

**Billing and Collection Agent Report  
For period ending February 29, 2008**

**To NANC**

**March 10, 2008**

**NANPA FUND  
STATEMENT OF FINANCIAL POSITION  
FEBRUARY 29, 2008**

**Assets**

Cash Balance in bank account		\$ 101,093
Dreyfus Government Cash Management Fund		3,653,000
Receivable from US Carriers	215,506	
Receivable from Canada	5,910	
Receivable from Caribbean countries	1,101	
Receivables forwarded to FCC for collection (Over 90 days)	170,289	
Allowance for uncollectible accounts	<u>(285,000)</u>	107,806
Interest receivable		<u>10,030</u>
<b>Total assets</b>		<b>3,871,929</b>
<b>Less: Accrued liabilities (see below for makeup)</b>		<b>(456,081)</b>
		<u>-</u>
<b>Fund balance</b>		<b><u>\$ 3,415,848</u></b>

**Makeup of Accrued Liabilities** (see following page for additional details)

Welch LLP	38,840	
NEUSTAR Pooling 1K Block Pooling Expenses	189,373	
NEUSTAR Admin Expenses	114,151	
Data Collection Agent - USAC	8,717	
Fund audit	<u>105,000</u>	
	<u>\$ 456,081</u>	

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**Other items of note**

During February 2008, the Dreyfus Government Cash Management Fund earned a rate of return of 3.12%.

Refund checks totalling \$12, 342 were issued to carriers in February. Many of the refunds were attributable to overpayment by the carriers.

**NANPA FUND  
FORECASTED STATEMENT OF CHANGES IN FUND BALANCE  
JULY 2007 TO FEBRUARY 2009**

	Actual		Budgeted				Total	Budget	Variance between forecasted balance at June 30/08 and budget
	July 07 - Jan 08	Feb-08	Mar-08	Apr-08	May-08	Jun-08			
<b>Revenue</b>									
International Contributions									
Canada (1)	47,281	5,910	5,910	5,910	5,911	-	70,922	70,922	-
Caribbean countries (1)	13,970	-	-	-	-	-	13,970	13,949	21
Total International Contributions	61,251	5,910	5,910	5,910	5,911	-	84,892	84,871	21
Domestic Contributions - US carriers (1)	3,759,887	200,171	199,777	199,777	199,777	-	4,559,389	4,530,185	29,204
Late filing fees for Form 499A (2)	( 10,100)	700	-	-	-	115,000	105,600	115,000	( 9,400)
Interest income (3)	123,436	10,291	15,000	15,000	15,000	15,000	193,727	180,000	13,727
<b>Total revenue</b>	<b>3,934,474</b>	<b>217,072</b>	<b>220,687</b>	<b>220,687</b>	<b>220,688</b>	<b>130,000</b>	<b>4,943,608</b>	<b>4,910,056</b>	<b>33,552</b>
<b>Expenses</b>									
NANPA Administration (4), (8)	856,307	117,820	208,160	115,385	115,385	155,830	1,568,887	1,450,340	118,547
1K Block Pooling Administration (4), (7)	1,577,933	189,373	189,375	189,375	189,377	189,377	2,524,810	3,200,000	( 675,190)
pANI (9)	( 433,847)	-	-	-	-	-	( 433,847)	225,000	( 658,847)
Billing and Collection									
Welch LLP (4)	139,300	19,900	19,900	19,900	19,900	19,900	238,800	238,800	-
Data Collection Agent (5)	27,177	4,050	4,667	4,667	4,667	4,667	49,895	56,000	( 6,105)
Annual Operations Audit (6)	-	-	-	-	-	30,000	30,000	30,000	-
Carrier Audits (10)	-	-	-	-	-	-	-	700,000	( 700,000)
Bad debt expense (recovery) (11)	133,197	-	-	-	-	-	133,197	-	133,197
<b>Total expenses</b>	<b>2,300,067</b>	<b>331,143</b>	<b>422,102</b>	<b>329,327</b>	<b>329,329</b>	<b>399,774</b>	<b>4,111,742</b>	<b>5,900,140</b>	<b>(1,788,398)</b>
<b>Net revenue (expenses)</b>	<b>1,634,407</b>	<b>( 114,071)</b>	<b>( 201,415)</b>	<b>( 108,640)</b>	<b>( 108,641)</b>	<b>( 269,774)</b>	<b>831,866</b>	<b>( 990,084)</b>	<b>1,821,950</b>
<b>Opening fund balance</b>	<b>1,895,512</b>	<b>3,529,919</b>	<b>3,415,848</b>	<b>3,214,433</b>	<b>3,105,793</b>	<b>2,997,152</b>	<b>1,895,512</b>	<b>1,990,084</b>	<b>( 94,572)</b>
<b>Closing fund balance</b>	<b>3,529,919</b>	<b>3,415,848</b>	<b>3,214,433</b>	<b>3,105,793</b>	<b>2,997,152</b>	<b>2,727,378</b>	<b>2,727,378</b>	<b>1,000,000</b>	<b>1,727,378</b>
<b>Fund balance makeup:</b>									
Contingency	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	-
Surplus	2,529,919	2,415,848	2,214,433	2,105,793	1,997,152	1,727,378	1,727,378	-	-
	<b>3,529,919</b>	<b>3,415,848</b>	<b>3,214,433</b>	<b>3,105,793</b>	<b>2,997,152</b>	<b>2,727,378</b>	<b>2,727,378</b>	<b>1,000,000</b>	<b>1,727,378</b>

