

**NANPA FUND
STATEMENT OF FINANCIAL POSITION
March 31, 2015**

Assets

Cash Balance in bank account		\$ 2,283,724
Receivable from US Carriers	285,732	
Receivable from Canada	8,580	
Receivable from Caribbean countries	20,234	
Receivables forwarded to Treasury for collection	210,976	
Allowance for uncollectible accounts	<u>(235,000)</u>	<u>290,522</u>
Total assets		2,574,246
Less: Accrued liabilities (see below for makeup)		<u>(446,813)</u>
Fund balance		<u>\$ 2,127,433</u>

Makeup of Accrued Liabilities

Welch LLP		28,336
NEUSTAR Pooling 1K Block	235,192	
NEUSTAR NANP Administration	178,452	
Data Collection Agent - USAC	<u>4,833</u>	
	<u>\$ 446,813</u>	

NANPA FUND
FORECASTED STATEMENT OF CHANGES IN FUND BALANCE
JULY 2014 TO JUNE 2015

	Actual									Budget			Total	Budget	Variance between forecasted results and budget at June 30/14
	Jul-14	Aug-14	Sep-14	Oct-14	Nov-14	Dec-14	Jan-15	Feb-15	Mar-15	Apr-15	May-15	Jun-15			
Revenue															
International Contributions															
Canada (1)	17,162	8,581	8,581	8,581	8,581	8,581	8,581	8,580	8,580	8,580	8,580	-	102,968	102,968	-
Caribbean countries (1)	21,432	-	-	-	-	-	-	-	-	-	-	-	21,432	21,432	-
Total International Contributions	38,594	8,581	8,581	8,581	8,581	8,581	8,581	8,580	8,580	8,580	8,580	-	124,400	124,400	-
Domestic Contributions - US carriers (1)	4,170,366	259,113	252,273	259,374	259,259	264,487	262,098	261,397	262,899	263,293	263,293		6,777,852	6,721,854	55,998
Late filing fees for Form 499A (2)	(500)	(600)	(2,500)	(4,100)	(11,700)	1,800	(1,100)	(3,500)	(15,100)			90,000	52,700	90,000	(37,300)
Interest income (3)	232	551	717	424	352	385	269	310	777	583	583	583	5,766	7,000	(1,234)
Total revenue	4,208,692	267,645	259,071	264,279	256,492	275,253	269,848	266,787	257,156	272,456	272,456	90,583	6,960,718	6,943,254	17,464
Expenses															
NANPA Administration (4)	176,680	177,091	176,079	175,492	175,492	176,968	176,726	176,332	178,452	177,879	177,879	177,879	2,122,949	2,134,548	(11,599)
1K Block Pooling (5)	225,254	238,478	241,228	235,192	236,272	241,850	236,390	239,194	235,192	238,506	238,506	238,506	2,844,568	2,862,065	(17,497)
Automated systems development (CLIN1) (6)	75,000	75,000	75,000	75,000	75,000	62,281	-	-	-	-	-	-	437,281	437,281	
Billing and Collection															
Welch LLP (7)	28,336	28,336	28,336	28,336	28,336	28,336	28,336	28,336	28,336	28,336	28,336	28,336	340,032	340,032	-
Data Collection Agent (8)	3,724	4,572	4,595	4,650	4,723	4,673	5,802	4,935	4,935	4,834	4,834	4,834	57,111	58,000	(889)
Annual Operations Audit (9)	-	-	44,300	-	-	-	-	-	-	-	-	-	44,300	44,000	300
Bank Charges (10)	2,706	5,828	4,961	4,095	2,948	2,767	2,877	2,531	2,682	3,916	3,916	3,916	43,143	47,000	(3,857)
Carrier Audits (11)	-	-	-	-	-	-	-	-	-	-	-	-	-	300,000	(300,000)
Bad debt expense (12)	(3,000)	(22,500)	7,500	30,021	(23,500)	(2,305)	(2,000)	(10,792)	(29,737)	3,333	3,333	3,333	(46,314)	40,000	(86,314)
Total expenses	508,700	506,805	581,999	552,786	499,271	514,570	448,131	440,536	419,860	456,804	456,804	456,804	5,843,070	6,262,928	(419,856)
Net revenue (expenses)	3,699,992	(239,160)	(322,928)	(288,507)	(242,779)	(239,317)	(178,283)	(173,749)	(162,704)	(184,348)	(184,348)	(366,221)	1,117,648	680,328	437,320
Opening fund balance	274,868	3,974,860	3,735,700	3,412,772	3,124,265	2,881,486	2,642,169	2,463,886	2,290,137	2,127,433	1,943,085	1,758,737	274,868	319,672	(44,804)
Closing fund balance	3,974,860	3,735,700	3,412,772	3,124,265	2,881,486	2,642,169	2,463,886	2,290,137	2,127,433	1,943,085	1,758,737	1,392,516	1,392,516	1,000,000	392,516
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	1,000,000	1,000,000	1,000,000	1,000,000	
Surplus	2,974,860	2,735,700	2,412,772	2,124,265	1,881,486	1,642,169	1,463,886	1,290,137	1,127,433	943,085	758,737	392,516	392,516	-	
	3,974,860	3,735,700	3,412,772	3,124,265	2,881,486	2,642,169	2,463,886	2,290,137	2,127,433	1,943,085	1,758,737	1,392,516	1,392,516	1,000,000	

