

BELLSOUTH TELECOMMUNICATIONS, INC.
DESCRIPTION AND JUSTIFICATION
SHARED NETWORK ARRANGEMENT REVISIONS
TRANSMITTAL NO. 1067

1.0 INTRODUCTION

With this filing, BellSouth Telecommunications, Inc. (hereinafter "BellSouth") is revising the F.C.C. Tariff No. 1, Shared Network Arrangement in Sections 6, 7 and 23. The revisions include adding regulations to expand the Shared Network Arrangement capability to wavelength systems, eliminating the nonrecurring charges associated with Shared Network Arrangement, adding text to include the Transport Payment Plan and correcting the reference to charges for Shared Network Arrangement.

Transmittal No. 1067 is scheduled to become effective on May 3, 2007.

2.0 DESCRIPTION

Shared Network Arrangement is a service that provides the capability for multiple customers to cross connect their individual services, which allow customers with a higher level of transport to share a portion of their transport capacity with another customer. Shared Network Arrangement is currently available to customers subscribing to channelized high capacity services.

This filing adds terms and conditions to expand the Shared Network Arrangement capability to include wavelength systems, which enables customers subscribing to BellSouth Wavelength Channel Service to share a portion of the service's capacity with another customer.

Also in this filing, the nonrecurring charges associated with Shared Network Arrangement are being reduced to zero. The coordination and order processing costs for Shared Network Arrangement are nominal, and BellSouth has determined that it will no longer charge for this service.

Finally, this filing updates the text that describes the payment plans associated with Shared Network Arrangement to include Transport Payment Plan. Text is also being revised to correct the tariff section reference to charges for Shared Network Arrangement (i.e., change 7.5.9(E) to 7.5).

3.0 PRICE CAP COMPLIANCE

BellSouth's Shared Network Arrangement rate change filing results in no API revenue change in the Trunking Basket and an API revenue decrease of (\$6,348) in the Special Access Basket as shown in Appendix-A Workpaper SUM-A. Additionally, Workpaper SUM-A displays all existing and proposed price cap index values as well as revenue data for the Trunking and Special Access Baskets demonstrating that BellSouth remains within all allowable price cap limits with this filing. Rate detail for this filing can be seen in Appendix A Workpaper TR1 and SP1.