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Cully Dale, Secretary/Chief Regulatory Law Judge Ron Pridgin, Arbitrator Missouri Public Service Commission P. O. Box 360 Jefferson City, MO 65102

Re:

Case No. TO-2005-0374, consolidated.



Dear Secretary Dale and Judge Pridgin:

Enclosed for filing in the above referenced case, TO-2005-0374 consolidated, please find an original and five (5) copies of six separate Motions for approval of six (6) attached Traffic Termination Agreements the six (6) Petitioners have reached with Respondent United States Cellular Corporation.

I am addressing this to both of you. The Arbitration Rule seemed to indicate the Arbitrator is to receive these filings. However I know Interconnection Agreements such as these Traffic Termination Agreements need to be filed with the Secretary. I am filing these in the Consolidated Arbitration Proceeding because, under the time table set forth in the Federal Act, there does not appear to me to be sufficient time remaining to file new ninety (90) day approval proceedings.

A copy of this letter, and of these enclosed Motions have been sent to Mr. Gardner, the Attorney of Record for Respondent United States Cellular. Thank you for seeing these filed.

We would appreciate your prompt consideration of these Agreements.

Sincerely.

CSJ:sjo

Enclosure

CC: PSC General Counsel OPC General Counsel Paul Gardner Darryl Reed

BEFORE THE PUBLIC SERVICE COMMISSION STATE OF MISSOURI

BEFORE THE PUBLIC SERVICE COMMISSION STATE OF MISSOURI	
In the Matter of the Petition of MoKan Dial, Inc. Telephone Company for Arbitration of Unresolved Issues Pertaining to a Section 251(b)(5) Agreement with United States Cellular Agreement with United States Cellular Corporation.) Case No. TO-2005-0379) Consolidated with) Case No. TO-2005-0374)

MOTION OF MOKAN DIAL INC.

FOR APPROVAL OF A TRAFFIC TERMINATION AGREEMENT WITH UNITED STATES CELLULAR CORPORATION REACHED DURING ARBITRATION PURSUANT TO SECTION 252 (b) AND SECTION 252 (e) OF THE TELECOMMUNICATIONS ACT OF 1996

COMES NOW MoKan Dial Inc. ("ILEC") and hereby files this Motion for Approval of a Traffic Termination Agreement completed with United States Cellular Corporation ("USC") prior to hearing scheduled in this Arbitration proceeding. In support of this Motion, ILEC states as follows:

AGREEMENTS REACHED

- 1. On or about May 31, 2005, after good faith negotiations subsequent to the filing of the Petition for Arbitration herein, ILEC and USC executed a traffic termination agreement, or indirect interconnection agreement. This Agreement is attached hereto as Attachment 1.
- 2. ILEC hereby submits this Agreement for approval by the Commission pursuant to Section 252 (e) of the Telecommunications Act of 1996.
- 3. The Agreement complies with Section 252(e) of the Act because its approval is consistent with the public interest, convenience, and necessity, and the

Agreement does not discriminate against any telecommunications carrier. In fact the Agreement is similar to and consistent with numerous other Traffic Termination Agreements between Missouri rural ILECs and CMRS providers This Commission has approved.

4. There are no outstanding issues between ILEC and USC regarding
Attachment 1 for which the parties are in need of the assistance of the Commission in
conducting mediation or arbitration.

REQUEST FOR APPROVAL

5. ILEC respectfully requests that the Commission grant expeditious approval of this agreement, without change, suspension or delay in its implementation.

COMMISSION AUTHORITY

6. Under the Federal Telecommunications Act of 1996 ("the Act"), the Commission has the authority to grant the relief requested by ILEC. Specifically, section 252 (e) (1) of the Act provides for Commission approval of interconnection agreements reached voluntarily or through arbitration.

STANDARD OF REVIEW

- 7. Under Section 252 of the Act, the Commission has the authority to approve this negotiated agreement. The Commission may only reject an agreement, if the agreement is discriminatory to a nonparty or is inconsistent with the public interest, convenience, and necessity. Section 252(e)(2) of the act provides as follows:

 Grounds for Rejection -- The State Commission may only reject --
- (A) an agreement (or any portion thereof) adopted by negotiation under section (a) if it finds that –

- (i) the agreement (or portion thereof) discriminates against a telecommunications carrier, not a party to the agreement; or
- (ii) the implementation of such agreement or portion is not consistent with the public interest, convenience, and necessity;

CONCLUSION

WHEREFORE, Petitioner ILEC respectfully requests that the Commission issue an order that: (1) approves the Traffic Termination Agreement, and (2) grant such other relief as is reasonable in circumstances.

ANDERECK, EVANS, MILNE, PEACE & JOHNSON, L.L.C.

