#### NOWALSKY, BRONSTON & GOTHARD

A Professional Limited Liability Company
Attorneys at Law
3500 North Causeway Boulevard
Suite 1442
Metairie Louisiana 70002

Leon L. Nowalsky Benjamin W. Bronston Edward P. Gothard

Metairie, Louisiana 70002 Telephone: (504) 832-1984 Facsimile: (504) 831-0892 Monica Borne Haab EllenAnn G. Sands Bruce C. Betzer Philip R. Adams, Jr.

December 31, 2002

#### Via Overnight Delivery

Florida Public Service Commission Division of Administration 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850

RE: Alticomm, Inc.

Dear Sirs:

030009-TX

Enclosed please find an original and six (6) copies of Application Form for authority to provide alternative local exchange telecommunications service within the State of Florida, submitted on behalf of Alticomm, Inc. Also enclosed is the requisite \$250.00 filing fee.

Please acknowledge receipt of this filing by returning a date stamped copy of this letter in the self-addressed envelope provided.

Thank you for your assistance. Please call with any questions.

Sincerely,

Manic Black Monica Borne Haab Jaw

Enclosure
cc: James Cornblatt, Alticomm
(cover only)

DOCUMENT NUMBER-DATE

00015 JAN-28



**ORIGINAL** 

SUMPORTON TO SU

Leon L. Nowalsky Benjamin W. Bronston Edward P. Gothard A Professional Limited Liability Company
Attorneys at Law
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Sincerely,

Monica Borne Haab

Enclosure

cc: James Cornblatt, Alticomm (cover only)

Check received with filling and forwarded to Flecel for deposit. Fiscal to forward deposit information to Records.

Initials of person who forwarded check:

35:8 MA S- NAL EO

RECEIVED & FILED

DISTRIBUTION CENTER

FPSC-BUREAU OF RECORDS

DOCUMENT NUMBER-DATE

51 JAN -28

FPSC-COMMISSION CLERK

### **APPLICATION**

	1.3	is an application for √ (check one):
( <	( )	Original certificate (new company).
(	)	Approval of transfer of existing certificate: Example, a non-certificated company purchases an existing company and desires to retain the original certificate of authority.
(	)	Approval of assignment of existing certificate: <a href="Example">Example</a> , a certificated company purchases an existing company and desires to retain the certificate of authority of that company.
(	)	<b>Approval of transfer of control:</b> Example, a company purchases 51% of a certificated company. The Commission must approve the new controlling entity.
Na		e of company:  Alticomm, Inc.
Na		e under which the applicant will do business (fictitious name, etc.):
	ate	ial mailing address (including street name & number, post office box, city, zip code):  15 Shawmut Road
	(	Canton, MA 02021
	ori	da address (including street name & number, post office box, city, state, ode):

	6. Structure of organization:
	<ul> <li>( ) Individual</li> <li>( ✓ ) Foreign Corporation</li> <li>( ) General Partnership</li> <li>( ) Other</li> </ul>
7.	lf individual, provide:
	Name:
	Title:
	Address:
	City/State/Zip:
	Telephone No.: Fax No.:
	Internet E-Mail Address:
	Internet Website Address:
8.	If incorporated in Florida, provide proof of authority to operate in Florida:  (a) The Florida Secretary of State corporate registration number:
9.	If foreign corporation, provide proof of authority to operate in Florida:
	(a) The Florida Secretary of State corporate registration number:
	M02000000 (Massachusetts corporation)
10.	<u>If using fictitious name-d/b/a,</u> provide proof of compliance with fictitious name statute (Chapter 865.09, FS) to operate in Florida:
	(a) The Florida Secretary of State fictitious name registration number:

11.	If a limited liability partnership, provide proof of registration to operate in Florida:
	(a) The Florida Secretary of State registration number:
12.	If a partnership, provide name, title and address of all partners and a copy of the partnership agreement.
	Name:
	Title:
	Address:
	City/State/Zip:
	Telephone No.: Fax No.:
	Internet E-Mail Address:
	Internet Website Address:
13.	If a foreign limited partnership, provide proof of compliance with the foreign limited partnership statute (Chapter 620.169, FS), if applicable.
	(a) The Florida registration number:
	14. Provide F.E.I. Number(if applicable): 04-3419419

	e if any of the officers, directors, or any of the ten largest stockholders eviously been:
	dged bankrupt, mentally incompetent, or found guilty of any felony or of any whether such actions may result from pending proceedings. Provide tion.
No	).
telephor	ficer, director, partner or stockholder in any other Florida certificated ne company. If yes, give name of company and relationship. If no longer ed with company, give reason why not.
No.	
	Il serve as liaison to the Commission with regard to the following? <u>application</u> :
Name:_	Monica Borne Haab
	Attorney for Applicant
	: 3500 N. Causeway Blvd., Suite 1442
City/Sta	te/Zip: Metairie, Louisiana 70002
	ne No.: <u>(504) 832-1984</u> Fax No.: <u>(504) 831-0892</u> E-Mail Address: <u>mhaab@nbglaw.com</u>
	Website Address:
(b) <u>Off</u>	icial point of contact for the ongoing operations of the company:
	islan point of contact for the originity operations of the company.
	James Cornblatt
Addrage	James Cornblatt Director of Regulatory Affairs
	James Cornblatt Director of Regulatory Affairs :115 Shawmut Road
City/Sta	James Cornblatt Director of Regulatory Affairs :115 Shawmut Road te/Zip:Canton, Massachusetts 02021
City/Sta	James Cornblatt  Director of Regulatory Affairs  115 Shawmut Road  e/Zip: Canton, Massachusetts 02021  ne No.: (781) 575-9222 Fax No.: (781) 575-9221
City/Sta Telepho Internet	James Cornblatt Director of Regulatory Affairs :115 Shawmut Road te/Zip:Canton, Massachusetts 02021

	(c) Complaints/Inquiries from customers:
	Name: Kathryn Hennessy
	Title: Vice President of Operations
	Address: 115 Shawmut Road
	City/State/Zip: Canton, MA 02021
	Telephone No.: (781) 575-9222; Ext. 202 Fax No.: (781) 575-9221
	Internet E-Mail Address: kathy.hennessy@east-tel.com
	Internet Website Address: None.
17.	List the states in which the applicant:
	(a) has operated as an alternative local exchange company.
	Massachusetts and Rhode Island
	(b) has applications pending to be certificated as an alternative local exchange company.
	lowa, Kentucky, Montana, New Hampshire, North Dakota, Oregon and
	Wisconsin
	(c) is certificated to operate as an alternative local exchange company.
	Massachusetts, Montana, North Dakota and Rhode Island
	(d) has been denied authority to operate as an alternative local exchange company and the circumstances involved.
	None.
	Notice.
	(e) has had regulatory penalties imposed for violations of telecommunications statutes and the circumstances involved.
	None.

(f) has been involved in civil court proceedings with an interexchange carrier, local exchange company or other telecommunications entity, and the circumstances involved.

None.			
	 	· · · · · · · · · · · · · · · · · · ·	

#### 18. Submit the following:

A. Managerial capability: give resumes of employees/officers of the company that would indicate sufficient managerial experiences of each.

Exhibit C.

B. Technical capability: give resumes of employees/officers of the company that would indicate sufficient technical experiences or indicate what company has been contracted to conduct technical maintenance.

Exhibit C.

C. Financial capability.

Exhibit D.

The application **should contain** the applicant's audited financial statements for the most recent 3 years. If the applicant does not have audited financial statements, it shall so be stated.

The unaudited financial statements should be signed by the applicant's chief executive officer and chief financial officer affirming that the financial statements are true and correct and should include:

- 1. the balance sheet:
- 2. income statement: and
- statement of retained earnings.

**NOTE**: This documentation may include, but is not limited to, financial statements, a projected profit and loss statement, credit references, credit buicau reports, and descriptions of business relationships with financial institutions.

Further, the following (which includes supporting documentation) should be provided:

#### Exhibit E.

- 1. <u>written explanation</u> that the applicant has sufficient financial capability to provide the requested service in the geographic area proposed to be served.
- 2. <u>written explanation</u> that the applicant has sufficient financial capability to maintain the requested service.
- 3. <u>written explanation</u> that the applicant has sufficient financial capability to meet its lease or ownership obligations.

#### THIS PAGE MUST BE COMPLETED AND SIGNED

#### APPLICANT ACKNOWLEDGMENT STATEMENT

- 1. REGULATORY ASSESSMENT FEE: I understand that all telephone companies must pay a regulatory assessment fee in the amount of .15 of one percent of gross operating revenue derived from intrastate business. Regardless of the gross operating revenue of a company, a minimum annual assessment fee of \$50 is required.
- 2. GROSS RECEIPTS TAX: I understand that all telephone companies must pay a gross receipts tax of two and one-half percent on all intra and interstate business.
- 3. SALES TAX: I understand that a seven percent sales tax must be paid on intra and interstate revenues.
- **4. APPLICATION FEE:** I understand that a non-refundable application fee of \$250.00 must be submitted with the application.

UTILITY OFFICIAL:
James Cornblatt  Adultation
Print Name Signature
Director of Regulatory Affairs 12/31/02
Title Date
<u>(781) 575-9222</u> <u>(781) 575-9221</u>
Telephone No. Fax No.
Address: 115 Shawmut Road
Canton, MA 02021

#### THIS PAGE MUST BE COMPLETED AND SIGNED

#### **AFFIDAVIT**

By my signature below, I, the undersigned officer, attest to the accuracy of the information contained in this application and attached documents and that the applicant has the technical expertise, managerial ability, and financial capability to provide alternative local exchange company service in the State of Florida. I have read the foregoing and declare that, to the best of my knowledge and belief, the information is true and correct. I attest that I have the authority to sign on behalf of my company and agree to comply, now and in the future, with all applicable Commission rules and orders.

