

**Billing and Collection Agent Report
For period ending January 31, 2008**

**To NANC
February 8 , 2008**

**NANPA FUND
STATEMENT OF FINANCIAL POSITION
January 31, 2008**

Assets

Cash Balance in bank account		\$ 68,283
Dreyfus Government Cash Management Fund		4,196,000
Receivable from US Carriers	204,589	
Receivable from Canada	5,910	
Receivable from Caribbean countries	1,110	
Receivables forwarded to FCC for collection (Over 90 days)	180,343	
Allowance for uncollectible accounts	<u>(285,000)</u>	106,952
Interest receivable		<u>13,264</u>
Total assets		4,384,499
Less: Accrued liabilities (see below for makeup)		(854,580)
		<u>-</u>
Fund balance		<u>\$ 3,529,919</u>

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

Welch LLP		37,760
NEUSTAR Pooling 1K Block Pooling Expenses		378,747
NEUSTAR Admin Expenses		236,946
Data Collection Agent - USAC		12,952
pANI		83,175
Fund audit		<u>105,000</u>
		<u><u>\$ 854,580</u></u>

Other items of note

During January 2008, the Dreyfus Government Cash Management Fund earned a rate of return of 3.62%.

The FCC has indicated that they have not performed any carrier audits to date and none will be performed by June 2008. As a result, the \$700,000 allowed in the 2007/08 budget will not be spent.

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

	Actual		Budgeted					Total	Budget	Variance between forecasted balance at June 30/08 and budget	
	July 07 - Dec 07	Jan-08	Feb-08	Mar-08	Apr-08	May-08	Jun-08				
Revenue											
International Contributions											
Canada	(1)	41,371	5,910	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		55,341	5,910	5,910	5,910	5,910	5,911	-	84,892	84,871	21
Domestic Contributions - US carriers	(1)	3,566,799	193,088	199,777	199,777	199,777	199,777	-	4,558,995	4,530,185	28,810
Late filing fees for Form 499A	(2)	(7,400)	(2,700)	-	-	-	-	115,000	104,900	115,000	(10,100)
Interest income	(3)	109,557	13,879	15,000	15,000	15,000	15,000	15,000	198,436	180,000	18,436
Total revenue		3,724,297	210,177	220,687	220,687	220,687	220,688	130,000	4,947,223	4,910,056	37,167
Expenses											
NANPA Administration	(4), (8)	735,414	120,893	209,297	115,385	115,385	115,385	157,064	1,568,823	1,450,340	118,483
1K Block Pooling Administration	(4), (7)	1,388,559	189,374	189,375	189,375	189,375	189,375	189,377	2,524,810	3,200,000	(675,190)
pANI	(9)	(429,562)	(4,285)	-	-	-	-	-	(433,847)	225,000	(658,847)
Billing and Collection											
Welch LLP	(4)	119,400	19,900	19,900	19,900	19,900	19,900	19,900	238,800	238,800	-
Data Collection Agent	(5)	22,930	4,247	4,667	4,667	4,667	4,667	4,667	50,512	56,000	(5,488)
Annual Operations Audit	(6)	-	-	-	-	-	-	30,000	30,000	30,000	-
Carrier Audits	(10)	-	-	-	-	-	-	-	-	700,000	(700,000)
Bad debt expense (recovery)	(11)	133,142	55	-	-	-	-	-	133,197	-	133,197
Total expenses		1,969,883	330,184	423,239	329,327	329,327	329,327	401,008	4,112,295	5,900,140	(1,787,845)
Net revenue (expenses)		1,754,414	(120,007)	(202,552)	(108,640)	(108,640)	(108,639)	(271,008)	834,928	(990,084)	1,825,012
Opening fund balance		1,895,512	3,649,926	3,529,919	3,327,367	3,218,727	3,110,087	3,001,448	1,895,512	1,990,084	(94,572)
Closing fund balance		3,649,926	3,529,919	3,327,367	3,218,727	3,110,087	3,001,448	2,730,440	2,730,440	1,000,000	1,730,440
Fund balance makeup:											
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	1,000,000	1,000,000
Surplus		2,649,926	2,529,919	2,327,367	2,218,727	2,110,087	2,001,448	1,730,440	1,730,440	-	-
		3,649,926	3,529,919	3,327,367	3,218,727	3,110,087	3,001,448	2,730,440	2,730,440	1,000,000	1,730,440

