

PSC Tariff No. 1 TELEPHONE
US LEC Communications, Inc.
d/b/a PAETEC Business Services

Statement Type: Tax Surcharges

Statement number: 1

Initial Effective Date: 2/06/2009

Gross Revenue, Gross Income, and Gross Earnings Surcharges

In addition to all recurring, non-recurring, minimum usage, or special charges, subscriber shall pay each of the following surcharges designed to recover gross revenue, gross income, and gross earning taxes imposed on carrier:

- (i) State Gross Revenue Tax Surcharge rates, imposed on all charges for recurring, non-recurring, minimum, usage, or special charges for intrastate service as follows:

<u>Period</u>	<u>Surcharge</u>
Oct. 1, 1998 - Dec. 31, 1999	3.3592%
Jan. 1, 2000 and beyond	2.5641%

- (ii) New York City surcharge, equal to 2.23%, imposed on all charges for services consumed within the City of New York.
- (iii) MTA surcharge, equal to 0.4694% 0.5986% for the period October 1, 1998 and following, imposed on all charges for services consumed within the Metropolitan Commuter Transportation District.

The surcharge noted above shall be added to all charges for services (except for late payment charges and returned check charges), and together with all such charges, shall be subject to all sales, use, and excise taxes payable by subscriber.

Issued by: Senior Manager – Regulatory Affairs