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ATTORNEYS FOR PETITIONER

CERTIFICATE OF SERVICE

The undersigned does hereby certify that a true and accurate copy of the foregoing was hand delivered or mailed, via U.S. Mail, postage prepaid, this 2nd day of June, 2005, to the following parties to:

Paul Gardner

Goller Gardner and Feather PC

131 East High St.

Jefferson City, MO 65101

Attorney for Petitioner

TRAFFIC TERMINATION AGREEMENT

This Agreement for the termination of traffic between MoKan Dial Inc., an Incumbent Local Exchange Carrier (ILEC) certificated to provide local exchange services in the State of Missouri, and United States Cellular Corporation on behalf of its affiliates licensed by the FCC to provide commercial mobile radio service, with its headquarters at 8410 W. Bryn Mawr Street, Ste. 700, Chicago, IL 60631 (collectively, "US CELLULAR"), effective upon the 13th day of May, 2005 ("Effective Date"). This Agreement has been executed pursuant to Section 251(b)(5) of the Telecommunications Act of 1996. (ILEC and US Cellular are also sometimes referred to herein as "Party" or, collectively, "Parties.")

ILEC is a local exchange carrier operating in Missouri. US CELLULAR is a commercial mobile radio service carrier operating in Missouri. US CELLULAR terminates traffic originated by its end user customers and terminating to ILEC through the facilities of another local exchange carrier in Missouri. ILEC may in the future elect to terminate traffic originated by its end user customers and terminating to US CELLULAR through the facilities of another local exchange carrier in Missouri. US CELLULAR and ILEC recognize their responsibilities to compensate the other pursuant to Section 4 of this Agreement for termination of the traffic originated by and under the responsibility of each Party, and which terminates to the other Party through the facilities of another local exchange carrier in Missouri.

In consideration of the mutual covenants contained in this Agreement, the Parties agree as follows:

SECTION 1 - SCOPE OF AGREEMENT

1.1 This Agreement shall cover traffic originated by, and under the responsibility of, one of the Parties and terminated to the other Party without the direct interconnection of the Parties'

networks, and which terminates to the other Party through the facilities of another local exchange carrier in Missouri. "Traffic originated by and under the responsibility of a Party" means traffic that is originated by a Party pursuant to that Party's rate schedules, tariffs, or contract with the end-user customer. The Parties acknowledge that they are not in agreement on what traffic is subject to section 251(b)(5) reciprocal compensation but for purposes of settlement, and without waiving their rights to argue positions that are contrary to the provisions contained in this Agreement, the Parties agree this Agreement does not cover traffic for which the originating party has contracted with an Interexchange Carrier ("IXC") to assume responsibility for terminating traffic, or traffic originated by an IXC pursuant to the IXC's rate schedules, tariffs, end-user contracts, or presubscription rules. The Parties agree that if the Commission, the FCC or a court of competent jurisdiction rules otherwise, the Parties may renegotiate the affected provisions of this Agreement, including but not limited to the following provisions: "Scope of the Agreement", "Record Exchanges and Billing" and "Bill and Keep", as provided for in Section 7. This Agreement shall cover both Local and Non-local Traffic as those terms are defined in Section 2 of this Agreement. This Agreement shall not apply to traffic or calls completed by either Party in compliance with any obligation to port numbers of the former customers of one Party when that customer takes service from the other Party.

SECTION 2 - DEFINITIONS

Certain terms used in this Agreement shall have the meanings as defined below. Other terms used but not defined herein will have the meanings ascribed to them in the Act or in the Rules and Regulations of the FCC or the Missouri Public Service Commission. The Parties acknowledge that other terms appear in this Agreement that are not defined or ascribed as stated

above. The Parties agree that any such terms shall be construed in accordance with their customary usage in the telecommunications industry as of the Effective Date of this Agreement.

- 2.1 "Act" the Communications Act of 1934, as amended by the Telecommunications Act of 1996, and as further amended from time to time and as interpreted in the duly authorized rules and regulations and Orders of the Federal Communication Commission or a state regulatory commission.
- 2.2 "CMRS" Commercial Mobile Radio Service, as defined in the Act.
- 2.3 "Commission" Missouri Public Service Commission.
- 2.4 "FCC" Federal Communications Commission.
- 2.5 "LEC" local exchange carrier, includes any provider of local exchange telecommunications service that holds a certificate of public convenience and necessity or certificate of service authority from the Missouri Public Service Commission.
- "Local Traffic" Local Traffic under this Agreement is traffic between ILEC and US CELLULAR that, at the beginning of the call, originates and terminates within the same Major Trading Area. For ILEC, the origination or termination point of a call shall be the end office switch that serves, respectively, the calling or called party at the beginning of the call. For US CELLULAR, the origination or termination point of a call shall be the cell site/base station that serves, respectively, the calling or called party at the beginning of the call.
- 2.8 "MTA" Major Trading Area as defined in 47 C.F.R. 24 of the FCC Rules and Regulations.
- 2.9 "Non-local Traffic" Non-local Traffic under this Agreement is traffic between ILEC and US CELLULAR that is not Local Traffic. Non-local Traffic may be either interstate or intrastate traffic, depending on the locations where the call originates and terminates.

