

## STATEMENT OF MARDI DE VERGES

My name is Mardi de Verges. I am Vice President and Treasurer of WilTel Communications Group, Inc. ("WilTel"). The purpose of my statement is to provide additional information for the record in this proceeding.

### Status of Bankruptcy Proceedings

At the time that the Commission issued its Interim Order in this proceeding, the parent company of the Applicants was involved in bankruptcy proceedings in Delaware. On September 30, 2002, the bankruptcy court issued an Order Confirming Second Amended Joint Plan of Williams Communications Group, Inc. and CG Austria, Inc. (the "Confirmation Order"). The Confirmation Order established an effective date of October 15, 2002 for the reorganization plan.

### Corporate Structure

The post-reorganization corporate structure of WilTel is set forth on Applicants' Ex. 3.1. WilTel is the parent of Applicant Williams Communications Group, LLC, which in turn is the parent of Applicant Williams Local Network, LLC.

### Applicants' Financial Position

In its Interim Order, the Commission directed the Applicants to provide to Staff a post-reorganization pro forma statement of cash flows and a post-reorganization pro forma balance sheet reflecting Williams Communication Group's financial position when such documents are available. Such documents became available in early December, 2002 and Applicants provided that information to the Staff at that time. Specifically, Applicants provided a pro forma statement of cash flows and a pro forma balance sheet for WilTel, the holding company. Separate statements are not available for the individual Applicants.

In light of the fact that separate data is not available for each of the Applicants, WilTel has agreed to make certain commitments with respect to the funding of the Applicants' operations in the years 2003 and 2004. Those commitments are set forth in my accompanying affidavit, which is marked as Applicants' Ex. 3.2. Notably, Applicants recognize that a failure to fulfill those commitments would be grounds for revocation of Applicants' certificates.