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October 27, 2005

BY HAND DELIVERY

Marlene Dortch, Secretary Federal Communications Commission 445 12th Street, S.W. Washington, D.C. 20554

Re: Section 63.71 Application of KMC Telecom V, Inc. and KMC Telecom of

Virginia, Inc.

Dear Ms. Dortch:

On behalf of KMC Telecom V, Inc. and KMC Telecom of Virginia, Inc. ("KMC" or "Applicants"), transmitted herewith are an original and six (6) copies of an application for authority to discontinue the provision of certain domestic services. Applicant respectfully requests that the Commission issue a Public Notice regarding this application as soon as possible. Please date-stamp the enclosed extra copy of this filing and return it in the envelope provided. Should you have any questions with respect to this matter, please do not hesitate to contact the undersigned at (202) 955-9667.

Respectfully submitted,

Melissa S. Conway

Enclosures

cc: Service List

Rodney McDonald, Competitive Policy Division, Wireline Competition Bureau

Before the FEDERAL COMMUNICATIONS COMMISSION Washington, D.C. 20554

In the Matter of)
Section 63.71 Application of KMC Telecom V, Inc. and)
KMC TELECOM OF VIRGINIA, INC.))

SECTION 63.71 APPLICATION

KMC Telecom V, Inc. and KMC Telecom of Virginia, Inc. ("KMC" or "Applicants") hereby seek authorization pursuant to Section 214(a) of the Communications Act of 1934, as amended (the "Act"), 47 U.S.C. § 214, and Section 63.71 of the Commission's Rules, 47 C.F.R. § 63.71, to discontinue their provision of certain domestic telecommunications services – namely, select interstate data services – to carrier customers in all states where Applicants are authorized to provide telecommunications services. Specifically, KMC seeks to discontinue the following services: enhanced termination service, enhanced origination service, dial access service and PRI services.

Although Applicants did not intend to discontinue these services, Applicants now do not have funding sufficient to maintain the provisioning of these service offerings to their customers. KMC simply cannot pay its underlying network providers. The affected customers

KMC Telecom V, Inc. is authorized to provide service in the following states: Alabama, Arizona, Arkansas, California, Connecticut, Florida, Georgia, Idaho, Illinois, Indiana, Kansas, Kentucky, Louisiana, Maryland, Massachusetts, Michigan, Minnesota, Mississippi, Missouri, Montana, Nebraska, Nevada, New Jersey, New Mexico, New York, North Carolina, Ohio, Oklahoma, Oregon, Pennsylvania, South Carolina, Tennessee, Texas, Utah, Virginia, Washington, West Virginia, Wisconsin and Wyoming. KMC Telecom of Virginia, Inc. is authorized to provide service in Virginia.

are all carrier customers that have already been notified by telephone of the proposed discontinuance. There are approximately twenty-four (24) carrier customers that will be affected by this discontinuance. All of the customers have adequate alternative services available to them from competitive local exchange carriers and incumbent local exchange carriers.

Applicants provide the following information pursuant to Section 63.71 of the Commission's Rules:

- 1. <u>Name and Address of the Carrier</u>: KMC Telecom V, Inc. and KMC Telecom of Virginia, Inc. are indirect, wholly owned subsidiaries of KMC Telecom Holdings, Inc. Applicants are located at 1545 Route 206, Suite 300, Bedminster, NJ 07921.
- 2. <u>Date of Planned Service Discontinuance, Reduction or Impairment</u>: The Applicants plan to discontinue service to the affected customers in the states listed above as soon as the necessary regulatory approvals are obtained. Applicants understand that this application will be automatically granted on the 31st day after public notice of filing unless the Commission notifies the Applicants to the contrary.
- 3. <u>Points of Geographic Areas of Service Affected</u>: Applicants will discontinue the provision of the services listed above to the affected customers in the states listed in footnote 1 above.
- 4. <u>Brief Description of Type of Service Affected</u>: KMC intends to discontinue the provision of the following data services: enhanced origination service, enhanced termination service, dial access services and PRI services. Enhanced origination service is the provisioning of telephone numbers to customers in order to enable them to complete calls to their enhanced services and/or VoIP end users. Enhanced termination service enables the hand-off of VoIP and/or enhanced services calls, generated by the customers' end users, to KMC's network.

Dial access service is an end-to-end service enabling customers to outsource their dial-up network management to KMC. The PRI services include both 1-way and 2-way circuits.