SECTION 3 - TRAFFIC EXCHANGE

3.1 Each Party shall be responsible for provisioning its traffic, if any, exchanged under this Agreement. Each Party shall be responsible for establishing appropriate contractual or tariff relationships with the third-party LEC(s), if any, that Party selects for transiting traffic to the other Party. Each Party shall be responsible for providing the trunks from its network to the point of interconnection with the network(s) of any such third-party LEC(s), and for paying such third-party LEC(s) for the costs of transiting calls that the Party originates.

SECTION 4 - COMPENSATION

- 4.1 Compensation for traffic originated by, and under the responsibility of, a Party and terminated to the other Party's network shall be based upon the specific type and jurisdiction of the call as follows:
- 4.1.1 Local Traffic Local Traffic calls as defined in Section 2 of this Agreement shall be compensated based on the local termination rate established in Appendix 1.
- 4.1.2 Non-local Intrastate Traffic Non-local Traffic (as defined in Section 2 of this Agreement) originated by US CELLULAR and terminating to ILEC within the same State will be compensated based upon the rate for termination of non-local intrastate traffic identified in Appendix 1. Compensation for Non-local Intrastate Traffic originated by, and under the responsibility of, ILEC and terminating to US CELLULAR, if any, shall be based on the rate for termination of non-local intrastate traffic identified in Appendix 1.
- 4.1.3 Non-local Interstate Traffic Non-local Traffic (as defined in Section 2 of this Agreement) originated by US CELLULAR and terminating to ILEC within different States will be compensated based upon the rate for termination of non-local interstate traffic identified in Appendix 1. Compensation for Non-local Interstate Traffic originated by, and under the

responsibility of, ILEC and terminating to US CELLULAR, if any, shall be based on the rate for termination of non-local interstate traffic identified in Appendix 1.

4.2 Factors - For the purposes of this Agreement, the Parties agree to use the percentages referenced in Appendix 2 as a fair estimate of the proportions of the total amount of traffic originated by US CELLULAR that is assignable to each of the three different jurisdictions identified in Section 4.1 above. This percentage shall remain in effect until amended as provided in Section 5.2 below.

SECTION 5 - RECORD EXCHANGES AND BILLING

bills based on the best information then available including, but not limited to, records of terminating traffic created by the Party at its end office or tandem switch. The parties agree that CTUSRs provided by SBC previously reported volumes of traffic originated by US Cellular and terminated to ILEC. Since July of 2004 these traffic volumes have been reported by SBC by the use of an ATIS/OBF EMI Category 11-01-XX record. In the future this record format could change. Until more detailed records are reasonably available, the SBC provided ATIS/OBF EMI Category 11-01-XX record will be considered a sufficient billing record. The Parties will work cooperatively to provide or exchange billing records in industry standard formats containing available detail, if any, about call jurisdictions, for calls they originate that terminate on the other Party's network, and which are subject to this Agreement. Neither Party shall be obligated as a result of this Agreement to develop or create new billing formats or records to satisfy any duty or obligation hereunder, or to pay for the services of transiting ILECs or other entities for billing format or record creation to satisfy any duty or obligation hereunder.

- 5.2 If either Party provides to the other a valid traffic study, or a valid study of traffic by jurisdiction, the Parties shall use such traffic study or reexamination to negotiate in good faith a mutually acceptable revised local traffic factor, or interMTA or access jurisdiction percentage.
- 5.2.1 For purposes of this Agreement, a "valid traffic study" may be based upon, but not necessarily limited to, calling and called party information (e.g., originating and terminating NPA NXX, minutes of use, available detail, if any, identifying location of US CELLULAR calling or called customer, or available detail, if any, identifying the location of the cell tower serving US CELLULAR calling or called customers, etc.) which, for at least three consecutive billing periods, indicates an amount of interMTA traffic that is at least one and one- half (1 ½) percentage points greater or lesser than the interMTA percentage amount to which the Parties previously agreed. Either Party initiating an interMTA traffic study for the purpose of proposing changes to this Agreement will provide the other Party not less than thirty (30) days' notice of intent to conduct the study, and the opportunity for the other Party to participate in the establishment, conduct, and results of the study. The Parties agree to cooperate in good faith to amend this Agreement to reflect this revised interMTA percentage, and such revised percentage will be effective upon amendment of this Agreement, including any state commission approval, if required. Such studies or reexaminations shall be conducted no more frequently than once annually.
- 5.3 The originating Party shall pay the Billing Party for all charges properly listed on the bill. Such payments are to be received within thirty (30) days from the bill receipt date. The originating Party shall pay a late charge on any undisputed charges that are not paid within the thirty (30) day period. The rate of the late charge shall be the lesser of 1% per month or the maximum amount allowed by law. Normally, neither Party shall bill the other Party for traffic

that is more than ninety days old. However, in those cases where billing cannot be performed within that time frame because of record unavailability, inaccuracies, corrections, *etc.*, billing can be rendered or corrected for periods beyond ninety days. In no case, however, will billing be made for traffic that terminated to the billing party more than two years prior to the billing date.

