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 11 Leaf No. 10 Revision: 0 Superseding Revision:

SECTION 11 - CONTRACTS FOR SERVICE*

11.4 Payments

All amounts for Services billed under a Term Plan agreement or Customized Pricing Arrangement agreement and stated in each monthly invoice will be due and payable by the Customer in accordance with Section 2.7 of this tariff. The cost of Services is exclusive of any applicable sales, use, excise and like taxes, which will be separately stated and included on each monthly invoice.

If the Customer fails to pay for services in accordance with this section, the Customer will not receive any discounts, concessions, waivers or credits stated in the applicable agreement. In the event that a Customer, in good faith, disputes the Company's computation of amounts due and owing within all applicable legal periods of limitation, the Customer may withhold payment of disputed amounts. The Customer must pay all charges that are not in dispute in accordance with the payment terms set forth in this entire section. An amount will not be considered "in dispute" until the Customer has provided the Company with written documentation explaining the disputed amount. The Customer must cooperate with the Company to resolve any dispute expeditiously.

Contract disputes shall be resolved in accordance with this section. All disputed amounts are payable immediately upon the Company's written denial of the dispute. Disputed amounts not paid by the Customer shall accrue interest and late payment charges in accordance with Section 2.7 if the Company is the prevailing party in the contract dispute. Conversely, if the Customer is the prevailing party in a billing dispute and the Company has received payments of disputed amounts, the Company will reimburse the Customer such disputed amounts plus accrued interest calculated at the interest rate stated in Section 2.7.

* This service has been grandfathered effective April 27, 2007. No new customers will be provisioned under this service after this date.

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