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Ex Parte

VIA ECFS

Ms. Marlene H. Dortch
Secretary
Federal Communications Commission
445 12th Street, S.W.
Washington, D.C. 20554

**Re: Developing a Unified Intercarrier Compensation Regime, CC Docket No. 01-92;
Establishing Just and Reasonable Rates for Local Exchange Carriers, WC Docket
No. 07-135**

Dear Ms. Dortch:

On November 10, 2010, Tamara Preiss, Chris Miller and the undersigned of Verizon, met with Christine Kurth in Commissioner McDowell's office to discuss Verizon's views on comprehensive intercarrier compensation reform. In our meeting, we explained that there is widespread acknowledgement that the current intercarrier compensation (ICC) system is broken and requires comprehensive reform. We urged the Commission to adopt a rational and reasonable transition to reduce access charges for all providers and all technologies. Additionally, we urged the Commission to act quickly to eliminate arbitrage schemes flowing from flaws in the current ICC regime such as traffic pumping. We explained that traffic pumping is costing the industry approximately \$400 million annually and discussed why it is essential for the Commission to act now to end traffic pumping in advance of completing comprehensive ICC reform.

Sincerely,

A handwritten signature in black ink that reads "Donna Epps".