, to include rates, terms, and conditions in generally available offerings posted on their websites. See *Connect America Fund et al.*, WC Docket No. 10-90 et al., Report and Order and Order on Reconsideration and Further Notice of Proposed Rulemaking, 31 FCC Rcd 3087, paras. 86-94 and 193 (Released March 30, 2016) (*Rate-of-Return Reform Order*).

- 1.1.D The Company offers Services where technically feasible within its incumbent local exchange carrier ("ILEC") exchange boundaries in the state of Alaska. For purposes of interstate services, including permissively detariffed WBITS as is comprehended by the Services, the Company's serving area is identified as a study area with a discrete Study Area Code ("SAC") 613017.
- 1.1.E The provision of Service by the Company as set forth in these Rates, Terms and Conditions does not constitute a joint undertaking with the Customer for the furnishing of any service.
- 1.1 F From time to time, the Company may at its sole discretion modify the Rates, Terms and Conditions. Modification will be effective thirty (30) days after both posting of revised Rates, Terms and Conditions on the Company's Internet web site <u>and</u> mailing by United States Postal Service a copy of the revised Rates, Terms and Conditions to all customers currently a party to an executed Agreement as described in Section 2.5 following.

1.2 Definitions

Certain terms used throughout these Rates, Terms and Conditions are defined as follows:

<u>Application for Service</u> - An "Application for Service" is a standard order form submitted by a Wholesale Customer which includes all pertinent billing, technical, and other descriptive information which will enable the Company to provide the Service as required.

<u>Broadband</u> - For purposes of these Rates, Terms and Conditions, "Broadband" means transmission of IP data at speeds of 512 kbps or higher upstream and 512 kbps or higher downstream.

<u>Business</u> - "Business" means any activity that occupies the time, attention, and labor of a person or persons for the purpose of a livelihood, profit, government, provision or administration of education, organized not-for profit activity including, but not limited to, professional services.

<u>Business End User</u> - A "Business End User" is a Retail End User of the Wholesale Customer with one or more locations in the Company's service area who operates a business from the location or locations for which the Company has facilities in place such that the Company is capable of providing Service to the location.

<u>CBOL Line</u> - A "CBOL Line" is a facility extending the Company's telecommunications network capable of transporting Service to the premises of the Wholesale Customer's End User.

<u>CBOL Service</u> - The term "CBOL Service" or "Service" refers to provision of Wholesale Service over Company facilities that do not also carry Company-provided local exchange switched voice service to the End User premises.

<u>Company</u> - The term "Company" refers to Alaska Telephone Company, study area designation 613017 and FCC 499 Filer ID 804807, operating in the State of Alaska.

<u>Customer</u> - Any , partnership, association, trust, corporation, cooperative or governmental agency or other entity which utilizes the WBITS and/or Wholesale CBOL Services provided by the Company. A Customer, as set forth herein, is responsible for the payment of charges and for compliance with all applicable terms of the Rates, Terms and Conditions.

<u>Customer Provided Equipment</u> - Terminal Equipment or facilities provided by persons other than the Company and connected to the Company's Services and/or facilities.

<u>Digital Subscriber Line ("DSL")</u> - Access Service Connection Point The term "Digital Subscriber Line (DSL) Access Service Connection Point" is a location designated by the Company that serves as an aggregation point for the collection of Company WBITS and/or CBOL traffic from multiple Digital Subscriber Line Access Multiplexers (DSLAMs) or comparable packet-mode data modem equipment. Network Service Providers establish connections to the Company's WBITS and/or CBOL network at the Company designated DSL Access Service Connection Point.

<u>Downstream</u> - "Downstream" refers of the flow of IP data from an ISP to an End User designated premises such as but not limited to an End User's home or business over the Company's WBITS and/or CBOL network.

<u>End User</u> - The term "End User," as used in these Rates, Terms and Conditions, refers to the individual or business legally occupying through ownership, lease, rental or other similar legal device a premises within the Company's study area that has legal authority to order utilities, telecommunications, information services and other services for the premises. The End User is not an active local exchange switched voice service customer of the Company but occupies premises to which the Company has connecting facilities capable of providing WBITS and/or CBOL service. The term "End User," as used in these Rates, Terms and Conditions, refers to an End User to which the Wholesale Customer orders Service for connection to the Wholesale Customer's ETS connection at the Company's DSL Access Connection Point. An End User may be either a Residential or a Business End User to which the Wholesale Customer of the Company provides retail Broadband Internet service.

Ethernet - The term "Ethernet" denotes a high speed networking technology utilizing a packet-based Ethernet protocol. Ethernet enables broadband multimedia traffic (i.e., voice, data and video) to be carried over the same network. Ethernet Transport Service ("ETS") for connection to the Company's network DSL Access Service Connection Point and the Company designated Serving Wire Center ("SWC") must be ordered from the Company pursuant to the regulations and rates in JSI Tariff F.C.C. No. 1 for which the Company is an issuing carrier.

<u>Gbps</u> - "Gbps" is the widely recognized abbreviation for "gigabits per second", indicating a data transfer speed of one billion bits per second. Gbps is also referred to as "Gig."