- At the same time that the Parties execute this Agreement, they are entering into a confidential agreement to settle all claims related to traffic exchanged between the Parties prior to the effective date of this Agreement. Each Party represents that this settlement agreement completely and finally resolves all such past claims.
- 5.5 ILEC agrees that it will accumulate monthly traffic volumes until a minimum billing volume threshold of five thousand (5000) minutes is reached prior to billing US CELLULAR, provided that in no event will ILEC bill US CELLULAR less than quarterly for any volume of minutes, regardless of whether this threshold is reached.

SECTION 6 - AUDIT PROVISIONS

- As used herein, "Audit" shall mean a comprehensive review of services performed under this Agreement. Either Party (the "Requesting Party") may perform one (1) Audit per 12-month period commencing with the Effective Date.
- Open thirty (30) days written notice by the Requesting Party to the other "Audited Party", the Requesting Party shall have the right, through its authorized representative(s), to perform an Audit, during normal business hours, of any records, accounts and processes which contain information bearing upon the services provided, and performance standards agreed to, under this Agreement. Within the above-described 30-day period, the Parties shall reasonably agree upon the scope of the Audit, the documents and processes to be reviewed, and the time, place and manner in which the Audit shall be performed. The Audited Party agrees to provide

Audit support, including reasonable access to and use of the Audited Party's facilities (e.g., conference rooms, telephones, copying machines). The Requesting party shall pay all reasonable costs for the use of the Audited Party's facilities.

- Each party shall bear the cost of its own expenses in connection with the conduct of the Audit. The reasonable cost of special data extraction required by the Requesting Party to conduct the Audit will be paid for by the Requesting Party. For purposes of this Section 6.3, "Special Data Extraction" shall mean the creation of an output record or information report (from existing data files) that is not created in the normal course of business by the Audited Party. If any program is developed to the Requesting Party's specifications and at the Requesting Party's expense, the Requesting Party shall specify at the time of request whether the program is to be retained by the Audited Party for reuse during any subsequent Audit.
- Adjustments, credits or payments shall be made, and any correction action shall commence, within thirty (30) days from the Requesting Party's receipt of the final audit report to compensate for any errors or omissions which are disclosed by such Audit and are agreed to by the Parties. One (1) percent or the highest interest rate allowable by law for commercial transactions, whichever is lower, shall be assessed and shall be computed on any adjustments, credits or payments if the audit establishes an overpayment or underpayment of greater than two percent (2%) of the actual amount due by compounding monthly from the time of the error or omission to the day of payment or credit. In no case, however, will any adjustments, credits or payments be made for errors or omissions that occurred more than two (2) years prior to the audit request date.
- 6.5 Neither the right to Audit, nor the right to receive an adjustment, shall be affected by any statement to the contrary appearing on checks or otherwise, unless such statement expressly

waiving such right appears in writing, is signed by the authorized representative of the Party having such right and is delivered to the other Party in a manner provided by this Agreement.

6.6 This Section 6 shall survive expiration or termination of this Agreement for a period of two (2) years after expiration or termination of this Agreement.

SECTION 7 - DISPUTE RESOLUTION

- 7.1 The Parties agree to resolve disputes arising out of this Agreement with a minimum amount of time and expense. Accordingly, the Parties agree to use the following dispute resolution procedure as a sole remedy with respect to any controversy or claim arising out of or relating to this Agreement, except for an action seeking to compel compliance with the confidentiality provision of Section 8 or this dispute resolution process (venue and jurisdiction for which would be in Kansas City, Missouri).
- 7.2 At the written request of a Party commencing the dispute resolution process described herein, each Party will appoint a representative to meet and negotiate in good faith for a period of sixty (60) days (unless it becomes clear that a voluntary resolution is unlikely) after the request to resolve any dispute arising under this Agreement. The Parties intend that these negotiations be conducted by nonlawyer business representatives, but nothing prevents either Party from also involving an attorney in the process. The location, format, frequency, duration, and conclusion of these discussions shall be left to the discretion of the representatives. Upon mutual agreement of the representatives, the representatives may utilize other alternative dispute resolution procedures such as mediation to assist in the negotiations. Discussion and correspondence among the representatives for purposes of these negotiations shall be treated as settlement discussions and confidential information developed for purposes of settlement, exempt from

discovery and production, which shall not be admissible in the Commission proceeding or arbitration described below or in any lawsuit without concurrence of both Parties.