Further, I am aware that, pursuant to Chapter 837.06, Florida Statutes, "Whoever knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his official duty shall be guilty of a misdemeanor of the second degree, punishable as provided in s. 775.082 and s. 775.083."

UTILITY	OFFICIAL:	
James (	Cornblatt ne	Signature
Director of	of Regulatory Affairs	12/31/07 Date
(781) 575 Telephone		
Address:	115 Shawmut Road Canton, MA 02021	
	Caritori, MA 02021	

### INTRASTATE NETWORK (if available)

Chapter 25-24.825 (5), Florida Administrative Code, requires the company to make available to staff the alternative local exchange service areas only upon request.

1.	POP: Addresses where	located, and indicate if owned or leased.
	1)	2)
	3)	4)
2.	SWITCHES: Address vowned or leased.	where located, by type of switch, and indicate if
	1)	2)
	3)	4)
3.	TRANSMISSION FACIL (microwave, fiber, coppe	ITIES: POP-to-POP facilities by type of facilities r, satellite, etc.) and indicate if owned or leased.
	POP-to-POP	<u>OWNERSHIP</u>
	1)	
	2)	
	3)	
	4)	

#### **AFFIRMATION**

I, James Cornblatt, Director of Regulatory Affairs of Alticomm, Inc. do hereby acknowledge that the information set forth in the attached financial statements is true and correct to the best of my knowledge and belief.

James Cornblatt, Director of Regulatory Affairs Alticomm, Inc.

Sworn to and subscribed before me this 31 11 day of December, 2002.

Notary Public

## **EXHIBIT A**

ARTICLES OF INCORPORATION AND CERTIFICATE OF AUTHORITY



October 1, 2002

SHEREE WEST NOWALSKY, BRONSTOON & GOTHARD, APLLC 3500 NORTH CAUSEWAY BLVD., STE 1442 METAIRIE, LA 70002

Qualification documents for ALTICOMM, INC. were filed on September 30, 2002 and assigned document number F02000004960. Please refer to this number whenever corresponding with this office.

Your corporation is now qualified and authorized to transact business in Florida as of the file date.

A corporation annual report/uniform business report will be due this office between January 1 and May 1 of the year following the calendar year of the file date. A Federal Employer Identification (FEI) number will be required before this report can be filed. If you do not already have an FEI number, please apply NOW with the Internal Revenue by calling 1-800-829-3676 and requesting form SS-4.

Please be aware if the corporate address changes, it is the responsibility of the corporation to notify this office.

Should you have any questions regarding this matter, please telephone (850) 245-6051, the Foreign Qualification/Tax Lien Section.

Diane Cushing Corporate Specialist Division of Corporations

Letter Number: 502A00055253

#### TRANSMITTAL LETTER

	legistration Sec Division of Coп							
SUBJEC	CT: ALTICOM	fM, INC.						
			corporatio	n - must include suffix)		_		
Dear Sir o	or Madam:							
"Certifica		", and check are sul		Authorization to Transac egister the above referen				
Please ret	turn all corresp	ondence concerning	this matter	to the following:				
Sheree V	Vest							
			(Name of	Person)				
Nowalsky	y, Bronston & G	othard, APLLC				IAI AAI	02	
-			(Firm/Co	mpany)		LAE AE	SEP	11
3500 Nor	rth Causeway E	Blvd., Suite 1442				SS/I	ည	Ë
			(Addı	ress)		E C	<del>-</del>	
Metairie,	LA 70002					FLO	<u>₹</u>	
		(	City/State a	and Zip code)		REA	): 25	
For further	er information o	concerning this mat	ter, please o	call:			ഹ	
Sheree V	Vest	at	(_504	) 832-1984				
(	Name of Perso			Code & Daytime Teleph	one Number)			٠.
Registrati Division 409 E. Ga Tallahass	see, FL 32399			MAILING ADDRES Registration Section Division of Corporation P.O. Box 6327 Tallahassee, FL 3231	ons			
Enclosed	is a check for t	the following amou	nt:					
<b>5</b> \$70.00	0 Filing Fee	□ \$78.75 Filing F Certificate of		\$78.75 Filing Fee & Certified Copy	□ \$87.50 F Certifica Certified	ate of S	-	&

## APPLICATION BY FOREIGN CORPORATION FOR AUTHORIZATION TO TRANSACT BUSINESS IN FLORIDA

IN COMPLIANCE WITH SECTION 607.1503, FLORIDA STATUTES, THE FOLLOWING IS SUBMITTED TO REGISTER A FOREIGN CORPORATION TO TRANSACT BUSINESS IN THE STATE OF FLORIDA.

1. ALTICOMM,	INC.					
words or abbre	oration; must include the word "INCORPOR eviations of like import in language as will cl or partnership if not so contained in the name	early indi	cate that it is a corporation instead of	or a -		
2. Massachuse	tts	3. 04-3	3419419			
(State or countr	ry under the law of which it is incorporated)		(FEI number, if applicable	<del>=</del> )		
4. March 27, 19	98	5. Pen	petual			
(Da	nte of incorporation)	(Du	ration: Year corp. will cease to exist	or "perpetua	al")	
6. Upon Qualifi	cation					
(Date first trans	sacted business in Florida. If corporation ha (SEE SECTIONS 607.		sacted business in Florida, insert "upo .1502 and 817.155, F.S.)	on qualification	on.")	
7. 115 Shawmu	ut Road, Canton, MA 02021			AS A	02	
	(Principal office	address)		LA	S	
115 Shawmu	ut Road, Canton, MA 02021			N. A. S.	<del>'0</del>	=
	(Current mailing	address)		SER (	0	П
				77.5	3	ED
	lephone and related services			FLORIDI	<u> </u>	
(Purpose	e(s) of corporation authorized in home state	or country	y to be carried out in state of Florida)	DA	MH 101 25	
9. Name and st	treet address of Florida registered ago	ent: (P.C	). Box or Mail Drop Box <u>NOT</u> ac	ceptable)		
Name:	NRAI Services, Inc.		-			
Office Address:	526 E. Park Avenue		_			
	Tallahassee		, Florida 32301			
+ +,	(City)		(Zip code)			••
Having been not designated in the further agree to duties, and I an	agent's acceptance: amed as registered agent and to accept ais application, I hereby accept the app o comply with the provisions of all state in familiar with and accept the obligation NRAI Services, Inc.  By:	ointmen utes relat	t as registered agent and agree to ive to the proper and complete p	o act in this	сара	city. I
	(Registered ager	nt's signat	ure)	-		
	see attached					

11. Attached is a certificate of existence duly authenticated, not more than 90 days prior to delivery of this application to the Department of State, by the Secretary of State or other official having custody of corporate records in the jurisdiction under the law of which it is incorporated.

#### 12. Names and business addresses of officers and/or directors:

## A. DIRECTORS Chairman: Address: Vice Chairman: \_\_\_ Address: Director: Joan Bok Address: 115 Shawmut Road, Canton, MA 02021 Director: James Crain 2 Address: 115 Shawmut Road, Canton, MA 02021 B. OFFICERS President: James J. Vanecko Address: 115 Shawmut Road, Canton, MA 02021 Vice President: Address: Address: \_\_\_ Treasurer: Lawrence Rasky Address: 115 Shawmut Road, Canton, MA 02021 NOTE: If necessary, you may attach an addendum to the application listing additional officers and/or directors. 13. (Signature of Chairman, Vice Chairman, or any officer listed in number 12 of the application) 14. James J. Vanecko, President (Typed or printed name and capacity of person signing application)

#### ACCEPTANCE OF APPOINTMENT BY REGISTERED. AGENT

OF

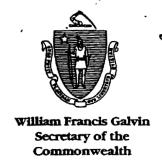
#### ALTICOMM, INC.

NRAI Services, Inc. having been named as registered agent and to accept service of process for the aforementioned corporation at the place designated in this application, hereby accepts the appointment as registered agent and agrees to act in this capacity. NRAI Services, Inc. further agrees to comply with the provisions of all statutes relative to the proper and complete performance of its duties, and NRAI Services, Inc. is familiar with and accepts the obligations of its position as registered agent.

Dated: 09/20/2002

NRAI Services, Inc.

Charles A Covle - Assistant Secret



## The Commonwealth of Massachusetts

## Secretary of the Commonwealth State House, Boston, Massachusetts 02133

September 13, 2002

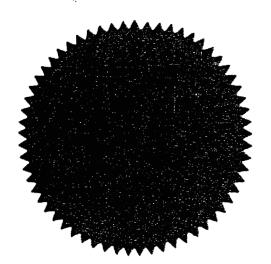
TO WHOM IT MAY CONCERN:

I hereby certify that according to the records of this office,

#### ALTICOMM, INC.

is a domestic corporation organized on March 27, 1998, under the General Laws of the Commonwealth of Massachusetts.

I further certify that there are no proceedings presently pending under the Massachusetts General Laws Chapter 156B section 101 for said corporations dissolution; that articles of dissolution have not been filed by said corporation; that, said corporation has filed attennual reports, and paid all fees with respect to such reports, and so far as appears of record said corporation has legal existence and is in good standing with this office.



In testimony of which, I have hereunto affixed the Great Seal of the Commonwealth on the date first above written.

William Travin Gallein

Secretary of the Commonwealth

\*MGL Chapter 156B Section 83A provides that certain consolidations and mergers may be filed with the division within thirty days after the effective date of the merger or consolidation.

