

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

Statement Type: Tax Surcharges

Statement number: 2

Initial Effective Date: 09/21/2013

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.
- (iv) State Universal Service Fee Surcharge (SUSF), On August 17, 2012, the New York State Public Service Commission allowed the Telephone Company's contribution to the New York State Universal Service Fund (NYUSF) to be recovered from the end-user, as Ordered in Case 09-M-0527. The applicable SUSF will be assessed by the Telephone Company through a monthly surcharge applied to the customer's bills for local services. The surcharge will not be applied to taxes or other surcharges. Annual fund amount assessments are determined by the Fund Administrator. If the Company has collected its annually assessed amount prior to the end of the calendar year, it will suspend collection of these surcharges for the remainder of that year, subject to any subsequent adjustment necessitated by PSC Order.

(N)

State Universal Service Fee Surcharge – 0.1515414%

(N)

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