

**Billing and Collection Agent Report
For period ending August 31, 2015**

To NANC

September 8, 2015

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

Assets

Cash Balance in bank account	\$	4,895,107
Receivable from US Carriers		327,762
Receivable from Canada		8,930
Receivable from Caribbean countries		13,756
Receivables forwarded to Treasury for collection		114,904
Allowance for uncollectible accounts		(189,000)
		276,352

Total assets **5,171,459**

Less: Accrued liabilities (see below for makeup) **(488,483)**

Fund balance **\$ 4,682,976**

Makeup of Accrued Liabilities

Welch LLP	28,336	
NEUSTAR Pooling 1K Block	266,971	
NEUSTAR NANP Administration	183,408	
Data Collection Agent - USAC	9,768	
	488,483	\$

NANPA FUND
FORECASTED STATEMENT OF CHANGES IN FUND BALANCE
JULY 2015 TO SEPTEMBER 2016

	Actual		Budget													Total	Budget	Variance between forecasted results and budget at Sept 30/16		
	Jul-15	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15	Jan-16	Feb-16	Mar-16	Apr-16	May-16	Jun-16	Jul-16	Aug-16	Sep-16					
Revenue																				
International Contributions																				
Canada	(1)	17,860	8,930	8,930	8,930	8,930	8,930	8,930	8,929	8,929	8,929	8,929	8,929	8,929	8,929	8,929	-	133,943	133,943	-
Caribbean countries	(1)	27,943	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	27,943	27,943	-
Total International Contributions		45,803	8,930	8,930	8,930	8,930	8,930	8,929	8,929	8,929	8,929	8,929	8,929	8,929	8,929	8,929	-	161,886	161,886	-
Domestic Contributions - US carriers	(1)	4,038,482	201,264	204,024	204,024	204,024	204,024	204,024	204,024	204,024	204,024	204,024	204,024	204,024	204,024	204,024	-	6,688,034	6,653,548	34,486
Late filing fees for Form 499A	(2)	(28,900)	(12,300)	-	-	-	-	-	-	-	-	-	-	-	-	-	90,700	49,500	80,000	(30,500)
Interest income	(3)	350	660	417	417	417	417	417	417	417	416	416	416	416	416	416	-	6,426	6,250	176
Total revenue		4,055,735	198,554	213,371	213,371	213,371	213,371	213,370	213,370	213,370	213,369	213,369	213,369	213,369	213,369	91,116	-	6,905,846	6,901,684	4,162
Expenses																				
NANPA Administration	(4)	181,724	183,408	185,138	185,138	185,138	185,138	185,137	185,137	185,137	185,137	185,137	185,137	185,137	185,137	185,137	-	2,771,917	2,777,061	(5,144)
1K Block Pooling	(5)	253,919	266,971	265,241	265,241	265,241	265,241	265,240	265,240	265,240	265,240	265,240	265,240	265,240	265,240	265,240	-	3,969,014	3,978,606	(9,592)
Billing and Collection																				
Welch LLP	(6)	28,336	28,336	28,336	28,336	28,336	28,336	28,336	28,336	28,336	28,336	28,336	28,336	28,336	28,336	28,336	-	425,040	425,040	-
Data Collection Agent	(7)	4,935	4,935	4,850	4,850	4,850	4,850	4,850	4,850	4,850	4,850	4,850	4,850	4,850	4,850	4,850	-	72,920	72,750	170
Annual Operations Audit	(8)	-	-	46,000	-	-	-	-	-	-	-	-	-	-	-	-	-	46,000	46,000	-
Bank Charges	(9)	2,407	6,727	3,167	3,167	3,167	3,167	3,167	3,167	3,167	3,166	3,166	3,166	3,166	3,166	3,166	-	50,300	47,500	2,800
Carrier Audits	(10)	-	-	-	-	-	-	-	375,000	-	-	-	-	-	-	-	-	375,000	375,000	-
Bad debt expense	(11)	(18,975)	(56,368)	2,667	2,667	2,667	2,667	2,667	2,667	2,667	2,666	2,666	2,666	2,666	2,666	2,666	-	40,677	40,000	(80,677)
Total expenses		452,346	434,009	535,399	489,399	489,399	489,399	489,397	864,397	489,397	489,397	489,395	489,395	489,395	489,395	489,395	-	7,669,514	7,761,957	(92,443)
Net revenue (expenses)		3,603,389	(235,455)	(322,028)	(276,028)	(276,028)	(276,028)	(276,026)	(651,027)	(276,027)	(276,027)	(276,026)	(276,026)	(276,026)	(276,026)	(398,279)	-	(763,668)	(860,273)	96,605
Opening fund balance		1,315,042	4,918,431	4,682,976	4,360,948	4,084,920	3,808,892	3,532,864	3,256,838	2,605,811	2,329,784	2,053,757	1,777,731	1,501,705	1,225,679	949,653	-	1,315,042	1,360,273	(45,231)
Closing fund balance		4,918,431	4,682,976	4,360,948	4,084,920	3,808,892	3,532,864	3,256,838	2,605,811	2,329,784	2,053,757	1,777,731	1,501,705	1,225,679	949,653	551,374	-	551,374	500,000	51,374
Fund balance makeup:																				
Contingency		500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	-	500,000	500,000	-
Surplus		4,418,431	4,182,976	3,860,948	3,584,920	3,308,892	3,032,864	2,756,838	2,105,811	1,829,784	1,553,757	1,277,731	1,001,705	725,679	449,653	51,374	-	51,374	-	-
		4,918,431	4,682,976	4,360,948	4,084,920	3,808,892	3,532,864	3,256,838	2,605,811	2,329,784	2,053,757	1,777,731	1,501,705	1,225,679	949,653	551,374	-	551,374	500,000	-

