

Illinois Consolidated Telephone Company

Tariff FCC NO. 2

Streamlined Tariff Filing

Transmittal No. 114

Description and Justification

For ADSL Promotional Offering Filed May 31, 2002

To be effective June 15, 2002

Description and Justification

Introduction

Illinois Consolidated Telephone Company ("ICTC") submits herewith its Description and Justification ("D&J") in support of changes to its Tariff F.C.C. No. 2 filed under Transmittal No. 114. In this Transmittal, ICTC suspends an existing limited time promotional offering and creates another limited time promotional offering of Asymmetrical Digital Subscriber Line (ADSL) service.

This tariff filing is made on a streamlined basis under Section 204(a)(3) of the Communications Act of 1934, as amended. This filing is being made on 15 days' notice.

ADSL Promotional Offerings

In this filing, ICTC suspends an existing limited time promotional offering and creates another limited time promotional offering of Asymmetrical Digital Subscriber Line (ADSL) service in ICTC Tariff F.C.C. No. 2. This promotional offering is being established for the entire ICTC Study Area, for the ADSL Monthly Line Charge, Option 1. Specifically, ICTC is ending the existing promotional offering and offering a revised promotion which offers 18-Month Term Discount Plan, with a 60-day trial period, at reduced monthly ADSL Line Charge Rates (and waived installation charges for new DSL customers).

Cost and Revenue Impacts

The foregone revenue from reducing the monthly ADSL Line Charge will have a negligible effect on overall special access revenue. The increased demand due to stimulation is expected to lower future DSL unit costs and improve overall network efficiency. Thus DSL access service revenues will still remain above estimated DSL unit costs over the limited promotional offering.