

BELLSOUTH TELECOMMUNICATIONS, INC.

DESCRIPTION AND JUSTIFICATION

MUNICIPAL BUSINESS LICENSE TAX REVISION

TRANSMITTAL NO. 1061

With this filing, BellSouth Telecommunications, Inc., (hereinafter “BellSouth”), is revising Tariff F.C.C. No. 1, Section 2, General Regulations, to modify the list of jurisdictions for which the South Carolina municipal business license tax of 1% applies in accordance with existing tariff regulations in Section 2.4.1(J). This list is being modified to include Lyman and Union jurisdictions, whose franchise agreements are expiring on March 31st 2007, therefore the tax applies per Section 58-9-2260(A)(2) of the South Carolina Telecommunications Act of 1999.

This Transmittal is being filed on March 26, 2007, and is scheduled to become effective April 10, 2007.