- 5. <u>Brief Description of the Dates and Methods of Notice to All Affected</u>

 <u>Customers</u>: Applicants provided written customer notice in accordance with the requirements of Section 63.71(a) of the Commission's Rules by notice dated October 26, 2005. Notice was sent by overnight delivery to the affected customers on October 26, 2005. A copy of the notice is appended hereto as *Exhibit A*.
- 6. Whether the Carrier is Considered Dominant or Non-dominant with Respect to the Service to be Discontinued, Reduced or Impaired: Applicants are considered non-dominant carriers with respect to the affected services.

In accordance with Section 63.71 of the Commission's Rules, a copy of this Application is being mailed to the Governors and public services commissions of the states listed above, and to the Special Assistant for Telecommunications for the Secretary of Defense, concurrently with the filing of this application.

Additional questions regarding this application may be addressed to the undersigned or to Melissa Conway, Kelley Drye & Warren LLP, 1200 19th Street, N.W., Suite 500, Washington, D.C. 20036, (202) 955-9667, mconway@kelleydrye.com.

Respectfully submitted,

KMC TELECOM, V, INC.

KMC TELECOM OF VIRGINIA, INC.

By:

Mikhael Vitenson

Associate General Counsel KMC Telecom Holdings, Inc. 1545 Route 206, Suite 300

Bedminster, NJ 07921 Phone: (908) 470-3619

Fax: (908) 719-8774

Dated: October 27, 2005

CERTIFICATE OF SERVICE

I hereby certify that the foregoing Section 63.71 Application was served this 27th day of October 2005, by mailing true and correct copies thereof, postage prepaid, to the following persons at the addresses listed below.

Secretary of Defense ATTN: Special Assistant for Telecommunications Pentagon Washington, DC 20301

Secretary
Alabama Public Service Commission
PO Box 304260
100 N. Union Street
RSA Union, Suite 850
Montgomery, AL 36130

The Honorable Bob Riley Governor of Alabama State Capitol 600 Dexter Avenue Montgomery, Alabama 36130

Secretary Arkansas Public Service Commission 1000 Center Street Little Rock, Arkansas 72201

The Honorable Mike Huckabee Governor of Arkansas Governor's Office State Capitol Rm 250 Little Rock, Arkansas 72201

Secretary
Arizona Corporation Commission
Utilities Division
1200 West Washington
Phoenix, AZ 85007-2996

The Honorable Janet Napolitano Governor of Arizona 1700 West Washington Phoenix, Arizona 85007

Secretary California Public Utilities Commission 505 Van Ness Avenue San Francisco, CA 94102

The Honorable Arnold Schwarzenegger Governor of California State Capitol Building Sacramento, CA 95814

Secretary
State of Connecticut
Department of Public Utility Control
Ten Franklin Square
New Britain, CT 06051

The Honorable M. Jodi Rell Governor of Connecticut Executive Office of the Governor State Capitol 210 Capitol Avenue Hartford, Connecticut 06106

Secretary Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850

The Honorable Jeb Bush Governor of Florida Executive Office of the Governor The Capitol Tallahassee, Fl. 32399-0001 Secretary Georgia Public Service Commission 244 Washington Street, SW Atlanta GA, 30334

The Honorable Sonny Perdue Governor of Georgia Office of the Governor Georgia State Capitol Atlanta, GA 30334

Secretary Idaho Public Utilities Commission 472 W Washington Boise, ID 83702

The Honorable Dirk Kempthorne Governor of Idaho Office of the Governor PO Box 83720 Boise, Idaho 83720

Secretary
Illinois Commerce Commission
527 East Capitol Avenue
Springfield, IL 62701

The Honorable Rod R. Blagojevich Governor of Illinois Office of the Governor 207 State House Springfield, IL 62706

Secretary
Indiana Utility Regulatory Commission
Indiana Government Center South
302 West Washington Street
Suite E-306
Indianapolis Indiana 46204

The Honorable Mitch Daniels Governor of Indiana Office of the Governor Statehouse Indianapolis, Indiana 46204-2797 Secretary Kansas Corporation Commission 1500 SW Arrowhead Road Topeka, KS 66604-4027

The Honorable Kathleen Sebelius Governor of Kansas Office of the Governor Capitol, 300 SW 10th Ave., Ste. 212S Topeka, KS 66612-1590

Secretary
Kentucky Public Service Commission
P.O. Box 615
211 Sower Boulevard
Frankfort, Kentucky 40602-0615

The Honorable Ernie Fletcher Governor of Kentucky 700 Capitol Avenue Suite 100 Frankfort, KY 40601

Secretary
Louisiana Public Service Commission
Galvez Building, 12th Floor
602 North Fifth Street
PO Box 91154
Baton Rouge, Louisiana 70821-9154

The Honorable Kathleen Babineaux Blancho Governor of Louisiana Office of the Governor P.O. Box 94004 Baton Rouge, LA 70804-9004

