



PAETEC

March 31, 2008

Missouri Public Service Commission
Data Center
200 Madison Street, Suite 100
Jefferson City, MO 65101

RE: CLEC and IXC Annual Report – CY - 2007: US LEC Communications Inc.

Please find enclosed a copy of US LEC Communications Inc. CLEC and IXC Annual Report for calendar year 2007. Revenues reported are from January 1, 2007 – November 31, 2007.

The Certificate of Authority in the state of Missouri for US LEC Communications Inc. was pulled effective 12-1-2007, Docket No.: XD-2008-0137.

If you have any questions regarding the submission of the CLEC and IXC Annual Report, please contact me at 704-319-6093 or sumer.smith@paetec.com.

Sincerely,

Sumer Smith
Regulatory Analyst

Enclosures

FILED²

APR 01 2008

US LEC Communications Inc.

Missouri Public
Service Commission

Company Full Certificated Name (Do not abbreviate and include any Commission approved
AKA/DBA/Fictitious Name, if applicable.)

Parent Company Name (if applicable; Do not abbreviate.)

COMPETITIVE LOCAL EXCHANGE CARRIER

and / or

INTEREXCHANGE TELECOMMUNICATIONS CARRIER

ANNUAL REPORT

TO THE

MISSOURI PUBLIC SERVICE COMMISSION

For the Calendar Year of
January 1 - December 31, 2007

Please **choose one** of the following filing options:

☐

Public submission

☐

Non-Public submission (Highly Confidential / Filed Under Seal)

For this filing to be considered Highly Confidential,
additional submission of materials is required pursuant
to Commission rule 4 CSR 240-3.540, Section 392.210,
RSMo., and/or Section 393.140, RSMo.

CLEC-IXC

Annual Report of

US LEC Communications Inc.

for the calendar year of January 1 - December 31, 2007

1. State in full the exact 'certificated' name of the Competitive Local Exchange Carrier (CLEC) and/or Interexchange Telecommunications Carrier (IXC):

(Do not abbreviate; yet include any Commission approved AKA/DBA/Fictitious Name, if applicable.)

US LEC Communications Inc.

State in full the parent company name of the Utility Company, if applicable (do not abbreviate):

2. State in full the company's information below:

6801 Morrison Blvd			704-319-1000
Company Street Address			Telephone Number
same			
Company Mailing Address			Fax Number
Charlotte	NC	28211	www.paetec.com
City	State	Zip	*E-Mail Address

3. Is the utility certificated as a Competitive Local Exchange Carrier? If yes, state effective date (contained in Commission Order approving) of certification by the MO Public Service Commission and associated case number (original certificate or merger/name change if name on tariff affected):

Date (e.g. 00/00/0000):

Case No.:

4. Is the utility certificated as a Interexchange Telecommunications Carrier? If yes, state effective date (contained in Commission Order approving) of certification by the MO Public Service Commission and associated case number (original certificate or merger/name change if name on tariff affected):

Date (e.g. 00/00/0000):

4/26/2003

Case No.:

XA-2003-0321

5. Was the company certificated in Missouri under any other name(s)? If yes, please provide all names and time periods involved since the original certification:

no

6. This Competitive Local Exchange/Interexchange Telecommunications Carrier is a:

<input checked="" type="checkbox"/> Corporation	<input type="checkbox"/> Sole Proprietorship	<input type="checkbox"/> LP
<input type="checkbox"/> Partnership	<input type="checkbox"/> LLC	<input type="checkbox"/> Other - Explain

(Check box with an X)

If different than certificated name listed above (e.g. parent corporation name) or if 'Other' is identified, explain:

7. State in full the name, street address, telephone number, and e-mail address* of the company personnel or third-party preparer completing this Annual Report:

Sumer Smith			704-319-6093
Name			Telephone Number
6801 Morrison Blvd			704-409-6093
Street Address			Fax Number
same			sumer.smith@paetec.com
Mailing Address			E-mail Address
Charlotte	NC	28211	
City	State	Zip	

* Required if available. State n/a (not available) if no e-mail address is available.