<u>Incumbent Local Exchange Carrier ("ILEC")</u> - Incumbent Local Exchange Carrier ("ILEC") has the same meaning as Section 251(h) of the Communications Act, as Amended 47 U.S.C. § 251(h)(1).

(1) DEFINITION.--For purposes of this section, the term "incumbent local exchange carrier" means, with respect to an area, the local exchange carrier that--(A) on the date of enactment of the Telecommunications Act of 1996, provided telephone exchange service in such area; and (B)(i) on such date of enactment, was deemed to be a member of the exchange carrier association pursuant to section 69.601(b) of the Commission's regulations (47 C.F.R. 69.601(b)); Or (ii) is a person or entity that, on or after such date of enactment, became a successor or assign of a member described in clause (i).

<u>Internet</u> - The Internet is "the international computer network of both Federal and non-Federal interoperable packet switched data networks." 47 USC §230(f)(1). The Internet is also described as "the combination of computer facilities and electromagnetic transmission media, and related equipment and software, comprising the interconnected worldwide network of computer networks that employ the Transmission Control Protocol/Internet Protocol or any successor protocol to transmit information." 47 USC §231(e)(3).

Internet Protocol ("IP") - The Internet Protocol ("IP") is the industry standard method or protocol by

which data is sent from one computer to another on the Internet.

<u>Internet Service Provider ("ISP"</u>) - An Internet Service Provider (ISP) is an organization that provides access to the Internet. The ISP provides the username and password to the end user Internet customer.

<u>John Staurulakis, Inc. Tariff F.C.C. No. 1.</u> - John Staurulakis, Inc. (JSI) Tariff F.C.C. No. 1 is a group tariff for interstate access maintained by JSI for which the Company is an issuing carrier. The Company's interstate access rates are filed in the Company's company-specific rate section of JSI Tariff F.C.C. No. 1.

<u>kbps</u> - kbps is the widely recognized abbreviation for "kilobits per second", a measure of data transfer speed. The "k" in kbps is lowercase to indicated measurement in decimal, i.e. 1 kbps is 1,000 kilobits per second.

 $\underline{\mathrm{KB}}$ - "KB" is the widely recognized abbreviation for kilobyte, equal to 1,000 bytes of data without respect to speed of transmission. Where a byte comprises eight bits, transmission of one KB at 1,000 kbps would take approximately eight seconds. Storage of data is generally measured in kilobytes and, in turn, the size of a file for transmission over the Internet is measured in kilobytes (data storage is also measured in KBs). For purposes of these Rates, Terms and Conditions, monthly data transmission limits are set at levels of KBs.

<u>Local Exchange Switched Voice Service</u> - Local exchange switched voice service is voice grade access to the public switched telephone network ("PSTN") provided by the Company to the End User Subscriber for a charge that enables the End User Subscriber to transmit voice communications, including signaling the network that the caller wishes to place a call, and to receive voice communications, including receiving a signal indicating there is an incoming call.

<u>Mbps</u> - Mbps is the widely recognized abbreviation for "megabits per second", indicating a data transfer speed of one million bits per second.

<u>MultiMedia</u> - MultiMedia refers to data transport services that include data, text, audio, and visual content through use of Internet Protocol.

<u>MultiMedia Virtual Circuit Channel (MM-VCC)</u> - A "MultiMedia Virtual Circuit Channel (MM-VCC) is a pre-defined logical circuit used to route ATM cells carrying MultiMedia between two customer designated premises.

<u>Network Service Providers</u> - Network Service Providers are Internet Service Providers (ISPs) or Multi-Media providers who provide retail services to end user customers based on transmission of data through use of Internet Protocol.

<u>Rates, Terms and Conditions</u> - Rates, Terms and Conditions refers to this document as a whole comprising the rates, terms and conditions applicable to the provision of Services to Customers by the Company.

Residence - A "Residence" is an End User dwelling place with a unique street address, rural delivery or other address recognized by the United States Postal Service or United States Census Bureau, notwithstanding the End User may receive mail at a post office box, that is inhabited by a person or persons with legal control of the dwelling place and who are authorized to order service for the address. For purposes of this definition, a street address includes, where applicable, an apartment number or other such number indicating a unit within a multiple dwelling unit.

Residential End User - A "Residential End User" is a Retail customer of the Company's Wholesale Customer with a Residence in the Company's service area for which the Company has facilities in place such that the Company is capable of providing WBITS and/or CBOL service. Where a person or persons operates a Business from a Residence, the End User will be considered a Business End User.

<u>Retail</u> - "Retail" means the provision of Broadband Internet services directly to the End User by a Wholesale Customer of the Company through the Company-provided wholesale WBITS and/or CBOL Service provided under these Rates, Terms and Conditions. The relationship of the Wholesale Customer and its End User Broadband Internet service customers is a retail relationship. For purposes of Broadband Internet services, the End User has a direct relationship with the Wholesale Customer and not the Company.

Service - The offerings of the Company comprising WBITS and/or CBOL

Serving Wire Center

The term "Serving Wire Center" or "SWC" denotes the DSL Access Service Connection Point and the point to which the Wholesale Customer would order ETS to complete transport from the Wholesale Customer's network to the Company's WBITS and/or CBOL network.

