



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
United Telephone Southeast, LLC d/b/a CenturyLink

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, resulting from tax equity payments, for the above-named CenturyLink company. Any revisions in rates would be applicable to the period starting October 1, 2010, and running through September 30, 2011.

As shown in the attached worksheets, the above-named company has a shortfall for this period and will not be required to flow through its estimated tax savings to business customers. Further, there are no plans at present to offset this shortfall through increased rates to business customers of CenturyLink in Tennessee.

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

Respectfully,

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

Stan Brower
CenturyLink
Regulatory Finance

Enclosures

cc: Pam Wescott