

RECEIVED

PAETEC 7 AM 8: RECEIVED

July 27, 2009

T.R.A. DOCKET ROOM JUL 31 2009

TN REGULATORY AUTHORITY
UTILITIES DIVISION

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

20090211

RE: Docket No. 07-00170, US LEC of Tennessee Inc., d/b/a PAETEC Business Services

Dear Ms. Standley:

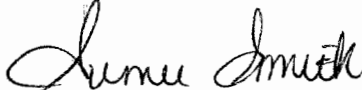
In accordance with your July 19, 2009 letter regarding tax equity payments made to US LEC of Tennessee Inc., d/b/a PAETEC Business Services (US LEC) and notes from conversations with Mr. Knight, US LEC plans to continue the flow through of the reduction of the End User Access charges to offset the payment received via wire transfer from the State of Tennessee in the amount of \$73,448.32. Attached is a spreadsheet to track past and current year reductions.

The rates in the existing tariff will be maintained at \$0.000 for the next year to compensate consumers for the tax equity payment. In prior reporting years, because of the reduction of End User Access charges, US LEC has forgone revenues in the state of Tennessee that far exceed the Required Reduction.

Note that **US LEC has marked the enclosed table as Confidential** since the data provided to the TRA is **considered non-public confidential information** compiled from multiple sources, available in parts only to select employees of US LEC Corp., maintained under password and passkey restrictions, and held within the secured offices of US LEC Corp. The information may be used and released to the public only as a part of aggregated reporting by the TRA that does not specifically identify the detailed information reported by US LEC.

If you have additional questions, please contact me at (704) 319-6093 or sumer.smith@paetec.com.

Sincerely,



Sumer Smith
Regulatory Analyst

Enclosure