Study Area

A study area is a geographic segment of an ILEC's telephone operations and generally corresponds to an incumbent local exchange carrier's entire service territory within a state for which the National Exchange Carrier Association, Inc. ("NECA") has assigned a six-digit study area code ("SAC").

<u>Telecommunications</u> - The transmission of voice communications or, subject to the transmission capabilities of the service, the transmission of data, facsimile, signaling, metering, or any other form of intelligence.

Upstream

"Upstream" refers of the flow of IP data from an End User designated premises such as but not limited to an End User's home or business to the Company's WBITS and/or CBOL network.

<u>Voice-Data WBITS</u> - The term "Voice-Data" when used in the context of WBITS refers to provision of the service over a line that also carries local exchange switched voice service to the customer premises.

Wholesale

The term "Wholesale" when used in the context of WBITS and/or CBOL refers to provision of WBITS and/or CBOL Service to ISPs who, in turn, provide retail Broadband Internet service to End Users.

<u>Wireline Broadband Internet Transport Service ("WBITS")</u> Wireline Broadband Internet Transport Service ("WBITS") is a high-speed data access service that is made available to Network Service Providers for connection to the Company's end user customers over existing company local exchange facilities for provision of broadband services employing Internet Protocol.

2. Terms and Conditions

2.1 Undertaking of the Company

2.1.A Scope

Under the "Rates, Terms and Conditions," the Company makes Services available to Network Service Providers Services as described in these Rates, Terms and Conditions. Services are described in Section 3 of these Rates, Terms and Conditions.

Connecting the Customer's network to the Company's WBITS and/or CBOL network requires ordering by the Customer Public Packet transport services sufficient to carry the Customer's data between its premises and the Company's designated DSL Access Connection Point. Data Network transport services within the Company's serving area must be obtained from the Company pursuant to the regulations and rates provided by the Company under John Staurulakis, Inc. ("JSI") Tariff F.C.C. No. 1. The Company's company-specific rates for Public Packet Data Network transport services are listed in the Company's rate section contained in JSI Tariff F.C.C. No. 1.

2.1.B Limitations

- (1) The services provided pursuant to these Rates, Terms and Conditions are offered subject to the availability of facilities and the other provisions of these Rates, Terms and Conditions.
- (2) The Company does not undertake to transmit communications or messages, but rather furnishes facilities, Service and equipment for such transmissions by the Customer.
- (3) The Company retains the right to deny Service to any Customer which fails to comply with the rules and regulations of these Rates, Terms and Conditions, or other applicable rules, regulations or laws.

2.2 Obligations of the Customer

- 2.2.A All Customers assume general responsibilities in connection with the provision and use of the Company's Service. General responsibilities are described in this section. When facilities, equipment, and/or communication systems provided by others are connected to the Company's facilities, the Customer assumes the additional responsibilities as set forth in Section 2.2, herein.
- 2.2.B The Customer is responsible for the payment of all charges for any and all Services or facilities provided by the Company to the Customer.
- 2.2.C The Customer shall indemnify and save harmless the Company from and against all loss, liability, damage and expense, including reasonable counsel fees, due to claims for libel, slander, or infringement of copyright or trademark in connection with any material transmitted by the Customer

using the Company's Services; and any other claim resulting from any act or omission of the Customer to the use of the Company's facilities.

- 2.2.D The Customer shall reimburse the Company for damages to the Company's facilities caused by any negligence or willful act or acts on the part of the Customer.
- 2.2.E In the event a suit is brought by the Company, or an attorney is retained by the Company to collect any bill or enforce the terms of these Rates, Terms and Conditions against a Customer, that Customer shall be responsible for payment of all reasonable attorney's fees, court costs, costs of investigation and any and all other related costs and expenses incurred by the Company in connection therewith.
- 2.2.F The Customer understands that the Services are furnished subject to the condition that there will be no abuse, fraudulent and/or illegal use thereof. Such activity includes, but is not limited to:
 - (1) Using the Service for any purpose which is in violation of any law.
 - (2) Obtaining or attempting to obtain Services through any scheme, false representation and/or use of any fraudulent means or devices whatsoever with the intent to avoid payment, in whole or in part, of charges for Services, or assisting any other person or firm in such regard.
 - (3) Using the Services in a manner that interferes unreasonably with the use of Service by one or more other Customers.

2.3 Liabilities of the Company

Except as stated in this Section 2.3, the Company shall have no liability for damages of any kind arising out of or related to events, acts, rights or privileges contemplated in the Rates, Terms and Conditions.

- 2.3.A The liability of the Company for damages resulting in whole or in part from or arising in connection with the furnishing of Service under the Rates, Terms and Conditions including, but not limited to, mistakes, omissions, interruptions, delays, errors or other defects or misrepresentations shall not exceed an amount equal to the charges under the Rates, Terms and Conditions applicable to the specific service (or portion thereof) that was affected. No other liability shall attach to the Company.
- 2.3.B The Company shall not be liable for any failure of performance hereunder due to causes beyond its control, including, but not limited to: (1) acts of God, fires, flood or other catastrophes; (2) any law, order, regulation, directive, action or request of the United States Government, or any other government, including state and local governments having jurisdiction over the Company, or of any department, agency, bureau, corporation or other instrumentality of any one or more of said governments, or of any civil or military authority; or (3) national emergencies, insurrections, riots, wars or other labor difficulties.

