Date: April 14, 2008

To: Payphone Service Providers

From: AT&T Alabama, AT&T Florida, AT&T Georgia, AT&T Kentucky, AT&T Louisiana, AT&T Mississippi, AT&T North Carolina, AT&T South Carolina, and AT&T Tennessee (collectively referred to for purposes of this notification as "AT&T 9-State")

Subject: Federal Communications Commission Order Regarding Reduction in FUSF fees assessed to Payphone Service Providers

On February 14, 2008, the Federal Communications Commission (FCC) issued an Order on Reconsideration (FCC 08-51). In that Order, the FCC found that, as of May 14, 2008, local exchange carriers may not charge additional universal service line-item amounts related to Centrex adjustments to Payphone Service Providers (PSPs).

Pursuant to the Order, AT&T 9-State will reduce the monthly FUSF charge for non-exempt PSPs from the multi-line business rate to the single-line business rate. This change will be effective beginning May 4, 2008. For the currently effective FUSF charge, this means the charge will be reduced from $1.01 to $0.73. Please note that the FUSF charge may change quarterly.

Questions may be directed to the Payphone Service Center at 800-823-2455, Option 6, Extension 7776#.