

CD Advisory Notice to CAB

URF Carriers' Recently Filed Telephone Service Changes November/December 2007

- **AT&T**

- a. Effective January 1, 2008 AT&T's late payment fee will change from \$5.50 plus 1% to the unpaid balance to \$2.50 plus 2% of the unpaid balance.¹
- b. Installation charge will increase from \$35 to \$40 on January 15, 2008.
- c. Effective January 15, 2008, AT&T's residential local toll service rates are to be increased as shown below:

| Residential Local Toll Service | | | | | |
|---------------------------------------|----------|-----------------|----------------|-------------------------------------------|-----------------------------------------|
| | 9/1/2006 | Present rate | 1/15/2008 | %change since last rate increase | % change since URF Implementation |
| 13-20 Miles, Day | | | | | |
| Initial min | \$0.077 | \$0.100 | \$0.120 | 20.00% | 56.45% |
| additional min | \$0.047 | \$0.100 | \$0.120 | 20.00% | 154.78% |
| 13-20 Miles, Evening | | | | | |
| Initial min | \$0.061 | \$0.070 | \$0.090 | 28.57% | 46.58% |
| additional min | \$0.038 | \$0.070 | \$0.090 | 28.57% | 138.73% |
| 13-20 Miles, Weekend | | | | | |
| Initial min | \$0.046 | \$0.070 | \$0.090 | 28.57% | 95.23% |
| additional min | \$0.028 | \$0.070 | \$0.090 | 28.57% | 218.02% |
| >21 Miles, Day | | | | | |
| Initial min | \$0.092 | \$0.12 | \$0.140 | 16.67% | 52.84% |
| additional min | \$0.077 | \$0.12 | \$0.140 | 16.67% | 82.53% |
| >21 Miles, Evening | | | | | |
| Initial min | \$0.073 | \$0.09 | \$0.110 | 22.22% | 50.68% |
| additional min | \$0.061 | \$0.09 | \$0.110 | 22.22% | 79.15% |
| >21 Miles, Weekend | | | | | |
| Initial min | \$0.055 | \$0.09 | \$0.110 | 22.22% | 100.36% |
| additional min | \$0.047 | \$0.09 | \$0.110 | 22.22% | 135.55% |

¹ Late payment fee is triggered when unpaid balance is \$30 or more, the fee is applied to all unpaid balances. For example, the late payment fee for a \$50 unpaid balance would decrease from \$6.00 (\$5.5 plus 1% of \$50) to \$3.50 (\$2.50 plus 2% of \$50), the customers with unpaid balance of less than \$300 will see a decrease in the late payment fee.

- d. Effective January 15, 2008, AT&T will increase its Residential Wirepro and Custom Calling Service feature individual rates as shown below:

| Residential Service Rate/Fee Changes | | | | | | |
|----------------------------------------------------------------------------------------------------|----------|-----------|--------------|---------------|----------------------------------|-----------------------------------|
| | 9/1/2006 | 1/21/2007 | Present rate | 1/15/2008 | %change since last rate increase | % change since URF Implementation |
| WirePro/Month | \$2.99 | \$3.99 | \$5.00 | \$6.00 | 20.00% | 100.67% |
| Residential Custom Calling Service | | | | | | |
| Anonymous Call Rejection | | | | | | |
| Monthly Rate | \$1.90 | \$2.99 | \$4.00 | \$5.00 | 25.00% | 163.16% |
| Call Forwarding, or Call Waiting, or Three-way Calling, Call Screen, Repeat or Speed Dialing, etc. | | | | | | |
| Monthly Rate | \$3.23 | \$3.99 | \$5.00 | \$6.00 | 20.00% | 85.76% |
| Caller ID | | | | | | |
| Monthly Rate | \$6.17 | \$7.99 | \$9.00 | \$9.99 | 11.00% | 61.91% |

- e. Effective January 1, 2008 AT&T will no longer offer uSelect, Personal Choice or Enhanced Choice² bundled/package services to **new** customers.
- f. Custom Calling Service feature package rates will change as shown below:

| Residential Package Service Rate/Fee Changes | | | | |
|-----------------------------------------------------|-----------------------------------------------|----------|--------------|------------------------|
| | | 9/1/2006 | Present Rate | 1/15/2008 ³ |
| uSelect Package 3 | Will not be available to New customer 1/15/08 | \$11.26 | \$13.31 | \$15.31 |
| uSelect Package 6 | Same as above | \$19.26 | \$21.31 | \$23.31 |
| Advantage Plan/The Works | Same as above | \$22.32 | \$23.37 | \$25.37 |
| Economy Plan | Same as above | \$15.86 | \$16.91 | \$18.91 |
| Select Feature ⁴ | New on 1/21/2007 | NA | \$24.00 | \$26.00 |
| Complete choice | New on 1/21/2007 | NA | \$26.00 | \$28.00 |

² These bundled services include a variety of custom calling features depending on customer's choices.

³ New rates for uSelect, Advantage, Economy and Unlimited Combination are for existing customers since these services are not going to be available to new customers.

⁴ Select feature bundle include unlimited local calling and 13 features while complete choice includes the same service plus inside wire service.

- g. Effective January 1, 2008, AT&T will increase its business service rates as shown below:

| Business Service Rate Changes | | | | | | |
|---------------------------------------|---------------|------------|---------------|--------------------|--------------------------------|--------------------|
| | 9/1/2006 | 12/11/2006 | Present rate | 1/1/2008 | % Change from last rate change | % Change since URF |
| Toll Rate/Minute | \$0.18 | \$0.21 | \$0.22 | \$0.26 | 18.18% | 44.44% |
| WirePro/Month | \$6.95 | | \$8.95 | 9.95 | 11.17% | 43.17% |
| Custom Calling Features | | | | | | |
| Speed Calling 8 or 30/month | \$3.89/\$5.56 | | \$3.89/\$5.56 | \$6.5/\$7.0 | 67%/26% | |
| Call Forwarding or Call Waiting/month | \$3.89 | | \$3.89 | \$5.00 | 28.53% | |
| Privacy Manager | \$6.50 | | \$6.50 | \$7.50 | 15.38% | |

- **Verizon**

- a. Effective January 1, 2008, Verizon's residential basic rates will increase as shown below:

| | Present Rate | 1/1/2008 | % Change |
|------------------------------------|-----------------|------------------------|----------|
| Measured-Rate Service/Month | \$10.00 | \$ 10.24 | 2.4% |
| Flat-Rate Service/Month | \$16.85 - 17.25 | \$17.25 - 17.66 | 2.4% |