2.3.C The Company shall not be liable for any act or omission of any other entity furnishing facilities, equipment, or services used by a Customer, with the Company's Services. In addition, the Company shall not be liable for any damages or losses due to the failure or negligence of any customer or due to the failure of customer provided equipment, facilities or services.

2.4 Application for Service

The Customer must place an Application for Service with the Company to initiate, cancel or change the Services provided pursuant to these Rates, Terms and Conditions. Applications for Services may be either in writing or orally and provide, at a minimum, the following information:

- 2.4.A Customer's name(s), telephone number(s) and address(es). In the case of a corporation or partnership, a designated officer or agent shall be named as the contact person for such corporation or partnership.
- 2.4.B Name(s), address(es) and telephone number(s) of person(s) to whom notices from the Company to the Customer shall be addressed, if different from (A) above.

2.5 Executed Agreements

2.5.A Agreement

The Company and the Customer shall execute an agreement ("Agreement") setting forth, based on the Customer's Application for Service, the specific services available under the Rates, Terms and Conditions that the Customer is ordering, the terms and volume commitments the Customer is establishing, the type and volume of transport service the Customer is ordering under JSI Tariff F.C.C. No. 1. The Agreement shall incorporate by reference these Rates, Terms and Conditions. The Rates, Terms and Conditions incorporated by reference into the Agreement should be the current Rates, Terms and Conditions posted on the Company's web site or delivered to the customer by United States Postal Service.

2.5.B Technical Standards Supplement ("TS Supplement")

The Company and the Customer shall agree to the industry technical standards applicable to the transmission of data between the Customer and the Company through use of the Company's WBITS and/or CBOL service provided pursuant to these Rates, Terms and Conditions and the Agreement. The agreed to technical standards shall be documented in the Technical Standards Supplement ("TS Supplement"). The TS Supplement shall be signed by both parties and incorporated by reference into the Agreement.

The TS Supplement can be amended, from time to time, based on mutual agreement of the Customer and the Company. If an industry standard becomes obsolete or is otherwise no longer supported by

vendors associated with the Company's network, any duties with respect to technical standards are vitiated. In the event the Customer and the Company do not come to agreement regarding replacement industry standards, the Company shall choose the replacement industry standard most commonly used by the industry.

2.6 Charges and Payments for Service or Facilities

2.6.A Deposits

- (1) The Company may, in order to safeguard its interests, require a Customer to make a suitable deposit or provide a surety bond or letter of credit in the amount of the required deposit as a guarantee of the payment of charges. The Company shall have the right to require the Customer to make a deposit prior to or at any time after provision of any Service, not to exceed three (3) months estimated charges. The Company may increase the amount of the deposit to reflect increases to the Customer's annual bill. The Customer will receive a receipt for the deposit.
- (2) Any deposit as referred to in this Section shall be held by the Company to secure the payment of the Customer's bill. At the Company's option, the deposit may be refunded or credited to the Customer at any time prior to the termination of Service.
- (3) Interest will be paid by the Company on all sums held on deposit at the rate established statutorily for customer deposits. The interest will be accrued for the period during which the deposit is held by the Company.
- (4) The fact that a deposit is made does not relieve the Customer from making advance payments or from complying with the Company's regulations for the payment of bills in accordance with the terms herein and does not constitute a waiver or modification of the regulations of the Company providing for the discontinuance of Service for nonpayment of any sums due the Company for Service rendered.
- (5) Upon termination of Service, and assuming deposits of the Customer are not applied as indicated in Section 2.5.A.2, the deposit will be credited to the Customer's account and any credit balance will be refunded after all amounts due the Company have been paid.

2.6.B Description of Payment and Billing Periods

- (1) Service is provided and billed on a monthly basis. Service continues to be provided and billed on a monthly basis until canceled by the Customer through notice given to the Company. Cancellation for individual WBITS and/or CBOL Service provided to Customers will take effect within five business days following receipt of Customer's written notice of cancellation.
- (2) The Company shall establish the start date for monthly bill periods and such monthly periods shall continue through the term of the Agreement.
- (3) Proration of Charges

Adjustments for the quantities of services established or discontinued in any billing period beyond the minimum period set forth for services in other sections of the Rates. Terms and Conditions will be prorated to the number of days based on a 30 day month.

2.6.C <u>Taxes and Other Charges</u>

In addition to payment for Services, Customer must pay all taxes, fees, surcharges and other charges that the Company bills Customer related to Services. Taxes and surcharges will be in the amounts that federal, state and local authorities require the Company to bill Customer. The Company will not provide advance notice of changes to taxes and surcharges, except as required by applicable law. All such taxes and charges shall be separately shown and charged on bills rendered by Company or its billing agent.

Taxes, fees and surcharges includes, but is not limited to, recovery by the Company from a Customer of Federal Universal Service Contributions ("FUSC") made by the Company on WBITS and/or CBOL Service charges billed to a Customer pursuant to Section 54.712(a) of the rules of the Federal Communications Commission ("FCC"), 47 C.F.R. § 54.712(a), or any successor rule prescribing the right of a carrier to charge for recovery of mandatory Universal Service Contributions.

