McLeodUSA Incorporated 01/25/06 Page 2 CLIENT: 13995 MATTER: .0025 INVOICE: 297761

	OTHER CHARGES	AMOUNT	
	Tclephone	0.07	
	Local Counsel Services and Expenses	159.00	
	TOTAL OTHER CHARGES	\$159.07	
CI	URRENT INVOICE DUE	\$871.57	
PREVIOUS BALANCE	(Breakdown attached if applicable)	\$0.00	
	TOTAL AMOUNT DUE	\$871.57	

FROERAL IDENTIFICATION No. 13-2679676

WASHINGTON, DC OFFICE THE WASHINGTON HARBOUR 3000 K STREET, NW, SUITE 300 WASHINGTON, D.C. 20007-5116 TELEPHONE (202)424-7500 FACSIMILE (202) 424-7647

NEW YORK OFFICE THE CHRYSLER BUILDING 405 LEXINGTON AVENUE NEW YORK, NY 10174 TELEPHONE (212) 973-0111 FACSIMILE (212) 891-9598

McLeodUSA Incorporated McLeodUSA Technology Park 6400 C Street, SW P.O. Box 3177 Cedar Rapids, IA 52406-3177 Attn: Willliam A. Haas

OUR REFERENCE: 13995.0025

INVOICE DATE: 01/25/06 INVOICE NUMBER: 297761

INVOICE SUMMARY

TOTAL AMOUN	NT DUE	\$871.57
TOTAL OTHER (CHARGES	\$159.07
TOTAL FEES	***************************************	\$712.50

REMITTANCE INFORMATION:

U.S. Mail;

U.S. Electronic Funds Transfer:

Swidler Berlin LLP Attn: Accounting Department

P.O. Box 3766 Washington, DC 20027-3766 Name of Bank: Account Title: Account No.:

ABA Routing No.:

Wachovia Bank, N.A. Washington, DC Swidler Berlin LLP

2000024531692 054001220

International Electronic Funds Transfer:

Name of Bank: Account Title: Account No.:

Wachovia Bank, N.A. Washington, DC Swidler Berlin LLP 2000024531692

PNBPUS33

Swift Code: CHIPS:

0509 ABA Routing No.: 026005092

Please Note Our Reference and Invoice Numbers When Making Payment

FEDERAL IDENTIFICATION NO. 13-2679676

Washington, DC Office The Washington Harbour 3000 K Street, NW, Suite 300 Washington, D.C. 20007-5116 Telephone (202)424-7500 Facsimile (202) 424-7647 New York Office The Chrysler Bullding 405 Lexington Avenue New York, NY 10174 Telephone (212) 973-0111 Facsimile (212) 891-9598

McLeodUSA Incorporated McLeodUSA Technology Park 6400 C Street, SW P.O. Box 3177 Cedar Rapids, IA 52406-3177 Attn: William A. Haas

CLIENT/CASE: 13995.0026

INVOICE DATE: 01/25/06 INVOICE NUMBER: 297762

RE: Pathnet, Inc. Bankrupty

FOR PROFESSIONAL SERVICES RENDERED THROUGH JANUARY, 2006

DATE	ATTORNEY	PROFESSIONAL SERVICES	HOURS
12/05/05	Ky E. Kirby	Review D. Farrell email to R. Lipman with background of CapRock claim in Pathnet bankruptcy (.3); conferences (x2) with D. Farrell re same and re filing due today (.5); review and prepare opposition to Objection to CapRock claim for filing (.2); email and voicemail from D. Farrell re efforts to reach trustee's counsel to determine if 12/6 hearing to be continued (.2).	1.20
01/01/06	Ky E. Kirby	Email from and to D. Farrell re handling 1/3 hearing in Pathnet bankruptcy.	0.20
01/03/06	Ky E. Kirby	Confer with M. Preheim re scheduling order issued during hearing/last continuance.	0.20

SERVICES PERFORMED BY:	RATE	HOURS	AMOUNT
Ky E. Kirby	\$570.00	0.40	\$228.00
Ky E. Kirby	\$535.00	1.20	\$642.00
TOTAL HOURS & FEES	A LL L	1.60	\$870.00

McLeodUSA Incorporated 01/25/06 Page 2 CLIENT: 13995 MATTER: .0026 INVOICE: 297762

