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BEFORE THE ARIZONA CORPORATION COMMISSION

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COMMISSIONERS

KRISTIN K. MAYES - CHAIRMAN

GARY PIERCE

PAUL NEWMAN

SANDRA D. KENNEDY

BOB STUMP

2009 APR 15 P 4: 13

AZ CORP COMMISSION  
DOCKET CONTROL

IN THE MATTER OF THE JOINT APPLICATION )  
OF PAETEC HOLDING CORP., MCLEODUSA )  
INCORPORATED AND MCLEODUSA )  
TELECOMMUNICATIONS SERVICES, INC. )  
FOR APPROVAL TO TRANSFER INDIRECT )  
CONTROL OF MCLEODUSA )  
TELECOMMUNICATIONS SERVICES, INC. )  
AND FOR MCLEODUSA )  
TELECOMMUNICATIONS SERVICES, INC. TO )  
PARTICIPATE IN CERTAIN DEBT FINANCING )  
ARRANGEMENTS. )

DOCKET NO. T-03267A-07-0554

Arizona Corporation Commission

DOCKETED

APR 15 2009

DOCKETED BY

NOTICE OF COMPLIANCE FILING

PAETEC Holdings, Inc., McLeodUSA, Incorporated and McLeodUSA  
Telecommunications Services, Inc., through undersigned counsel, hereby submit the attached  
affidavit in compliance with Decision No. 70126 confirming that no Arizona customer deposits,  
advances and prepayments are encumbered.

RESPECTFULLY SUBMITTED this 15<sup>th</sup> day of April 2009.

ROSHKA DEWULF & PATTEN, PLC

By

Michael W. Patten  
One Arizona Center  
400 East Van Buren Street, Suite 800  
Phoenix, Arizona 85004

Attorneys for Applicants

ROSHKA DEWULF & PATTEN, PLC  
ONE ARIZONA CENTER  
400 EAST VAN BUREN STREET - SUITE 800  
PHOENIX, ARIZONA 85004  
TELEPHONE NO 602-256-6100  
FACSIMILE 602-256-6800

1 Tony S. Lee  
Grace R. Chiu  
2 Venable LLP  
575 7<sup>th</sup> Street, N.W.  
3 Washington, D.C. 20036  
Tel: (202) 344-4000  
4 Fax: (202) 344-8300

5 Of Counsel

6 Original and 17 copies of the foregoing  
7 filed this 15<sup>th</sup> day of April 2009 with:

8 Docket Control  
Arizona Corporation Commission  
1200 West Washington Street  
9 Phoenix, Arizona 85007

10 Copy of the foregoing hand-delivered/mailed  
11 this 15<sup>th</sup> day of April 2009 to:

12 Shannon Kanlon  
Utilities Division  
Arizona Corporation Commission  
13 1200 West Washington  
14 Phoenix, Arizona 85007

15  
16 By 

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Before the  
Arizona Corporation Commission

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In the Matter of

In the Matter of the Application of PAETEC )  
Holding Corp., McLeodUSA Incorporated and )  
McLeodUSA Telecommunications Services, )  
Inc. for Approval to Transfer Indirect Control ) Docket No. T-03267A-07-0554  
of McLeodUSA Telecommunications Services, )  
Inc., and For McLeodUSA Telecommunications )  
Services, Inc. to Participate in Certain Debt )  
Financing Arrangements )

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AFFADAVIT OF WILLIAM A. HAAS

1. My name is William A. Haas. My business address is One Martha's Way, Hiawatha, IA 52233. I am employed by PAETEC Holding, Inc. as Vice President – Public Policy & Regulatory.
2. My affidavit is being filed on behalf of PAETEC Holding Corp., McLeodUSA Incorporated, and McLeodUSA Telecommunications Services, Inc. d/b/a PAETEC Business Services.
3. The purpose of my Affidavit is to address the compliance requirement imposed by the Arizona Corporation Commission requiring the company to submit an annual compliance report in which it verifies that customer deposits, advances and prepayments from Arizona customers held by the company are excluded from any encumbrance.
4. I am familiar with the terms of the Credit Agreement and debt Financing Arrangements of PAETEC Holding Corp. Under the terms of the Credit Agreement, no customer deposits, advances or prepayments from Arizona customers are encumbered.

5. I am also familiar with the terms of a Performance Bond held by McLeodUSA Telecommunications Services, Inc. The Performance Bond in the amount of \$600,000 would provide adequate funds to reimburse Arizona customers for all deposits, advances and prepayments currently held by McLeodUSA in the State of Arizona.

FURTHER AFFIANT SAYETH NOT.

William A. Haas  
William A. Haas

SUBSCRIBED AND SWORN TO before me on this 15<sup>th</sup> day of April 2009.

Julia Redman Carter  
Notary Public for  
Residing at Green County  
My Commission Expires April 7, 2011