Assumptions:

- (1) The US carrier contributions for the period from July 2014 to June 2015 and the International contributions are based upon actual billings.
- (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 cost for NANP Administration is based on the contract awarded in 2013. The contract expires in July 2017.
- (5) The cost for 1K Block Pooling Administration is based on a four-year contract expiring July 14, 2017 with a six-month transition period to January 14, 2018.
- (6) The cost for Pooling Administration Automated Systems Development is \$1,337,281. The cost was spread out over the period from July 2013 to December 2014.
- (7) The cost of B&C Agent is based on the interim contract with Welch LLP in force until August 2015.
- (8) The expense for the Data Collection Agent is based on an estimate of costs by USAC for the 2014 calendar year.
- (9) The estimate for the annual operations audit performed by Ernst & Young LLP is based on the cost of the prior year's audit.
- (10) Bank fees are an expense to the Fund.
- (11) The budget allowed \$300,000 for carrier audits.
- (12) The allowance covers all accounts considered potentially uncollectible at March 31, 2015.

Reconciliation of forecast at June 30, 2015 to budget

Budgeted fund balance at June 30/15 - contingency	1,000,000
Decrease in fund balance between budget period (December 2013) and June 2014	(44,804)
Additional billings over estimate from budget	55,998
Late filing fees (reversal) for Form 499A	(37,300)
Underestimate of interest earned to date compared to budget	(1,234)
NANP Admin - difference between budget and actual contract awarded due to variable travel costs	11,599
NANP Admin - change orders issued	
Additional billings from B & C Agent due to renewal of contract	-
Data Collection fees - Adjustment to actual from budget	889
Bad debts - Adjustment to actual from budget	86,314
1K Block Pooling - difference between budget and actual contract awarded due to variable travel costs	17,497
Pooling change orders	
Carrier audits that will not be performed	300,000
Operations Audit - Adjustment to actual from budget	(300)
Bank fees - Adjustment to actual from budget	3,857
Forecasted fund balance at June 30/15	1,392,516

CURRENT AND FORECASTED LIABILITIES

			Current						
			Mar-15	Apr-15	May-15	Jun-15	Jul-15	Aug-15	Sep-15
NEUSTAR - NANPA Administration contract			178,452	177,879	177,879	177,879	185,138	185,138	185,138
- Payment authorized by the FCC in February	February 2015	\$ 176,332							
- Authorization by the FCC has not been received for payment	March 2015		\$ 178,452						
NEUSTAR - Block Pooling			235,192	238,506	238,506	238,506	265,241	265,241	265,241
- Payment authorized by the FCC in February	February 2015	\$ 239,195							
- Authorization by the FCC has not been received for payment	March 2015		\$ 235,192						
Welch LLP - Billing & Collection Agent			28,336	28,336	28,336	28,336	28,336	28,336	28,336
- Payment authorized by the FCC in February	February 2015	\$ 28,336							
- Authorization by the FCC has not been received for payment	March 2015		\$ 28,336						
USAC - Data Collection Agent			4,833	4,834	4,834	4,834	4,850	4,850	4,850
- Payment authorized by the FCC in February	January 2015	4,935							
	February 2015	4,935							
		\$ 9,870							
- Authorization by the FCC has not been received for payment	March 2015		\$ 4,833						
Carrier audits			-	-	-	-	-	-	-
Ernst & Young LLP- Annual operations audit									46,000
- Payment authorized by the FCC in February									
Bank Fees				3,916	3,916	3,916	3,167	3,167	3,167
Total			-	446,813	453,471	453,471	453,471	486,732	486,732
									532,732

Deliverables Report

Distributing invoices

The monthly invoices for carriers were emailed on March 12th.

Processing Payments

Payment information from the lockbox service at Mellon Bank is downloaded on a daily basis. The deposit information is recorded daily.

Late/Absent Payments

Statement of accounts were mailed on March 2nd to carriers with outstanding balances greater than \$10.

FCC Red Light Notices

At a minimum, an updated red light report is posted to the FCC server for processing once a week. When required, additional updates are posted.

Helpdesk Queries

All queries are directed to a helpdesk voicemail inbox or email inbox. The information is transferred to an Access database. The date, nature of query, name of filer, Filer ID, who responded and on what date and the resolution is tracked. Queries are returned usually within 3 business days. Seven calls were received in March. Most calls are questions about how to pay, requests for copies of invoices, why they are red lighted, and why they received a demand for payment.

Staffing Changes

Nothing new to report.

Contract Renewal

The contract expired October 1, 2009. Welch LLP is on the USGSA list. Welch LLP received an extension contract that runs until August 31, 2015.

Accounts Receivable

In March we received \$7,157.28 from Treasury for debts collected.