

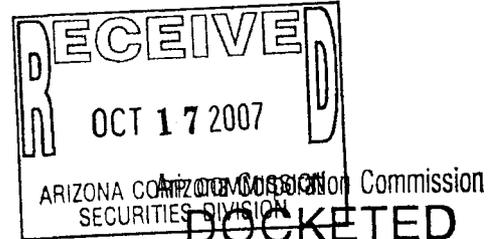


October 16, 2007

57

VIA OVERNIGHT MAIL

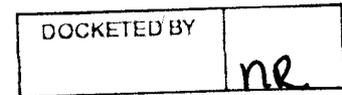
Jim Cafourek
Securities Division
Arizona Corporation Commission
1300 W. Washington Street, 3rd Floor
Phoenix, AZ 85007



Re: Lightyear Network Solutions, LLC ("Lightyear")
Docket No. T-04229A-00-0915
Decision No. 69171

DOCKETED

OCT 24 2007



Dear Mr. Cafourek:

In connection with the above-referenced Order, which is enclosed for your reference, please find an irrevocable Letter of Credit in the amount of \$10,000.00 with the Arizona Corporation Commission as the beneficiary. This Letter of Credit is for Lightyear's resold interexchange authority only.

Lightyear will be soon be submitting an application to withdraw both its resold and facilities-based local exchange authority. We have already withdrawn our facilities-based long distance authority as stated in this Order.

Please acknowledge receipt of this filing by date-stamping the extra copy of this cover letter and returning it to me in the self-addressed, stamped envelop provided for that purpose. Any questions you may have regarding this filing may be directed to my attention at 502.410.1531 or linda.hunt@lightyear.net.

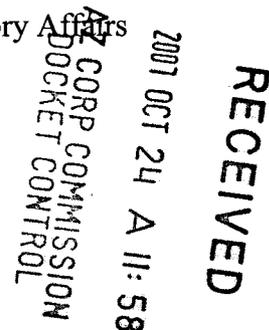
Thank you for your assistance.

Sincerely,

Linda Hunt
Director of Legal and Regulatory Affairs

LH:
Enclosures

cc: Douglas Orvis
Bingham McCutchen



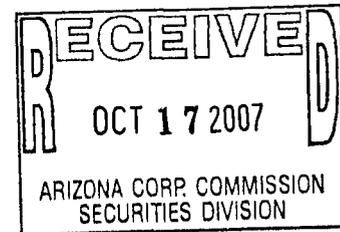
LETTER OF CREDIT NO. CIS406790

PAGE 1

ISSUING BANK:
FIFTH THIRD BANK, (CENTRAL KENTUCKY)

BENEFICIARY:
ARIZONA CORPORATION COMMISSION
1200 WEST WASHINGTON STREET
PHOENIX, AZ 85007-2927

APPLICANT:
LIGHTYEAR NETWORK SOLUTIONS, LLC
1901 EASTPOINT PARKWAY
LOUISVILLE, KY 40223



LETTER OF CREDIT NO: CIS406790
ISSUE DATE: OCTOBER 01, 2007
EXPIRATION DATE: SEPTEMBER 01, 2008
EXPIRATION PLACE: AT OUR COUNTERS
AMOUNT: 10,000.00 USD TEN THOUSAND 00/100

WE HEREBY ISSUE IN YOUR FAVOR THIS IRREVOCABLE STANDBY LETTER OF CREDIT WHICH IS AVAILABLE BY PRESENTATION OF YOUR DRAFT(S) AT SIGHT DRAWN ON FIFTH THIRD BANK, (CENTRAL KENTUCKY) ACCOMPANIED BY THIS ORIGINAL LETTER OF CREDIT AND THE FOLLOWING DOCUMENTS:

BENEFICIARY'S SIGNED STATEMENT CERTIFYING THAT "ARIZONA CORPORATION COMMISSION (THE "THE COMMISSION") HAS ENTERED AN ORDER, AFTER NOTICE TO LIGHTYEAR NETWORK SOLUTIONS, LLC ("LIGHTYEAR") WHICH FINDS AND DETERMINES THAT LIGHTYEAR IS OBLIGATED TO PAY, AND IS LIABLE FOR, A SUM CERTAIN PAYMENT TO THE COMMISSION, OR TO SUBSCRIBERS OF LIGHTYEAR'S INTRASTATE TELECOMMUNICATIONS SERVICES BECAUSE:

1) LIGHTYEAR FAILED TO COMPLY WITH, OR VIOLATED, REQUIREMENTS IMPOSED BY STATUTE, REGULATION, OR ORDER RELATED TO LIGHTYEAR'S PROVISION OF INTRASTATE PUBLIC UTILITY SERVICES WITHIN ARIZONA;

OR

2) LIGHTYEAR FAILED TO COMPLY WITH, OR VIOLATED, AN ORDER ENTERED BY THE COMMISSION;

OR

3) LIGHTYEAR FAILED TO PAY, OR IS OBLIGATED TO PAY, A REGULATORY

OR STATUTORY FEE, ASSESSMENT, OR TAX IMPOSED BY REGULATION OR ORDER OF THE COMMISSION OR BY ANY OF THE PROVISIONS OF ARIZONA LAW".

