

Dear Ms. Salas:

On January 10, 2000, representatives from Teledesic LLC met with Commission staff to discuss matters related to the 18 GHz and 2 GHz proceedings. Larry Williams, Suzanne Hutchings, and Wayne Longman of Teledesic met with Mark Schneider of Commissioner Ness's office.

This meeting addressed licensing issues and matters related to the compensation measure for relocation of the terrestrial fixed service. With respect to licensing in the 2 GHz band, Teledesic expressed its view that first round entrants should be allowed to assume the business risk of using, at least on a temporary basis, additional MSS spectrum should one or more systems fail to materialize. With respect to relocation, Teledesic suggested that any compensation measure, whether in the 18 GHz or 2 GHz bands, should be based on the remaining useful life of the equipment.

Pursuant to section 1.1206 of the Commission's rules, I am filing an electronic copy of this letter with your office. Please contact me with any questions.

Sincerely,

Suzanne Hutchings
Regulatory Counsel

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