- 7.3 If the negotiations do not resolve the dispute within sixty (60) days (or sooner if the parties agree that a voluntary resolution will not occur) after the initial written request, the dispute may be brought in any lawful forum, including, but not limited to, instituting an appropriate proceeding before the Commission, the FCC, or a court of competent jurisdiction for resolution unless the Parties mutually agree to submit the dispute to binding arbitration by a single arbitrator pursuant to the Commercial Arbitration Rules of the American Arbitration Association or such other rules to which the Parties may agree. If the Parties mutually agree to submit the dispute to binding arbitration, the arbitration hearing shall be commenced within forty-five (45) days after the agreement for arbitration and shall be held in Kansas City, Missouri, or any other location to which the Parties mutually agree. The arbitrator shall control the scheduling so as to process the matter expeditiously. The Parties may submit written briefs. The arbitrator shall rule on the dispute by issuing a written opinion within thirty (30) days after the close of hearing. The times specified in this section may be extended upon mutual agreement of the Parties or by the arbitrator upon a showing of good cause. The decision of the arbitrator shall be final and binding upon the Parties, and judgment upon the award rendered by the arbitrator may be entered in any court having jurisdiction. Each party shall bear its own costs and attorneys' fees of the arbitration procedures set forth in this Section and shall equally split the fees and costs of the arbitration and the arbitrator.
- 7.4 In addition to the foregoing Dispute Resolution process, if any portion of an amount due to the Billing Party under this Agreement is subject to a bona fide dispute between the parties, the Party billed (the "Non-Paying Party") shall, within thirty (30) days of its receipt of the

invoice containing such disputed amount, give notice to the Billing Party of the amounts in dispute ("Disputed Amounts") and include in such notice the specific details and reasons for disputing each item. If the dispute is resolved in favor of the billed Party, the billed Party will be credited by the Billing Party with interest on any disputed amounts as have been paid by the billed Party at the rate of one percent (1%) per month, from the date the Billing Party received payment up to and including the date of refund. The Non-Paying Party shall pay when due all undisputed amounts to the Billing Party. The balance of the Disputed Amount shall thereafter be paid, with late charges as provided in Section 5.3, if appropriate, upon final determination of such dispute. Late charges assessed on those amounts that were unpaid but disputed after thirty (30) days from the receipt of the invoice, shall be credited to the non-paying Party for any disputed amounts which were ultimately found to be not due and payable.

7.5 No cause of action, regardless of form, arising out of the subject matter of this Agreement may be brought by either Party more than two years after the cause of action has accrued. The Parties waive the right to invoke any different limitation on the bringing of actions provided under state or federal law unless such waiver is otherwise barred by law.

SECTION 8 - CONFIDENTIAL INFORMATION

8.1 The Parties recognize that they or their authorized representatives may come into possession of confidential and/or proprietary data about each other's business as a result of this Agreement.—Each Party agrees to treat all such data as strictly confidential and to use such data only for the purpose of performance under this Agreement. Each Party agrees not to disclose data about the other Party's business, unless such disclosure is required by lawful subpoena or order, to any person without first securing the written consent of the other party. If a Party is obligated to produce, divulge, or otherwise disclose the other Party's confidential information as

the result of an order or subpoena issued by a court or other tribunal of competent jurisdiction, then the Party to which such demand is being made shall notify the other Party as soon as possible of the existence of such demand, and shall provide all necessary and appropriate assistance as the Party whose information is sought to be disclosed may reasonably request in order to preserve the confidential nature of the information sought.

SECTION 9 - LIABILITY AND INDEMNIFICATION

- 9.1 <u>Limited Responsibility</u>. Each Party shall be responsible only for service(s) and facility(ies) which are provided by that Party, its authorized agents, subcontractors, or others retained by such Party, and neither Party shall bear any responsibility for the services and facilities provided by the other Party, its affiliates, agents, subcontractors, or other persons retained by such parties. The services of another local exchange carrier in transiting traffic and providing call records for traffic that is the subject of this agreement, shall not be considered the act of an agent or subcontractor. No Party shall be liable for any act or omission of another telecommunications carrier (other than an affiliate) providing a portion of a service. Furthermore, the Parties agree to arrange their own interconnection arrangements with other telecommunication carriers, and each Party shall be responsible for any and all of its own payments thereunder. Neither Party shall be financially or otherwise responsible for the rates, terms, conditions, or charges between the other Party and another telecommunications carrier.
- 9.2 Apportionment of Fault. In the case of any loss arising from the negligence or willful misconduct of both Parties, each Party shall bear, and its obligation shall be limited to, that portion of the loss and resulting expense caused by its negligence or misconduct or the negligence or misconduct of such Party's affiliates, agents, contractors or other persons acting in concert with it.