2.6.D Payment and Late Payment Charge

- (1) Payment will be due as specified on the Customer bill. Commencing after that due date, a late charge of up to the highest interest rate allowable by state law will be applied to all amounts past due.
- (2) Collection procedures and the requirement for a deposit are unaffected by the application of a late payment charge. The late payment charge does not apply to unpaid balances associated with disputed amounts. Undisputed amounts on the same bill are subject to the late payment charge if unpaid and carried forward to the next bill.
- (3) Service may be denied or discontinued at the Company's discretion for nonpayment of amounts due the Company past the due date as specified in 2.6.D.1. Restoration of Service will be subject to all applicable installation charges.

2.6.E Credit Allowance/Service Interruptions

(1) Credit for failure of Service will be allowed only when failure is caused by or occurs in the Company's facilities or equipment owned, provided and billed for by the Company. A credit allowance is not applicable for any period during which Customer cannot utilize the Service, except for such period where the Service is interrupted by the Company for access to its facilities for the purposes of investigating and clearing troubles and/or maintenance.

- (2) Credit allowances for failure of Service or equipment starts when the Customer notifies the Company of the failure and ceases when the operation has been restored and an attempt has been made to notify the Customer by the Company.
- (3) The Customer shall notify the Company of failures of Service or equipment and make reasonable attempts to ascertain that the failure is not caused by Customer Provided Equipment or Customer provided facilities, any act, or omission of the Customer, or in wiring or equipment connected to the Customer's terminal.
- (4) Only those portions of the Service or equipment operation disabled will be credited.

2.6.F Service Interruption Measurement

- (1) In the event of an interruption of Service that exceeds the minimum requirements set forth in this paragraph, the Company shall make a credit allowance at the Customer's request for a pro rata adjustment of all Service charges billed by the Company for Services rendered inoperative by the interruption. The credit allowance will be computed by dividing the duration of the service interruption measured in twenty-four (24) hour days, from the time the interruption is reported to the Company, by a standard thirty (30) day month, and then multiplying the result by the Company's fixed monthly charges for each interrupted Service.
- (2) A credit allowance will not be given for interruptions caused by the negligence or willful act of the Customer, or interruptions caused by failure of equipment or service not provided by the Company.

2.7 Termination or Denial of Service by the Company

- 2.7.A The Company may, immediately and without notice to the Customer, and without liability of any nature, temporarily deny, terminate, or suspend Service to any Customer:
 - (1) In the event such Customer or its agent: (a) willfully damages the Company equipment, interferes with use of the Company's Service by other Customers of the Company; (b) unreasonably places capacity demands upon the Company's facilities or Service; or (c) violates any statute or provision of law, or any rule or regulation of any state or federal regulatory agency relating to communications; or (d) otherwise fails to comply with the provisions of these Rates, Terms and Conditions or applicable law; or
 - (2) In the event a Customer becomes insolvent, is the subject of any formal legal proceeding commenced in a court involving a voluntary or involuntary petition or proceeding in bankruptcy, seeks protection or relief from creditors in a formal legal proceeding after a filing for such relief, or executes an assignment for the benefit of creditors; or
 - (3) In the event that the Company determines that any Service is being used fraudulently or illegally, whether by a Customer or its agent.

2.8 Billing Disputes

If Customer believes Customer has been billed by the Company in error, Customer must contact the Company within sixty (60) days of the date of the bill which contains the disputed charge. Refunds or adjustments will not be issued for any charge that is more than sixty (60) days old at the time Customer notifies the Company. Customer may withhold from payment to the Company the disputed portion of any bill pending resolution of the dispute. Customer must pay all non-disputed charges on the bill by the due date indicated on the bill. The Company will notify Customer of the results of its inquiry, and either adjust the billing, issue a credit, or notify Customer that all or a portion of the disputed amount is still owed. Customer will be required to pay such amount within fifteen, (15) days thereafter, and if Customer fails to pay this amount within the time required, Customer's account will be deemed past due and unpaid and Customer's Service subject to termination under Section 2.6 above. Any payments Customer withholds pending resolution of the dispute may be subject to a late payment charge at the highest interest rate allowable by law applied to past due amounts.

3. Description of Service

3.1 General

WBITS and CBOL enables data traffic generated by a Customer-provided modem to be transported from the premises of the Company's end user customer to the Company's DSL Access Service Connection Point using the Company's local exchange service facilities. A DSL Access Service Connection Point is an interconnection point designated by the Company at which the customer may interconnect WBITS and/or CBOL provided by the Company under the Agreement and Rates, Terms and Conditions with transmission facilities ordered by the Customer under the Company's Ethernet Transport Service offerings under John Staurulakis, Inc. ("JSI") Tariff F.C.C. No. 1. The DSL Access Service Connection Point aggregates WBITS and/or CBOL Broadband Internet Traffic.

3.1.A Ethernet Transport Service

The Company offers transport of Network Service Provider traffic between the Network Service Provider's designated premises and the DSL Access Service Connection Point through Ethernet Transport Service provided under JSI Tariff F.C.C. No. 1.

3.1.B Designated End User Premises

The Company's WBITS and CBOL services allow Customers to establish broadband Internet connections to the designated end user premises. The designated end user premises location must be served by an existing Company provided exchange line facility. An exchange line facility is the serving wire center central office line equipment and all of the plant facilities up to and

including the Company-provided NID.