Secretary Massachusetts DTE One South Station Boston, MA. 02110 The Honorable Mitt Romney Governor of Massachusetts Office of the Governor Room 360 Boston, MA 02133

Secretary
Maryland Public Service Commission
William Donald Schaefer Tower
6 St. Paul St., 16th Floor
Baltimore, MD 21202

The Honorable Robert L. Ehrlich, Jr. Governor of Maryland Office of the Governor State House Annapolis, Maryland 21401-1925

Secretary Michigan Public Service Commission 6545 Mercantile Way, Suite 7 Lansing, MI 48911

The Honorable Jennifer M. Granholm Governor of Michigan P.O. Box 30013 Lansing, Michigan 48909

Secretary Minnesota Public Utilities Commission 121 7th Place E., Suite 350 Saint Paul, MN 55101-2147

The Honorable Tim Pawlenty Govenor of Minnesota Office of the Governor 130 State Capitol 75 Rev. Dr. Martin Luther King Jr. Blvd. St. Paul, MN 55155 Secretary
Missouri Public Service Commission
Public Information Office
Governor Office Building
200 Madison Street
PO Box 360
Jefferson City, MO 65102-0360

The Honorable Matt Blunt Governor of Missouri Office of the Governor Room 216, State Capitol Building Jefferson City MO 65101

Secretary Mississippi Public Service Commission P.O. Box 1174 Jackson, MS 39215-1174

The Honorable Haley Barbour Governor of Mississippi 501 N. West Street Governor's Office, 15th Floor Jackson, MS 39201

Secretary
State of Montana
Public Service Commission
1701 Prospect Ave
P.O. Box 202601
Helena, MT 59620-2601

The Honorable John Bohlinger Governor of Montana Office of the Governor State Capitol PO Box 200801 Helena, MT 59620-0801

Secretary
North Carolina Utilities Commission
430 North Salisbury Street
Dobbs Building
Raleigh, NC 27603-5918

The Honorable Michael F. Easley Govenor of North Carolina Office of the Governor 20301 Mail Service Center Raleigh, NC 27699-0301

Secretary Nebraska Public Service Commission 1200 N Street, Suite 300 Lincoln, NE 68508

The Honorable Dave Heineman Governor of Nebraska Office of the Governor P.O. Box 94848 Lincoln, NE 68509-4848

Secretary New Jersey Board of Public Utilities Two Gateway Center Newark, New Jersey 07102

The Honorable Richard J. Codey Acting Governor of New Jersey PO Box 001 Trenton, NJ 08625 609-292-6000

Secretary
New Mexico Public Regulation Commission
Marian Hall
224 E. Palace Ave.
Santa Fe, New Mexico 87501

The Honorable Bill Richardson Governor of New Mexico Office of the Governor 490 Old Santa Fe Trail Room 400 Santa Fe, NM 87501

Secretary Public Utilities Commission of Nevada 1150 E. William Street Carson City, NV 89701-3109 The Honorable Kenny C. Guinn Governor of Nevada Capitol Building Carson City, NV. 89701

Secretary
New York State
Department of Public Service
3 Empire State Plaza
Albany, New York 12223-1350

The Honorable George E. Pataki Governor of New York State Capitol Albany, NY 12224

Secretary
The Public Utilities Commission of Ohio
180 E. Broad St.
Columbus, OH 43215

The Honorable Bob Taft Governor of Ohio 30th Floor 77 South High Street Columbus, Ohio 43215-6117

Secretary
Oklahoma Corporation Commission
Jim Thorpe Building
2101 North Lincoln Blvd.
Oklahoma City, OK 73105

The Honorable Brad Henry Governor of Oklahoma State Capitol Building 2300 N. Lincoln Blvd., Room 212 Oklahoma City, OK 73105

Secretary
Public Utility Commission of Oregon
550 Capitol St NE #215
PO Box 2148
Salem OR 97308-2148

The Honorable Ted Kulongoski Governor of Oregon 160 State Capitol 900 Court Street Salem, Oregon 97301-4047

Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street
Harrisburg, PA 17120

The Honorable Edward G. Rendell Governor of Pennsylvania 225 Main Capitol Building Harrisburg, Pennsylvania 17120

Secretary
Public Service Commission of South
Carolina
101 Executive Center Dr., Suite 100
Columbia, SC 29210

The Honorable Mark Sanford Governor of South Carolina Office of the Governor P.O. Box 12267 Columbia, SC 29211

Secretary

Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243-0505

The Honorable Phil Bredesen Governor of Tennessee Governor's Office Tennessee State Capitol Nashville, TN 37243-0001

