US LEC Communications, LLC NY P.S.C. No. 2 – Telephone Effective Date: October 29, 2017 Leaf 31 Revision: 0 Superseding Revision:

SECTION 2 – REGULATIONS, (CONT'D.)

- 2.5 Payment Arrangements, (Cont'd.)
 - 2.5.4 Deposits
 - A. To safeguard its interests, the Company may require a Customer to make a deposit to be held as a guarantee for the payment of charges. A deposit does not relieve the Customer of the responsibility for the prompt payment of bills on presentation. The deposit will not exceed an amount equal to:
 - 1. two month's charges for a service or facility which has a minimum payment period of one month; or
 - 2. the charges that would apply for the minimum payment period for a service or facility which has a minimum payment period of more than one month.
 - B. A deposit may be required in addition to an advance payment.
 - C. When a service or facility is discontinued, the amount of a deposit, if any, will be applied to the Customer's account and any credit balance remaining will be refunded. Before the service or facility is discontinued, the Company may, at its option, return the deposit or credit it to the Customer's account.
 - D. Deposits held will accrue interest at a rate specified by the P.S.C. Interest will not accrue on any deposit after the date on which reasonable effort has been made to return it to the Customer.