

**Billing and Collection Agent Report
For period ending March 31, 2009**

To NANC

April 7, 2009

**NANPA FUND
STATEMENT OF FINANCIAL POSITION
MARCH 31, 2009**

Assets

Cash Balance in bank account	\$	73,364
Dreyfus Government Cash Management Fund		3,861,000
Receivable from US Carriers	194,012	
Receivable from Canada	5,733	
Receivable from Caribbean countries	1,295	
Receivables forwarded to FCC for collection (Over 90 days)	271,058	
Allowance for uncollectible accounts	<u>(275,000)</u>	197,098
Interest receivable		<u>131</u>
Total assets		4,131,593
Less: Accrued liabilities (see below for makeup)		(737,087)
		<u>-</u>
Fund balance		<u>\$ 3,394,506</u>

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

Welch LLP	38,643	
NEUSTAR Pooling 1K Block Pooling Expenses	391,077	
NEUSTAR Admin Expenses	293,329	
Data Collection Agent - USAC	14,038	
	-	
	<u>\$ 737,087</u>	

Other items of note

During March 2009, the Dreyfus Government Cash Management Fund earned an average rate of return of 0.049%.

**NANPA FUND
FORECASTED STATEMENT OF CHANGES IN FUND BALANCE
JULY 2008 TO FEBRUARY 2010**

	Actual		Budgeted			Total	Budget	Variance between forecasted balance at June 30/08 and budget
	July 2008 - February 2009	Mar-09	Apr-09	May-09	Jun-09			
Revenue								
International Contributions								
Canada (1)	51,597	5,733	5,733	5,732	-	68,795	68,795	-
Caribbean countries (1)	13,589	-	-	-	-	13,589	13,589	-
Total International Contributions	65,186	5,733	5,733	5,732	-	82,384	82,384	-
Domestic Contributions - US carriers (1)	3,489,572	169,756	178,720	178,720		4,016,768	3,895,083	121,685
Late filing fees for Form 499A (2)	(8,600)	(1,000)			115,000	105,400	115,000	(9,600)
Interest income (3)	34,529	154	500	500	500	36,183	180,000	(143,817)
Total revenue	3,580,687	174,643	184,953	184,952	115,500	4,240,735	4,272,467	(31,732)
Expenses								
NANPA Administration (4), (8)	1,164,067	122,620	121,300	121,300	121,300	1,650,587	1,408,661	241,926
1K Block Pooling Administration (4), (7)	1,548,763	201,703	256,386	189,374	189,374	2,385,600	2,272,483	113,117
pANI (9)	-	-	-	-	-	-	100,000	(100,000)
Billing and Collection								
Welch LLP (4)	159,200	19,900	19,900	19,900	19,900	238,800	238,800	-
Data Collection Agent (5)	30,251	5,038	4,500	4,500	4,500	48,789	54,000	(5,211)
Annual Operations Audit (6)	2,500	-	-	-	32,500	35,000	30,000	5,000
Carrier Audits (10)	-	-	-	-	-	-	700,000	(700,000)
Bad debt expense (recovery) (11)	(2,352)	(3,745)	-	-	-	6,097	-	(6,097)
Total expenses	2,902,429	345,516	402,086	335,074	367,574	4,352,679	4,803,944	(451,265)
Net revenue (expenses)	678,258	(170,873)	(217,133)	(150,122)	(252,074)	(111,944)	531,477	419,533
Opening fund balance	2,887,121	3,565,379	3,394,506	3,177,373	3,027,251	2,887,121	2,730,440	156,681
Closing fund balance	3,565,379	3,394,506	3,177,373	3,027,251	2,775,177	2,775,177	2,198,963	576,214
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	2,565,379	2,394,506	2,177,373	2,027,251	1,775,177	1,775,177	1,198,963	
	3,565,379	3,394,506	3,177,373	3,027,251	2,775,177	2,775,177	2,198,963	

Estimated								
Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09	Jan-10	Feb-10	Mar-10
5,912	5,912	5,912	5,912	5,912	5,912	5,912	5,912	5,912
14,467	-	-	-	-	-	-	-	-
20,379	5,912	5,912	5,912	5,912	5,912	5,912	5,912	5,912
1,226,845	102,900	102,900	102,900	102,900	102,900	102,900	102,900	102,900
-	-	-	-	-	-	-	-	-
833	833	833	833	833	833	833	833	833
1,248,057	109,645	109,645	109,645	109,645	109,645	109,645	109,645	109,645
122,967	122,967	122,967	122,967	122,967	122,967	122,967	122,967	122,967
189,373	188,936	188,498	188,498	188,498	188,498	188,498	188,498	188,498
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	19,900	19,900
4,450	4,450	4,450	4,450	4,450	4,450	4,450	4,450	4,450
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	700,000	-
-	-	-	-	-	-	-	-	-
345,023	344,586	344,148	344,148	344,148	344,148	344,148	1,044,148	344,148
903,034	(234,941)	(234,503)	(234,503)	(234,503)	(234,503)	(234,503)	(934,503)	(234,503)
2,775,177	3,678,211	3,443,269	3,208,766	2,974,263	2,739,759	2,505,256	2,270,753	1,336,249
3,678,211	3,443,269	3,208,766	2,974,263	2,739,759	2,505,256	2,270,753	1,336,249	1,101,746
500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
3,178,211	2,943,269	2,708,766	2,474,263	2,239,759	2,005,256	1,770,753	836,249	601,746
3,678,211	3,443,269	3,208,766	2,974,263	2,739,759	2,505,256	2,270,753	1,336,249	1,101,746

Assumptions:

- The US carrier contributions for the period from July 2008 to June 2009 and the International carrier revenue is based upon actual billings. The contributions for July 2009 - January 2010 are estimated based on the proposed budget.
- These fees represent the \$100 late filing fee charged to those companies that do not file the Form 499A by the due date.
- Interest income projections are estimates.
- The expenses for the NANPA Administration, 1K Block Pooling and Welch LLP are based on contracts in force. NANPA Administration contract expired June 2008. The expense for NANPA Administration for July 2008 - December 2008 is based on the current contract based on the option to extend exercised by the FCC. The expense for the January 2009 to January 2010 is based on the option to extend.
- The expense for the Data Collection Agent is based on estimate of costs by USAC for the 2008 calendar year.
- The contract for the annual operations audit has been awarded to Ernst & Young. The cost will be \$32,500.
- The April forecasted amount includes the forecasted monthly billing of \$189,375 plus change orders 5-7 in the amount of \$67012.
- The April forecasted amount includes the forecasted monthly billing of \$121,300.
- Interim p-ANNI administration is now covered under the new Pooling contract. \$100,000 has been allowed for the cost of permanent pANI in 2008/09. No change order has been issued.
- The budget allowed \$700,000 for 16 carrier audits. The FCC is revising the procurement procedure and are not conducting any audits until this is in place.
- The allowance covers all accounts considered potentially uncollectible at March 31, 2009. This will be covered by the contingency allowance.

Reconciliation of Forecast at June 30, 2009 to Budget

Budgeted fund balance at June 30/09 - contingency	1,000,000
Unexpended surplus carried forward - as per budget	1,198,963
Increase in fund balance between budget period (February 2008) and June 2008	156,681
Additional billings in July 2008 - March 2009	121,685
Late filing fees (reversal) for Form 499A - 2008	(9,600)
Reduced interest earned to date compared to budget	(143,817)
NANP - change orders and contract extension fixed monthly amount	(173,553)
NANP Admin change order #15 originally included in 2007/08 surplus but not expended	(68,373)
Data Collection fees - Adjustment to actual from budget	5,211
Bad debts (recovery) not budgeted for	6,097
Annual Operations Audit	(5,000)
Unexpended budget for carrier audits not performed in 2008/09 budget year	700,000
Cost of permanent pANI not expended	100,000
Pooling change orders	(113,117)
Forecasted fund balance at June 30/09	2,775,177

**NANPA FUND
CURRENT AND FORECASTED LIABILITIES**

	Current							
	Mar-09	Apr-09	May-09	Jun-09	Jul-09	Aug-09	Sep-09	Oct-09
NEUSTAR - NANPA Administration contract	293,329	121,300	121,300	121,300	121,300	122,967	122,967	122,967
- Authorization by the FCC has not been received for payment								
February 2009	126,629							
Amendment 25	44,080							
March 2009	<u>122,620</u>							
	<u>\$ 293,329</u>							
NEUSTAR - Block Pooling contract	391,077	256,386	189,374	189,374	189,374	189,373	188,936	188,498
- Authorization by the FCC has not been received for payment								
February 2009	\$ 189,374							
March 2009	189,373							
CO #3	12,330							
	-							
	<u>\$ 391,077</u>							
Welch LLP - Billing & Collection Agent	38,643	19,900	19,900	19,900	19,900	19,900	19,900	19,900
- Authorization by the FCC has not been received for payment								
February 2009	\$ 18,743							
March 2009	19,900							
	-							
	<u>\$ 38,643</u>							
USAC - Data Collection Agent	14,038	4,500	4,500	4,500	4,500	4,450	4,450	4,450
- Authorization by the FCC has not been received for payment								
December 2008	5,592							
February 2009	3,946							
March 2009 (estimate)	<u>4,500</u>							
	<u>\$ 14,038</u>							
Carrier audits	-	-	-	-	-	-	-	-
Ernst & Young LLP- Annual operations audit	-	-	-	34,000	-	-	-	-
NEUSTAR - pANI administration	\$ -	-	-	-	-	-	-	-
Total	<u>737,087</u>	<u>402,086</u>	<u>335,074</u>	<u>369,074</u>	<u>335,074</u>	<u>336,690</u>	<u>336,253</u>	<u>335,815</u>

Deliverables Report

Distributing invoices

The invoices for carriers who pay monthly were mailed by March 12, 2009. Invoices were also prepared in February for adjustments and/or first billing as a result of updated revenue data from USAC (Data Collection Agent).

Processing Payments

Payment information from the lockbox service at Mellon Bank is received every Monday for the prior week's deposits. The deposit information is recorded on either Monday or Tuesday each week.

Late/Absent Payments

Statement of accounts are printed at the end of each month. Only those whose accounts were outstanding less than 90 days were mailed.

FCC Red Light Notices

\$660.97 was collected by the FCC in March and refunded to NANP. This represented 5 carriers.

Complaints/Queries

All queries are directed to a voice mailbox. The information is transferred to an Access database. The date, nature of call, name of caller, Filer ID, who responded and on what date and the resolution is tracked. Calls are responded usually within 3 business days. Many queries are dealing with companies who are no longer in business and need to know how to de-activate their Filer ID. Others want to know what NANP is about, they want copies of their invoices.

Staffing Changes

Nothing new to report.

Contract Renewal

The FCC has not started this process yet. The contract expires October 1, 2009. Welch LLP is on the USGSA list.

Accounts Receivable

The old receivables are gradually being cleared up as USAC identifies and verifies companies that are inactive.

We have received procedures from the FCC as to how to apply for approval to write off debt. This has to be done on an individual carrier basis. The FCC has to approve each request for write off.

We have started the process of clearing up the old inactive accounts. We posed some questions to the FCC the end of February and they have not responded with any answers.