A COPY OF THE ORDER ENTERED BY THE COMMISSION MUST ACCOMPANY THE DATED AND SIGNED STATEMENT AND CERTIFICATION SUBMITTED BY THE BENEFICIARY OR ITS AUTHORIZED AGENT.

PARTIAL DRAWINGS ARE ALLOWED.
MULTIPLE DRAWINGS ARE ALLOWED.

IT IS A CONDITION OF THIS LETTER OF CREDIT THAT IT SHALL BE AUTOMATICALLY RENEWED WITHOUT AMENDMENT FOR ADDITIONAL PERIODS OF 1 YEAR(S) UNLESS WE NOTIFY YOU BY CERTIFIED MAIL OR COURIER AT LEAST 30 DAYS PRIOR TO THE EXPIRATION DATE THAT WE INTEND NOT TO RENEW THIS LETTER OF CREDIT.

THE BANK SHALL NOT BE CALLED UPON TO DETERMINE QUESTIONS OF FACT OR LAW AT ISSUE BETWEEN THE BANK'S CUSTOMER AND THE BENEFICIARY OF THIS LETTER OF CREDIT.

ALL BANKING CHARGES OUTSIDE OF THE ISSUING BANK ARE FOR THE ACCOUNT OF THE BENEFICIARY.

ALL DRAFTS MUST BEAR THE CLAUSE: "DRAWN UNDER LETTER OF CREDIT NUMBER CIS406790 OF FIFTH THIRD BANK, (CENTRAL KENTUCKY), DATED OCTOBER 01, 2007."

THIS ORIGINAL LETTER OF CREDIT, ALONG WITH ANY SUBSEQUENT AMENDMENTS, MUST BE SUBMITTED TO THE BANK FOR OUR ENDORSEMENT OF ANY PAYMENTS EFFECTED BY US AND/OR FOR CANCELLATION.

WE ENGAGE WITH YOU THAT DRAFTS DRAWN UNDER AND IN COMPLIANCE WITH THE TERMS OF THIS LETTER OF CREDIT WILL BE HONORED IF NEGOTIATED OR PRESENTED DURING BUSINESS HOURS ON OR BEFORE THE EXPIRATION DATE AT:

FIFTH THIRD BANK
TRADE SERVICES
5050 KINGSLEY DRIVE
MD 1MOCBR
CINCINNATI, OH 45263
513-358-2131

THIS LETTER OF CREDIT IS SUBJECT TO THE INTERNATIONAL STANDBY PRACTICES/ISP98, INTERNATIONAL CHAMBER OF COMMERCE PUBLICATION 590.


AUTHORIZED SIGNATURE


AUTHORIZED SIGNATURE

October 16, 2007

VIA OVERNIGHT MAIL

Jim Cafourek
Securities Division
Arizona Corporation Commission
1300 W. Washington Street, 3rd Floor
Phoenix, AZ 85007



Re: Lightyear Network Solutions, LLC ("Lightyear")
Docket No. T-04229A-06-0915
Decision No. 69171 ³

Dear Mr. Cafourek:

In connection with the above-referenced Order, which is enclosed for your reference, please find an irrevocable Letter of Credit in the amount of \$10,000.00 with the Arizona Corporation Commission as the beneficiary. This Letter of Credit is for Lightyear's resold interexchange authority only.

Lightyear will be soon be submitting an application to withdraw both its resold and facilities-based local exchange authority. We have already withdrawn our facilities-based long distance authority as stated in this Order.

Please acknowledge receipt of this filing by date-stamping the extra copy of this cover letter and returning it to me in the self-addressed, stamped envelop provided for that purpose. Any questions you may have regarding this filing may be directed to my attention at 502.410.1531 or linda.hunt@lightyear.net.

Thank you for your assistance.

Sincerely,

A handwritten signature in cursive script that reads "Linda Hunt".

Linda Hunt
Director of Legal and Regulatory Affairs

LH:
Enclosures

cc: Douglas Orvis
Bingham McCutchen