By the Commission:

I. PRELIMINARY MATTERS

On January 3, 2007, pursuant to 83 Illinois Administrative Code Part 763, Illinois Bell Telephone Company (“AT&T Illinois” or “AT&T”) and Pacific Centrex Services, Inc., (“Pacific”) filed a joint request for approval of the Third Amendment to their Interconnection Agreement, pursuant to 47 U.S.C. Secs. 252(a)(1) and 252(e). The Amendment was submitted with their request. A statement in support of the request was filed, along with verifications sworn to by Eddie Reed, the Director of Contract Management for AT&T, and John Klaas, the Regulatory Affairs Manager for Pacific, stating that the facts contained in the request for approval were true and correct.

Staff filed the Verified Statement of A. Olusanjo Omoniyi, a Policy Analyst in the Commission’s Telecommunications Division, who recommended approving the Agreement. The Administrative Law Judge therefore concluded that there were no contested issues in this docket and the record was marked “Heard and Taken.”

II. SECTION 252 OF THE TELECOMMUNICATIONS ACT

47 U.S.C. Sec. 252(e)(1) provides that any interconnection agreement adopted by negotiation shall be submitted for approval to a State Commission. It further provides that a State Commission to which such an agreement is submitted shall approve or reject the agreement, with written findings as to any deficiencies. (47 U.S.C. Sec. 252(e)(1)). 47 U.S.C Sec. 252(e)(2) requires that a State Commission may only reject the negotiated
agreement if it finds that "the agreement (or portion thereof) discriminates against a telecommunications carrier (that is) not a party to the agreement." or if "the implementation of such agreement or portion is not consistent with the public interest, convenience, and necessity." (47 U.S.C. Sec. 252(e)(2)). An agreement shall be deemed to be approved, if a State Commission fails to act within 90 days after submission by the parties. (47 U.S.C. Sec. 252(e)(4)).

According to Section 252(h), a State Commission must make a copy of each agreement approved under subsection (3) available for public inspection and copying within 10 days after Commission approval. (47 U.S.C. Sec. 252(h)). Section 252(i) requires a local exchange carrier to make available any of its interconnection, service, or network elements provided pursuant to 47 U.S.C Sec. 252 to any other requesting telecommunications carrier upon the same terms and conditions as those provided in the approved agreement. (47 U.S.C. Sec. 252(i)).

III. THE AMENDMENT

The Amendment adds the Appendix regarding the Batch Hot Cut Process and a price schedule for the Batch Hot Cut Process. The hot cut process is the simultaneous disconnection of a loop from one carrier with reconnection to another.

IV. STAFF’S POSITION

Staff reviewed the Amendment based on the standards set forth in Section 252(e)(2) of the Act. Staff recommended that the Commission approve the Amendment for the reasons set forth in the Verified Statement of Mr. Omoniyi. Mr. Omoniyi averred that the Amendment meets the standards set forth in the Act and that it is consistent with the public interest. Staff concluded that, since similarly-situated carriers can enter into essentially the same contract, the Amendment should not be deemed to be discriminatory. Staff concluded that the Amendment does not discriminate against a telecommunications carrier that is not a party to the contract and that the implementation of the Amendment would not be inconsistent with the public interest, convenience or necessity. No party contended that the Amendment is discriminatory or contrary to the public interest.

Staff also recommended that the Commission require AT&T, within five (5) days from the date upon which the Amendment is approved, to modify its tariffs to include the Amendment for each service provided. Also, the Chief Clerk should place the Amendment on the Commission’s web site under "Interconnection Agreements." Staff’s recommendations are reasonable and they should be adopted.

V. FINDINGS AND ORDERING PARAGRAPHS
The Commission, having considered the entire record and being fully advised in the premises, is of the opinion and finds that:

1) Illinois Bell Telephone Company and Pacific Centrex Services, Inc. are "telecommunications carriers" as is defined in Section 13-202 of the Public Utilities Act;

2) the Commission has subject-matter jurisdiction and jurisdiction over the parties;

3) Illinois Bell Telephone Company and Pacific Centrex Services, Inc. have entered into an Amendment to their Agreement, which has been submitted to the Commission for approval under Section 252(e) of the federal Telecommunications Act of 1996;

4) the recitals of fact and conclusions reached in the prefatory portion of this Order are supported by the record and are hereby adopted as findings of fact;

5) the Amendment to the Agreement between these petitioners does not discriminate against a telecommunications carrier that is not a party to the Agreement and it is not contrary to the public interest, convenience and necessity;

6) in order to assure that the Amendment to the Agreement is in the public interest, Illinois Bell Telephone Company must implement the Amendment by filing, within five (5) days from the date upon which the Amendment is approved, a verified statement with the Chief Clerk of the Commission, stating that the approved Amendment is the same as the Amendment that was filed in this docket with the Verified Petition. The Chief Clerk shall place the Agreement on the Commission’s web site under "Interconnection Agreements;"

7) Illinois Bell Telephone Company also must also place replacement sheets in its tariffs at the following location: “Agreements with Telecommunications Carriers:” Ill. C.C. No. 16, Section 18;

8) the Amendment should be approved;

9) approval of the Amendment does not have any precedential effect on any
future negotiated agreements or Commission Orders.

IT IS THEREFORE ORDERED by the Illinois Commerce Commission that the Third Amendment to the Negotiated Agreement Illinois Bell Telephone Company and Pacific Centrex Services, Inc. dated December 20, 2006 is approved pursuant to Section 252(e) of the Telecommunications Act of 1996.

IT IS FURTHER ORDERED that Illinois Bell Telephone Company shall comply with findings (6) and (7) of this Order within five days of the date of this Order.

IT IS FURTHER ORDERED that this Order is final; it is not subject to the Administrative Review Law.

By Order of the Commission this 7th day of February, 2007.

(SIGNED) CHARLES E. BOX

Chairman