

July 28, 2005

05-00208

Tennessee Regulatory Authority
Darlene Standley
460 James Robertson Parkway
Nashville, TN 37243-0505

Re: Response to Revocation of Certificate of Authority to transact business

Dear Ms Standley

I have received your request for information and am responding to ensure that KMC Telecom V be reinstated as soon as possible

- 1) KMC Telecom V has contacted both the Tennessee Secretary of State and Department of Revenue to find out which returns need to be filed and what payments need to be made to restore good standing with the State of Tennessee
 - Angela Bush, a Revenue Officer in the Tax Enforcement Division at the Department of Revenue informed me that corporate tax returns are needed for 2000 and 2001 in addition to the 2004 2nd quarter telecom sales tax return along with the corresponding tax payments I am in the process of completing these returns and arranging for the necessary payments to be made to the Department of Revenue
 - After speaking with the Secretary of State, I was sent an annual report form for 2005 I completed this report and filed it along with the \$20 payment
- 2) KMC Telecom V does not presently serve any Tennessee customers nor have any employees or assets in the State of Tennessee

Furthermore, please understand that KMC is going through a difficult period as we prepare to close our operations, including the departure of virtually all of the tax department personnel over the past few months This has left the remaining personnel with an unmanageable workload and necessitated our company to hire an outside firm to assist us with our filings

It is very important to management, during these final months, that we maintain compliance with the numerous Federal, state and local tax filings as evidenced by the hiring of an outside firm to assist us in our day-to-day operations Please understand that we are doing our best given the lack of resources and manpower Due to this, I request that you accept this response as timely

Thank you in advance for your consideration of this matter Please direct all future communications in regards to KMC Telecom V, Inc to me at 318-226-7141 I am working closely with the Senior Vice President of Finance to ensure that KMC meets all of its state and local tax compliance obligations throughout this period until close

Sincerely,



Scotty R. Amos
Senior Manager – Tax

Enclosures

RECEIVED

11/10/05

TENNESSEE REGULATORY AUTHORITY



Pat Miller, Chairman
Deborah Taylor Tate, Director
Sara Kyle, Director
Ron Jones, Director

460 James Robertson Parkway
Nashville, Tennessee 37243-0505

June 29, 2005

Ms. Marva Brown Johnson
KMC Telecom Holdings, Inc.
1755 North Brown Road
Lawrenceville, Georgia 30043

Dear Ms. Johnson:

During a routine examination of records and information provided by the Tennessee Secretary of State, our Staff discovered that the Certificate of Authority of KMC Telecom V, Inc. to transact business in Tennessee has been revoked by the Tennessee Department of Revenue. Therefore, we request that you provide the Tennessee Regulatory Authority with responses to the following:

- 1) Please provide plans and details, if any, for KMC Telecom V, Inc.'s re-certification.
- 2) Does KMC Telecom V, Inc. presently serve any customers in Tennessee?
If so, why is KMC Telecom V, Inc. not reporting lines-in-service on the TRA monthly Wireline Activity Report?

It is requested that this information be provided no later than 2:00 p.m. on July 11, 2005. In accordance with TRA rules submit either (1) thirteen written copies of your response or (2) four written copies and an electronic version. Should you have any questions regarding this matter, please contact C. D. Mundy at 615 741-2791, Ext. 166.

Sincerely,

David A. Hark For Darlene Standley

Darlene Standley
Chief, Utilities Division