Secretary
Public Utility Commission of Texas
1701 N. Congress Avenue
PO Box 13326
Austin, TX 78711-3326

The Honrable Rick Perry Governor of Texas Office of the Governor P.O. Box 12428 Austin, Texas 78711-2428

Secretary
Public Service Commission of Utah
Heber M. Wells Building
Fourth Floor
160 East 300 South
Salt Lake City, UT 84111

The Honorable Jon Huntsman, Jr. Governor of Utah Utah State Capitol Complex East Office Building, Suite E220 PO Box 142220 Salt Lake City, Utah 84114-2220

Secretary Commonwealth of Virginia State Corporation Commission Tyler Building, 1300 E. Main St. Richmond, Virginia 23219

The Honorable Mark R. Warner Governor of Virginia Patrick Henry Building, 3rd Floor 1111 East Broad Street Richmond, Virginia 23219

Secretary
Washington UTC
P.O. Box 47250
1300 Evergreen Park Dr. SW
Olympia, WA 98504-7250

The Honorable Christine Gregoire Governor of Washington Office of the Governor PO Box 40002 Olympia, WA 98504-0002 Secretary
Public Service Commission of Wisconsin
610 North Whitney Way
P.O. Box 7854
Madison, Wisconsin 53707-7854

The Honorable Jim Doyle Governor of Wisconsin Office of the Governor 115 East State Capitol Madison, WI 53702

Secretary
Public Service Commission
West Virginia
201 Brooks Street
PO Box 812
Charleston, WV 25323

The Honorable Joe Manchin III Governor of West Virginia 1900 Kanawha Boulevard, E. Charleston, WV 25305

Secretary Wyoming Public Service Commission Hansen Building Suite 300 2515 Warren Avenue Cheyenne, WY 82002

The Honorable Dave Freudenthal Governor of Wyoming Governor's Office State Capitol, 200 West 24th Street Cheyenne, WY 82002-0010

Courtenax P. Adams

EXHIBIT A



Corporate Office 1545 Route 206, Suite 300 Bedminster, NJ 07921 Tel 908.470.2100 Fax 908.719.8774 www.kmctelecom.com

October 26, 2005

VIA FEDERAL EXPRESS/FACSIMILE

TXLink, LLC PO Box 2116 Red Oak, TX 75154 Fax:(775)-796-4339

Attn: Matthew Simpson/President

IMPORTANT NOTIFICATION

Dear Valued Customer:

As you may already know, effective thirty (30) days after the date of this letter, or as soon thereafter as the necessary regulatory approvals are obtained, KMC Telecom V, Inc. and KMC Telecom of Virginia, Inc. ("KMC")¹ will be discontinuing your telephone service (including enhanced termination service, enhanced origination service, dial access service and PRI services). This discontinuance affects service in all states where KMC is authorized to provide telecommunications service. This notice clarifies and supercedes any previous communications on this issue.

Your action is required! You must subscribe to a telephone service provider other than KMC prior to the end of the thirty (30) day period referenced above or you will not have access to the services currently available to you through KMC.

KMC will cooperate with you through the date of discontinuance concerning the transition of your telephone service to an alternative carrier of your choice and will assist you in transitioning your existing local telephone number(s) where permitted. Please consult your local telephone directory or the incumbent local exchange carrier(s) in your area for a list of other possible providers. Should you need KMC's assistance, please contact Sharon Schaub at (785) 290-9019. We regret to inform you that certain underlying vendors of critical services have threatened to cease providing service to

Please note that you may have a contract with an affiliate of KMC, including, without limitation, KMC Telecom Solutions, LLC, KMC Telecom III LLC or KMC Telecom LLC.

KMC. If any such vendor stops providing service to KMC, the effect could be to render us unable to provide service to you for reasons beyond our control even before the thirty (30) day period has expired. Thus, it is vital that you obtain service from a substitute provider immediately.

The FCC will normally authorize this proposed discontinuance of service unless it is shown that customers would be unable to receive service or a reasonable substitute from another carrier or that the public convenience and necessity is otherwise adversely affected. If you wish to object, you should file your comments within fifteen (15) days after receipt of this notification. Address them to the Federal Communications Commission, Washington, DC 20554, referencing the §63.71 Application of KMC Telecom V, Inc. and KMC Telecom of Virginia, Inc. Comments should include specific information about the impact of this proposed discontinuance upon you or your company, including any inability to acquire reasonable substitute service.

KMC appreciates your business, and we regret that we will no longer be providing your telephone services. It has been our pleasure serving you.

KMC Telecom V, Inc. KMC Telecom of Virginia, Inc.