## **EXHIBIT B**

MANAGERIAL CAPABILITY

#### Alticomm, Inc. Management Profiles

#### Allan Stern - Chief Executive Officer

Allan Stern previously served as Vice President of Research and Development for MediaOne (now AT&T Broadband) and as founding Vice President and General Manager of RCN, Inc. He was the Chief Information Officer for the City of Boston and has served as lead technologist and consultant for a number of high profile companies, including: Millennium Pharmaceuticals, The Weather Channel, Teradyne, John Hancock Financial Services, the Thomson Group and Reed/Elsiver. Stern was educated at Boston University and the Harvard Business School.

#### Paul Barrett - Senior Vice President, Business Development

Was founder and managing director of National Energy Choice (recently purchased by AES (NYSE) and re-branded as "New Energy"), a company that represents the largest energy users in the northeast in the new competitive process following deregulation of the electricity industry. Barrett has been Director of the Boston Redevelopment Authority and Director of Economic Development, as well as the Port Authority for the State of Rhode Island.

#### James Vanecko - President

Previously CEO of Advanced Interactive Marketing (AIM). Before beginning this business, Vanecko was in charge of marketing for John Hancock Financial Services for seven years. Prior to that he built a consulting and research firm which he sold after seven years; Vanecko was in charge of Education policy for the United States and taught in the graduate schools of the University of Illinois (Chicago), Brown University, and Harvard University

#### Alexander Bok - Vice President and General Counsel

Served as General Counsel for Voter.com. He worked in the Public Law Department of Palmer & Dodge. As a partner at Dangel and Fine, Bok focused on business litigation and the representation of entrepreneurial businesses. Bok served for ten years on the Boston Board of Health and Hospitals, playing critical roles in the development of health policy and the public/private partnership that led to the merger of Boston City Hospital with Boston University Hospital. Bok holds undergraduate and MBA degrees from Harvard University and a law degree from Boston College

#### William Crum - Vice President of Finance

Served as VP of Finance and Administration at CuraSpan, Director of Planning and Budgets for SunLife of Canada's US Operations. Crum has served as an Associate with Temple, Barker and Sloane, Inc. and as a Fellow with the Harvard Business School. Bill earned his JD from the Harvard Law School and an MBA from the Harvard Business School. He is also a Magna Cum Laude graduate of Harvard College.

#### Kathy Hennessy - Vice President of Operations

Has held comparable positions with responsibility for operations, customer service, billing, and provisioning for RCN and General Electric Insurance. Kathy holds a B.A. from Regis College.

#### James Cornblatt - Director of Regulatory Affairs

Jim worked for fifteen years in private practice, including business and regulatory matters as a partner in Levoff & Cornblatt. After five years with General Cinema, he joined ServiSense as Regulatory Director. Jim has a B.A. cum laude, from the University of Pennsylvania and a J.D. from Boston College Law School.

## **EXHIBIT C**

#### TECHNICAL CAPABILITY

The Company will resell the services of certificated underlying carrier(s). Therefore, he Company's technical capability is equivalent to that of its underlying ILEC. The Company's underlying service provider will be BellSouth.

## **EXHIBIT D**

#### FINANCIAL DOCUMENTATION

The Company does not have audited financial statements. The Company's most current available financial statements are attached.

# Revised December 16, 2002

(US Dollars)
(Unaudited: For Management Purposes Only)

	Full Year <u>1998</u>	Full Year 1999	Full Year <u>2000</u>	Full Year <u>2001</u>	September YTD 2002
Assets:					
Current Assets: Cash:					
Warren Bank	0	0	0	43,282	443,577
Century Bank	0	0	0	0	131,934
Citizens Bank	0	0	30,168	3,392	. –
US Trust Bank (Account Moved To Citizens On 2/18/00)	0	-4,217	0	0	0
Telecom Bank (Account Closed 12/6/02)	0	0	10,160	449	465
Sovereign Bank (Account Closed 7/31/01)	0	0	1,159	0	0
Fleet Bank (Account Moved To Sovereign On 6/17/00)	12,975	1,582	0	0	0
Petty Cash	0	0	0	0	1
Subtotal	12,975	-2,635	41,486	47,123	574,645
Billed Accounts Receivable	0	1,225	67,250	202,538	605,276
Unbilled Accrued Accounts Receivable	0	6,811	206,238	309,981	349,121
Allowance For Doubtful Accounts Receivable	0	0	0	0	-31,209
Subtotal	0	8,036	273,488	512,519	923,188
Prepaid Expenses	0	24,494	69,614	49,354	412,385
Employee Advances & Receivables	0	0	0	150	0
Total Current Assets	12,975	29,896	384,588	609,147	1,910,218
Property & Equipment:					
Equipment	0	24,547	50,629	71,767	390,813
Software	0	68,500	68,500	68,500	266,783
Furniture & Fixtures	0	2,089	10,105	32,666	103,951
Leasehold Improvements	0	0	0	14,181	55,285
Accumulated Depreciation: Equipment (Straight Line Over 3 Years)	0	-4,091	-16,620	-37,020	-91,774
Accumulated Amortization: Software (Straight Line Over 3 Years)	0	-11,417	-34,250	-57,083	-90,431
Accumulated Depreciation: Furniture & Fixtures (Straight Line Over 7 Years) Accum. Deprec.: Leasehold Improvements (Straight Line Over 60 Months)	0	-149 0	-1,020 0	-4,075 -2,167	-11,394 -9,591
Total Net Property & Equipment	0	79,479	77,343	86,768	613,641
Other Assets:					
Stock Subscriptions	0	750	150,000	0	0
Deposits	0	7,264	7,464	16,334	40,030
Goodwill (Related To Acquisition of ServiSense)	0	0	0	0	421,671
Total Other Assets	0	8,014	157,464	16,334	461,701
Total Assets	12,975	117,389	619,396	712,249	2,985,560
Total Assets Per Peachtree @ 12/16/02 12:40 pm	12,975	117,389	619,396	712,249	2,985,560
Difference	0	0	0	0	0

## AltiComm, inc. Balance Sheet Revised December 16, 2002 (US Dollars) (Unaudited: For Management Purposes Only)

bilities & Equity:	Full Year <u>1998</u>	Full Year <u>1999</u>	Full Year 2000	Full Year <u>2001</u>	September YTD 2002
Libhities:					
Current Liabilities:					
	** ***				
Accounts Payables Sitel Commission Payables	30,010 0	88,552 0	417,401 0	725,174 0	2,886,930 2,177
Warren Bank Loan & Drawn Line Of Credit	Ö	ŏ	ő	449,373	510.974
Citizen's Bank Loan & Accrued Interest	O	199,063	300,089	11,819	0
Unearned Phone Service Revenue	0	0	0	0	85,009
Sales & Excise Taxes Payable:					
Federal Excise Tax	0	244	16,336	57,879	215,953
Massachusetts Sales Tax Pennsylvania Sales Tax	0	64 D	9,486 0	26,048 0	11,520 81,160
New York State Sales Tax	ŏ	ŏ	13	51	26,117
Colorado Sales Tax	D	0	D	D	19,029
Other States Sales Tax	0	D	37	2.046	32,916
Interest Payable On Sales Taxes	0	D	0	0	4,853
Estimated Penalties On Sales Taxes	0	0	0	0	8,189
Subtotal	0	309	25,872	86,024	399,735
Owed To Debtor In Possession For ServiSense	0	0	0	0	73,517
Convertible Note Payable to J. Doran @ 8.0%	0	0	102,267	110,378	117,269
Convertible Note Payable to T. Martin @ 10.0%	0	0	0	26,493	28,502
Note Payable: Conexus @ 0.0%	0	0	0	0	22,000
Accrued Expenses	U	38,593	25,604	88,122	269,893
Current Portion of Capital Lease Notes Payables	0	48,130	45,913	21,591	110,366
Loan From Allen Stem	0	10,000	8,000	8,000	0
Customer Deposits	0	0	283	946	1,414
Total Current Liabilities	30,010	384,648	925,429	1,527,921	4,507,787
ع Long Term Liabilities:					
Non Current Notes Payable For Capital Leases	0	47,840	18,905	25.612	43,202
Total Liabilities	30,010	432,488	944,334	1,553,533	4,550,989
Stockowners' Equity:					
Common Stock: \$0.01 Par Value Per Share, 3,783,333 Shares Authorized,					
1,000,000 issued and Outstanding at Yearend 2000, and 3,486,624					
Authorized, 1,000,000 Issued and Outstanding at Yearend 2001 and					
June 30, 2002.	7	10	10,000	10,000	10,000
Commeliate Destaured Control As 60 40 Der Volum Der Chare 105 EEE Chares					
Convertible Preferred Series A: \$0.10 Par Value Per Share, 105,556 Shares Authorized, Issued and Outstanding, With Aggregate Liquidation Prefer-					
ence Of \$475,002.00 Over Common Stock At Yearend 2000, 2001 and					
June 30, 2002	0	0	10,556	10,556	10,556
and the second of the second o					
Convertible Preferred Series B: \$0.10 Par Value Per Share, 111,111 Shares					
Authorized, Issued and Outstanding, With Aggregate Liquidation Prefer- Of \$450,003,50 Over Common Stock & Convertible Preferred Series A					
Stock At Yearend 2000, 2001 and June 30, 2002.	D	0	11,111	11,111	11,111
•	_	_			
Convertible Preferred Series C: \$0.10 Par Value Per Share, 296,709 Shares					
Authorized, and 107,078 Issued and Outstanding With Aggregate Liquid-					
ation Preference of \$665,007.90 at Yearend 2001, and 296,709 Issued and Outstanding, with Liquidation Preference Of \$1,755,007.90 Over					
Common Stock and Convertible Preferred Series A & B Stock At					
June 30, 2002.	0	Đ	0	10,708	29,671
a and a supply of the fact of	17 402	24 224	44 304	44.554	44.204
Common Stock Additional Paid in Capital Convertible Preferred Series A: Additional Paid in Capital	17,493 D	24,291 D	14,301 464,446	14,301 464,446	14,301 464,446
Convertible Preferred Series B: Additional Paid in Capital	ŏ	ŏ	438.893	438,893	438,893
Convertible Preferred Series C: Additional Paid In Capital	0	0	0	654,300	1,725,337
Treasury Stock @ Cost	0	0	0	0	-766
Subtotal .	17,500	24,301	949,306	1,614,314	2,703,549
	B4 50°	•	•		
Net Loss From Operations Retained Earnings	-34,535 0	-304,865 -34,535	-934,845 -339,400	-1,181,353 -1,274,245	-1,813,380 -2,455,598
Subtotal .	-34,535	-339,400	-1,274,245	-2,455,598	-4,268,978
	-17,035	-315,099	-324,938	-841,284	-1,565,429
Total Capital	-17.035				
Total Capital					· · ·
Total Capital  Total Liabilities & Stockowners' Equity Total Liabilities & Equity Per Peachtree @ 12/16/62 12:40 pm	12,975 12,975	117,389 117,389	619,396 619,396	712,249 712,249	2,985,560 2,985,560

