

[Settlement of Lawsuit - MCI Communications Services LLC; MCImetro Access Transmission Services LLC; Verizon Business Network Services LLC; and XO Communications Services, LLC - City to Receive \$2,280,000]

Ordinance authorizing settlement of the lawsuit filed by the City and County of San Francisco ex rel. Roger Schneider against MCI Communications Services LLC; MCImetro Access Transmission Services LLC; Verizon Business Network Services LLC; and XO Communications Services, LLC (collectively "Verizon") for \$2,280,000; the lawsuit was filed on January 29, 2020, in San Francisco Superior Court, Case No. CGC-20-582552; entitled City and County of San Francisco ex rel. Roger Schneider v. AT&T Corporation, et al.; the lawsuit involves allegations that the defendants knowingly under-collected and under-remitted amounts due under the access line tax in violation of the California False Claims Act.

Be it ordained by the People of the City and County of San Francisco:

Section 1. Pursuant to Charter Section 6.102(5), the Board of Supervisors hereby authorizes the City Attorney to settle the action entitled City and County of San Francisco ex rel. Roger Schneider v. AT&T Corporation, et al., San Francisco Superior Court, Case No. CGC-20-582552, with respect to MCI Communications Services LLC; MCImetro Access Transmission Services LLC; Verizon Business Network Services LLC; and XO Communications Services, LLC (collectively, "Verizon"), by Verizon's payment of \$2,280,000, and mutual releases for past conduct and access line tax liability. The lawsuit involves allegations that the defendants knowingly under-collected and under-remitted amounts due under the access line tax in violation of the California False Claims Act.

Section 2. The above-named action was filed in San Francisco Superior Court on January 29, 2020, and the following parties were named in the lawsuit: Plaintiff-Relator Roger

1 Schneider; Real Party in Interest City and County of San Francisco; Defendants AT&T
2 Corporation; Pacific Bell Telephone Company; U.S. Telepacific Corp., dba TPx
3 Communications; MCI Communications Services LLC; MCImetro Access Transmission
4 Services LLC; Verizon Business Network Services LLC; and XO Communications Services,
5 LLC.
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8 APPROVED AS TO FORM AND
9 RECOMMENDED:

10 DAVID CHIU
City Attorney

11 /s/ Sara J. Eisenberg
12 SARA J. EISENBERG
Chief of Complex and Affirmative Litigation

RECOMMENDED:

Office of the Treasurer and Tax Collector

13 /s/
14 JOSE CISNEROS
15 Treasurer
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City and County of San Francisco
Tails
Ordinance

City Hall
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102-4689

File Number: 250865

Date Passed: October 28, 2025

Ordinance authorizing settlement of the lawsuit filed by the City and County of San Francisco ex rel. Roger Schneider against MCI Communications Services LLC; MCImetro Access Transmission Services LLC; Verizon Business Network Services LLC; and XO Communications Services, LLC (collectively "Verizon") for \$2,280,000; the lawsuit was filed on January 29, 2020, in San Francisco Superior Court, Case No. CGC-20-582552; entitled City and County of San Francisco ex rel. Roger Schneider v. AT&T Corporation, et al.; the lawsuit involves allegations that the defendants knowingly under-collected and under-remitted amounts due under the access line tax in violation of the California False Claims Act.

October 02, 2025 Government Audit and Oversight Committee - RECOMMENDED..

October 21, 2025 Board of Supervisors - PASSED, ON FIRST READING

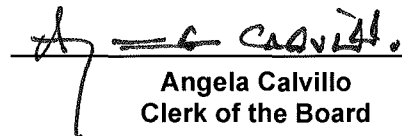
Ayes: 10 - Chan, Chen, Dorsey, Fielder, Mahmood, Mandelman, Melgar, Sauter, Sherrill and Walton

October 28, 2025 Board of Supervisors - FINALLY PASSED

Ayes: 10 - Chan, Chen, Dorsey, Fielder, Mahmood, Mandelman, Melgar, Sauter, Sherrill and Walton

File No. 250865

**I hereby certify that the foregoing
Ordinance was FINALLY PASSED on
10/28/2025 by the Board of Supervisors of
the City and County of San Francisco.**


Angela Calvillo
Clerk of the Board


Daniel Lurie
Mayor

OCT 31, 2025
Date Approved