



August 10, 2010

Filed electronically in the Docket Office 8/10/10

Mr. David Foster
Chief, Utilities Division
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, TN 37243-0505

**RE: Ad Valorem Tax Equity Payments
TRA Docket No. 10-00136
CenturyTel Acquisitions, LLC d/b/a CenturyLink Acquisition**

Dear Mr. Foster:

In accordance with your letter of July 10, 2010, and pursuant to the provisions of Tennessee Code Annotated § 67-6-222, enclosed is information pertaining to the required revision of business rates, in order to flow through tax equity credits, for the above-named CenturyLink company. These revisions in rates are applicable to the period starting October 1, 2010, through September 30, 2011.

Enclosed, under Proprietary Cover, are copies of the work sheets and calculations supporting the required customer flow through requirements for the current and past, cumulative periods for CenturyTel Acquisitions, LLC d/b/a CenturyLink.

The attached information shows that CenturyLink will flow through its net tax savings of \$37,666 for the period October 1, 2010 through September 30, 2011. This amount will be passed back to CenturyLink's customers through reduced rates, effective with the implementation of the attached draft tariff, and the monthly recurring rate reductions shown therein. This flow through requirement includes an estimated \$1,769 that will be flowed through via reduced rates, using the current promotional discounts currently in effect, through September 30, 2010, as well as all necessary true-ups carried over from 2009.

If you have any questions, please contact me at (913) 345-7636 or Pam Wescott at (615) 255-0155.

Respectfully,

A handwritten signature in blue ink that reads "Stan Brower".

Stan Brower
Regulatory Finance
CenturyLink

Enclosures

cc: Pam Wescott