#### AltiComm, Inc. Income Statement Revised December 16, 2002 (U. S. Dollars)

(Unaudited: For Management Purposes Only)

	Full Year <u>1998</u>	Full Year 1999	Fuli Year 2000	Full Year <u>2001</u>	September YTD 2002	Sept. 2002 YTD % Of Revenue	Cumulative <u>Total</u>
Revenues:							
Eastern Telephone:							
Eastern Telephone Service Revenue	0	7,735	504,487	1,179,648	967,287	21.2%	2,659,158
Eastern Telephone Consulting Revenue	0	D	0	38,000	0	0.0%	38,000
Subtotal		7,735	504,487	1,217,648	967,287	21.2%	2,697,158
ServiSense:							
ServiSense Telephone Service Revenue	0	0	0	0	3,595,424	78.8%	3,595,424
ServiSense Other Income	0	0	0	0	380	0.0%	380
Subtotal	0	C	D	0	3,595,804	78.8%	3,595,804
Cellular LD Phone Revenue	0	0	o .	0	2,241	0.0%	2,241
Total Revenue	0	7,735	504,487	1,217,648	4,565,333	100.0%	6,295,203
Cost Of Services & Goods Provided:							
Eastern Telephone:							
Eastern Telephone Phone Services	0	7,521	388,892	854,861	770,368	16.9%	2,021,642
Eastern Telephone Phone Revenue Sharing	0	6,000	17,965	62,601	34,624	0.8%	121,190
Eastern Telephone COGS Tech Services	0	0	0	7,525	0	0.0%	7,525
Eastern Telephone COGS Phone Order Verify	D	0	422	914	210	0.0%	1,546
Subtotal	0	13,521	407,279	925,901	805,202	17.6%	2,151,903
ServiSense:							
ServiSense Telephone Service	0	0	0	0	2,811,420	61.6%	2,811,420
ServiSense COGS Tech Services	0	0	0	0	38,345	0.8%	38,345
Sitel Commission COGS	0	0	0	0	2,177	0.0%	2,177
Subtotal	0	0	0	0	2,851,943	62.5%	2,851,943
Cellular LD	D	0	0	0	8,316	0.2%	8,316
Total Cost Of Services & Goods Provided	0	13,521	407,279	925,901	3,665,460	80.3%	5,012,161
Gross Margin Profit or (Loss):							
Eastern Telephone	0	-5,785	97,208	291,747	162,085	3.6%	545,255
ServiSense	0	0	0	0	743,862	16.3%	743,862
Cellular LD	0	0	0	0	-6,074	-0.1%	-6,074
Total Gross Margin or (Loss)	D	-5,785	97,208	291,747	899,873	19.7%	1,283,042
Gross Margin Percentage of Total Revenue:							
Eastern Telephone	N/A	-74.8%	19.3%	24.0%	16.8%		20.2%
ServiSense	N/A	N/A	N/A	N/A	20.7%		20.7%
Cellular LD	N/A	N/A	N/A	N/A	-271.0%		-271.0%
Total Gross Margin or (Loss)	N/A	-74.8%	19.3%	24.0%	19.7%		20.4%

# AltiComm, Inc. Income Statement Revised December 16, 2002 (U. S. Dollars) (Unaudited: For Management Purposes Only)

Expenses (Sorted By Cumulative Totals):	Full Year <u>1998</u>	Full Year 1999	Full Year <u>2000</u>	Full Year 2001	September YTD 2002	Sept. 2002 YTD % Of Revenue	Cumulative <u>Total</u>
Staff Compensation: Salaries Payroli Taxes Health & Denial Insurance	D 0	68,635 5,989 5,384	256,178 22,570 16,675	607,934 49,398 36,891	1,117,195 100,229 47,078	24.5% 2.2% 1.0%	2,049,942 178,186 106,028
Subtotal	0	800,008	295,423	694,223	1,264,502	27.7%	2,334,156
ServiSense Bad Debt Writeoffs	0	0	0	0	370,973	8.1%	370,973
Advertising, PR & Design	18,000	37,895	164,991	111,455	20,436	0.4%	352,777
Direct Mail	0	43,573	208,501	72,326	10,666	. 0.2%	335,067
Legal Fees	0	12,282	28,051	120,068	133,605	2.9%	294,006
Phone Services	0	17,829	59,277	76,117	89,169	2.0%	242,412
Interest Expense (Net of Interest Income)	0	10,756	43,941	71,243	115,715	2.5%	241,656
Consultants	0	24,031	44,271	17,801	131,562	2.9%	217,564
Rent	9,900	17,520	25,517	76,113	79,013	1.7%	208,064
Office Supplies	1,017	17,046	47,799	39,869	14,086	0.3%	119,816
ServiSense Bill Process Services	0	0	0	٥	109,243	2 4%	109,243
Depreciation Expenses	0	4,240	13,400	23,454	62,073	1.4%	103,168
Amortization Expenses	D	11,417	22,833	24,976	40,772	0.9%	99,999
Software Repairs & Maintenance	0	D	4,097	31,220	63,217	1.4%	98,534
Eastern Telephone Bad Debt Writeoffs	0	0	0	47,368	17,303	0.4%	64,671
Dues & Subscriptions	D	6,894	33,005	2,066	12,191	0.3%	54,156
Travel	1,014	5,066	6.970	5,727	17,707	0.4%	36,484
Accounting / Audit Fees	0	D	0	16,851	18,764	0.4%	35,615
Postage	B7	1,398	7,968	7,996	14,229	0.3%	31,678
Meals & Entertainment	939	4,794	6,145	3,319	16,407	0.4%	31,604
Bank Fees	25	295	1,467	5,219	24,599	0.5%	31,604
Other Repairs & Maintenance	0	0	3,874	8,113	10,909	0.2%	22,896
Ernail / Network & Utilities	0	376	2,876	3,363	15,158	0.3%	21,773
ServiSense Collection Fees	0	0	0	0	13,737	0.3%	13,737
Tax Penalty Expenses	D	0	0	0	13,016	0.3%	13,016
Office Printing	0	294	3,408	2,474	6,708	0.1%	12,885
Business Insurance	0	1,387	4,206	3,107	3,135	0.1%	11,834
Eastern Telephone Bill Process Services	D	D	D	0	5,676	0.1%	5,676
Training & Recruiting	0	0	544	2,194	1,520	0.0%	4,258
Donations	0	35	2,060	40	600	0.0%	2,735
State Income / Excise Taxes & Fees (Excludes Sales)	. 0	85	541	1,169	937	0.0%	2,733
Payroll Service	0	280	645	750	853	0.0%	2,528
Other Expenses	3,552	1,577	242	4,478	14,754	0.3%	24,603
Total Expenses	34,535	299,080	1,032,053	1,473,100	2,713,252	59.4%	5,552,020
Net Operating Loss Total Net Loss Per Peachtree @ 12/15/02 12:40 pm Difference	-34,535 -34,535 0	-304,865 -304,865 0	-934,845 -934,845 0	-1,181,353 -1,181,353 0	-1,813,380 -1,813,380 0	-39.7% -39.7% 0.0%	-4,268,978 -4,268,978 0
Not Operating Loss Per Common Share:							
Net Operating Loss Before Extraordinary Items	-0.03	-0.30	-0.93	-1.18	-1.81		4.27
Extraordinary Items	0.00	0.00	0.00	0.00	0.00		0.00
Total Net Loss	-0.03	-0.30	-0.93	-1.18	-1.81	<u> </u>	4.27