The connection speed or "sync rate" is between the NID at the end user's premises and the DSLAM. Actual data transfer or throughput may be lower than the sync-rate due to Internet congestion, server or router speeds, protocol overheads, end user use of multiple applications and other factors that may not be under the Company's control.

WBITS and CBOL are provided by the Company subject to the availability and limitations of Company Wire Centers and outside plant facilities.

3.2 Service Options

WBITS and CBOL services are available with speeds of up to 2.5 Gbps downstream and 250 Mbps upstream in the Petersburg Exchange, and up to 1 Gbps downstream and 200 Mbps upstream in all other company exchanges. These speeds represent the maximum network capacity and may be lower in areas where the company's infrastructure cannot support the top speeds.

3.3 Provisioning

3.3.A Responsibility of the Company

- (1) Service will be provisioned over existing Company local exchange service lines.
- (2) Where fiber is installed to the End User customer premises, subject to technical capability, the Company will provision Service over fiber facilities.
- (3) Where fiber facilities are not available, the Company will determine if the associated local exchange service line or copper facilities are suitable for use with the WBITS and/or CBOL option ordered by the customer. Service will not be provided on lines that are not suitable for Wireline Broadband Internet Transport Service or on lines that produce interference with other services provided by the Company.
- (4) The Company will provision and maintain facilities for the customer between the NID at the end user premises and the customer's Ethernet Transport Service DSL Access Connection Point.
- (5) The Company reserves the right to temporarily interrupt service for wire center or network maintenance, software updates, and in emergency situations.

3.3.B Responsibility of the Customer

(1) The Customer is responsible for obtaining and installing compatible customer premises

equipment (DSL modems and/or routers) used for connection to Company facilities.

- (2) The Customer is responsible for ensuring the continuing compatibility of CPE at the end user premises. The customer and/or end user shall be responsible for any expenses incurred for required changes to customer and/or end user equipment or facilities in order to make such equipment or facilities compatible with Company service.
- (3) The customer is responsible for providing the Company with the necessary information to provision the service to its subscribers.
- (4) The Customer ordering service on behalf if its subscriber(s) must obtain and maintain record of a letter of agency authorizing the customer to act as the agent of the end user subscriber. Upon request from the Company, the customer will provide the Company with a copy of the letter of agency.
- (5) The Customer must have connectivity to Company's Ethernet Transport Service network where customer chooses to purchase service. The rates and charges for Ethernet Transport Service are in addition to the rates and charges for service as set forth in these Rates, Terms and Conditions.
- (6) The Customer must order an Access Service Connection. The Access Service Connection provides for the interconnection of a customer's network with the Company's network at the Company's designated DSL Access Service Connection Points serving the subscriber rate center. This service must be ordered from the Company pursuant to the regulations and rates in JSI Tariff F.C.C. No. 1 for which the Company is an issuing carrier.
- (7) The Customer will obtain the appropriate authorization to allow the Company's employees or agents to enter the end user customer's designated premises at any reasonable hour for the purpose of installing, inspecting, repairing or removing the NID or drop associated with WBITS and/or CBOL.
- (8) The Customer is responsible for providing all customer support, marketing, billing, ordering and repair to and for its end users.
- (9) The Customer is responsible for all dealings with end user customers.
- (10) The Customer shall at all times be the customer of record with respect to all Services purchased hereunder and shall be responsible for payment to Company. Customer retains all responsibility for billing its end users and for any claim an end user may make concerning unauthorized billing.

3.4 Rate Regulations

3.4.A Rate Elements

The rate elements for WBIAS, CBOL and the required Access Service Connection Charge are as follows:

(1) Monthly Access Service Connection Charge

A single monthly Access Service Connection Charge applies for each month the customer connects to the Company's network. This service must be ordered from the Company pursuant to the regulations and rates in JSI Tariff F.C.C. No. 1 for which the Company is an issuing carrier.

Consumer Broadband-Only Loop (CBOL) Service provides for use of a line without local exchange voice service for use in connection with fixed Broadband Internet access service provided to the Retail End User of the Customer. The CBOL Recurring Charge recovers the Company's loop-related costs when a CBOL Service is provided by the Company without voice telephone service.

(2) Nonrecurring Charges

WBITS nonrecurring charge applies per local exchange service line for the installation of WBITS. For three-year term commitments, the nonrecurring charge for connection of the customer's service to an end user does not apply.

CBOL nonrecurring charge applies per CBOL Service line for the installation of CBOL Service.

(3) Monthly WBITS Line Rates

The monthly rate applies each month or fraction thereof for each local exchange service line equipped with WBITS.

For purposes of application of the monthly rate, WBITS may be ordered under any of the following options that are offered by the Telephone Company as indicated following.

<u>Monthly Rates Without Discount</u> Customers may order WBITS at a monthly rate without discount. Monthly rates apply without any volume or term commitment. There is no minimum period for WBITS.