- 9.3 <u>Limitation of Damages</u>. In no event will either Party have any liability whatsoever to the other Party for any indirect, special, consequential, incidental or punitive damages, including loss of anticipated profits or revenue in connection with or arising from anything said, omitted or done hereunder (collectively, "Consequential Damages"), even if the other Party has been advised of the possibility of such damages; provided that the foregoing will not limit (i) a Party's obligation under this Section to indemnify, defend and hold the other Party harmless against any amounts payable to a third person, including any losses, costs, fines, penalties, criminal or civil judgments or settlements, expenses (including reasonable attorneys' fees) and Consequential Damages of such third person, or (ii) a Party's liability to the other for willful or intentional misconduct.
- 9.4 NEITHER PARTY MAKES ANY WARRANTIES, EXPRESS OR IMPLIED, FOR ANY HARDWARE, SOFTWARE, GOODS, OR SERVICES PROVIDED UNDER THIS AGREEMENT. ALL WARRANTIES, INCLUDING THOSE OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE, ARE EXPRESSLY DISCLAIMED AND WAIVED.
- 9.5 <u>General Indemnity Rights</u>. Each Party (the "Indemnifying Party") will defend and indemnify the other Party, its officers, directors, employees and permitted assignees (collectively, the "Indemnified Party") and hold such Indemnified Party harmless against:
- misconduct ("Fault") by such Indemnifying Party or the Fault of its employees, agents and subcontractors; provided, however, that (1) with respect to employees or agents of the Indemnifying Party, such Fault occurs while performing within the scope of their employment, (2) with respect to subcontractors of the Indemnifying Party, such Fault occurs in the course of

performing duties of the subcontractor under its subcontract with the Indemnifying Party, and (3) with respect to the Fault of employees or agents of such subcontractor, such Fault occurs while performing within the scope of their employment by the subcontractor with respect to such duties of the subcontractor under the subcontract;

- b). Any claims for libel, slander, infringement of copyright arising from the material transmitted over the Indemnified Party's facilities arising from the Indemnifying Party's own communications or the communications of such Indemnifying Party's customers;
- c) Any claims for infringement of patents arising from combining the Indemnified Party's facilities or services with, or using the Indemnified Party's services or facilitates in connection with, facilities of the Indemnifying Party; and
- d) Any loss arising from such Indemnifying Party's failure to comply with applicable law, including the Act or applicable FCC or Commission rule.
- 9.6 Indemnification Procedures. Whenever a claim for indemnification arises under this
 Section, the relevant Indemnified Party, as appropriate, will promptly notify the Indemnifying
 Party and request the Indemnifying Party to defend the same. Failure to so notify the
 Indemnifying Party will not relieve the Indemnifying Party of any liability that the Indemnifying
 Party might have, except to the extent that such failure prejudices the Indemnifying Party's
 ability to defend such claim or loss. The Indemnifying Party will have the right to defend against
 such liability or assertion in which event the Indemnifying Party will give written notice to the
 Indemnified Party of acceptance of the defense of such claim or loss and the identity of counsel
 selected by the Indemnifying Party. Until such time as Indemnifying Party provides such written
 notice of acceptance of the defense of such claim or loss, the Indemnified Party will defend such
 claim or loss, at the expense of the Indemnifying Party, subject to any right of the Indemnifying

Party, to seek reimbursement for the costs of such defense in the event that it is determined that Indemnifying Party had no obligation to indemnify the Indemnified Party for such claim or loss. The Indemnifying Party will have exclusive right to control and conduct the defense and settlement of any claims or losses for which it has given notice of acceptance of the duty to defend, subject to consultation with the Indemnified Party. The Indemnifying Party will not be liable for any settlement by the Indemnified Party unless such Indemnifying Party has approved such settlement in advance and agrees to be bound by the agreement incorporating such settlement. At any time, an Indemnified Party will have the right to refuse a compromise or settlement and, at such refusing Party's cost, to take over such defense; provided that in such event the Indemnifying Party will not be responsible for, nor will it be obligated to indemnify the relevant Indemnified Party against, any cost or liability in excess of such refused compromise or settlement. With respect to any defense accepted by the Indemnifying Party, the relevant Indemnified Party will be entitled to participate with the Indemnifying Party in such defense if the claim or loss requests equitable relief or other relief that could affect the rights of the Indemnified Party and also will be entitled to employ separate counsel for such defense at such Indemnified Party's expense. If the Indemnifying Party does not accept the defense of any indemnified claim or loss as provided above, the Indemnified Party will have the right to employ counsel for such defense at the expense of the Indemnifying Party. Each Party agrees to cooperate and to cause its employees and agents to cooperate with the other Party in the defense of any such claim or loss, and the relevant records of each Party will be available to the other Party with respect to any such defense.

SECTION 10 - TERM OF AGREEMENT

10.1 This Agreement shall commence on the Effective Date, and shall terminate one year after the Effective Date. This Agreement shall renew automatically for successive one-year terms, commencing on the termination date of the initial term or latest renewal term. The automatic renewal shall take effect without notice to either Party, except that either Party may elect (1) not to renew by giving the other Party at least ninety (90) days written notice of the desire not to renew; or (2) to negotiate a subsequent agreement by giving the other Party at least ninety (90) days written notice of the desire to commence negotiations. If a Party elects to negotiate a subsequent agreement and a subsequent agreement has not been consummated prior to the termination date of the current Agreement, the current Agreement shall continue to be in effect until it is replaced by a new Agreement.