Estimated							
Jul-08	Aug-08	Sep-08	Oct-08	Nov-08	Dec-08	Jan-09	Feb-09
5,733	5,733	5,733	5,733	5,733	5,733	5,733	5,910
13,589	-	-	-	-	-	-	-
19,322	5,733	5,733	5,733	5,733	5,733	5,733	5,910
2,014,084	171,000	171,000	171,000	171,000	171,000	171,000	171,000
-	-	-	-	-	-	-	-
15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,001
2,048,406	191,733	191,733	191,733	191,733	191,733	191,733	191,911
117,388	117,388	117,388	117,388	117,388	117,388	117,388	117,388
189,375	189,375	189,375	189,375	189,375	189,375	189,375	189,376
8,333	8,333	8,333	8,333	8,333	8,333	8,333	8,333
19,900	19,900	19,900	19,900	19,900	19,900	19,900	19,901
4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	700,000
-	-	-	-	-	-	-	-
339,496	339,496	339,496	339,496	339,496	339,496	339,496	1,039,498
1,708,910	( 147,763)	( 147,763)	( 147,763)	( 147,763)	( 147,763)	( 147,763)	( 847,587)
2,727,378	4,436,288	4,288,525	4,140,762	3,992,999	3,845,236	2,072,080	1,924,317
4,436,288	4,288,525	4,140,762	3,992,999	3,845,236	3,697,473	1,924,317	1,076,730
1,000,000	1,000,000	1,000,000	1,000,002	1,000,003	1,000,004	1,000,016	1,000,017
3,436,288	3,288,525	3,140,762	2,992,997	2,845,233	2,697,469	924,301	76,713
4,436,288	4,288,525	4,140,762	3,992,999	3,845,236	3,697,473	1,924,317	1,076,730

**Assumptions:**

- (1) The US carrier contributions for the period from July 2007 to June 2008 and the International carrier revenue is based upon actual billings. The contributions for July 2008 to January 2009 are based on the budget for 2008/09
- (2) These fees represent the \$100 late filing fee charged to those companies that do not file the Form 499A by the due date.
- (3) Interest income projections are estimates
- (4) The expenses for the NANPA Administration, 1K Block Pooling and Welch LLP are based on contracts in force. NANPA Administration contract expires June 2008. The expense for NANPA Administration for July 2008 - February 2009 is based on the current contract.
- (5) The expense for the Data Collection Agent is based on estimate of costs by USAC for the 2008 calendar year.
- (6) \$45,000 for 2004/05 and \$30,000 each has been accrued for 2005/06 and 2006/07 fiscal years for the annual operations audit. The contract will be awarded once the FCC approves the award of the contract.
- (7) The March forecasted amount includes the forecasted monthly billing of \$189,375.
- (8) The March forecasted amount includes the forecasted monthly billing of \$114,151 plus approved changes orders of \$94,009
- (9) Interim p-ANI administration is now covered under the new Pooling contract. \$100,000 has been allowed for the cost of permanent pANI in 2008/09.
- (10) The budget allowed \$700,000 for 16 carrier audits. The FCC indicated that no audits have been performed or will be before June 2008. The FCC is revising the procurement procedure and are not conducting any audits until this is in place.
- (11) The allowance covers all accounts considered potentially uncollectible at February 29, 2008. This will be covered by the contingency allowance.