CLEC-IXC

Annual Report of US LEC Communications Inc.

for the calendar year of January 1 - December 31, 2007

8. Under the laws of which state is the Competitive Local Exchange/Interexchange Telecommunications Carrier organized:

North Carolina

9. Whether a corporation or not, give the particulars called for below concerning the principal or general officers of the Competitive Local Exchange/Interexchange Telecommunications Carrier at the end of the year. Please include an additional sheet, if enough space is not provided on this page, to completely provide the requested information.

Date Office Assumed	Title of General Officer	Name of Person Holding Office
02/28/07	President and CEO	Arunas A. Chesonis
02/28/07	VP/COO	Edward J. Butler
02/28/07	VP/CFO	Keith M. Wilson
02/28/07	VP/Treasurer	Timothy J. Bancroft
02/28/07	VP/Contoller	Algimantas K. Chesonis
02/28/07	VP/General Counsel/Secretary	Charles E. Sieving
02/28/07	Deputy General Counsel - Corporate Assist. Secretary	S. Shane Turley

10. Please provide a listing of all mergers, consolidations, and reorganizations, completed during the last year.

US LEC was acquired by PAETEC Corp.

11. Please provide the following information concerning Total Company **and** gross intrastate operating revenues (i.e., Missouri Jurisdictional) for this Calendar Year: 2007

Revenues:

	Total Company	MO Jurisdictional
Operating Revenues* from Telecommunication Services	\$982,892	\$2,176
Access Fee Revenues	\$107,895	\$3,911
Federal USF Subsidies	\$0	
State USF Subsidies	\$0	
Other Revenues	\$58,138	
TOTAL REVENUES	\$1,148,925	\$6,087

MO Jurisdictional should match Statement of Revenue
(MoPSC Assessment)

Completion of both columns in this table
is required.

* Missouri Revised Statutes §386.020(53)

(53) "Telecommunications service", the transmission of information by wire, radio, optical cable, electronic impulses, or other similar means. As used in this definition, "information" means knowledge or intelligence represented by any form of writing, signs, signals, pictures, sounds, or any other symbols. Telecommunications service does not include:

(a) The rent, sale, lease, or exchange for other value received of customer premises equipment except for customer premises equipment owned by a telephone company certificated or otherwise authorized to provide telephone service prior to September 28, 1987, and provided under tariff or in inventory on January 1, 1983, which must be detariffed no later than December 31, 1987, and thereafter the provision of which shall not be a telecommunications service, and except for customer premises equipment owned or provided by a telecommunications company and used for answering 911 or emergency calls;

(b) Answering services and paging services;

(c) The offering of radio communication services and facilities when such services and facilities are provided under a license granted by the Federal Communications Commission under the commercial mobile radio services rules and regulations;

(d) Services provided by a hospital, hotel, motel, or other similar business whose principal service is the provision of temporary lodging through the owning or operating of message switching or billing equipment solely for the purpose of providing at a charge telecommunications services to its temporary patients or guests;

(e) Services provided by a private telecommunications system;

(f) Cable television service;

(g) The installation and maintenance of inside wire within a customer's premises;

(h) Electronic publishing services; or

(i) Services provided pursuant to a broadcast radio or television license issued by the Federal Communications Commission;

for the calendar year of January 1 - December 31, 2007

12. Local Exchange Carriers Federal/State Low-Income/Disabled Universal Service Fund
Subscribers

Background and Purpose: To ascertain on a monthly basis the number of subscribers being provided federal and/or Missouri low-income/disabled support as being reported to USAC (federal support, Form 497) and the fund administrator of the Missouri programs (Missouri support).