SECTION 11 - INDEPENDENT CONTRACTORS

11.1 The Parties to this Agreement are independent contractors. Neither Party is an agent, representative, or partner of the other Party. Neither Party shall have the right, power, or authority to enter into any agreement for or on behalf of, or incur any obligation or liability of, or to otherwise bind the other Party. This Agreement shall not be interpreted or construed to create an association, joint venture, or partnership between the Parties or to impose any partnership obligation or liability upon either Party.

SECTION-12--THIRD-PARTY-BENEFICIARIES

12.1 This Agreement is not intended to benefit any person or entity not a Party to it and no third Party beneficiaries are created by this Agreement.

SECTION 13 - GOVERNING LAW, FORUM AND VENUE

13.1 The construction, validity, and enforcement of this Agreement shall be governed by the laws and regulations of the State of Missouri, except when Federal law may be controlling, in which case Federal law will govern.

SECTION 14 - REGULATORY APPROVAL

14.1 The Parties understand and agree that this Agreement will be filed with the Commission, and to the extent required by FCC rules may thereafter be filed with the FCC. Each Party covenants and agrees to fully support approval of this Agreement by the Commission or the FCC under Section 252(e) of the Act without modification. The Parties, however, reserve the right to seek regulatory relief and otherwise seek redress from each other regarding performance and implementation of this Agreement. In the event the Commission or FCC rejects this Agreement in whole or in part, the Parties agree to meet and negotiate in good faith to arrive at a mutually acceptable modification of the rejected portion(s). Further, this Agreement is subject to change, modification, or cancellation as may be required by a regulatory authority or court in the exercise of its lawful jurisdiction.

SECTION 15 - ENTIRE AGREEMENT

15.1 This Agreement, including all Parts and Attachments and subordinate documents attached hereto or referenced herein, all of which are hereby incorporated by reference, constitute the entire matter thereof, and supersede all prior oral or written agreements, representations, statements, negotiations, understandings, proposals, and undertakings with respect to the subject matter thereof.

SECTION 16 - NOTICE

16.1 Notices given by one Party to the other Party under this Agreement shall be in writing and shall be (i) delivered personally, (ii) delivered by express delivery service, (iii) mailed, certified mail or first class U.S. mail postage prepaid, return receipt requested or (iv) delivered by telecopy to the following addresses of the Parties:

In the case of US CELLULAR to:

Jim Naumann
United States Cellular Corporation
8410 W. Bryn Mawr Street, Ste. 700
Chicago, IL 60631
Telephone Number: 773-399-7070
Facsimile Number: 773-399-

With a copy to:

Stephen P. Fitzell, Esquire c/o Sidley Austin Brown & Wood LLP Bank One Plaza 10 S. Dearborn Street Chicago, IL 60603

In the case of ILEC:

Jane Prettyman 112 S. Broadway P.O. Box 429 Louisburg, KS 66053 913-837-2219

With a copy to:

Craig S. Johnson Andereck Evans Milne Peace & Johnson, LLC P.O. Box 1438 Jefferson City, Missouri 65102 or to such other address as either Party shall designate by proper notice. Notices will be deemed given as of the earlier of (i) the date of actual receipt, (ii) the next business day when notice is sent via express mail or personal delivery, (iii) three (3) days after mailing in the case of first class or certified U.S. mail or (iv) on the date set forth on the confirmation in the case of telecopy.

SECTION 17 - FORCE MAJEURE

- 17.1 Neither Party shall be liable for any delay or failure in performance of any part of this Agreement, from any cause beyond its control and without its fault or negligence including, without limitation, acts of nature, acts of civil or military authority, government regulations, embargoes, epidemics, terrorist acts, riots, insurrections, fires, explosions, earthquakes, nuclear accidents, floods, work stoppages, equipment failure, power blackouts, volcanic action, other major environmental disturbances, unusually severe weather conditions, inability to secure products or services of other persons or transportation facilities or acts or omissions of transportation carriers (individually or collectively, a "Force Majeure Event").
- 17.2 If a Force Majeure Event shall occur, the Party affected shall give prompt notice to the other Party of such Force Majeure Event specifying the nature, date of inception and expected duration of such Force Majeure Event, whereupon such obligation or performance shall be suspended to the extent such Party is affected by such Force Majeure Event during the continuance-thereof-or-be-excused-from-such-performance-depending-on-the-nature,-severity-and duration of such Force Majeure Event (and the other Party shall likewise be excused from performance of its obligations to the extent such Party's obligations relate to the performance so interfered with). The affected Party shall use its reasonable efforts to avoid or remove the cause of nonperformance and the Parties shall give like notice and proceed to perform with dispatch

once the causes are removed or cease. Notwithstanding the preceding, no delay or other failure to perform shall be excused pursuant to this Section: (i) by the acts or omission of a Party's subcontractors, material, suppliers or other third persons providing products or services to such Party unless such acts or omissions are themselves the product of a Force Majeure Event, and unless such delay or failure and the consequences thereof are beyond the control and without the fault or negligence of the Party claiming excusable delay or other failure to perform, or (ii) if such Party fails to implement any steps taken to mitigate the effects of a Force Majeure Event (e.g., disaster recovery plans) in a nondiscriminatory manner during the period performance is impaired.