**Reconciliation of Forecast at June 30, 2008 to Budget**

<b>Budgeted fund balance at June 30/08 - contingency</b>	1,000,000
Shortfall in fund incurred between budget period (March 2007) and June 2007	(94,572)
Additional billings in July 2007 to February 2008	29,225
Late filing fees (reversal) for Form 499A - 2006	(9,400)
Additional interest earned to date over budget	13,727
Adjustment to June NANP Admin estimate to actual	7,000
NANP Admin change orders#6 - 14 not budgeted for	(125,547)
Data Collection fees - Adjust March 2007 to February 2008 estimates to actual	6,105
Bad debts not budgeted for	(133,197)
Annual operations audit - 2005, 2006 and 2007 not performed yet	-
Unexpended budget for carrier audits not performed in 2006/07 budget year	700,000
Adjustment of interim p-ANI costs to actual (over budgeted) based on CO#48	433,847
p-ANI costs included in Pooling contract - not a separate item as budgeted	225,000
Change order #46 cancelled, adjustments to CO # 44,47,49 and 51 from budgeted	35,039
Pooling Change Order #51 not budgeted	(16,987)
Adjustment for Pooling based on actual contract from mid August to June 30th	763,212
Adjustment to April to mid August 2007 Pooling bill estimates to actual	218,635
Pooling - award fee	(9,056)
Pooling - merit bonus re old contract (Jan 1/07 to August 14/07)	(183,805)
Pooling - Fixed fee re old contract (Jan 1/07 to August 14/07)	(131,848)
<b>Forecasted Fund balance at June 30/08</b>	<b>2,727,378</b>

**NANPA FUND  
CURRENT AND FORECASTED LIABILITIES**

	Current							
		<u>Feb-08</u>	<u>Mar-08</u>	<u>Apr-08</u>	<u>May-08</u>	<u>Jun-08</u>	<u>Jul-08</u>	<u>Aug-08</u>
<b>NEUSTAR - NANPA Administration contract</b>	114,151	208,160	115,385	115,385	155,830	117,388	117,388	117,388
- Payment authorized by the FCC on January 11/08, received by Welch January 30/08 December 2007	121,148							
- Payment authorized by the FCC on February 6/08, received by Welch February 28/08 January 2008	119,467							
- Authorization by the FCC has not been received for payment February 2008 (estimate)	114,151							
	-							
	<u>\$ 114,151</u>							
<b>NEUSTAR - Block Pooling contract</b>	189,374	189,375	189,375	189,377	189,377	189,375	189,375	189,375
- Payment authorized by the FCC on January 11/08, received by Welch January 30/08 December 2007	189,374							
- Payment authorized by the FCC on February 6/08, received by Welch February 28/08 January 2008	189,374							
- Authorization by the FCC has not been received for payment February 2008	189,374							
	-							
	<u>\$ 189,374</u>							
<b>Welch LLP - Billing &amp; Collection Agent</b>	38,839	19,900	19,900	19,900	19,900	19,900	19,900	19,900
- Payment authorized by the FCC on January 11/08, received by Welch January 30/08 December 2007	17,860							
- Authorization by the FCC has not been received for payment January 2008	18,939							
February 2008	19,900							
	<u>\$ 38,839</u>							
<b>USAC - Data Collection Agent</b>	8,717	4,667	4,667	4,667	4,667	4,500	4,500	4,500
- Payment authorized by the FCC on February 6/08, received by Welch February 28/08 December 2007	4,247							
- Authorization by the FCC has not been received for payment January 2008	4,050							
February 2008 - estimate	4,667							
	<u>\$ 8,717</u>							
<b>Carrier audits</b>	-	-	-	-	-	-	-	-
<b>External auditor- Annual operations audit</b>	105,000	-	-	-	30,000	-	-	-
- \$105,000 represents an accrual for audit fees for the 2004/05, 2005/06 and 2006/07fiscal years of NANPA. Auditor has not been determined	105,000							
	<u>\$ 105,000</u>							
<b>NEUSTAR - pANI administration</b>	-	-	-	-	-	8,333	8,333	8,333
- Payment authorized by the FCC on January 11/08, received by Welch January 30/08 CO #48	83,175							
	<u>\$ 83,175</u>							
<b>Total</b>	456,081	422,102	329,327	329,329	399,774	339,496	339,496	339,496