

**NEVADA BELL TELEPHONE COMPANY
DESCRIPTION AND JUSTIFICATION
AUGUST 17, 2006
TRANSMITTAL NO. 138**

PURPOSE

Nevada Bell Telephone Company (NBTC) is proposing to allow renewals on the DS1 High Capacity Portability Commitment option. In addition, NBTC is adding miscellaneous verbiage to clarify tariff language.

DESCRIPTION

DS1 High Capacity Service Portability Commitment provides a customer the ability to establish a regional volume commitment in the form of DS1 Channel Terminations, and to receive a waiver on DS1 TPP Termination Liability during the life of the Portability Commitment. The Portability Commitment consists of a Commitment Level and has a three year term. Currently, customers are not allowed to renew the DS1 High Capacity Service Portability Commitment. With this filing, NBTC proposes to make this option renewable. NBTC is also adding miscellaneous verbiage for clarification purposes.

PRICE CAP COMPLIANCE

With this filing, NBTC is modifying the existing DS1 High Capacity Portability Commitment. There is no impact on current base period demand or revenue. The API remains below the PCI and all SBIs are below the associated SBI Upper Limits, as indicated on the IND-1 form of the Tariff Review Plan.