	OTHER CHARGES	AMOUNT
	TOTAL OTHER CHARGES	\$0.00
C	URRENT INVOICE DUE	\$870.00
PREVIOUS BALANCE	(Breakdown attached if applicable)	\$0.00
	TOTAL AMOUNT DUE	

FEDERAL IDENTIFICATION No. 13-2679676

WASHINGTON, DC OFFICE THE WASHINGTON HARBOUR 3000 K Strekt, NW, Suite 300 WASHINGTON, D.C. 20007-5116 TELEPHONE (202)424-7500 FACSIMILE (202) 424-7647

NEW YORK OFFICE THE CHRYSLER BUILDING 405 LEXINGTON AVENUE NEW YORK, NY 10174 TELEPHONE (212) 973-0111 FACSIMILE (212) 891-9598

McLeodUSA Incorporated McLeodUSA Technology Park 6400 C Street, SW P.O. Box 3177 Cedar Rapids, IA 52406-3177 Attn: William A. Haas

OUR REFERENCE: 13995.0026

INVOICE DATE: 01/25/06 **INVOICE NUMBER: 297762**

INVOICE SUMMARY

TOTAL FEES	\$870.00
TOTAL OTHER CHARGES	\$0.00
TOTAL AMOUNT DUE	\$870.00

REMITTANCE INFORMATION:

U.S. Mail:

Swidler Berlin LLP Attn: Accounting Department P.O. Box 3766

Washington, DC 20027-3766

U.S. Electronic Funds Transfer;

Name of Bank: Account Title: Account No.:

Wachovia Bank, N.A. Washington, DC Swidler Berlin LLP 2000024531692 ABA Routing No.: 054001220

International Electronic Funds Transfer:

Name of Bank: Account Title:

Wachovia Bank, N.A. Washington, DC Swidler Berlin LLP

Account No.: Swift Code: CHIPS:

2000024531692 PNBPUS33 0509 ABA Routing No.: 026005092

Please Note Our Reference and Invoice Numbers When Making Payment

Exhibit C

EXHIBIT C

SUMMARY BY PROFESSIONALS RENDERING SERVICES DURING CASE PERIOD

Name of Professional	Date of Admission	Position	Hourly Billing Rate	Hours	Total Value
Andrew D. Lipman	1979	Partner	\$620.00	2.00	\$1,240.00
Andrew D. Lipman	1979	Partner	\$580.00	15.00	8,700.00
Jean L. Kiddoo	1980	Partner	\$580.00	3.30	1,914.00
Jean L. Kiddoo	1980	Partner	\$540.00	52.30	28,242.00
Richard M. Rindler	1969	Partner	\$480.00	6.30	3,024.00
Richard M. Rindler	1969	Partner	\$450.00	33.97	15,286.50
Ky Kirby	1986	Partner	\$570.00	1.60	912.00
Ky Kirby	1986	Partner	\$535.00	11.00	5,885.00
Catherine Wang	1992	Partner	\$535.00	2.40	1,284.00
Russell M. Blau	1982	Partner	\$530.00	0.50	265.00
Susan E. Duvall	1978	Partner	\$515.00	0.50	257.50
Glenn Miller	1995	Partner	\$485.00	0.30	145.50
William B. Wilhelm	1994	Partner	\$425.00	0.50	212.50
Paul O. Gagnier	1995	Partner	\$415.00	0.90	373.50
Ulises Pin	2003	Partner	\$385.00	0.50	192.50
Joshua Bobeck	1994	Of Counsel	\$385.00	1.65	635.25
Douglas D. Orvis II	1998	Associate	\$385.00	0.20	77.00
Paul Hudson	N/A	Associate	\$375.00	0.83	311.25
Patrick Donovan	1990	Of Counsel	\$440.00	28.40	12,496.00
Patrick Donovan	1990	Of Counsel	\$410.00	61.22	25,100.20
Eliott Greenwald	1979	Of Counsel	\$440.00	0.70	308.00
Eliott Greenwald	1979	Of Counsel	\$410.00	6.80	2,788.00
Jonathan Frankel	1997	Partner	\$410.00	1.50	615.00
Jonathan Frankel	1997	Associate	\$375.00	43.10	16,162.50
Brett Ferenchak	1999	Associate	\$355.00	2.00	710.00
Brian M McDermott	N/A	Associate	\$400.00	2.00	800.00
Brian M. McDermott	Ν/Λ	Associate	\$355.00	47.10	16,720.50
Philip Macres	1999	Associate	\$355.00	6.44	2,286.20