17.3 Notwithstanding anything herein to the contrary, if any delay or non-performance described herein exceeds thirty (30) calendar days, the Party owed such performance will have the right (but not the obligation) to terminate this Agreement without penalty or liability, other than amounts owed as of the date of termination. Such termination must be in writing.

SECTION 18 - TAXES

18.1 The Party collecting revenues shall be responsible for collecting, reporting, and remitting all taxes associated therewith, provided that the tax liability shall remain with the Party upon whom it is originally imposed. The billing Party shall charge and collect from the billed Party, and the billed Party agrees to pay to the billing Party, appropriate federal, state, and local taxes where applicable, except to the extent the billed Party-notifies the billing Party and provides appropriate documentation that the billed Party qualifies for a full or partial exemption.

SECTION 19 - ASSIGNMENT

19.1 Neither Party may assign this Agreement without the prior written consent of the other Party, which consent shall not be unreasonably withheld, conditioned or delayed, provided,

however, a Party may assign this Agreement or any portion thereof, without consent, to any entity that controls, is controlled by or is under the common control with the assigning Party.

Any such assignment shall not, in any way, affect or limit the rights and/or obligations of the Parties under the terms of this Agreement.

SECTION 20 - TERMINATION OF SERVICE TO EITHER PARTY

- 20.1 Failure of either Party to pay undisputed charges shall be grounds for termination of this Agreement. If either Party fails to pay when due any undisputed charges billed to them under this Agreement ("Undisputed Unpaid Charges"), and any portion of such charges remain unpaid more than thirty (30) days after the due date of such Undisputed Unpaid Charges, the Billing Party will notify the billed Party in writing that in order to avoid having service disconnected, the billed Party must remit all Undisputed Unpaid Charges to the Billing Party within thirty (30) days after receipt of said notice (the "Termination Notice"). Disputes hereunder will be resolved in accordance with the Dispute Resolution Procedures set out in Section 7 of this Agreement. 20.2 Either Party may discontinue service to the other Party upon failure to pay Undisputed Unpaid Charges as provided in Section 20.1, and will have no liability to the non-paying Party in the event of such disconnection. Provided, however, the Billing Party will not discontinue any service or terminate this Agreement for the non-paying Party's failure to pay Undisputed Unpaid Charges if the non-paying Party pays such Undisputed Unpaid Charges within sixty (60) days of its-receipt-of-the-Termination Notice. To the extent necessary, either party may request the assistance of a third-party LEC in order to effectuate disconnection.
- 20.3 After disconnect procedures have begun, the Billing Party will not accept service orders from the non-paying Party until all Undisputed Unpaid Charges are paid in full, in immediately available funds. The Billing Party will have the right to require a deposit equal to one month's

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charges (based on the highest previous month of service from the Billing Party) prior to resuming service to the non-paying Party after disconnection for nonpayment.

SECTION 21 - MISCELLANEOUS

- 21.1 This Agreement is not an interconnection agreement under 47 U.S.C. 251(c), but rather a reciprocal compensation agreement under 47 U.S.C. 251(b)(5). The Parties acknowledge that ILEC may be entitled to a rural exemption as provided by 47 U.S.C. 251(f), and ILEC does not waive such exemption by entering into this Agreement.
- 21.2 In the event that any effective legislative, regulatory, judicial, or other legal action affects any material terms of this Agreement, or the ability of the Parties to perform any material terms of this Agreement, either Party may, on thirty (30) days' written notice, require that such items be renegotiated, and the Parties shall renegotiate in good faith such mutually acceptable new terms as may be required. In the event that such new terms are not renegotiated within ninety (90) days after such notice, either Party may terminate this Agreement or the dispute may be referred to the Dispute Resolution procedure set forth in Section 7 of this agreement.

This Agreement is executed this <u>17</u> day of <u>May</u>, 2005. Signatures:

MoKan Dial, Inc.

112 S. Broadway

P.O. Box 429

Louisburg, KS 66053

United States Cellular Corporation 8410 W. Bryn Mawr Street, Ste. 700 Chicago, IL 60631

APPENDIX 1

Pursuant to Section 4.1:

Rates for termination of Local Traffic via an indirect interconnection: Local Termination Rate \$0.025 per minute

Rates for termination of Non-Local Interstate Traffic shall be taken from ILEC's access tariff for interstate intraLATA traffic

Rates for termination of Non-Local Intrastate Traffic shall be taken from ILEC's access tariff for intrastate intraLATA traffic

APPENDIX 2

Pursuant to Section 4.2:

60.0% of traffic shall be deemed to be Local (intraMTA factor)

Of the traffic not deemed local, division of interMTA access traffic between terminating interstate intraLATA access and intrastate intraLATA access:

20.0% interstate; 80.0% intrastate