

TERMS & CONDITIONS DOCUMENT

Section 34 - Taxes and Surcharges (cont'd)

34.4 California High Cost Fund A Surcharge

The Company will impose a surcharge on all intrastate services to fund the California High Cost Fund A program in compliance with CPUC Decision 96-10-066. This surcharge will be applied to each Customer's monthly bill and will be identified as the "California High Cost Fund A Surcharge."

34.5 California High Cost Fund B Surcharge

The Company will impose a surcharge on all intrastate services to fund the California High Cost Fund B program in compliance with CPUC Decision 96-10-066, as modified by Resolution T-16554. This surcharge will be applied to each Customer's monthly bill and will be identified as the "California High Cost Fund B Surcharge."

34.6 California Teleconnect Fund Surcharge

Pursuant to Resolution T-16548, a surcharge will be imposed on all end-user, intra-state charges to fund the California Teleconnect Fund. The surcharge will be applied to each Customer's monthly bill and will be identified as the "California Teleconnect Fund Surcharge."