

---

**BellSouth Interconnection Services**

675 West Peachtree Street  
Atlanta, Georgia 30375

**Carrier Notification  
SN91085077**

Date: April 4, 2005

To: Competitive Local Exchange Carriers (CLEC) and Payphone Service Providers (PSP)

Subject: CLECs and PSP – (Business/Operational Process) - PSP Dial Around  
Compensation (DAC)

The Federal Communications Commission (FCC) issued an order (FCC 03-235) in CC Docket No. 96-128 on October 3, 2003, that places responsibility on Completing Carriers to compensate Payphone Service Providers (PSP) for toll-free payphone-originated calls. Facilities-based CLECs are Completing Carriers. Thus, in instances where the payphone-originated call is local or intraLATA, the rules require that the local exchange carrier that completes the payphone call on a switch that it owns or leases must compensate the PSP. The order became effective July 1, 2004. Accordingly, BellSouth does not compensate the PSPs for this type call.

Please contact your BellSouth account team representative with any questions.

Sincerely,

**ORIGINAL SIGNED BY PAM TIPTON FOR JERRY HENDRIX**

Jerry Hendrix – Assistant Vice President  
BellSouth Interconnection Services