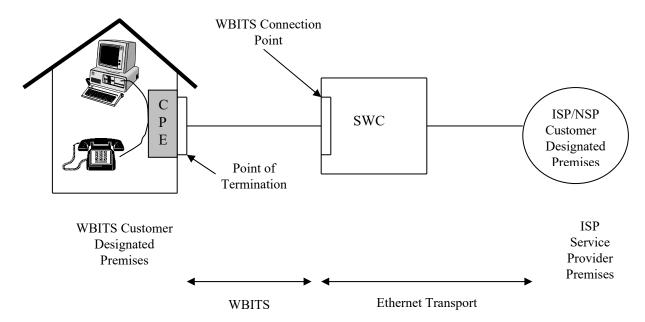
WBITS Term and Volume Plan (TVP) Rates Customers may order WBITS under WBITS Term and Volume Plan (TVP) Rates as indicated following.

Service Classes WBITS is provided under one class of service, Voice-Data.

<u>Voice-Data</u> WBITS provided on the basis of voice-data is designed to support affordable high speed Internet access for residential and business end users. The actual throughput achieved by voice-data is not guaranteed and may be affected by many factors, such as Internet congestion. Voice-Data WBITS is provisioned over the end user's existing Telephone Company local exchange telephone service line utilized for voice communications. When provisioned over the end user's existing local exchange telephone service line, WBITS utilizes a centrally placed splitter or in-line filters to isolate the voice band service and equipment from the WBITS and equipment.

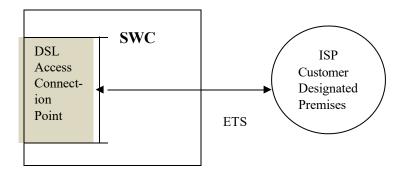
3.4.B Rate Application

The following diagram depicts a typical WBITS configuration:



3.4.B Rate Application (Cont'd)

The following diagram depicts a typical CBOL Service configuration:



CPE = Customer Premises

Equipment ETS = Ethernet

Transport Service SWC = Serving

Wire Center

CBOL Service = Consumer Broadband-Only Loop Transport Service

3.4.C Minimum Period

The minimum period for which service is provided to a customer and for which charges are applicable is one month.

3.4.D Moves

A move involves a change in the physical location of one of the following:

- The Point of Termination at the customer designated premises
- The customer's designated premises

The charges for the move are dependent on whether the move is to a new location within the same building or to a different building.

(1) Moves Within the Same Building

When the move is to a new location within the same building, the charge for the move will be an amount equal to one half of the nonrecurring (i.e., installation) charge for the service termination affected. There will be no change in the minimum period requirements.

(2) Moves to a Different Building

Moves to a different building will be treated as a discontinuance and start of service and all associated nonrecurring charges will apply. New minimum period requirements will be established for the new services. The customer will also remain responsible for satisfying all outstanding minimum period charges for the discontinued service.

Notwithstanding billing of a Monthly Minimum Charge for WBITS and/or CBOL Service, the Customer remains liable for any charges under these Rates, Terms and Conditions other than line charges that apply for a month such as Nonrecurring Charges. Additionally, the Customer's duty to pay for ETS charges under John Staurulakis, Inc. (JSI) Tariff F.C.C. No. 1 are not affected by the monthly minimum charge under these Rates, Terms and Conditions.

3.4.E WBITS Term and Volume Plan (TVP) Rates

(1) <u>Description</u> The Term and Volume Plan (TVP) allows customers discounted access rates based upon the volume and/or term commitment. Rates will be based upon the TVP selected by the customer.

Term plans of one (1) and three (3) years may be available to all customers at applicable rates set forth in the Rates, Terms and Conditions regardless of when the subscription is made for a WBITS TVP arrangement. The customer must designate on the order the type of payment plan selected. The selected term shall apply to all WBITS access lines ordered by the customer.

The minimum volume commitment of the TVP selected must be met within six (6) months of initiation of the term and for one-year term commitments and within twelve (12) months of initiation of the term for three year term commitments. Volume equals total WBITS access lines for all speed combinations for all study areas comprising the Company.

(2) <u>Rate Application</u> Upon expiration of a TVP period, the customer may choose a new TVP period, convert to month-to-month or terminate service. The month-to-month rates will be those rates that are in effect at the time of conversion. If the customer fails to make a choice by the end of the TVP period, the WBITS will continue billing at the existing term and volume commitment level rates and a new TVP period will begin based on previously effective term and volume commitment. All terms and conditions, including Termination Liabilities will apply to the new TVP period.

Conversion to a month-to-month or different TVP period will require the customer to submit a change order. Conversion of existing TVP service to a different TVP period will be allowed without application of any nonrecurring charges.