# AltiComm, Inc. Statement Of Changes To Stockowners' Equity Prepared December 18, 2002 (U. S. Dollars) (Unaudited: For Management Purposes Only)

		emen St APIC	ock: Subtotal	Profe	rred Seri	ies A: Subtotal	j Profe	rred Seri	ies B: Subtotal	Pro	lemed S APIC	eries C: Subtoti	1 1	Total Par	Total APIC	Treasury Stock	l Total	Cumulative (	Total Equity
Common Stank Seld & 3/28/95, 700 Shame At \$0.01 Par Far \$25.00	7	17,483	17,500	i		•	<u>.</u>		•	!			- į	7	17.ABS		17,900		17,500
Not Loss in 1988			•	į		•	į			į			٠į	•	۰			-34,536	34,536
Subtetulo & 12/31/1986	- 7	17.ABQ	17,500		0	0	-	•		_	•	0	٠į٠	7	17,480		17,500	-34,326	-17,036
Common Stack Americal (b) 1/21/90, 60 Shares At 50.91 Per Fer \$25.60	1	1,499	1,500	1		•				:			•	1	1 489		1 1 1,500		1,500
Common State Awarded & 10/31/89, 20 Shares At \$0.01 Per Fer \$25.00		500	506	į		•	j !			<u>.</u>			١	•	500			į	500
Commen Stack Sold @ 10/31/88, 30 Shares At \$0.01 Per For \$25.00	0	750	750	į					•	: !			• !	•	750		750	į	750
Common Stack Deviced & 11/30/80, 140 Shares at \$0.01 Per Fer \$21.32	1	2.963	2,965	į		•	;			:			•	1	2.963		1 2,985		2,345
Common Stock Awarded & 12/10/99, 50 Shares At \$0.01 Par For \$21,32	1	1,066	1,966	i		0	!		•	į			·	1	1,065		1,086		1,066
Net Loss in 1989				į		•	į			į			٠į	0	0			-304,865	-304,845
Subtotals # 12/31/1986	10	24,291	24,301	-		- 0	; —	0	-	:	Þ	D	* ;-	10	24.291	D	24,301	-339 400	-\$15,0 <b>60</b>
Common Stock Divisionds & 1/24/00, 989,000 Shares at \$0.01 Par	9,980	-0.500		! !		0			0	1			•	9,990	-9,990		, ) 0		٠
Professed Select A Solid & 1/12/90, 5.555 56 Shares At \$0 10 Per Fer \$4.50			0	. 556	24,444	25,000	į		•	<u> </u>			٠	556	24 444		25.000		25,000
Professed Series A Sold & 1/21/90, 5,555.56 Shares At 90,10 Per For \$4 50				556	26,444	25,900			0				٠į	556	24 444		25,000		25,000
Professed Sersen A Seld & 2/2/00, 16,666.67 Shares At Sti 10 Per Fer \$4 50			D	i 1,967	73,733	75,000	i }		0				•	1,667	73,223		75,000		75,000
Professed Series A Sold & 29/00, 61,111 11 Sheries At \$0 10 Per Fer \$4.60				6.111	268,889	275,000			D .	i !			١	8,111	268,889		275.000		275,000
Prolement Series A Sold & 3/8/00 5,555 S6 Shares At S0.10 Par For \$4 50			•	956	24,444	25,000	i I I		•	i E			٠	556	» ···		25,000		25,900
Proletrad Series A Sold (ft 7/6/00) 11,111 11 Shurte A1SO 10 Par For S4 S0 (Includes S2 00 For Bank Fees)			0	i 1 1,111	48,891	\$0,002			0	i ! !			•	1,111	48,891		1 10.002		\$0,002
Preferred Sense B Sold & 9/21/02, 74,074.07 Shares At 80 10 Par For \$4,06 (Included \$3.00 For Bank Fees)			0	! !		0	1 1 7,407	292,596	309,904	i ! !			١	7,487	292,596		300,004		300,004
Professed Series B Sold & 9/30/00, 37,037.04 Shares At \$0 10 Per For \$4.05			•	Í		•	3,704	146,298	150,000				٠į	3 704	145,296		150,000		150,000
Net Lane in 2000				•		•	i			i			٠į					-8M4,MEG-	434,846
Subsection @ 12/21/2000	10.000	14,301	24,301	10,556	484,448	475,002	11,111	438,893	450,004		<del></del>	0	ਰ¦-	31,657	917,640		949,306	-1,274,245	-324,936

# AltiCornn, Inc. Statement Of Changes To Stockowners' Equity Prepared December 18, 2002 (U. S. Dollars) (Unaudited: For Management Purposes Only)

	Common Stock: Par APIC Subtotal	Professed Series A: Par APIC Subtotal	Preferred Series B:   Par APIC Subtotal	Preferred Series C: Par APIC Subtetal		otal Treasury PIC Stock	S Cumulative   P Total Loss	r Total L Equity
	<u> </u>		1	1		THE GLUCK	- <del></del>	
Professed Series C1 Scho & 675001, 14,446,228 Shares At 30,10 Par Par 36,20	•	•		1,445 MLSS NO.000	1,445	n.su	90,000	90,000
Professor Series C1 Sold & 6713/01, 1,605 1384 Shares At 50.10 Par For 56.23	•	•		161 9,530 10,000	181	1,120	10,000	10,000
Preferred Sense C1 Sold @ 9720701, 4,012.9411 Shares At 90.10 Per Fer 96.23		•		! ! 401 34,590 25,000	 	14,530	#  }    25,000	25.00t
Professed Series C1 Seld & 7/10/01, 3,210,27 Shares At 80,10 Par Fer 35,23	•	•		1 1 1 321 19,579 20,800	1 1 1 321	19,670	20,000	20,000
Professed Serves C1 Sold & 7/24/01, 6.420 55 Shares At \$0 10 Per For \$5.23			1	! !			B	40.003
(Instruction \$2.83 For Bank Feed)	•	•	•	642 39,381 49,003	1 942 :	190,001	40,000	40,003
Professed Series C1 Seld @ 7/25/01, 32,102,72 Shares At 80 10 Par For 98.23	0		•	3,210 186,780 200,000	3,210 1	16,790	i 200,000	200,000
Professor Survey C1 Salet @ 7/31/01, 4,012 8411 Shares At \$0 10 Par For \$6.23		•		401 24,539 25,000	: 	M.589	25,000	25.000
Projected Series C1 Sold 29 8/2/01, 6,025 68 Shares Al \$0 10 Par For \$6 23	0			   803 49,197 150,000	; ] ] 803 -	19,197	50,000	50.000
Professed Sense C1 Sold & 8/9/01, 24,077 84 Shares At \$0 10 Per For \$6 23		•		i i 2,408 147,582 180,000	! 	7,502	150 000	750,000
Professed Series C1 Sold (b) 9/13/01, 4,012.84 Shares At \$0 10 Per Fer \$6.23	a :		•	[   401 24,589 25,000	 	N.559	6   8   6   25,000	25 000
Professed Serme C1 Sold & 18/18/01, 802 S7 Shames At 80 10 Par For \$6.23 (Includes SS.07 For Bank Fees)	•		•	) }   80 4,925 5,005	! ! ! <b>ac</b>	4,925		5,00\$
Preferred Series C2 Sold @ 12/20/01, 4,349 34 Shares At \$0.10 Par For \$5 748	0 1	•		i i 435 24,586 25,800	)     435	x,565	1 1 25,000	25,000
Part Louis in 2001	0 1			[ [		a	# i -1.101.353 i	-1,181,353
Subsolak @ 12/31/2001	10,000 14,301 24,301	10,556 464,446 475,002	11,111 438,893 450,004	10,708 654,300 565,008	42,374 1,5	1,940 0	1,614,314 -2,455,500	-841,284

#### AltiComm, Inc. Statement Of Changes To Stockowners' Equity Prepared December 16, 2002 (U. S. Dollars) (Unaudited: For Management Purposes Only)

	Common St Par APIC			Series A: PIC Subjetel		rred Seri APIC		Prefe Par	APIC	s C: Subtatal	Total Par	Total APIC	Treasury   Stock	Total (	Loss I	Total Equity
Professor Series C2 Seld & 1/10/02, 6,000.07 Shares At \$0 10 Per Fer \$5,748			!				•		34,301	35,000		34,396		35,500		35,000
Professed Series C2 Settl & 1/29/02, 34,791,72 Shares At \$0.10 Per Fer \$5,748			į	•	į		D	3,479	195,621	290,000	3,479	186,521		200,006		200,000
Professed Sensor C2 Sold & 1/20/02 4,349.34 Shares At 90.10 Per Fer \$5,748		0	i !	•	į		۰	495	34,566	25,000	435	24,565		25,000		25,000
Professed Sense C2 Seld & 1/31/02, 22,616 SB Shures At \$0 10 Per Fer \$5,748		•	!	•	į		۰	2262	127,738	130,006	i i 2,262 i	127,738	į	130,300		130,000
Preferred Serves C2 Bold & 2/1/02. 60690.74 Shares At \$0.10 Par Fer \$5.748		0	!	•			0	6,000	343,911	380,000	6,089	343,311	i	350,000	1	350,000
Professed Seime CZ Seld & 2/5/02, 4,348.34 Sharee At \$0 10 Par Fer \$5 748		•		D	i !		•	436	24,565	25,900	i i 435	24,565	i	25,000	[ [	25,000
Preferred Semen C2 Seld & 2/3/02. 17,397,36 Shares At \$0 10 Per For \$5 748.		0	!		! !		•	1.740 1	88,260	100,000	1,740	96.260		100,000	1 1	100,000
Protected Series C2 Sold & 2/6/02, 8,695 68 Shares At \$0 10 Per For \$5 748		0	! !	•	! ! !		D	t 1 670	49,130	50,000	   870 	49,130		50 000 1		)   50 008 
Protected Sense C2 Sold & 7/18/02, 13,048.02 Sturm At \$0 10 Per For \$5 748		0	}	D	t ; ;		а	1.305	73,895	75.00s	l J 1,305 I	73 695	i	75,000	 	1 75,000 1
Professed Series C2 Seld & 3/28/02, 17,397 36 Sharet At \$0 10 Per For \$5 748		0	!	۰	;		0	1,740	96,240	100,006	1,740	98,260	1	1 100,000 1	1	100,000
Not Loss in January Through June, 2002		0		0	;					•		D			-1.023.659	-1,028,686
Systematic ED 6/30/2502	10,000 \$4,301	24,301	10,556 48	4,446 475,002	11,711	435,893	450,004	29,571	1.725,337	1,755,008	61,336	2.612.977		2,704,314	-3 494.287	-719,973
Common Stack Reputchment & 9/12/02, 35,920 Shares at \$0.01 Par For \$0.02							۰			•			-765	-766		-766
Not Loss In July Tireuth September, 2002			İ	•	ĺ		۰			•	į			۰	-784,690	-784,680
Subtotale (0) 9/30/2002	10,000 14,301	24,201	10,556 46	4,446 475,002	11,111	438,893	450,004	29,671	1,725.337	1.755,008	61,336	2812977	-766	2,703,549	-4.26h.978	-1,585 429

