| File No. | 250865 | Committee Item No. | 8 | |
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| · | | Board Item No. | 11 | |

COMMITTEE/BOARD OF SUPERVISORS

AGENDA PACKET CONTENTS LIST

| Committee: Government Audit and Oversi Board of Supervisors Meeting: | ght Date: October 2, 2025 Date: October 21, 2025 |
|--|---|
| Cmte Board | etter and/or Report greement |
| OTHER | |
| | |
| Prepared by: Monique Crayton Prepared by: Monique Crayton Prepared by: | Date: October 17, 2025 Date: September 26, 2025 Date: |

| 1 | [Settlement of Lawsuit - MCI Communications Services LLC; MCImetro Access Transmission Services LLC; Verizon Business Network Services LLC; and XO Communications Services, |
|----|---|
| 2 | LLC - City to Receive \$2,280,000] |
| 3 | |
| 4 | Ordinance authorizing settlement of the lawsuit filed by the City and County of San |
| 5 | Francisco ex rel. Roger Schneider against MCI Communications Services LLC; |
| 6 | MCImetro Access Transmission Services LLC; Verizon Business Network Services |
| 7 | LLC; and XO Communications Services, LLC (collectively "Verizon") for \$2,280,000; the |
| 8 | lawsuit was filed on January 29, 2020, in San Francisco Superior Court, Case No. CGC- |
| 9 | 20-582552; entitled City and County of San Francisco ex rel. Roger Schneider v. AT&T |
| 10 | Corporation, et al.; the lawsuit involves allegations that the defendants knowingly |
| 11 | under-collected and under-remitted amounts due under the access line tax in violation |
| 12 | of the California False Claims Act. |
| 13 | |
| 14 | Be it ordained by the People of the City and County of San Francisco: |
| 15 | Section 1. Pursuant to Charter Section 6.102(5), the Board of Supervisors hereby |
| 16 | authorizes the City Attorney to settle the action entitled City and County of San Francisco ex |
| 17 | rel. Roger Schneider v. AT&T Corporation, et al., San Francisco Superior Court, Case No. |
| 18 | CGC-20-582552, with respect to MCI Communications Services LLC; MCImetro Access |
| 19 | Transmission Services LLC; Verizon Business Network Services LLC; and XO |
| 20 | Communications Services, LLC (collectively, "Verizon"), by Verizon's payment of \$2,280,000, |
| 21 | and mutual releases for past conduct and access line tax liability. The lawsuit involves |
| 22 | allegations that the defendants knowingly under-collected and under-remitted amounts due |
| 23 | under the access line tax in violation of the California False Claims Act. |
| 24 | Section 2. The above-named action was filed in San Francisco Superior Court on |
| 25 | 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. | | | |
| 6 | | | | |
| 7 | | | | |
| 8 9 | APPROVED AS TO FORM AND RECOMMENDED: | RECOMMENDED: | | |
| 10 | DAVID CHIU City Attorney | Office of the Treasurer and Tax Collector | | |
| 11 | <u>/s/ Sara J. Eisenberg</u> SARA J. EISENBERG | /s/ JOSE CISNEROS | | |
| 12 | Chief of Complex and Affirmative Litigation | Treasurer | | |
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