(3) Changes in Length of TVP Period

The customer may elect to convert to a new TVP period subject to the following conditions:

- (a) Credit will not be given toward the new payment period for payments made under the original TVP arrangement.
- (b) Nonrecurring charges will not be reapplied for existing service(s).
- (c) If the new TVP period is shorter in length than the time remaining under the existing TVP, the change to the new TVP period constitutes a discontinuance of the existing TVP service and termination liability charges apply.
- (4) <u>Rate Changes</u> The customer may terminate the TVP without penalty or liability should the rates increase during the term of the existing TVP, with the exception of rate changes that may occur as a result of any rate increases resulting from FCC prescription or order that either directly or indirectly affects the cost to the Company of providing WBITS.
- (5) <u>Annual Review</u> Each customer's TVP will be reviewed from time to time, including but not limited to at six months for one-year terms and at twelve months for three-year terms. The customer will be notified as to the status of the TVP if the in-service quantity of WBITS access lines falls below the minimum volume commitment. An allowance of up to 3% will be considered as still having met the volume commitment. Where the customer has less than the volume commitment quantity for a specified discount, charges will be assessed.
 - If the total number of WBITS lines in service qualifies the customer for a lower TVP rate, the customer will have the option of increasing the commitment quantity for the remainder of the plan.
- (6) <u>TVP Conditions</u> After enrolling in the plan, the customer may delete or add WBITSs rated at the specified term period/threshold level rate at any time during the plan.
- (7) Shortfall Charges for Failing To Meet Commitment At the six-month review or any later review for one-year term commitments or the one-year review for three-year term commitments, if the total volume in service does not meet the volume commitment, a payment equal to the difference between the TVP rate and the highest rate that would have been charged for services not under the TVP plan plus 10% will be assessed. The payment will be calculated using the prorated WBITS aggregation quantity at the time of the review. The customer may choose to increase the volume commitment within 30 days after enrollment to the TVP and continue the TVP arrangement or choose to be billed on a going forward basis under either a different TVP or under the month-to-month rates. If after 30 days, the TVP volume levels are not met, the TVP will be automatically changed to the standard month-to-month rates.
- (8) <u>Termination Liability</u> When a TVP service is discontinued prior to the end of the commitment term, termination liability charges will apply at the rate for which the customer qualified at the time of termination based on committed term and actual volume level for the difference between

the term and the actual months of service. If the difference includes a partial month, the portion of the termination liability for the partial month will be determined by proration based on the number of days of service relative to the calendar days in the month of partial service.

3.4.F Monthly Transfer Limitations

The Company, in its sole discretion, reserves the right to monitor bandwidth usage (i.e., monthly data transfer rate) for each individual WBITS or CBOL Service line and determine when such usage is in excess of the monthly transfer limitation for the Service offering. The monthly period for monitoring is the same month as that for which service is billed by Company to Customer for the CBOL Service line. In the event Customer exceeds the monthly limits established by the Company herein, Customer must undertake to limit usage within the monthly period or incur additional fees as stated below.

The monthly transfer limitation for the upstream capacity for an offering is equal to 3,000 KBs for each kb of stated upstream speed for an offering. The monthly transfer limitation for the downstream capacity for an offering is equal to 3,000 KBs for each kb of stated downstream speed for the offering.

For example, an offering with 1 Mbps upstream speed and 10 Mbps downstream speed would have a monthly transfer limitation for upstream of 3,000 KBs (or 3 GBs) and a monthly transfer limitation for downstream of 30,000 KB (or 30 GBs).

In the event Company monitoring of bandwidth usage indicates imposition of a limitation within the monthly limitation of 3,000 KB per 1 kb, Customer may order additional monthly transfer capacity for an individual line at a charge of ten cents (\$0.10) per month for each additional 1,000 KB of upstream data transfer and ten cents (\$0.10) per month for each additional 1,000 KB of downstream data transfer. The monthly transfer limitations applicable to the individual WBITS or CBOL Service line for which additional transfer capacity is ordered will be increased from 3,000 KB per kb reflective of the individual monthly transfer capacity ordered for either upstream or downstream.

3.4.G Individual Case Basis (ICB) Offerings

The Company will enter into individual case basis (ICB) pricing arrangements for all volume commitments of 2,000 lines or greater combined with a term commitment of three years. Notwithstanding the establishment of Company-specific rates under the ICB, all other terms and conditions of these Rates, Terms, and Conditions will apply to all services provided to Customer under the ICB. The Customer and the Company will execute an Agreement establishing the commitment by Customer to the three-year term and 2,000 WBITS line volume, the individual ICB rates and incorporation by reference these Rates, Terms, and Conditions.

3.4.H CBOL

The TVP and ICB discounts do not apply to CBOL services. The CBOL transport rate is open to Volume discounts as shown in Section 4.2.

Section 4: Rates and Charges

4.1 WBITS Monthly Recurring and Nonrecurring Line Charges

Option	Term Commitment	Month-to- Month	Rates Volume Commitment s* Level 1 - 1,500 or More Lines Level 2 - 2,000 or More Lines		Non-recurring Charge
Voice-Data	None	\$237.37			\$209.00
Voice-Data	3 Year	\$92.50	\$78.62	ICB	\$209.00

^{*}Volume discount applies to combination of Voice/Data and/or CBOL lines

4.2 CBOL Service Monthly Recurring Charge and

The monthly CBOL Charge rate applies to each CBOL Service line ordered by the Customer.

Monthly Rate Per CBOL Service Line

\$42.00

Monthly Rate Per CBOL Service Line for Transport:

		Rates Volume Commitment s*		
Option	No Volume			
	Commitment	Level 1 - 1,500 or More Lines	Level 2 - 2,000 or More Lines	
CBOL	\$63.67	\$54.12	ICB	

^{*}Volume discount applies to combination of Voice/Data and/or CBOL lines

4.3 CBOL Service Nonrecurring Charge

Nonrecurring Charge Per CBOL Service Line

\$239.00