Calendar Year 2007

Month	Number of	Number of
	Missouri Low Income subscribers	Missouri Disabled subscribers
January	0	0
February	0	0
March	0	0
April	0	0
May	0	0
June	0	0
July	0	0
August	0	0
September	0	0
October	0	0
November	0	0
December	0	0
TOTAL:		

**Instructions for completing the
Competitive Local Exchange Carrier (CLEC) Exchange Access Lines Report (Residential)**

A. Instructions for Section A: Local Voice Service and IVoIP Service.

Use these columns to report exchange access lines used to provide local voice service, as defined by 392.245.5(3) RSMo, and interconnected VoIP service, as defined by 47 CFR 9.3, if the end user's rates for these services are set by the filer. Lines should include all analog and digital (whether circuit switched or packet switched) exchange lines and Key/PBX trunk facilities connecting end users to the Public Switched Telephone Network. Do not use these columns for any exchange access lines used for interconnected VoIP service provided to another carrier.

B. Instructions for Section B: Other.

Use these columns to report exchange access lines provided on a wholesale basis to a non-certificated carrier providing interconnected VoIP service. Do not report lines in Section B if the filer of this annual report provides interconnected VoIP service or local voice service whereby the filer sets the end user's rates for the service; instead report such lines in the appropriate column in Section A.

Page 5(a) Definition: Exchange Access Lines

Exchange Access Lines refers to analog or digital lines used in the provisioning of local voice service or interconnected VoIP service. For DS-1 or higher bandwidth facilities, whether circuit or packet switched, a voice grade equivalency must be used. For channelized service, report the number of channels subscribed to by the customer. For example, a fully configured DS-1 facility is to be counted as 24 voice-grade equivalent lines. For partially equipped DS-1 facilities, count only the number of channels actually subscribed to by the end user. For non-channelized facilities, filers are instructed to use a good-faith estimate of the number of voice grade equivalent lines used for voice communications.

Page 5(a) Column A: Exchange

Exchange refers to exchange names as provided in an incumbent local telephone company's tariff. Rate centers, wire centers, or central offices are not always the same as exchanges.

Page 5(a) Columns B, C, D, E: IVoIP Service

IVoIP Service refers to "Interconnected VoIP service" as defined in 47 CFR 9.3.

Page 5(a) Column B: Full Facility

Full Facility refers to arrangements where your company or an affiliate owns the switch and the local loop.

Page 5(a) Column C: Partial Facility

Partial Facility refers to arrangements where your company or an affiliate owns either the switch or the local loop.

Page 5(a) Column D: Other Resale

Other Resale refers to arrangements where your company leases facilities from an ILEC at a negotiated or arbitrated rate that is not simply a discount off the ILEC's tariffed rate. Examples include UNE-P arrangements, arrangements purchased via a commercial agreement.

Page 5(a) Column E: Pure Resale

Pure Resale refers to arrangements where your company leases facilities/services from the ILEC at a discount from the incumbent's tariffed rate.

Completion of Page 5(a) required only for CLEC companies.

CLEC Annual Report of US LEC Communications Inc.

for the calendar year of January 1 - December 31, 2007

Exchange Access Lines Provided to **RESIDENTIAL** Customers

[illegible]

**Instructions for completing the
Competitive Local Exchange Carrier (CLEC) Exchange Access Lines Report (Business)**

A. Instructions for Section A: Local Voice Service and IVoIP Service.

Use these columns to report exchange access lines used to provide local voice service, as defined by 392.245.5(3) RSMo, and interconnected VoIP service, as defined by 47 CFR 9.3, if the end user's rates for these services are set by the filer. Lines should include all analog and digital (whether circuit switched or packet switched) exchange lines and Key/PBX trunk facilities connecting end users to the Public Switched Telephone Network. Do not use these columns for any exchange access lines used for interconnected VoIP service provided to another carrier.

B. Instructions for Section B: Other.

Use these columns to report exchange access lines provided on a wholesale basis to a non-certificated carrier providing interconnected VoIP service or if exchange access lines are used to connect Internet Service Providers to the PSTN. Do not report lines in Section B if the filer of this annual report provides interconnected VoIP service or local voice service whereby the filer sets the end user's rates for the service; instead report such lines in the appropriate column in Section A.

