

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

To NANC

April 9, 2008

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

Assets

Cash Balance in bank account	\$	45,012
Dreyfus Government Cash Management Fund		3,548,000
Receivable from US Carriers	241,300	
Receivable from Canada	5,910	
Receivable from Caribbean countries	1,128	
Receivables forwarded to FCC for collection (Over 90 days)	167,027	
Allowance for uncollectible accounts	<u>(214,000)</u>	201,365
Interest receivable		<u>8,752</u>
Total assets		3,803,129
Less: Accrued liabilities (see below for makeup)		(435,881)
		<u>-</u>
Fund balance		<u>\$ 3,367,248</u>

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

Welch LLP	18,764	
NEUSTAR Pooling 1K Block Pooling Expenses	189,373	
NEUSTAR Admin Expenses	113,064	
Data Collection Agent - USAC	9,680	
Fund audit	<u>105,000</u>	
	<u>\$ 435,881</u>	

Other items of note

During March 2008, the Dreyfus Government Cash Management Fund earned a rate of return of 2.72%.

Refund checks totalling \$30,456 were issued to carriers in March. Many of the refunds were attributable to overpayment by the carriers.

The contract for the independent audit of the NANP has been awarded to Ernst & Young Chartered Accountants. It is anticipated that the audit will commence in May for the fiscal years 2005, 2006 and 2007. The contract is \$50,000 for the years 2005-2007. For 2008 fiscal year the cost will be \$32,500 and for 2009 fiscal year the cost will be \$34,000.

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

	Actual		Budgeted			Total	Budget	Variance between forecasted balance at June 30/08 and budget
	July 07 - Feb 08	Mar-08	Apr-08	May-08	Jun-08			
Revenue								
International Contributions								
Canada (1)	53,191	5,910	5,910	5,911	-	70,922	70,922	-
Caribbean countries (1)	13,970	-	-	-	-	13,970	13,949	21
Total International Contributions	67,161	5,910	5,910	5,911	-	84,892	84,871	21
Domestic Contributions - US carriers (1)	3,960,058	199,724	199,777	199,777	-	4,559,336	4,530,185	29,151
Late filing fees for Form 499A (2)	(9,400)	1,100	-	-	115,000	106,700	115,000	(8,300)
Interest income (3)	133,727	8,825	15,000	15,000	15,000	187,552	180,000	7,552
Total revenue	4,151,546	215,559	220,687	220,688	130,000	4,938,480	4,910,056	28,424
Expenses								
NANPA Administration (4), (8)	974,127	120,523	207,073	113,573	155,252	1,570,548	1,450,340	120,208
1K Block Pooling Administration (4), (7)	1,767,306	189,373	189,375	189,378	189,378	2,524,810	3,200,000	(675,190)
pANI (9)	(433,847)	-	-	-	-	(433,847)	225,000	(658,847)
Billing and Collection								
Welch LLP (4)	159,200	19,900	19,900	19,900	19,900	238,800	238,800	-
Data Collection Agent (5)	31,227	5,013	4,667	4,667	4,667	50,241	56,000	(5,759)
Annual Operations Audit (6)	-	-	-	-	30,000	30,000	30,000	-
Carrier Audits (10)	-	-	-	-	-	-	700,000	(700,000)
Bad debt expense (recovery) (11)	133,197	(70,650)	-	-	-	62,547	-	62,547
Total expenses	2,631,210	264,159	421,015	327,518	399,197	4,043,099	5,900,140	(1,857,041)
Net revenue (expenses)	1,520,336	(48,600)	(200,328)	(106,830)	(269,197)	895,381	(990,084)	1,885,465
Opening fund balance	1,895,512	3,415,848	3,367,248	3,166,920	3,060,090	1,895,512	1,990,084	(94,572)
Closing fund balance	3,415,848	3,367,248	3,166,920	3,060,090	2,790,893	2,790,893	1,000,000	1,790,893
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	-
Surplus	2,415,848	2,367,248	2,166,920	2,060,090	1,790,893	1,790,893	-	-
	3,415,848	3,367,248	3,166,920	3,060,090	2,790,893	2,790,893	1,000,000	1,790,893