Name of Professional	Date of Admission	Position	Hourly Billing Rate	Hours	Total Value
Wendy M. Creeden	2000	Associate	\$330.00	2.80	924.00
Misha Preheim	2002	Associate	\$275.00	7.50	2,062.50
Danielle C. Burt	2003	Associate	\$295.00	2.80	826.00
Danielle C. Burt	2003	Associate	\$255.00	23.60	6,018.00
Anitra Goodman	2003	Associate	\$255.00	19.30	4,921.50
Jeffrey Strenkowski	2002	Associate	\$255.00	5.50	1,402.00
Scott Woods	2004	Associate	\$235.00	18.15	4,265.25
Katie Besha	Pending	Associate	\$250.00	3.70	925.00
Katic Besha	Pending	Associate	\$215.00	0.70	150.50
M. Renee Britt	N/A	Paralegal	\$210.00	0.20	42.00
M. Renee Britt	N/A	Paralegal	\$195.00	49.97	9,744.15
Debra O. Fullem	N/A	Paralegal	\$195.00	0.30	58.50
Deborah Raichelson	N/A	Paralegal	\$195.00	1.00	195.00
John Fries	N/A	Research Librarian	\$150.00	0.70	105.00
Christine D. Johnson		Paralegal	\$145.00	0.92	133.40
Total			:	468.55	\$178,063.20

EXHIBIT D

Proposed Order

UNITED STATES BANKRUPTCY COURT FOR THE NORTHERN DISTRICT OF ILLINIOS EASTERN DIVISION

100.0	
In Re:)
MCLEODUSA INCORPORATED,)
et. al.) Case No. 05-6320
) Jointly Administered
) Chapter 11
Debtors.) Honorable John H. Squires

ORDER GRANTING FIRST AND FINAL APPLICATION OF SWIDLER BERLIN LLP FOR ALLOWANCE AND PAYMENT OF COMPENSATION AND REIMBURSEMENT OF EXPENSES AS ORDINARY COURSE PROFESSIONAL FOR THE PERIOD OCTOBER 28, 2005 THROUGH JANUARY 6, 2006

This matter having been heard on the First and Final Application for Allowance and Payment of Compensation and Reimbursement of Expenses by Swidler Berlin, LLP ("Swidler"), as Ordinary Course Professional for the Debtors and Debtors-in-Possession (the "Final Application"), wherein Swidler sought compensation in the amount of \$178,063.20 and reimbursement of expenses in the amount of \$7,781.15.

The Court having read and considered the Final Application and having concluded that the Fees sought by Swidler are reasonable and in accordance with the Statutory requirements for payment of the same; and having further concluded that the hours expended by Swidler as reflected in the Final Application are reasonable, appropriate and not excessive, redundant or otherwise unnecessary, and having further conduced that the disbursements made and out-of-pocket expenses actually incurred by Swidler as reflected in the Final Application are reasonable

and justified herein; and after notice and opportunity for a hearing to consider the Application; and upon the record and after due deliberation thereon; and due and proper notice of the Application having been given; and sufficient cause appearing therefore;

IT IS HEREBY ORDERED THAT:

- 1. The Final Application is approved and GRANTED.
- 2. The Court awards Swidler compensation in the amount of \$178,063.20 for actual, reasonable and necessary professional services rendered for or on behalf of the Debtor during the Application Period, and reimbursement of \$7,781.15 for actual, reasonable and necessary expenses incurred.
- 3. To the extent such fees and expenses have not been paid, the Debtors are authorized and directed to pay the unpaid portions thereof;
- The Court Orders that such fees and expenses shall be treated as an expense of administration entitled to priority under Section 507(A)(1) of the Bankruptcy Code;
- 5. The Court retains jurisdiction to construe and enforce this Order.

Dated:		2006	
	Chicago, Illinois	<u> </u>	Honorable John H. Squires
			UNITED STATES BANKRUPTCY JUDGE