Page 5(b) Definition: Exchange Access Lines

Exchange Access Lines refers to analog or digital lines used in the provisioning of local voice service or interconnected VoIP service. For DS-1 or higher band-width facilities, whether circuit or packet switched, a voice grade equivalency must be used. For channelized service, report the number of channels subscribed to by the customer. For example, a fully configured DS-1 facility is to be counted as 24 voice-grade equivalent lines. For partially equipped DS-1 facilities, count only the number of channels actually subscribed to by the end user. For non-channelized facilities, filers are instructed to use a good-faith estimate of the number of voice grade equivalent lines used for voice communications.

Page 5(b) Column A: Exchange

Exchange refers to exchange names as provided in an incumbent local telephone company's tariff. Rate centers, wire centers, or central offices are not always the same as exchanges.

Page 5(b) Columns B, C, D, E: IVoIP Service

IVoIP Service refers to "Interconnected VoIP service" as defined in 47 CFR 9.3.

Page 5(b) Column B: Full Facility

Full Facility refers to arrangements where your company or an affiliate owns the switch and the local loop.

Page 5(b) Column C: Partial Facility

Partial Facility refers to arrangements where your company or an affiliate owns either the switch or the local loop.

Page 5(b) Column D: Other Resale

Other Resale refers to arrangements where your company leases facilities from an ILEC at a negotiated or arbitrated rate that is not simply a discount off the ILEC's tariffed rate. Examples include UNE-P arrangements, arrangements purchased via a commercial agreement.

Page 5(b) Column E: Pure Resale

Pure Resale refers to arrangements where your company leases facilities/services from the ILEC at a discount from the incumbent's tariffed rate.

Page 5(b) Column G: ISP

ISP refers to lines/trunks solely connecting Internet Service Providers to the Public Switched Telephone Network.

Completion of Page 5(a) required only for CLEC companies.

CLEC Annual Report of US LEC Communications Inc.

for the calendar year of January 1 - December 31,2007

Exchange Access Lines Provided to BUSINESS Customers

	Section A: Local Voice Service & IVoIP Service				Section B: Other	
Exchange	Full Facility	Partial Facility	Other Resale	Pure Resale	ISP	IVoIP to Non-Certificated Carriers
N/A	0	0	0	0	0	
Totals:						

A registered official company representative is authorized to submit this Annual Report in the Missouri Public Service Commission's Electronic Filing and Information System (EFIS) once the form has been completed in its entirety and notarized. All seals must be present, if applicable. After submitting the Annual Report through EFIS, you will receive a BMAR (confirmation) number. Indicate that BMAR number on the original and retain for your records (pursuant to Sections 432.200 through 432.295 RSMo).

CLEC-IXC Annual Report of US LEC Communications Inc.

for the calendar year of January 1 - December 31, 2007

VERIFICATION

The foregoing report must be verified by the oath of the President, Treasurer, General Manager or Receiver of the company. The oath required may be taken before any person authorized to administer an oath (Notary Public) by the laws of the State in which the same is taken.

OATH

State Of North Carolina }
County Of Mecklenburg } ss:
S. Shane Turley makes oath and says that
Name of Affiant (Company Official/Representative)
s/he is Deputy General Counsel - Corporate Asst Secretary
Official Title of the Affiant (Company Official/Representative)
of US LEC Communications Inc.
Exact Legal Title or Name of the Respondent (Certificated Company Name)

that s/he has examined the foregoing report; that to the best of his or her knowledge, information, and belief, all statements of fact contained in the said report are true and the said report is a correct statement of the business and affairs of the above-named respondent.

from January 1, 2007, to and including December 1, 2007
Month/Day Year Month/Day Year

S. Shane Turley
Signature of Affiant (Company Official/Representative)

Subscribed and sworn to before me, a Notary Public in and for the
State and County above named, this 31st day of March, 08
My Commission expires 11/20/2010

[Signature]
Signature of Notary Public

Missouri Revised Statutes § 392.210 or §393.140

If not utilizing EFIS, the original must be completed in its entirety, notarized (all applicable seals must be present) and mailed to:
Data Center
Missouri Public Service Commission
200 Madison Street, Suite 100
Jefferson City, MO 65101 (P.O. Box 360, 65102-0360)