

PSC NO: 1 LOCAL EXCHANGE SERVICE
SBC Long Distance, LLC d/b/a SBC Long
Distance, d/b/a AT&T Long Distance
Initial Effective Date: February 9, 2006

Leaf: 146
Revision: 0

Superseding Revision:

A TPP may also be converted to a longer TPP, without incurring a Termination charge, if there is at least one month remaining on an existing TPP.

(C) Expiration of Term Pricing Plan

Within one month prior to expiration of a TPP, the customer must select one of the following options:

1. Renew the service for an additional term at the TPPs available; or
2. Disconnect Service at the end of the billing period
3. If 1. or 2. above is not selected, the customer will continue service on a monthly basis at the Month-to-Month rates in effect at the time the TPP expires.

(D) Deferred Payment of Nonrecurring Charges

Before service is established, the customer may request to spread the nonrecurring charges for Digital Transport Service over a period of time which coincides with the selected TPP. The customer cannot change the term of this deferred payment arrangement once it is selected. The applicable monthly rate will equal the total nonrecurring charges multiplied by the appropriate annuity factor shown below

	<u>Payment Terms (in months)</u>				
	<u>12</u>	<u>24</u>	<u>36</u>	<u>48</u>	<u>60</u>
Annuity Factor	.0875	.0457	.0318	.0249	.0208

Upon thirty days prior notification to the company, the customer may terminate the deferred payment term by paying the remaining principal in full. No credit will be made for interest already accrued. If service discontinued, the customer will be charged the remaining principal balance of the nonrecurring charges plus the applicable termination charges.

Issued by: Carol Paulsen, Director-Regulatory Relations, San Antonio, Texas 78215