



Southwestern Bell  
Telephone

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PLAINTIFF'S EXHIBIT

SWB-276

CENTRAL OFFICE LOCAL AREA NETWORK  
(CO-LAN)  
SERVICE ARRANGEMENT  
LETTER OF ELECTION

The undersigned hereby elects to subscribe to a Central Office Local Area Network (CO-LAN) service arrangement. The following sets forth some of the major terms and conditions for this arrangement. Service will be provided on or about January 1, 1992 (or Actual Cutover). This CO-LAN service arrangement is intended for use by the City of San Antonio (the Customer) only.

In addition, rules and regulations as set forth in the General Exchange Tariff, as approved by the state regulatory commission, are applicable. Should any part of this Letter of Election be in conflict with the applicable tariffs at the time of election, the tariffs will govern.

The service arrangement will provide for a maximum of forty-four (44) Integrated Voice/Data Multiplexer (IVDM) and Megalink I terminations in the Capitol, Culebra, Fratt and General Central Offices.

Installation and Nonrecurring Charges associated with this offering can be deferred over the fixed term. The annuity factor for deferring these charges is .02218.

A termination charge based on 80 percent of the present worth of remaining monthly payments will be applicable for partial or total disconnection of service. This calculation will be based on a 12.54% discount rate. In addition, any deferred Installation or Nonrecurring Charge is payable in full at the time of disconnect.

The obligation of the customer to make all payments under this agreement is subject to, and dependent upon annual appropriation of funds necessary to make such payments.

002926

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Additions of equipment elements will be made coterminous with the original contract period.

At the conclusion of the fixed term, the customer must elect one of the following options:

- a) Renew the contract under the terms, conditions and rates developed at that time.
- b) Discontinue the service.

Customer Address: 506 Dolorosa

Election Acknowledged for Election Placed By  
Southwestern Bell Telephone Co. City of San Antonio

|                                      |                                       |
|--------------------------------------|---------------------------------------|
| By <u>Phil Howard</u>                | By <u>Gary Moeller</u>                |
| Name <u>Phil Howard</u>              | Name <u>Gary Moeller</u>              |
| Title <u>Gen. Mgr.-Mktg. (Texas)</u> | Title <u>Systems Services Manager</u> |
| Date <u>11-22-91</u>                 | Date <u>November 20, 1991</u>         |

002927

CENTRAL OFFICE LOCAL AREA NETWORK (COLAN) SERVICE ARRANGEMENT

PAGE 1

CUSTOMER: CITY OF SAN ANTONIO TEL. NUMBER 512-299-7011 DATE ISSUED: NOV. 19, 1991 SERV. ORDER:

NONRECURRING  
CHARGE

INSTALLATION(1)  
CHARGE

MONTHLY  
RATE

DESCRIPTION

Base System

Capitol Central Office  
Capitol-Starkeeper Option  
Culebra Central Office  
Pratt Central Office  
General Central Office  
Case Preparation

\$ 175.00  
215.00  
72.00  
98.00  
345.00

\$ 450.00  
450.00  
150.00  
160.00  
350.00  
615.00

SUB TOTAL \$ 905.00 \$2,175.00

(FORECAST AT CAPACITY)

| QTY | DESCRIPTION                 | UNIT<br>MONTHLY<br>PRICE | TOTAL<br>MONTHLY<br>PRICE | UNIT<br>INSTALLATION | TOTAL<br>INSTALLATION |
|-----|-----------------------------|--------------------------|---------------------------|----------------------|-----------------------|
| 14  | IVDM                        | \$ 9.00                  | \$ 126.00                 | 25.00 (2)            | -0-                   |
| 12  | IVDMs & Term 32, per port   | \$14.00                  | 168.00                    | 60.00 (2)            | -0-                   |
| 10  | CSU/DSU                     | \$20.00                  | 200.00                    | 25.00 (2)            | -0-                   |
| 8   | CSU/DSU & Term 32, per port | \$24.00                  | 192.00                    | 60.00 (2)            | -0-                   |
|     | SUB TOTAL                   |                          | \$ 686.00                 |                      | \$ -0-                |
|     | TOTAL                       |                          | \$1,591.00                |                      | \$2,175.00            |

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002928

| QTY | DESCRIPTION | UNIT | MONTHLY PRICE | TOTAL MONTHLY PRICE | UNIT INSTALLATION | TOTAL INSTALLATION | NONRECURRING CHARGE |
|-----|-------------|------|---------------|---------------------|-------------------|--------------------|---------------------|
|-----|-------------|------|---------------|---------------------|-------------------|--------------------|---------------------|

Subsequent Simple Translation Charge  
(applies for line or port changes, additions or deletions affected by a central office translation)

3.00

Subsequent Complex Translation Charge  
(applies for station changes, additions or deletions affected by a central office translation).

80.00

Effective Date: January 1, 1992

11-20-91  
Date

*[Signature]*  
Customer Signature

11-22-91  
Date

*[Signature]*  
SWBT Representative  
General Mgr.-Mktg. (Texas)

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This contract will be coterminous with the existing contract for COLAN service.

(1) Initial Installation Charges associated with this service can be deferred over the contract term. The annuity factor to be used for this deferred is 0.02218 for the 5 year term.

(2) These charges apply only to central office equipment added subsequent to the installation of the initial service.

002929