Estimated						
Jul-08	Aug-08	Sep-08	Oct-08	Nov-08	Dec-08	Jan-09
5,909	5,909	5,909	5,909	5,909	5,909	5,909
13,849	-	-	-	-	-	-
19,758	5,909	5,909	5,909	5,909	5,909	5,909
2,354,951	199,777	199,777	199,777	199,777	199,777	199,777
-	-	-	-	-	-	-
15,000	15,000	15,000	15,000	15,000	15,000	15,000
2,389,709	220,686	220,686	220,686	220,686	220,686	220,686
118,842	118,842	118,842	118,842	118,842	118,333	118,333
189,375	189,375	189,375	189,375	189,375	189,375	189,375
-	-	-	-	-	-	-
19,900	19,900	19,900	19,900	19,900	19,900	19,900
4,667	4,667	4,667	4,667	4,667	4,667	4,667
-	-	-	-	-	-	-
-	-	-	-	-	-	-
332,784	332,784	332,784	332,784	332,784	332,275	332,275
2,056,925	(112,098)	(112,098)	(112,098)	(112,098)	(111,589)	(111,589)
2,730,440	4,787,365	4,675,267	4,563,169	4,451,071	4,338,973	2,999,905
4,787,365	4,675,267	4,563,169	4,451,071	4,338,973	4,227,384	2,888,316
1,000,000	1,000,000	1,000,000	1,000,002	1,000,003	1,000,004	1,000,016
3,787,365	3,675,267	3,563,169	3,451,069	3,338,970	3,227,380	1,888,300
4,787,365	4,675,267	4,563,169	4,451,071	4,338,973	4,227,384	2,888,316

Assumptions:

- (1) The US carrier contributions for the period from July 2007 to June 2008 is based upon actual billings. 2007/08 International carrier revenue is based on actual. The contributions for July 2008 to January 2009 are estimates based on 2007/08.
- (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 - January 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 2007 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 February forecasted amount includes the forecasted monthly billing of \$189,375.
- (8) The February forecasted amount includes the forecasted monthly billing of \$114,875 plus approved changes orders of \$94,422
- (9) The cost for pANI of \$83,175 has been provided for as per approved change order #48. It is to cover the time period from initiation to August 14, 2007. Interim p-ANI administration is now covered under the new Pooling contract.
- (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 January 31, 2008. This will be covered by the contingency allowance.

Reconciliation of Forecast at June 30, 2008 to Budget

Budgeted fund balance at June 30/08 - contingency	1000000
Shortfall in fund incurred between budget period (March 2007) and June 2007	(94,572)
Additional billings in July 2007 to January 2008	28,831
Late filing fees (reversal) for Form 499A - 2006	(10,100)
Additional interest earned to date over budget	18,436
Adjustment to June NANP Admin estimate to actual	7,000
NANP Admin change orders#6 - 14 not budgeted for	(125,483)
Data Collection fees - Adjust March 2007 to January 2008 estimates to actual	5,488
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)
Forecasted Fund balance at June 30/08	2,730,440

**NANPA FUND
CURRENT AND FORECASTED LIABILITIES**

	Current							
	<u>Jan-08</u>	<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>
NEUSTAR - NANPA Administration contract	236,946	209,297	115,385	115,385	115,385	157,064	118,842	118,842
- Authorization by the FCC has not been received for payment								
December 2007	121,148							
January 2007 (estimate)	115,798							
	<u>\$ 236,946</u>							
NEUSTAR - Block Pooling contract	378,747	189,375	189,375	189,375	189,375	189,377	189,375	189,375
- Payment authorized by the FCC on January 2/08, received by Welch January 9/08								
November 2007		189,374						
Fixed fee billing		131,847						
- Authorization by the FCC has not been received for payment								
December 2007		189,374						
January 2008		189,373						
		-						
	<u>\$ 378,747</u>							
Welch LLP - Billing & Collection Agent	37,760	19,900	19,900	19,900	19,900	19,900	19,900	19,900
- Authorization by the FCC has not been received for payment								
December 2007	\$ 17,860							
January 2008	19,900							
	<u>\$ 37,760</u>							
USAC - Data Collection Agent	12,952	4,667	4,667	4,667	4,667	4,667	4,667	4,667
- Authorization by the FCC has not been received for payment								
November 2007		\$ 4,038						
December 2007		\$ 4,247						
January 2008 - estimate		4,667						
		<u>\$ 12,952</u>						
Carrier audits	-	-	-	-	-	-	-	-
External auditor- Annual operations audit	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								
	<u>\$ 105,000</u>							
NEUSTAR - pANI administration	\$ -	83,175	-	-	-	-	-	-
- Based on Change Order #48		<u>\$ 83,175</u>						
Total	<u>854,580</u>	<u>423,239</u>	<u>329,327</u>	<u>329,327</u>	<u>329,327</u>	<u>401,008</u>	<u>332,784</u>	<u>332,784</u>