

EXHIBIT 1

Comparison of BOCs' Price Cap Rates and Pricing Flexibility Rates with NECA Rates

| BOC | Price Cap Rates | Percent Above NECA Rate of \$218.33 | Price Flex. Rates | Percent Above NECA Rate of \$218.33 | Percent Price Flex Rates above Price Cap Rates |
|--------------------------|------------------------|--|--------------------------|--|---|
| Qwest | \$273.85 | 25.43% | \$395.00 | 80.92% | 44.24% |
| AT&T-CA (until 6/30/10) | \$274.00 | 25.50% | \$274.50 | 25.73% | 0.18% |
| AT&T-CA (after 6/30/10) | n/a | n/a | \$317.50 | 45.42% | 15.88% |
| AT&T- MI (until 6/30/10) | \$511.00 | 134.05% | \$511.00 | 134.05% | 0.00% |
| AT&T- MI (after 6/30/10) | n/a | n/a | \$534.00 | 144.58% | 4.50% |
| AT&T- TX (until 6/30/10) | \$414.00 | 89.62% | \$414.00 | 89.62% | 0.00% |
| AT&T TX (after 6/30/10) | n/a | n/a | \$0.00 | -100.00% | -100.00% |
| AT&T-FL (until 6/30/10) | \$403.00 | 84.58% | \$403.00 | 84.58% | 0.00% |
| AT&T-FL (after 6/30/10) | n/a | n/a | \$433.00 | 98.32% | 7.44% |
| VZ-MA | \$435.82 | 99.62% | \$554.33 | 153.90% | 27.19% |
| VZ-PA | \$435.36 | 99.40% | \$554.33 | 153.90% | 27.33% |

**Comparison of BOCs' Price Cap and Pricing Flexibility Rates with NECA Rates,
TARIFF CALCULATIONS AND SOURCES**

| NECA | 1 YEAR (*) | | Source | |
|-----------------------------|---------------------|--------------|------------------|---------------|
| | Rate of Return Zone | | NECA | |
| | 1 | | FCC No. 5 | |
| DS1: | | | | |
| Channel Term. x 1 | \$107.00 | Page 17-26 | | |
| Channel Mileage Term. Fixed | \$38.03 | Page 17-27 | | |
| Channel Mileage x 10 miles | \$73.30 | Page 17-26.1 | | |
| TOTAL: | \$218.33 | | | |
| Qwest | 1 YEAR | | Source | |
| | Price Cap Zone | | Price Flex Zones | |
| | 1 | | 1 | |
| DS1: | | | | |
| Channel Term. x 1 | \$108.95 | Page 7-347 | \$156.00 | Page 17-91 |
| Channel Mileage Term. Fixed | \$67.90 | Page 7-354.2 | \$89.00 | Page 17-98.2 |
| Channel Mileage x 10 miles | \$97.00 | Page 7-354.2 | \$150.00 | Page 17-98.2 |
| TOTAL: | \$273.85 | | \$395.00 | |
| AT&T - California | 1 YEAR | | Source | |
| | Price Cap Zone | | Price Flex Zone | |
| | 1 | | 1 | |
| DS1: | | | | |
| Channel Term. x 1 | \$126.00 | Page 7-192 | \$126.00 | Page 31-57.1 |
| Channel Mileage Term. Fixed | \$48.00 | Page 7-192 | \$48.00 | Page 31-57.1 |
| Channel Mileage x 10 miles | \$100.00 | Page 7-192 | \$100.50 | Page 31-57.1 |
| TOTAL: | \$274.00 | | \$274.50 | |
| DS1 After 6/30/09 : | | | | |
| Channel Term. x 1 | n/a | | \$140.00 | Page 31-57.12 |
| Channel Mileage Term. Fixed | n/a | | \$55.00 | Page 31-57.12 |
| Channel Mileage x 10 miles | n/a | | \$122.50 | Page 31-57.12 |
| TOTAL: | n/a | | \$317.50 | |
| AT&T - Michigan | 1 YEAR | | Source | |
| | Price Cap Zone | | Price Flex Zone | |
| | 1 | | 1 | |
| DS1: | | | | |
| Channel Term. x 1 | \$200.00 | Page 411 | \$200.00 | Page 755.1 |
| Channel Mileage Term. Fixed | \$69.50 | Page 411.2 | \$69.50 | Page 757 |
| Channel Mileage x 10 miles | \$241.50 | Page 411.4 | \$241.50 | Page 759 |
| TOTAL: | \$511.00 | | \$511.00 | |
| DS1 After 6/30/09 : | | | | |
| Channel Term. x 1 | n/a | | \$212.00 | Page 790.1 |
| Channel Mileage Term. Fixed | n/a | | \$79.50 | Page 790.3 |
| Channel Mileage x 10 miles | n/a | | \$242.50 | Page 790.4 |
| TOTAL: | n/a | | \$534.00 | |
| AT&T - Texas | 1 YEAR (*) | | Source | |
| | Price Cap Zone | | Price Flex Zone | |
| | 1 | | 1 | |
| DS1: | | | | |
| Channel Term. x 1 | \$195.00 | Page 7-185 | \$195.00 | Page 39-66 |
| Channel Mileage Term. Fixed | \$62.00 | Page 7-186 | \$62.00 | Page 39-67 |
| Channel Mileage x 10 miles | \$157.00 | Page 7-186 | \$157.00 | Page 39-67 |
| TOTAL: | \$414.00 | | \$414.00 | |
| DS1 After 6/30/09 : | | | | |
| Channel Term. x 1 | n/a | | \$215.00 | Page 39-124.3 |
| Channel Mileage Term. Fixed | n/a | | \$75.00 | Page 39-124.4 |
| Channel Mileage x 10 miles | n/a | | \$160.00 | Page 39-124.4 |
| TOTAL: | n/a | | \$450.00 | |