### AltiComm, Inc. Statement Of Changes To Cash Flow (Indirect Method) Prepared December 16, 2002

(U. S. Dollars) (Unaudited: For Management Purposes Only)

	Full Year 1998	Full Year 1999	Fuil Year <u>2000</u>	Full Year 2001	September YTD 2002	Cumulative Total
Cash Flows From Operating Activities:						
Net Operating Loss	-34,535	-304,865	-934,845	-1,181,353	-1,813,380	4,268,978
Adjustments To Reconcile Net Operating Loss to Net Cash Provided By Operations:						
Plus Increase in Unearned Phone Service Revenue	0	O	0	0	85,009	85,009
Less Increase in Billed Accounts Receivable	0	-1,225	-66,025	-135,288	-402,737	-605,276
Less Increase in Unbilled Accrued Accounts Receivable	0	-6,811	-199,427	-103,743	-39,140	-349,121
Plus Increase in Allowance For Doubtful Accounts Receivables	D	0	0	0	31,209	31,209
Less Increase Or Plus Decrease In Prepaid Expenses	0	-24,494	-45,119	20,260	-363,031	-412,385
Less Increase or Plus Decrease in Employee Receivables	0	0	D	-150	150	0
Less Increase Or Plus Decrease In Stock Subscriptions	0	-750	-149,250	150,000	0	0
Less increase in Deposits	٥	-7,264	-200	-8,870	-23,695	-40,030
Add Back Depreciation Of Equipment	0	4,091	12,529	20,399	54,754	91,774
Add Back Amortization Of Software	0	11,417	22,833	22,833	33,348	90,431
Add Back Depreciation Of Furniture & Fixtures	0	149	871	3,055	7,319	11,394
Add Back Depreciation Of Leashold Improvements	0	0	0	2,167	7,424	9,591
Plus Increase In Accounts Payables É	30,010	58,543	328,849	307,773	2,161,756	2,886,930
Plus Increase In Sitel Commission Payables	0	D	0	D	2,177	2,177
Plus Increase in Sales Taxes Payables	D	309	25,563	60,152	313,712	399,735
Plus Increase Or Less Decrease In Accrued Expenses	0	38,593	-12,989	62,518	181,771	269,893
Plus Increase in Customer Deposits	0	D	283	663	468	1,414
Total Adjustments	30,010	72,556	-82,D81	401,768	2,050,493	2,472,747
Net Cash Used By Operations	-4,525	-232,309	-1,016,926	-779,585	237,113	-1,796,231
Cash Flows From Investing Acrivities:						
Proceeds From:  Due To Debtor In Possession For ServiSense	0	0	0	0	73,517	73,517
Subtotal .	0	0	0	D	73,517	73,517
Used For: Purchase Of Equipment	0	-24,547	-26,082	-21,138	-319,047	-390,813
Purchase Of Software	0	-68,500	0	0	-198,283	-266,783
Purchase Of Furniture & Fixtures	0	-2,089	-8,016	-22,560	-71,285	-103,951
Purchase Of Leasehold Improvements	0	0	0	-14,181	-41,104	-55,285
Purchase Of Goodwill Related To ServiSense Acquisition	0	0	0	0	-421,671	-421,671
Subtotal	0	-95,138	-34,098	-57,879	-1,051,389	-1,238,502
Net Cash Used For investing Activities	0	-95,136	-34,098	-57,879	-977,872	-1,164,985

Page 2.

# Statement Of Changes To Cash Flow (Indirect Method) Prepared December 16, 2002

(U. S. Dollars)

(Unaudited: For Management Purposes Only)

	Full Year <u>1998</u>	Full Year 1999	Full Year <u>2000</u>	Full Year <u>2001</u>	September YTD 2002	<u>Cumulative</u> <u>Total</u>
Cash Flows From Financing Activities:						
Proceeds From: Warren Bank Loan & Drawn Line Of Credit	0	0	0	449,373	61,601	510,974
Citizens Bank Loan & Accrued Interest	0	199,063	101,025	-288,270	-11,819	0
Convertible Note Payable To J. Doran @ 8.0%	٥	0	102,267	8,111	6,891	117,269
Convertible Note Payable To T. Martin @ 10.0%	0	0	0	26,493	2,009	28,502
Convertible Note Payable To Conexus @ 0.0%	0	0	0	0	22,000	22,000
Loan From Allen Stern	0	10,000	-2,000	0	-8,000	0
Current Portion Of Capital Lease Notes Payables	0	48,130	-2,217	-24,322	88,775	110,366
Non Current Notes Payable For Capital Leases	0	47,840	-28,935	6,707	17,589	43,202
Sale Of Common Shares (Par & APIC)	17,500	6,801	0	0	٥	24,301
Sale Of Preferred Series A Shares (Par & APIC)	0	0	475,002	0	0	475,002
Sale Of Preferred Series B Shares (Par & APIC)	0	0	450,004	0	0	450,004
Sale Of Preferred Series C Shares (Par & APIC)	0	0	0	665,008	1,090,000	1,755,008
Subtotal	17,500	311,835	1,095,145	843,101	1,269,046	3,536,627
Used For:						
Repurchase Of Common Stock @ Cost	0	0	0	0	-766	-76 <del>6</del>
Subtotal	0	0	0	0	-766	-766
Net Cash Proceeds From Financing Activities	17,500	311,835	1,095,145	843,101	1,268,281	3,535,861
Net Increase Or (Decrease) in Cash	12,975	-15,610	44,122	5,637	527,522	574,645
Summary:						
Ending Cash For Each Period	12,975	-2,635	41,486	47,123	574,645	574,645
Less Beginning Cash For Each Period	0	12,975	-2,635	41,486	47,123	0
Net Increase Or (Decrease) In Cash For Each Period	12,975	-15,610	44,122	5,637	527,522	574,645
Supplemental Disclosure:						
Cash Payments:						
Interest Expenses (Net of Interest Income)	0	10,756	41,670	61,639	42,267	156,332
Income Taxes (Includes Massachusetts Excise Tax)	0	0	456	1,004	0	1,460
Significant Non Cash Transactions:						
On 1/31/02, the Company issued 22,616.56 shares of Series C Convertible Preferred Stock at \$0.10 Par Value and a Purchase Price of \$5.748 Per Share in Return For Settling Some of its Accounts Payable Owed To the Rasky / Baerlein Group.						130,000
On 2/1/02, the Company Issued 60,890.74 shares of Series C Convertible Preferred Stock at \$0.10 Par Value and a Purchase Price of \$5.748 Per Share As Part of its Acquisition of the Assets of ServiSense in bankruptcy proceedings.						350,000

### **EXHIBIT E**

#### **CAPABILITY STATEMENTS**

- 1. The Applicant has sufficient financial capability to provide the requested service in the geographic area proposed to be served. This is evidenced by the current assets set forth in its unaudited financial statements. (The Company has no audited financial statements.)
- 2. The Applicant will maintain the requested services from revenue generated from its current and ongoing operations. The Company is currently operating in Massachusetts and Rhode Island. The Company is in the process of obtaining certification in all of the United States.
- 3. The Company has sufficient financial capability to meet any lease and ownership obligations.

## **EXHIBIT F**

PRICE LIST

# **TITLE SHEET**

# ALTERNATIVE LOCAL EXCHANGE SERVICES PRICE LIST

This price list contains the descriptions, regulations, service standards and rates applicable to alternative local exchange telecommunications services provided by Alticomm, Inc. with principal offices at 115 Shawmut Road, Canton, Massachusetts 02021. This price list applies for services furnished within the state of Florida. This price list is on file with the Florida Public Service Commission, and copies may be inspected, during normal business hours, at the Company's principal place of business.

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

BY:

# **CHECK SHEET**

The sheets listed below, which are inclusive of this price list, are effective as of the date shown at the bottom of the respective sheet(s). Original and revised sheets as named below comprise all changes from the original price list and are currently in effect as of the date of the bottom of this page.

1 Original 2 Original 3 Original 4 Original 5 Original 6 Original 7 Original 9 Original 10 Original 11 Original 11 Original 12 Original 13 Original 14 Original 15 Original 16 Original 17 Original 18 Original 19 Original 10 Original 20 Original 21 Original 21 Original 22 Original 23 Original 24 Original 25 Original 26 Original 27 Original 28 Original 29 Original 20 Original 20 Original 21 Original 22 Original 23 Original 24 Original 25 Original	SHEET	REVISION	SHEET	REVISION
2       Original         3       Original         4       Original         5       Original         6       Original         7       Original         8       Original         9       Original         10       Original         11       Original         12       Original         13       Original         14       Original         15       Original         16       Original         17       Original         18       Original         19       Original         20       Original         21       Original         22       Original         23       Original         24       Original	1	Original	26	Original
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ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

BY:

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ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

BY:

# **SYMBOLS SHEET**

The following are the only symbols used for the purposes indicated below:

- D Delete Or Discontinue
- I Change Resulting In An Increase to A Customer's Bill
- M Moved From Another Price List Location
- N New
- R Change Resulting In A Reduction To A Customer's Bill
- T Change in Text Or Regulation But No Change In Rate Or Charge

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

BY:

#### PRICE LIST FORMAT SHEETS

- **A.** Sheet Numbering Sheet numbers appear in the upper right corner of the page. Sheets are numbered sequentially. However, new sheets are occasionally added to the price list. When a new sheet is added between sheets already in effect, a decimal is added. For example, a new sheet added between sheets 14 and 15 would be 14.1.
- **B.** Sheet Revision Numbers Revision numbers also appear in the upper right corner of each page. These numbers are used to determine the most current sheet version on file with the FPSC. For example, the 4th revised Sheet 14 cancels the 3rd revised Sheet 14. Because of various suspension periods, deferrals, etc, the FPSC follows in their price list approval process, the most current sheet number on file with the Commission is not always the price list page in effect. Consult the Check Sheet for the sheet currently in effect.
- **C.** Paragraph Numbering Sequence There are various levels of paragraph coding. Each level of coding is subservient to its next higher level as follows:

2. 2.1. 2.1.1. 2.1.1.A. 2.1.1.A.1. 2.1.1.A.1.(a).

