Received: 03/03/2011 Status: CANCELLED Effective Date: 04/03/2011

BELLSOUTH LONG DISTANCE, INC.

d/b/a AT&T Long Distance Service New York Tariff No. 3 - Telephone Effective Date: April 3, 2011 Section 12 Leaf No. 25 Revision: 0 Superseding Revision:

SECTION 12.0 - CUSTOMIZED PRICING ARRANGEMENTS*

12.6 CPA Discounts, (Cont'd.)

12.6.2 Types of Discounts, (cont'd.)

Type D Discount: A "fixed rate discount" or "flat rate discount", also referred to simply as a "fixed rate" or "flat rate", is calculated as the difference between the Customer's usage charges for the Service types specified in the CPA for a billing month, after all other applicable discounts, and an amount equal to the number of seconds, minutes or other measure of usage of the same Service types multiplied by the appropriate rate or rates specified in the CPA.

The following example is provided for illustration purposes only. The rates, discounts and charges depicted are not intended to be representative of actual rates, discounts or charges that a Customer might expect to receive.

Example of a Type D Discount Calculation (\$0.17/Minute):

Base service schedule rate Minutes Total (prior to all discounts)	\$ 0.2500 <u>1,000,000</u> \$ 250,000
Base service schedule volume discount (20%)	\$ 50,000 \$ 200,000
Base service schedule term discount (10%)	\$ 20,000
Total schedule discounts (\$50,000 + \$20,000)	\$ 70,000
Net of schedule discounts (\$250,000 - \$70,000)	\$ 180,000
Flat Rate Discount (\$180,000 – [1,000,000 x \$0.17])	<u>\$ 10,000</u>
Net charges	\$ 170,000

^{*} Effective March 3, 2010, services will no longer be available to new customers under a Customized Pricing Arrangement (CPA).

Carol Paulsen, Director Regulatory 208 South Akard Street, Dallas, Texas 75202