**Comparison of BOCs' Price Cap and Pricing Flexibility Rates with NECA Rates,
TARIFF CALCULATIONS AND SOURCES**

| | 1 YEAR (*) | | Source | | 1 YEAR (*) | | Source | |
|-------------------------------|-----------------|-------------|------------------|--|-----------------|----------------|------------------|--|
| | Price Cap Zone | | BellSouth Tariff | | Price Flex Zone | | BellSouth Tariff | |
| | 1 | | FCC No. 1 | | 1 | | FCC No. 1 | |
| AT&T - Florida | | | | | | | | |
| DS1: | | | | | | | | |
| Channel Term. x 1 | \$168.00 | Page 144.1 | | | \$168.00 | Page 23-80 | | |
| Channel Mileage Term. Fixed | \$75.00 | Page 146 | | | \$75.00 | Page 23-163 | | |
| Channel Mileage x 10 miles | \$160.00 | Page 146.2 | | | \$160.00 | Page 23-165 | | |
| TOTAL: | \$403.00 | | | | \$403.00 | | | |
| DS1 After 6/30/09 : | | | | | | | | |
| Channel Term. x 1 | n/a | | | | \$168.00 | Page 23-288.1 | | |
| Channel Mileage Term. Fixed | n/a | | | | \$85.00 | Page 23-288.23 | | |
| Channel Mileage x 10 miles | n/a | | | | \$180.00 | Page 23-288.25 | | |
| TOTAL: | n/a | | | | \$433.00 | | | |
| Verizon-Massachusetts | | | | | | | | |
| | 1 YEAR (*) | | Source | | 1 YEAR (*) | | Source | |
| | Price Cap Zone | | Verizon Tariff | | Price Flex Zone | | Verizon Tariff | |
| | 1 | | FCC No. 11 | | 1 | | FCC No. 11 | |
| DS1: | | | | | | | | |
| Channel Term. x 1 | \$197.00 | Page 31-122 | | | \$225.63 | Page 30-55 | | |
| Channel Mileage Term. Fixed | \$47.12 | Page 31-147 | | | \$55.00 | Page 30-113 | | |
| Channel Mileage x 10 miles | \$191.70 | Page 31-147 | | | \$273.70 | Page 30-113 | | |
| TOTAL: | \$435.82 | | | | \$554.33 | | | |
| Verizon - Pennsylvania | | | | | | | | |
| | 1 YEAR (*) | | Source | | 1 YEAR (*) | | Source | |
| | Price Cap Zone | | Verizon Tariff | | Price Flex Zone | | Verizon Tariff | |
| | 1 | | FCC No. 1 | | 1 | | FCC No. 1 | |
| DS1: | | | | | | | | |
| Channel Term. x 1 | \$197.00 | Page 7-250 | | | \$225.63 | Page 7-250 | | |
| Channel Mileage Term. Fixed | \$46.66 | Page 7-264 | | | \$55.00 | Page 7-264 | | |
| Channel Mileage x 10 miles | \$191.70 | Page 7-264 | | | \$273.70 | Page 7-264 | | |
| TOTAL: | \$435.36 | | | | \$554.33 | | | |

Pricing assumes 1 Channel Termination, 1 Channel Mileage Fixed, 10 Channel Mileage (per mile)

(*) No one year term rates available so monthly rates used.