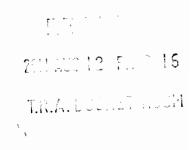


TNNASS0201 611 Commerce Street, Suite 2605 Nashville, TN 37203

Tel: 615.255.0155

August 12, 2011



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. 11-00107

CenturyTel of Adamsville, Claiborne, Ooltewah-Collegedale d/b/a CenturyLink

United Telephone Southeast, LLC d/b/a CenturyLink

Dear Mr. Foster:

The following information is being provided in accordance with your letter of July 13, 2011, and pursuant to the provisions of Tennessee Code Annotated § 67-6-222. The above-captioned companies have opted into retail pricing pursuant to Tennessee's Market Regulation Act. Accordingly, there is no longer any applicable Price Regulation Plan, as referenced in T.C.A. § 67-6-222. The above-captioned CenturyLink companies are no longer required to obtain TRA approval for retail business rates in Tennessee.

The above-named CenturyLink operating entities in Tennessee have complied with the requirements to evaluate the net proceeds of the actual amount of tax equity payments received in June 2011. There is a net shortfall for this period. Therefore, there is no flow through of estimated tax savings to business customers for the above-named CenturyLink companies for the upcoming period October 1, 2011 to September 30, 2012.

If you have any questions, please contact me at (615) 255-0155.

Respectfully,

Pam Wescott

State Government Relations

CenturyLink

Voice: 615-255-0155 Wireless: 615-715-6684: Fax: 615-255-0256

611 Commerce Street, Suite 2605

Nashville, TN 37203

pam.a.wescott@CenturyLink.com