Assumptions:

- (1) The US carrier contributions for the period from July 2015 to September 2016 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 of B&C Agent is based on the interim contract with Welch LLP in force until November 2015.
- (7) The expense for the Data Collection Agent is based on an estimate of costs by USAC for the 2015 calendar year.
- (8) The estimate for the annual operations audit performed by Ernst & Young LLP is based on the cost of the prior year's audit.
- (9) Bank fees are an expense to the Fund.
- (10) The budget allowed \$375,000 for carrier audits.
- (11) The allowance covers all accounts considered potentially uncollectible at August 31, 2015.

Reconciliation of forecast at September 30, 2016 to budget

Budgeted fund balance at September 30/16 - contingency	500,000
Decrease in fund balance between budget period (December 2014) and June 2015	(45,231)
Additional billings over estimate from budget	34,486
Late filing fees (reversal) for Form 499A	(30,500)
Underestimate of interest earned to date compared to budget	176
NANP Admin - difference between budget and actual contract awarded due to variable travel costs	5,144
NANP Admin - change orders issued	-
Additional billings from B & C Agent due to renewal of contract	-
Data Collection fees - Adjustment to actual from budget	(170)
Bad debts - Adjustment to actual from budget	80,677
1K Block Pooling - difference between budget and actual contract awarded due to variable travel costs	9,592
Pooling change orders	-
Carrier audits that will not be performed	-
Operations Audit - Adjustment to actual from budget	-
Bank fees - Adjustment to actual from budget	(2,800)
Forecasted fund balance at September 30/16	551,374

CURRENT AND FORECASTED LIABILITIES

	Current						
	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15	Jan-16	Feb-16
NEUSTAR - NANPA Administration contract	183,408	185,138	185,138	185,138	185,138	185,137	185,137
- Payment authorized by the FCC in August July 2015	\$ 181,724						
- Authorization by the FCC has not been received for payment August 2015		\$ 183,408					
NEUSTAR - Block Pooling	266,971	265,241	265,241	265,241	265,241	265,240	265,240
- Payment authorized by the FCC in August July 2015	\$ 253,919						
- Authorization by the FCC has not been received for payment August 2015		\$ 266,971					
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 August July 2015	28,336						
- Authorization by the FCC has not been received for payment August 2015		\$ 28,336					
USAC - Data Collection Agent	9,768	4,850	4,850	4,850	4,850	4,850	4,850
- Payment authorized by the FCC in August	-						
- Authorization by the FCC has not been received for payment July 2015		4,935					
August 2015		4,833					
		\$ 9,768					
Carrier audits	-	-	-	-	-	-	-
Ernst & Young LLP- Annual operations audit		46,000					
Bank Fees		3,167	3,167	3,167	3,167	3,167	3,167
Total	488,483	532,732	486,732	486,732	486,732	486,730	486,730

Deliverables Report

Distributing invoices

The monthly invoices for carriers were emailed on August 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 emailed and mailed on August 3rd 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. Two hundred and twenty-two calls were received in August. Most calls are questions about how changes to their email billing address, notification about closing their business, asking what the invoice was for or asking how to make a 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 November 30, 2015.

Accounts Receivable

We received \$131.23 in August from Treasury for debts collected.