**D.** Check Sheets - When a price list filing is made with the FPSC, an updated check sheet accompanies the price list filing. The check sheet lists the sheets contained in the price list, with a cross reference to the current revision number. When new pages are added, the check sheet is changed to reflect the revision. All revisions made in a given filing are designated by an asterisk (\*). There will be no other symbols used on this page if these are the only changes made to it (i.e., the format, etc. remains the same, just revised revision levels on some pages). The price list user should refer to the latest check sheet to find out if a particular sheet is the most current on file with the FPSC.

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

BY:

# **EXCHANGE SERVICE LIST**

The Company will provide local exchange service throughout the State of Florida. Local calling areas will coincide with those of the Incumbent Local Exchange Carrier (ILEC), unless otherwise specified.

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

BY:

BY:

## Alternative Local Exchange Service

# **SECTION 1 - TECHNICAL TERMS AND ABBREVIATIONS**

Access Line - An arrangement which connects the customer's location to the Company's network switching center.

Authorization Code - A numerical code, one or more of which are available to a customer to enable him/her to access the carrier, and which are used by the carrier both to prevent unauthorized access to its facilities and to identify the customer for billing purposes.

Company or Carrier - Alticomm, Inc.

Customer - the person, firm, corporation or other entity which orders service and is responsible for payment of charges due and compliance with the Company's price list regulations.

Day - From 8:00 AM up to, but not including 5:00 PM local time Monday through Friday.

Evening - From 5:00 PM up to but not including 11:00 PM local time Sunday through Friday.

Holidays - The Company's recognized holidays are New Year's Day, Martin Luther King, Jr. Day, Presidents Day, Memorial Day, July 4th, Labor Day, Thanksgiving Day, Christmas Day.

Night/Weekend - From 11:00 PM up to but not including 8:00 AM Sunday through Friday, and 8:00 AM Saturday up to but not including 5:00 PM Sunday.

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

# SECTION 2 - RULES, REGULATIONS AND SERVICE QUALITY CRITERIA

#### 2.1 Undertaking of the Company.

The Company's services and facilities are furnished for communications originating at specified points within the state of Florida under terms of this price list.

The Company's installs operates, and maintains the communications services provided herein in accordance with the terms and conditions set forth under this price list. It may act as the customer's agent for ordering access connection facilities provided by other carriers or entities when authorized by the customer, to allow connection of a customer's location to the Company's network. The customer shall be responsible for all charges due for such service arrangement.

The Company's services and facilities are provided on a monthly basis unless ordered on a longer term basis, and are available twenty-four hours per day, seven days per week.

# 2.2 Limitations.

- 2.2.1 Service is offered subject to the availability of facilities and provisions of this price list.
- 2.2.2 The Company reserves the right to discontinue furnishing service, or limit the use of service necessitated by conditions beyond its control: or when the customer is using service in violation of the law or the provisions of this price list.

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

# **SECTION 2 - RULES AND REGULATIONS continued**

# 2.2 Limitations (Cont.)

- 2.2.3 All facilities provided under this price list are directly controlled by the Company and the customer may not transfer or assign the use of service or facilities, except with the express written consent of the Company. Such transfer or assignment shall only apply where there is no interruption of the use or location of the service or facilities.
- 2.2.4 Prior written permission from the Company is required before any assignment or transfer. All regulations and conditions contained in this price list shall apply to all such permitted assignees or transferees, as well as all conditions for service.
- 2.2.5 Customers reselling or rebilling services must have a Certificate of Public Convenience and Necessity as an ALEC carrier from the Florida Public Service Commission.

## 2.3 Liabilities of the Company.

- 2.3.1 The Company's liability for damages arising out of mistakes, interruptions, omissions, delays, errors, or defects in the transmission occurring in the course of furnishing service or facilities, and not caused by the negligence of its employees or its agents, in no event shall exceed an amount equivalent to the proportionate charge to the customer for the period during which the aforementioned faults in transmission occur.
- 2.3.2 The Company shall be indemnified and held harmless by the customer against claims for libel, slander, or infringement of copyright arising out of the material, data, information, or other content transmitted over the Company's facilities.

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

#### **SECTION 2 - RULES AND REGULATIONS continued**

#### 2.4 Interruption of Service.

- 2.4.1 Credit allowance for the interruption of service which is not due to The Company's testing or adjusting, negligence or the customer, or to the failure of channels or equipment provided by the customer, are subject to the general liability provisions set forth in 2.3.1 herein. It shall be the customer's obligation to notify the Company immediately of any service interruption for which a credit allowance is desired. Before giving such notice, the customer shall ascertain that the trouble is not being caused by any action or omission by the customer within his control, if any, furnished by the customer and connected to the Company's facilities. No refund or credit will be made for the time that the Company stands ready to repair the service and the subscriber does not provide access to the Company for such restoration work.
- 2.4.2 No credit shall be allowed for an interruption of a continuous duration of less than twenty-four hours after the subscriber notifies the Company.
- 2.4.3 The customer shall be credited for an interruption of more than twenty-four hours as follows:

Credit Formula:

Credit =  $A/B \times C$ 

"A" - outage time in days

"B" - total days in month

"C" - total monthly charge for affected facility

ISSUED: January 2, 2003

EFFECTIVE:

January 31, 2003

BY:

#### SECTION 2 - RULES AND REGULATIONS continued

# 2.5 **Disconnection of Service by Carrier.**

The Company, upon five (5) working days written notice to the customer, may discontinue service or cancel an application for service without incurring any liability for any of the following reasons:

- 2.5.1 Non-payment of any sum due to carrier for regulated service for more than thirty days beyond the date of rendition of the bill for such service.
- 2.5.2 A violation of any regulation governing the service under this price list.
- 2.5.3 A violation of any law, rule, or regulation of any government authority having jurisdiction over such service.
- 2.5.4 The company has given the customer notice and has allowed a reasonable time to comply with any rule, or remedy, and deficiency as stated in Rule 25-4.113, F.A.C., Refusal or Discontinuance of Service by Company.
- 2.5.5 Service may be disconnected without notice for tampering with company equipment or interfering with service to other customers or for fraud.

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

#### **SECTION 2 - RULES AND REGULATIONS continued**

# 2.6 **Deposits**

The Company does not require a deposit from the customer.

# 2.7 Advance Payments

For customers whom the Company feels an advance payment is necessary, the Company reserves the right to collect an amount not to exceed one (1) month's estimated charges as an advance payment for service. This will be applied against the next month's charges and if necessary a new advance payment will be collected for the next month.

#### 2.8 Taxes

All state and local taxes (i.e., gross receipts tax, sales tax, municipal utilities tax) are listed as separate line items and are not included in the quoted rates.

#### 2.9 **Billing of Calls**

All charges due by the subscriber are payable at any agency duly authorized to receive such payments. Any objection to billed charges should be promptly reported to the Company. Adjustments to customers' bills shall be made to the extent that records are available and/or circumstances exist which reasonably indicate that such charges are not in accordance with approved rates or that an adjustment may otherwise be appropriate.

# 2.10 Equipment

2.10.1 The Company's facilities and service may be used with or terminated in Customer-provided terminal equipment or Customer-provided communications systems, such as a PBX, key systems or Pay Telephone. Such terminal equipment shall be furnished and maintained at the expense of the Customer, except as otherwise provided. The Customer is responsible for all costs at his or her premises, including personnel, wiring, electrical power, and the like, incurred in the use of the Company's service. The Customer is responsible to ensuring that customer-provided equipment connected to Company equipment and facilities is compatible with such equipment and facilities.

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

#### SECTION 2 - RULES AND REGULATIONS continued

# 2.10 **Equipment** (contd.)

- 2.10.2 The Company shall use reasonable efforts to maintain facilities and equipment that it furnishes to the Customer. The Customer may not, nor may the Customer permit others, to disconnect, rearrange, remove, attempt to repair or otherwise interfere with any of the facilities or equipment installed by the Company, except upon the written consent of the Company.
- 2.10.3 Equipment the Company provides or installs at the Customer premises for use in connection with services the Company offers shall not be used for any purpose other than that for which the Company provided it.
- 2.10.4 The Customer shall be responsible for payment of service charges, as set forth herein, for visits by the Company's agents or employees to the premises of the Customer when the service difficulty or trouble report results from the use of equipment or facilities provided by any party other than the Company, including but not limited to the Customer.
- 2.10.5 The Company shall not be responsible for the installation, operation or maintenance of any customer-provided equipment. Where such equipment is connected to the facilities furnished pursuant to this price list, the responsibility of the Company shall be limited to the furnishing of facilities offered under this price list and to the maintenance and operation of such facilities. Subject to this responsibility, the Company shall not be responsible for the transmission of signals by customer-provided equipment or for the quality of, or defects in, such transmission; or the reception of signals by customer-provided equipment.
- 2.10.6 Upon reasonable notification to the Customer and at a reasonable time, the Company may make such tests and inspections as may be necessary to determine that the customer is complying with the requirements set forth in the section for the installation, operation and maintenance of customer-provided facilities, equipment and wiring in the connection of such facilities and equipment to Company-provided facilities and equipment.
- 2.10.7 Title to all facilities provided by the Company under this price list shall remain in the Company's name or in the name of the carrier supplying the services and facilities being resold.

