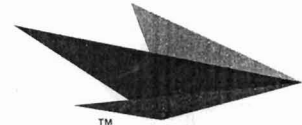


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EMBARQTM

Embarq Corporation
Mailstop: NCWKFR0303
14111 Capital Boulevard
Wake Forest, NC 27587
EMBARQ.com

August 14, 2006

Chairman Sara Kyle
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, Tennessee 37243-0505

RE: Docket No. 06-00181

Dear Chairman Kyle:

In response to your letter dated July 12, 2006, the amount of United Telephone-Southeast, Inc. d/b/a Embarq's cumulative rate reductions through September 30, 2006 is \$4,656,245, and the actual amount of the equity payments received is \$4,921,040. In order to reflect the required price adjustment, Embarq will forego its allowed business price increases under its Price Regulation Plan by \$264,795. This reduction will be reflected in Embarq's 2006 Annual Price Regulation filing in mid-October.

As a price regulated company, there is no jurisdictional separations impact. Also, Embarq does not receive USF support for its operations in Tennessee.

Should you have any questions or need additional information, please let me know.

Sincerely,

Laura A. Sykora

C: Roger Knight
Patsy Fulton
Kaye Odum

Laura A. Sykora
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