Estimated								
Jul-08	Aug-08	Sep-08	Oct-08	Nov-08	Dec-08	Jan-09	Feb-09	Mar-09
5,733	5,733	5,733	5,733	5,733	5,733	5,733	5,910	5,910
13,589	-	-	-	-	-	-	-	-
19,322	5,733	5,733	5,733	5,733	5,733	5,733	5,910	5,910
2,014,084	171,000	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	15,000	15,000
2,048,406	191,733	191,733	191,733	191,733	191,733	191,733	191,910	191,910
117,388	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	189,376
8,333	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	19,901
4,500	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	339,498
1,708,910	(147,763)	(147,763)	(147,763)	(147,763)	(147,763)	(147,763)	(847,588)	(147,588)
2,790,893	4,499,803	4,352,040	4,204,277	4,056,514	3,908,751	2,135,595	1,987,832	1,140,244
4,499,803	4,352,040	4,204,277	4,056,514	3,908,751	3,760,988	1,987,832	1,140,244	992,656
1,000,000	1,000,000	1,000,000	1,000,002	1,000,003	1,000,004	1,000,016	1,000,017	1,000,018
3,499,803	3,352,040	3,204,277	3,056,512	2,908,748	2,760,984	987,816	140,227	7,362
4,499,803	4,352,040	4,204,277	4,056,514	3,908,751	3,760,988	1,987,832	1,140,244	992,656

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 March 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 - March 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 has been awarded to Ernst & Young. It is anticipated that the audit will be started in May 2008 for the three fiscal years.
- (7) The April forecasted amount includes the forecasted monthly billing of \$189,375.
- (8) The April forecasted amount includes the forecasted monthly billing of \$113,064 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 March 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	1,000,000
Shortfall in fund incurred between budget period (March 2007) and June 2007	(94,572)
Additional billings in July 2007 to March 2008	29,172
Late filing fees (reversal) for Form 499A - 2006	(8,300)
Additional interest earned to date over budget	7,552
Adjustment to June NANP Admin estimate to actual	7,000
NANP Admin change orders #6 - 14 not budgeted for	(127,208)
Data Collection fees - Adjust March 2007 to March 2008 estimates to actual	5,759
Bad debts not budgeted for	(62,547)
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	2,790,893

**NANPA FUND
CURRENT AND FORECASTED LIABILITIES**

		Current							
		<u>Mar-08</u>	<u>Apr-08</u>	<u>May-08</u>	<u>Jun-08</u>	<u>Jul-08</u>	<u>Aug-08</u>	<u>Sep-08</u>	<u>Oct-08</u>
NEUSTAR - NANPA Administration contract		113,064	207,073	113,573	155,252	117,388	117,388	117,388	117,388
- Payment authorized by the FCC on March 7/08, received by Welch March 20/08 February 2008	121,610								
- Authorization by the FCC has not been received for payment March 2008 (estimate)		113,064							
		-							
		<u>\$ 113,064</u>							
NEUSTAR - Block Pooling contract		189,373	189,375	189,378	189,378	189,377	189,375	189,375	189,375
- Payment authorized by the FCC on March 7/08, received by Welch March 20/08 February 2008	189,374								
- Authorization by the FCC has not been received for payment March 2008		189,373							
		-							
		<u>\$ 189,373</u>							
Welch LLP - Billing & Collection Agent		18,764	19,900	19,900	19,900	19,900	19,900	19,900	19,900
- Payment authorized by the FCC on Feb. 14/08, received by Welch March 4/08 January 2008	18,939								
- Payment authorized by the FCC on March 14/08, received by Welch March 20/08 February 2008	18,903								
- Authorization by the FCC has not been received for payment March 2008		<u>\$ 18,764</u>							
USAC - Data Collection Agent		9,680	4,667	4,667	4,667	4,500	4,500	4,500	4,500
- Payment authorized by the FCC on March 7/08, received by Welch March 20/08 January 2008	4,247								
- Authorization by the FCC has not been received for payment February 2008		\$ 5,013							
March 2008 - estimate		4,667							
		<u>\$ 9,680</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		\$ -	-	-	-	8,333.00	8,333	8,333	8,333
Total		<u>435,881</u>	<u>421,015</u>	<u>327,518</u>	<u>399,197</u>	<u>339,498</u>	<u>339,496</u>	<u>339,496</u>	<u>339,496</u>