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

#### SECTION 2 - RULES AND REGULATIONS continued

#### 2.11 Installation

Service is installed upon mutual agreement between the Customer and the Company. The service agreement does not alter rates specified in this price list.

#### 2.12 **Service Implementation**

Absent a promotional offering, service implementation charges will apply to new service orders or to orders to change existing service. Implementation charges for business services are listed in Section 3.

#### 2.13 **Reconnection Charge**

A reconnection fee may be charged when service is re-established for customers who have been disconnected for non-payment, and is payable at the time that the restoration of suspended service and facilities is arranged.

#### 2.14 **Operator Service Rules**

The Company will enforce the operator service rules specified by the Commission and by the FCC.

#### 2.15 Access to Telephone Relay Services

Where required by the Commission, the Company will participate in telephone relay services for handicapped and/or hearing impaired end users, and will comply with all regulations and requirements. The Company shall impose any monthly surcharge or any other related charge upon its local exchange telecommunications subscribers as may be required by state law.

#### 2.16 **Telecommunications Relay Service**

BY:

For intrastate toll calls received from the relay service, the Company will when billing relay calls discount relay service calls by 50 percent off of the otherwise applicable rate for a voice nonrelay call except that where either the calling or called party indicates that either party is both hearing and visually impaired, the call shall be discounted 60 percent off of the otherwise applicable rate for a voice nonrelay call. The above discounts apply only to time-sensitive elements of a charge for the call and shall not apply to per call charges such as a credit card surcharge.

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

> James Cornblatt, Director of Regulatory Affairs Alticomm, Inc. 115 Shawmut Road

Canton, Massachusetts 02021

# SECTION 2 - RULES AND REGULATIONS continued

#### 2.17 Calculation of Distance

Basic local services are not time or distance sensitive.

# 2.18 Cancellation of Service by Customer

Customers can cancel basic local exchange service by providing written or oral notification to the Company.

For cancellation of Private Branch Exchange (PBX) service, the customer must provide five (5) working days written notice of cancellation to the Company.

#### 2.19 Minimum Call Completion Rate

Customers can expect a call completion rate (number of calls completed divided by the number of calls attempted) of 90% during peak use periods for all FG D services (1+ dialing).

# 2.20 Access to 911 Emergency Services

The Company will provide, at no cost to the customer, 911 emergency services access at levels equal to the service provided by the ILEC. Access to 911 service will be available during temporary disconnections.

# 2.21 Service Quality Statement

As a reseller, the quality of service provided to the company's end users will be equal to that received from the company's underlying carrier.

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

# **SECTION 3 - BASIC SERVICE DESCRIPTIONS AND RATES**

# 3.1 Timing of Calls

## 3.1.1 When Billing Charges Begin and End For Phone Calls

The customer's usage charge is based on the actual usage of the Company's network. Usage begins when the called party picks up the receiver, (i.e. when 2 way communication, often referred to as "conversation time" is possible.). When the called party picks up is determined by hardware answer supervision in which the local telephone company sends a signal to the switch or the software utilizing audio tone detection. When software answer supervision is employed, up to 60 seconds of ringing is allowed before it is billed as usage of the network. A call is terminated when the calling or called party hangs up.

# 3.1.2 **Billing Increments**

The billing increments for each service is set forth in the individual product rate section.

# 3.1.3 Per Call Billing Charges

Billing will be rounded up to the nearest penny for each call.

#### 3.1.4 **Uncompleted Calls**

There shall be no charges for uncompleted calls.

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

#### **SECTION 3 - BASIC SERVICE DESCRIPTIONS AND RATES continued**

# 3.2 Determining Applicable Rate in Effect.

For the initial minute, the rate applicable at the start of chargeable time at the calling station applies. For additional minutes, the rate applicable is that rate which is in effect at the calling station when the additional minute(s) begin. That is, if chargeable time begins during the Day Period, the Day Rate applies to the initial minute and to any additional minutes that the call continues during the rate period. If the call continues into a different rate period, the appropriate rates from that period apply to any additional minutes occurring in that rate period. If an additional minute is split between two rate periods, the rate period applicable at the start of the minute applies to the entire minute.

#### 3.3 Payment of Calls

# 3.3.1 Late Payment Charges

Interest charges of 1.5% per month will be assessed on all unpaid balances more than thirty days old.

# 3.3.2 Return Check Charges

A return check charge of \$25.00 will be assessed for checks returned for insufficient funds if the face value does not exceed \$50.00, \$30.00 if the face value does exceed \$50.00 but does not exceed \$300.00, \$40.00 if the face value exceeds \$300.00 or 5% of the value of the check, which ever is greater.

## 3.4 Restoration of Service

A per occurrence reconnection fee is charged when service is re-established for customers who had been disconnected for non-payment. See Sections 3.7.17 and 3.8.10 for applicable restoration charges.

ISSUED: January 2, 2003

**EFFECTIVE:** 

January 31, 2003

BY:

## SECTION 3 - BASIC SERVICE DESCRIPTIONS AND RATES continued

# 3.5 Local Service Areas

The Company will provide Local Exchange Service in the Florida BellSouth territories. Local calling service areas will coincide with those of BellSouth, unless otherwise specified.

Installation, monthly recurring and per minute usage charges will apply to the Company's local exchange services. An addition per-call operator service charge will apply for operator-assisted calling.

# 3.6 **Product Descriptions**

#### 3.6.1 Business Services

Business Services are offered for local calling using the facilities of the Company and/or those of other authorized Local Exchange Carriers. Business Services are offered primarily to the following:

- 1. Offices, stores, factories, mines and all other places of a strictly business nature;
- 2. Offices of hotels, boarding houses, apartment houses, colleges, quarters occupied by clubs and fraternal societies, public, private or parochial schools, hospitals, nursing homes, libraries, churches, and other institutions; and
- 3. Services terminating solely on the secretarial facilities of a telephone answering bureau.

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

# **SECTION 3** - BASIC SERVICE DESCRIPTIONS AND RATES continued

# 3.6 Product Descriptions, cont.

# 3.6.2 Residential Local Exchange Service

Residential local exchange service provides the Customer with a single, voice-grade, DTMF communications channel. Each Local Line will include a telephone number, as well as access to the service.

Residence Service is furnished in private homes or apartments, including all parts of the subscriber's domestic establishment, for domestic use and not for substantial occupational use; in the study of a clergyman located in a church, in a college fraternity or sorority house, college dormitories, convents and monasteries for domestic rather than occupational use in residential quarters.

# 3.6.3 Directory Listings

For each Customer of Exchange Access Service(s), the Company shall arrange for the listing of the Customer's main billing telephone number in the directory(ies) published by the dominant Local Exchange Carrier in the area at no additional charge. At a Customer's option, the Company will arrange for additional listings at an additional charge.

# 3.6.4 Operator-Assisted Services

Operator-assisted services are provided to Customers on a presubscribed basis. Services are also provided to Customers and Users of exchange access lines which are presubscribed to the Company's interexchange outbound calling services. Various billing arrangements are available with the Company's operator-assisted service including Calling Card, Commercial Credit Card, Collect, Person-to- Person and Third Party. Monthly and/or usage-sensitive charges apply, as well as per call operator charges.

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

# **SECTION 3** - BASIC SERVICE DESCRIPTIONS AND RATES continued

# 3.6.5 Directory Assistance

Customers and users of the Company's services may obtain directory assistance in determining telephone numbers within the state by calling the Directory Assistance operator.

A credit will be given for calls to Directory Assistance when;

- 1. The Customer experiences poor transmission or is cut-off during the call,
- 2. The Customer is given an incorrect telephone number, or
- 3. The Customer inadvertently misdials an incorrect Directory Assistance NPA.

To receive a credit, the customer must notify the Company operator or Business Office of the problem experienced.

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

# **SECTION 3 - BASIC SERVICE DESCRIPTIONS AND RATES continued**

# 3.7 Local Exchange Service Rates

All rates listed below exclude applicable taxes, surcharges, regulatory assessments and fees.

#### 3.7.1 Limited Unlimited Business Services

\$50.00/month

#### 3.7.2 Local Unlimited Residential Services

\$25.00/month

#### 3.7.3 Features

Call Waiting - \$4.00 Call Forwarding - \$4.00 Voice Mail - \$7.50 per month single box Caller ID - \$7.50

# 3.7.4 Miscellaneous Charges

Telephone number change - \$25.00 Reconnection Fee - \$50.00 per line Seasonal Suspension Charge - \$15.00 Seasonal Reconnection Charge - \$15.00 Returned Check Fee - \$15.00 Inside Wire Maintenance Plan - \$3.85 - \$6.00 Technician Charge - \$105.00/hour

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

# SECTION 3 - BASIC SERVICE DESCRIPTIONS AND RATES continued

# 3.8 Reconnection Charge

\$30.00 per occurrence

# 3.9 Dishonored Check Charge

Customers will be charged \$20.00 per dishonored or returned check.

# 3.10 Directory Assistance

Within Local Calling Area \$0.85 Outside Local Calling Area \$0.85

ISSUED: January 2, 2003 EFFECTIVE: January 31, 2003

BY: