

NOWALSKY, BRONSTON & GOTHARD

A Professional Limited Liability Company

Attorneys at Law

3500 North Causeway Boulevard

Suite 1442

Metairie, Louisiana 70002

Telephone: (504) 832-1984

Facsimile: (504) 831-0892

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

Monica Borne Haab
EllenAnn G. Sands
Bruce C. Betzer

March 28, 2002

Via Overnight Delivery

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

COMMISSION
CLERK

MAR 29 PM 2:48

RECEIVED FPSC

020283 - 77

RE: **Line 1 Communications, LLC**

Dear Sirs:

Enclosed please find an original and six (6) copies of Application Form for authority to provide interexchange telecommunications service within the State of Florida, submitted on behalf of Line 1 Communications, LLC. 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.

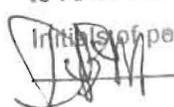
Sincerely,



Monica Borne Haab

Check received with filing and forwarded to Fiscal for deposit. Fiscal to forward a copy of check to RAR with proof of deposit.

Enclosure

Initials of person who forwarded check:


02 MAR 29 AM 11:38

DISTRIBUTION CENTER

DOCUMENT NUMBER DATE

03613 MAR 29 08

FPSC-COMMISSION CLERK

**** FLORIDA PUBLIC SERVICE COMMISSION ****

DIVISION OF REGULATORY OVERSIGHT
CERTIFICATION SECTION

Application Form for Authority to Provide
Interexchange Telecommunications Service
Between Points Within the State of Florida

Instructions

- ◆ This form is used as an application for an original certificate and for approval of assignment or transfer of an existing certificate. In the case of an assignment or transfer, the information provided shall be for the assignee or transferee (See Page 16).
- ◆ Print or Type all responses to each item requested in the application and appendices. If an item is not applicable, please explain why.
- ◆ Use a separate sheet for each answer which will not fit the allotted space.
- ◆ Once completed, submit the original and six (6) copies of this form along with a non-refundable application fee of **\$250.00** to:

Florida Public Service Commission
Division of Records and Reporting
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850
(850) 413-6770

Note: **No filing fee is required** for an assignment or transfer of an existing certificate to another company.

- ◆ If you have questions about completing the form, contact:

Florida Public Service Commission
Division of Regulatory Oversight
Certification Section
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850
(850) 413-6480

1. This 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:** Example, a certificated company purchases an existing company and desires to retain the certificate of authority of that company.
 - Approval of transfer of control:** Example, a company purchases 51% of a certificated company. The Commission must approve the new controlling entity.

2. Name of company:

Line 1 Communications, LLC

3. Name under which applicant will do business (fictitious name, etc.):

Same as above. No fictitious names used.

4. Official mailing address (including street name & number, post office box, city, state, zip code):

Line 1 Communications, LLC

3020 Roswell Rd. NE, Suite 200

Marietta, Georgia 30062

5. Florida address (including street name & number, post office box, city, state, zip code):

Same as Section 4 above.

6.
Select type of business your company will be conducting (check all that apply):

- Facilities-based carrier** - company owns and operates or plans to own and operate telecommunications switches and transmission facilities in Florida.

- () **Operator Service Provider** - company provides or plans to provide alternative operator services for IXCs; or toll operator services to call aggregator locations; or clearinghouse services to bill such calls.
- (x) **Reseller** - company has or plans to have one or more switches but primarily leases the transmission facilities of other carriers. Bills its own customer base for services used.
- () **Switchless Rebiller** - company has no switch or transmission facilities but may have a billing computer. Aggregates traffic to obtain bulk discounts from underlying carrier. Rebills end users at a rate above its discount but generally below the rate end users would pay for unaggregated traffic.
- () **Multi-Location Discount Aggregator** - company contracts with unaffiliated entities to obtain bulk/volume discounts under multi-location discount plans from certain underlying carriers, then offers resold service by enrolling unaffiliated customers.
- () **Prepaid Debit Card Provider** - any person or entity that purchases 800 access from an underlying carrier or unaffiliated entity for use with prepaid debit card service and/or encodes the cards with personal identification numbers.

7. Structure of organization;

- | | |
|-------------------------|-------------------------|
| () Individual | () Corporation |
| (x) Foreign Corporation | () Foreign Partnership |
| () General Partnership | () Limited Partnership |
| () Other _____ | |

8. **If individual**, provide:

Name: _____
Title: _____
Address: _____
City/State/Zip: _____

Telephone No.: _____ Fax No.: _____
Internet E-Mail Address: _____
Internet Website Address: _____

9. **If incorporated in Florida**, provide proof of authority to operate in Florida:

(a) **The Florida Secretary of State Corporate Registration number:**

10. **If foreign corporation**, provide proof of authority to operate in Florida:

Certificate of Authority attached as Exhibit A.

(a) **The Florida Secretary of State Corporate Registration number:**

M02000000718 (Delaware Corporation)

11. **If using fictitious name-d/b/a**, 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:**

12. **If a limited liability partnership**, provide proof of registration to operate in Florida:

(a) **The Florida Secretary of State registration number:** _____

13. **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: _____

14. **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:** _____

15. Provide **F.E.I. Number** (if applicable): 26-0013343

16. Provide the following (if applicable):

(a) Will the name of your company appear on the bill for your services?
(X) Yes () No

(b) If not, who will bill for your services?

Name: _____

Title: _____

Address: _____

City/State/Zip: _____

Telephone No.: _____ Fax No.: _____

(c) How is this information provided?

Bills will be mailed in paper form with information provided.

17. Who will receive the bills for your service?

- Residential Customers Business Customers
 PATs providers PATs station end-users
 Hotels & motels Hotel & motel guests
 Universities Universities dormitory residents
 Other: (specify) _____

18. Who will serve as liaison to the Commission with regard to the following?

(a) The application:

Name: Monica Borne Haab

Title: Attorney - Nowalsky, Bronston & Gothard

Address: 3500 N. Causeway Blvd., Suite 1442

City/State/Zip: Metairie, Louisiana 70002

Telephone No.: (504) 832-1984 **Fax No.:** (504) 831-0892

Internet E-Mail Address: mhaab@nbglaw.com

Internet Website Address: _____

(b) Official point of contact for the ongoing operations of the company:

Name: Gene E. Lane, Jr.

Title: Manager/Member

Address: 3020 Roswell Rd. NE, Suite 200

City/State/Zip: Marietta, GA 30062

Telephone No.: (770) 578-5110 **Fax No.:** (770) 565-0490

Internet E-Mail Address: getskip@earthlink.net

Internet Website Address: _____

(c) Complaints/Inquiries from customers:

Name: Gene E. Lane, Jr.

Title: Manager/Member

Address: 3020 Roswell Rd. NE, Suite 200

City/State/Zip: Marietta, GA 30062

Telephone No.: (770) 578-5110 **Fax No.:** (770) 565-0490

Internet E-Mail Address: getskip@earthlink.net

Internet Website Address: _____

19. List the states in which the applicant:

(a) has operated as an interexchange telecommunications company.

None.

(b) has applications pending to be certificated as an interexchange telecommunications company.

The Company has applications pending in Alabama, Georgia, Massachusetts, N. Carolina, Pennsylvania, Texas, and West Virginia

(c) is certificated to operate as an interexchange telecommunications company.

None.

(d) has been denied authority to operate as an interexchange telecommunications company and the circumstances involved.

None.

(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.

20. Indicate if any of the officers, directors, or any of the ten largest stockholders have previously been:

(a) adjudged bankrupt, mentally incompetent, or found guilty of any felony or of any crime, or whether such actions may result from pending proceedings. If so, please explain.

None.

(b) an officer, director, partner or stockholder in any other Florida certificated telephone company. If yes, give name of company and relationship. If no longer associated with company, give reason why not.

None.

21. The applicant will provide the following interexchange carrier services (check all that apply):

a. _____ **MTS with distance sensitive per minute rates**

- _____ Method of access is FGA
- _____ Method of access is FGB
- _____ Method of access is FGD
- _____ Method of access is 800

b. _____ **MTS with route specific rates per minute**

- _____ Method of access is FGA
- _____ Method of access is FGB
- _____ Method of access is FGD
- _____ Method of access is 800

c. **MTS with statewide flat rates per minute (i.e. not distance sensitive)**

- Method of access is FGA
- Method of access is FGB
- Method of access is FGD
- Method of access is 800

d. **MTS for pay telephone service providers**

e. **Block-of-time calling plan (Reach Out Florida, Ring America, etc.).**

f. **800 service (toll free)**

g. **WATS type service (bulk or volume discount)**

- Method of access is via dedicated facilities
- Method of access is via switched facilities

h. **Private line services (Channel Services)**
(For ex. 1.544 mbs., DS-3, etc.)

i. **Travel service**

- Method of access is 950
- Method of access is 800

j. **900 service**

k. **Operator services**

- Available to presubscribed customers
- Available to non presubscribed customers (for example, to patrons of hotels, students in universities, patients in hospitals).
- Available to inmates

1. **Services included are:**

- _____ Station assistance
- _____ Person-to-person assistance
- _____ Directory assistance
- _____ Operator verify and interrupt
- _____ Conference calling

22. Submit the proposed tariff under which the company plans to begin operation. Use the format required by Commission Rule 25-24.485 (example enclosed).

Tariff attached as Exhibit B.

23. Submit the following:

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

Attached as 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.

Attached as part of Exhibit C.

C. Financial capability.

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. Unaudited financial statements attached as Exhibit D. The Company does not have audited statements available.

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
3. 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 bureau reports, and descriptions of business relationships with financial institutions.

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

All statements contained in Exhibit E.

1. **A written explanation** that the applicant has sufficient financial capability to provide the requested service in the geographic area proposed to be served.
2. **A written explanation** that the applicant has sufficient financial capability to maintain the requested service.
3. **A written explanation** 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 its 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:

Gene E. Lane, Jr.

Print Name

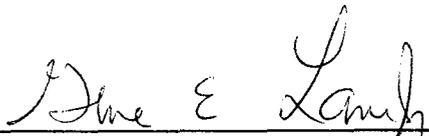
Manager/Member

Title

(770) 578-5110

Telephone No.

Fax No.



Signature

3-20-02

Date

565-0490
(770)-~~5665-0395~~

Telephone No.

Address: 3020 Roswell Rd. NE, Suite 200

Marietta, GA 30062

THIS PAGE MUST BE COMPLETED AND SIGNED

CUSTOMER DEPOSITS AND ADVANCE PAYMENTS

A statement of how the Commission can be assured of the security of the customer's deposits and advance payments may be provided in one of the following ways (applicant, please check one):

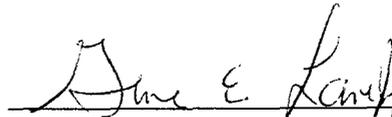
- (X) The applicant will **not** collect deposits nor will it collect payments for service more than one month in advance.

- () The applicant intends to collect deposits and/or advance payments for more than one month's service and will file and maintain a surety bond with the Commission in an amount equal to the current balance of deposits and advance payments in excess of one month.
(The bond must accompany the application.)

UTILITY OFFICIAL:

Gene E. Lane, Jr.

Print Name



Signature

Manager/Member

Title

3-20-02

Date

(770) 578-5110

Telephone No.

(770) 565-0490

Fax No.

Address: 3020 Roswell Rd. NE, Suite 200

Marietta, GA 30062

THIS PAGE MUST BE COMPLETED AND SIGNED

AFFIDAVIT

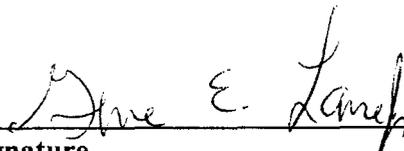
By my signature below, I, the undersigned officer, attest to the accuracy of the information contained in this application and attached documents and that the applicant has the technical expertise, managerial ability, and financial capability to provide interexchange telecommunications service in the 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:

Gene E. Lane, Jr. _____

Print Name

 _____
Signature

Manager/Member _____

Title

3-20-02 _____

Date

(770) 578-5110 _____

Telephone No.

(770) 565-0490 _____

Fax No.

Address: 3020 Roswell Rd. NE, Suite 200 _____

Marietta, GA 30062 _____

CURRENT FLORIDA INTRASTATE SERVICES

Applicant **has** () or **has not** (x) previously provided intrastate telecommunications in Florida.

If the answer is has, fully describe the following:

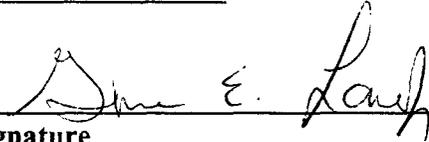
a) What services have been provided and when did these services begin?

b) If the services are not currently offered, when were they discontinued?

UTILITY OFFICIAL:

Gene E. Lane, Jr.

Print Name



Signature

Manager/Member

Title

3-20-02

Date

(770) 578-5110

Telephone No.

(770) 565-0490

Fax No.

Address: 3020 Roswell Rd. NE, Suite 200

Marietta, GA 30062

CERTIFICATE TRANSFER, OR ASSIGNMENT STATEMENT

I, (Name) _____,

(Title) _____ of
_____ (Name of Company)

and current holder of Florida Public Service Commission Certificate Number

_____, have reviewed this application and join in the petitioner's request for a:

() transfer

() assignment

of the above-mentioned certificate.

UTILITY OFFICIAL:

Print Name

Signature

Title

Date

Telephone No.

Fax No.

Address: _____

EXHIBIT A

CERTIFICATE OF AUTHORITY



FLORIDA DEPARTMENT OF STATE

Katherine Harris
Secretary of State

March 21, 2002

NOWALSKY, BRONSTON & GOTHARD, A.P. L.L.C.
3500 NORTH CAUSEWAY BLVD., SUITE 1442
METAIRIE, LA 70002

Qualification documents for LINE 1 COMMUNICATIONS, LLC were filed on March 20, 2002, and assigned document number M02000000718. Please refer to this number whenever corresponding with this office.

Your limited liability company is now qualified and authorized to transact business in Florida as of the file date. In accordance with section 608.406(2), F.S., the name of this limited liability company is filed with the Department of State for public notice only and is granted without regard to any other name recorded with the Division of Corporations.

A limited liability company 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 limited liability company 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 Registration and Qualification Section.

Nanette Causseaux
Corporate Specialist Supervisor
Division of Corporations

Letter Number: 202A00016891

**APPLICATION BY FOREIGN LIMITED LIABILITY COMPANY FOR AUTHORIZATION TO
TRANSACTION BUSINESS IN FLORIDA**

IN COMPLIANCE WITH SECTION 608.503, FLORIDA STATUTES, THE FOLLOWING IS SUBMITTED TO REGISTER A FOREIGN LIMITED LIABILITY COMPANY TO TRANSACTION BUSINESS IN THE STATE OF FLORIDA:

1. LINE 1 COMMUNICATIONS, LLC
(Name of foreign limited liability company)

2. DELAWARE 3. APPLIED FOR
(Jurisdiction under the law of which foreign limited liability company is organized) (FEI number, if applicable)

4. 2/15/02 5. PERPETUAL
(Date of Organization) (Duration: Year limited liability company will cease to exist or "perpetual")

6. UPON QUALIFICATION
(Date first transacted business in Florida. (See sections 608.501, 608.502, and 817.155, F.S.))

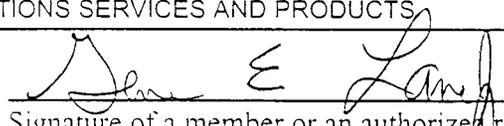
7. 3020 ROSWELL ROAD, NE, SUITE 200, MARIETTA, GEORGIA 30062
(Street address of principal office)

8. If limited liability company is a manager-managed company, check here

9. The name and usual business addresses of the managing members or managers are as follows:
GENE E. LANE, JR. 3020 ROSWELL ROAD, NE, SUITE 200, MARIETTA, GEORGIA 30062

10. Attached is an original certificate of existence, no more than 90 days old, duly authenticated by the official having custody of records in the jurisdiction under the law of which it is organized. (A photocopy is not acceptable. If the certificate is in a foreign language, a translation of the certificate under oath of the translator must be submitted.)

11. Nature of business or purposes to be conducted or promoted in Florida: THE SALE OF
TELECOMMUNICATIONS SERVICES AND PRODUCTS


Signature of a member or an authorized representative of a member.
(In accordance with section 608.408(3), F.S., the execution of this document constitutes an affirmation under the penalties of perjury that the facts stated herein are true.)
GENE E. LANE, JR.

Typed or printed name of signee

ACCEPTANCE OF APPOINTMENT BY REGISTERED AGENT

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: 2/25/02

NRAI Services, Inc.



Charles A. Coyle - Assistant Secretary

Florida

Delaware

PAGE 1

The First State

I, HARRIET SMITH WINDSOR, SECRETARY OF STATE OF THE STATE OF DELAWARE, DO HEREBY CERTIFY "LINE 1 COMMUNICATIONS, LLC" IS DULY FORMED UNDER THE LAWS OF THE STATE OF DELAWARE AND IS IN GOOD STANDING AND HAS A LEGAL EXISTENCE SO FAR AS THE RECORDS OF THIS OFFICE SHOW, AS OF THE TWENTY-SEVENTH DAY OF FEBRUARY, A.D. 2002.

AND I DO HEREBY FURTHER CERTIFY THAT THE SAID "LINE 1 COMMUNICATIONS, LLC" WAS FORMED ON THE EIGHTH DAY OF FEBRUARY, A.D. 2002.

AND I DO HEREBY FURTHER CERTIFY THAT THE ANNUAL TAXES HAVE NOT BEEN ASSESSED TO DATE.

02
27
2002



3460807 8300

020130030

Harriet Smith Windsor
Harriet Smith Windsor, Secretary of State
AUTHENTICATION: 1634405

DATE: 02-27-02

EXHIBIT B

PROPOSED TARIFF

TITLE SHEET

FLORIDA TELECOMMUNICATIONS TARIFF

This tariff contains the descriptions, regulations, and rates applicable to the furnishing of service and facilities for telecommunications services provided by Line 1 Communications, LLC with principal offices at 3020 Roswell Road NE, Suite 200, Marietta, GA 30062. This tariff applies for services furnished within the state of Florida. This tariff 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: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
3020 Roswell Rd. NE, Suite 200
Marietta, GA 30062

CHECK SHEET

The sheets listed below, which are inclusive of this tariff, 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 tariff and are currently in effect as of the date of the bottom of this page.

SHEET	REVISION
1	Original
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

ISSUED: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
3020 Roswell Rd. NE, Suite 200
Marietta, GA 30062

TABLE OF CONTENTS

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Check Sheet..... 2
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Symbols Sheet..... 4
Tariff Format Sheets..... 5
Section 1 - Technical Terms and Abbreviations..... 6
Section 2 - Rules and Regulations..... 7
Section 3 - Description of Service..... 12
Section 4 - Rates..... 16

ISSUED: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
3020 Roswell Rd. NE, Suite 200
Marietta, GA 30062

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 Tariff 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: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
3020 Roswell Rd. NE, Suite 200
Marietta, GA 30062

TARIFF 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 tariff. 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 tariff approval process, the most current sheet number on file with the Commission is not always the tariff 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:

- 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 tariff filing is made with the FPSC, an updated check sheet accompanies the tariff filing. The check sheet lists the sheets contained in the tariff, 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 tariff 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: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
3020 Roswell Rd. NE, Suite 200
Marietta, GA 30062

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 - Line 1 Communications, LLC.

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 tariff 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, 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: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
3020 Roswell Rd. NE, Suite 200
Marietta, GA 30062

SECTION 2 - RULES AND REGULATIONS

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 tariff.

The Company installs operates, and maintains the communications services provided herein in accordance with the terms and conditions set forth under this tariff. 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.

The selling of IXC telecommunication service to uncertificated IXC resellers is prohibited.

2.2 Limitations.

2.2.1 Service is offered subject to the availability of facilities and provisions of this tariff.

2.2.2 The Company's 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 tariff.

ISSUED: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
3020 Roswell Rd. NE, Suite 200
Marietta, GA 30062

SECTION 2 - RULES AND REGULATIONS continued

2.2 **Limitations (Cont.)**

- 2.2.3 All facilities provided under this tariff 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 tariff 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 interexchange carrier for the Florida Public Service Commission.

2.3 **Liabilities of the Company.**

- 2.3.1 The Company's liability 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, unless ordered by the Commission.
- 2.3.2 The Company shall be indemnified and held harmless by the customer against:
 - (A) Claims for libel, slander, or infringement of copyright arising out of the material, data, information, or other content transmitted over the Company's facilities.
 - (B) All other claims arising out of any act or omission of the customer in connection with any service or facility provided by the Company.

ISSUED: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
3020 Roswell Rd. NE, Suite 200
Marietta, GA 30062

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 of 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:

$$\text{Credit} = A/B \times C$$

"A" - outage time in hours

"B" - total hours in month (720 hours)

"C" - total monthly charge for affected facility

ISSUED: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
3020 Roswell Rd. NE, Suite 200
Marietta, GA 30062

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 tariff.
- 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.

ISSUED: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
3020 Roswell Rd. NE, Suite 200
Marietta, GA 30062

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.

ISSUED: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
3020 Roswell Rd. NE, Suite 200
Marietta, GA 30062

SECTION 3 - DESCRIPTION OF SERVICE

3.1 **Timing of Calls**

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

The customer's long distance usage charge is based on the actual usage of the Company's network. Usage begins when the called party answers (i.e. when 2 way communication, often referred to as "conversation time" is possible.). When the called party answers 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: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
3020 Roswell Rd. NE, Suite 200
Marietta, GA 30062

SECTION 3 - DESCRIPTION OF SERVICE continued

3.2 **Calculation of Distance**

Usage charges for all mileage sensitive products are based on the airline distance between rate centers associated with the originating and terminating points of the call.

The airline mileage between rate centers is determined by applying the formula below to the vertical and horizontal coordinates associated with the rate centers involved. The Company uses the rate centers that are produced by Bell Communications Research in the NPA-NXX V & H Coordinates Tape and Bell's NECA Tariff No. 4.

FORMULA:

The square
root of:

$$\frac{(V1 - V2)^2 + (H1 - H2)^2}{10}$$

3.3 **Minimum Call Completion Rate**

A customer can expect a call completion rate (number of calls completed / number of calls attempted) of not less than 90% during peak use periods for all FG D services ("1+" dialing).

ISSUED: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
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Marietta, GA 30062

SECTION 3 - DESCRIPTION OF SERVICE continued

3.4 **Service Offerings**

3.4.1 **1+ Long Distance Service**

Long Distance service permits residential and business direct dialed outbound calling at a single per minute rate. Service is provided from presubscribed, dedicated or shared use access lines. Calls are billed in one minute increments.

The Company offers switched Long Distance Service to residential and business customers under the plans set forth in Section 4.1.

3.4.2 **Inbound 8XX Long Distance Service**

Inbound 8XX Long Distance Service permits residential and business inbound 8XX calling at a single per minute rate. Service is provided from presubscribed, dedicated or shared use access lines. Calls are billed in one minute increments.

The Company offers Inbound 8XX Long Distance Service to residential and business customers under the plans set forth in Section 4.1.

3.4.3 **Travel Card Service**

Travel Card Service is a calling card service offered to residential and business customers who subscribe to the Company's Long Distance Service calling plan. Customers using the Carrier's calling card service access the service by dialing a toll free number followed by an account identification number and the number being called. This service permits subscribers utilizing the Carrier's calling card to make calls at a single per minute rate. Calls billed in one minute increments.

ISSUED: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
3020 Roswell Rd. NE, Suite 200
Marietta, GA 30062

SECTION 3 - DESCRIPTION OF SERVICE continued

3.4.4 **Operator Services**

The Company does not provide operator services at this time.

3.4.5 **Directory Assistance**

Listed telephone numbers will be provided to requesting customers at the per call charge set forth in Section 4. Customers may request up to 2 numbers per call.

ISSUED: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
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Marietta, GA 30062

SECTION 4 - RATES

4.1 **Biz Gold Switched 1+ Rates**

Per Minute Rate: \$0.089 per minute.
Billed in six second increments with a thirty second minimum.

Monthly Recurring Charge: \$4.95 per account.
This amount is waived for the first partial month during which the customer signs up for service.

Monthly Minimum Usage Fee: \$25.00 per account.
This amount is waived for the first partial month during which the customer signs up for service. Interstate and international calling contribute to this monthly usage requirement.

4.3 **Biz Gold Switched Toll Free Inbound Rates**

Per Minute Rate: \$0.089 per minute.
Billed in six second increments with a thirty second minimum.

Monthly Recurring Charges: \$4.95 for 1st 800 number billed.
This amount is waived for the first partial month during which the customer signs up for service.

\$2.95 for each additional 800 number billed.

Monthly Minimum Usage Fee: \$25.00 per account.
This amount is waived for the first partial month during which the customer signs up for service. All types of call usage contribute to this monthly minimum requirement.

ISSUED: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
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Marietta, GA 30062

SECTION 4 - RATES continued

4.4 **Calling Card Rates**

Rate per minute: \$0.149

Billed in six second increments with a one minute minimum.

Per call surcharge: None.

4.5 **Directory Assistance**

\$0.89 per call. (Up to 2 requests per call.)

4.6 **Payment of Calls**

4.6.1 **Late Payment Charges**

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

4.6.2 **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.

ISSUED: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
3020 Roswell Rd. NE, Suite 200
Marietta, GA 30062

SECTION 4 - RATES continued

4.7 **Special Promotions**

The company will, from time to time, offer special promotions to its customers waiving certain charges. These promotions will be approved by the FPSC with specific starting and ending dates and will be made part of this tariff.

4.8 **Special Rates For The Handicapped**

4.8.1. **Directory Assistance**

There shall be no charge for up to fifty calls per billing cycle from lines or trunks serving individuals with disabilities. The Company shall charge the prevailing tariff rates for every call in excess of 50 within a billing cycle.

4.8.2. **Hearing and Speech Impaired Persons**

Intrastate toll message rates for TDD users shall be evening rates for daytime calls and night rates for evening and night calls.

4.8.3. **Telecommunications Relay Service**

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.

4.9 **Pay Telephone (Payphone) Dial-Around Surcharge**

A \$0.35 surcharge shall be assessed for each call made from a pay telephone to an 800 number or using a travel card and dialing the carrier prefix in the form 101XXXX. Although collected on the customer's bill, this charge is reimbursed to pay telephone service provider.

ISSUED: March 28, 2002

EFFECTIVE:

By:

Gene E. Lane, Jr., Manager
3020 Roswell Rd. NE, Suite 200
Marietta, GA 30062

EXHIBIT C

MANAGEMENT PROFILES

Gene E. Lane, Jr., Chief Executive Officer

Mr. Lane founded Line-1 in December 2001. He was the founder of Network One in June 1992 and served as President, Chief Executive Officer and Chairman of the Board of Directors until that Company was sold in the spring of 2001. Mr. Lane has more than twenty years of telecommunications experience. Prior to Network One, he founded, built and sold two other telecommunications firms: Telelink, a regional interconnect company; and Southeastern Telecom, a long distance company. He has held several sales and marketing positions with Cable & Wireless, including Director of Business Development, North America, with overall responsibility for alternate distribution channels in North America. Considered an industry expert, Mr. Lane has been recognized by *PHONE+* magazine as one of the industry's most influential executives and frequently speaks at industry conferences and trade shows. He holds a BA in Marketing from Radford University.

Frank Pazera, Vice President of Finance

Mr. Pazera previously worked at Network One where he served as Chief Financial Officer, Chief Operating Officer and Corporate Secretary as a member of the Board of Directors. He has more than ten years of telecommunications experience, previously serving as Chief Financial Officer for TNI, Inc., a reseller of MCI services. Prior to that he served as Senior Finance Manager at MCI Telecommunications where was responsible for the financial analysis, revenue, billing, credit and collection for a base of carrier customers that generated more than \$250 million in annual revenue. He was a Senior Accountant at Arthur Andersen & Company and is a Certified Public Accountant. He holds a BBA in Accounting from the University of Wisconsin-Milwaukee and an MBA in Finance from Emory University.

Linda Collins, Executive Vice President Marketing & Operations

Ms. Collins is responsible for Company wide marketing activities including product marketing and management, Public Relations, Advertising, and Branding. In addition, she oversees customer marketing activities, customer service and provisioning.

She brings over seventeen years of telecommunications management experience to Line-1. Most recently she was Executive Vice President of Customer Services for Teleglobe Business Solutions and has held senior management positions at Intermedia Communications, MCI/Worldcom, and Cable & Wireless.

Christine Moitoza, Vice President – Information Technology

Ms. Moitoza is responsible for Company wide information technology and systems including database administration, internal network infrastructure, system training and development. She also manages significant third party vendor relationships.

Christine has more than eight years of competitive telecommunications expertise and was most recently the Vice President of Information Technology for Covista Communications. She has also performed successfully in senior level positions at Cap Gemini Ernst & Young and MFS/Worldcom. Christine has a BA in English from the University of Rhode Island.

William A. Gray, Vice President of Marketing Programs

Mr. Gray is responsible for managing all Line 1 telemarketing relationships and activity. His responsibilities include key vendor selection and development. His organization is responsible for all list selection, program management and market penetration.

William gained significant senior level telecommunications experience as the Executive Director of Teleglobe Business Solutions. In addition, he has held Senior Management Positions in planning, brand management and sales & marketing management at MCI/Worldcom. William holds a BS in Marketing from the University of South Florida and a Finance MBA from The George Washington University.

Robert D. Shingler, Vice President of Business Development

Mr. Shingler is responsible for Business Development initiatives at Line 1. These activities include strategic alliance opportunities, merger and acquisition evaluation and alternate channels of distribution.

Robert brings more than fifteen years of P&L and investment M&A experiences to Line 1. He most recently served as the Chairman and Chief Executive Officer of Albion Connect. He has held Senior Executive positions at Steadfast.Net in Texas and SONOFON A/S in Denmark. He has many years of experience at Bell South, holding key positions in the European, International, Enterprises and Corporate divisions. Robert holds a BS in Computer Science from Vanderbilt University and a Finance MBA from Georgia State University.

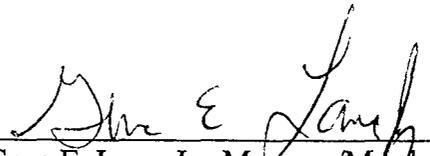
EXHIBIT D

FINANCIAL DOCUMENTATION

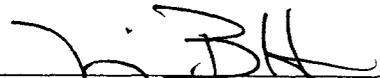
The Company's unaudited financial statements are attached.

AFFIRMATION

I, Gene E. Lane, Jr. of Line 1 Communications, LLC 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.


Gene E. Lane, Jr., Manager/Member
Line 1 Communications, LLC

Sworn to and subscribed before me
this 28th day of March, 2002.


Notary Public

MONICA BORNE HAAB
Notary Public, State of Louisiana
My Commission is for Life.

	Jan-02 projected	Feb-02 projected	Mar-02 projected	Apr-02 projected	May-02 projected	Jun-02 projected	Jul-02 projected	Aug-02 projected	Sep-02 projected	Oct-02 projected	Nov-02 projected	Dec-02 projected
Operating activity												
Pre Tax Income (loss)	\$ 27,251	\$ 25,111	\$ 27,527	\$ 29,747	\$ 37,142	\$ 24,434	\$ 24,124	\$ 12,052	\$ 27,763	\$ 74,111	\$ 25,819	\$ 182,215
Add depreciation	\$ -	\$ 1,417	\$ 501	\$ 507	\$ 444	\$ 1,142	\$ 1,127	\$ 1,313	\$ 1,333	\$ 1,117	\$ 1,417	\$ 1,417
(Increase) decrease in AR	\$ 100,000	\$ 27,457	\$ 40,000	\$ 251,000	\$ 110,000	\$ 237,000	\$ 214,400	\$ 200,000	\$ 159,773	\$ 110,000	\$ 137,000	\$ 139,239
Increase (decrease) in AP	\$ 10,000	\$ 4,111	\$ 27,500	\$ 20,207	\$ 47,742	\$ 24,334	\$ 11,324	\$ 73,391	\$ 75,527	\$ 41,000	\$ 49,000	\$ 25,752
Increase (decrease) in Accrued Int	\$ 750	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750	\$ 111,250	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750	\$ 111,250
Cash generated (used) by operations	\$ 116,001	\$ 133,535	\$ 105,277	\$ 125,171	\$ 117,742	\$ 185,455	\$ 175,142	\$ 115,955	\$ 152,463	\$ 125,111	\$ 125,678	\$ 179,427
Financing activities												
Sale of equity	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Issues (Redeem) Sub Debt	\$ 10,000	\$ 24,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Increase (pay off) Line of Credit	\$ -	\$ -	\$ -	\$ 25,000	\$ 1,500,000	\$ 200,000	\$ 175,000	\$ 175,000	\$ 150,000	\$ 125,000	\$ 125,000	\$ 50,000
Cash generated (used) by operations	\$ 10,000	\$ 24,000	\$ -	\$ 25,000	\$ 1,500,000	\$ 200,000	\$ 175,000	\$ 175,000	\$ 150,000	\$ 125,000	\$ 125,000	\$ 50,000
Investing activities												
Purchase equipment & DCA fees	\$ -	\$ 145,000	\$ 10,000	\$ -	\$ 10,000	\$ 5,000	\$ 6,000	\$ 3,000	\$ -	\$ 13,000	\$ -	\$ -
Net cash generated (used)	\$ 4,153	\$ 191,497	\$ 174,957	\$ 170,171	\$ 2,747	\$ 1,532	\$ 18,142	\$ 13,341	\$ 2,463	\$ 13,111	\$ 125,678	\$ 229,427
Beginning cash balance	\$ -	\$ 4,153	\$ 195,620	\$ 120,713	\$ 59,542	\$ 47,795	\$ 49,327	\$ 43,180	\$ 56,521	\$ 54,055	\$ 50,937	\$ 52,952
Ending cash balance	\$ 4,153	\$ 195,620	\$ 120,713	\$ 59,542	\$ 47,795	\$ 49,327	\$ 43,180	\$ 56,521	\$ 54,055	\$ 50,937	\$ 82,952	\$ 12,351

	Jan-03 projected	Feb-03 projected	Mar-03 projected	Apr-03 projected	May-03 projected	Jun-03 projected	Jul-03 projected	Aug-03 projected	Sep-03 projected	Oct-03 projected	Nov-03 projected	Dec-03 projected
Operating activity												
Pre Tax Income (loss)	\$ 231,712	\$ 214,713	\$ 312,441	\$ 476,711	\$ 562,741	\$ 642,525	\$ 522,711	\$ 712,472	\$ 745,225	\$ 859,701	\$ 912,371	\$ 1,119,535
Add depreciation	\$ 1,174	\$ 1,700	\$ 1,451	\$ 2,742	\$ 1,571	\$ 1,533	\$ 2,743	\$ 1,711	\$ 1,533	\$ 1,711	\$ 1,433	\$ 1,533
(Increase) decrease in AR	\$ 453,733	\$ 1,552,577	\$ 361,449	\$ 1,141,711	\$ 1,264,500	\$ 1,407,133	\$ 1,771,711	\$ 1,771,711	\$ 412,457	\$ 432,711	\$ 141,433	\$ 452,133
Increase (decrease) in AP	\$ 17,131	\$ 22,753	\$ 25,172	\$ 27,131	\$ 131,542	\$ 324,715	\$ 375,715	\$ 475	\$ 112,627	\$ 118,575	\$ 2,251	\$ 128,774
Increase (decrease) in Accrued Int	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750	\$ (11,250)	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750	\$ (11,250)
Cash generated (used) by operations	\$ (112,521)	\$ 48,433	\$ 112,526	\$ 212,574	\$ 992,525	\$ 330,541	\$ 427,215	\$ 5,532	\$ 447,478	\$ 522,932	\$ 525,155	\$ 657,156
Financing activities												
Sale of equity	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Issues (Redeem) Sub Debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Increase (pay off) Line of Credit	\$ -	\$ (500,000)	\$ (100,000)	\$ (200,000)	\$ (250,000)	\$ (325,000)	\$ (250,000)	\$ -	\$ -	\$ -	\$ -	\$ -
Cash generated (used) by operations	\$ -	\$ (500,000)	\$ (100,000)	\$ (200,000)	\$ (250,000)	\$ (325,000)	\$ (250,000)	\$ -	\$ -	\$ -	\$ -	\$ -
Investing activities												
Purchase equipment & DCA fees	\$ (3,000)	\$ -	\$ -	\$ (3,000)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net cash generated (used)	\$ (115,521)	\$ (519)	\$ 12,526	\$ (12,426)	\$ 18,525	\$ 5,341	\$ 232,215	\$ 59,372	\$ 447,478	\$ 522,932	\$ 525,155	\$ 657,156
Beginning cash balance	\$ 92,391	\$ 49,859	\$ 46,349	\$ 33,245	\$ 51,513	\$ 69,037	\$ 73,375	\$ 275,283	\$ 784,852	\$ 1,232,341	\$ 1,752,390	\$ 2,347,545
Ending cash balance	\$ 45,959	\$ 46,349	\$ 63,545	\$ 51,513	\$ 99,937	\$ 73,373	\$ 275,691	\$ 794,852	\$ 1,232,341	\$ 1,752,390	\$ 2,347,545	\$ 3,004,701

	Jan-04 projected	Feb-04 projected	Mar-04 projected	Apr-04 projected	May-04 projected	Jun-04 projected	Jul-04 projected	Aug-04 projected	Sep-04 projected	Oct-04 projected	Nov-04 projected	Dec-04 projected
Operating activity												
Pre Tax Income (loss)	\$ 24,411	\$ 1,007,641	\$ 1,254,614	\$ 1,281,927	\$ 1,451,644	\$ 1,553,393	\$ 1,349,444	\$ 1,759,111	\$ 1,485,232	\$ 1,273,047	\$ 1,031,074	\$ 1,111,074
Add depreciation	\$ 1,552	\$ 1,552	\$ 1,552	\$ 1,552	\$ 1,552	\$ 1,552	\$ 1,552	\$ 1,552	\$ 1,552	\$ 1,552	\$ 1,552	\$ 1,552
(Increase) decrease in AR	\$ 1,211	\$ 1,104	\$ 3,221,271	\$ 1,121	\$ 1,121	\$ 1,121	\$ 1,121	\$ 1,121	\$ 1,121	\$ 1,121	\$ 1,121	\$ 1,121
Increase (decrease) in AP	\$ 133,124	\$ 121,417	\$ 121,507	\$ 144,719	\$ 144,719	\$ 142,313	\$ 142,313	\$ 144,313	\$ 141,213	\$ 151,213	\$ 154,213	\$ 151,213
Increase (decrease) in Accrued Int	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750	\$ 3,750
Cash generated (used) by operations	\$ 741,732	\$ 1,121,929	\$ 425,422	\$ 595,579	\$ 1,077,269	\$ 1,154,577	\$ 1,291,421	\$ 1,353,327	\$ 1,453,726	\$ 1,553,327	\$ 1,551,421	\$ 1,754,079
Financing activities												
Sale of equity	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Issues (Redeem) Sub Debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Increase (pay off) Line of Credit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash generated (used) by operations	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investing activities												
Purchase equipment & DCA fees	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net cash generated (used)	\$ 741,732	\$ 1,121,929	\$ 425,422	\$ 595,579	\$ 1,077,269	\$ 1,154,577	\$ 1,291,421	\$ 1,353,327	\$ 1,453,726	\$ 1,553,327	\$ 1,551,421	\$ 1,754,079
Beginning cash balance	\$ 3,924,701	\$ 3,745,434	\$ 4,590,292	\$ 5,459,934	\$ 6,445,261	\$ 7,522,557	\$ 8,877,134	\$ 9,937,555	\$ 11,221,392	\$ 12,745,177	\$ 14,301,505	\$ 15,992,226
Ending cash balance	\$ 3,745,434	\$ 4,590,292	\$ 5,459,934	\$ 6,445,261	\$ 7,522,557	\$ 9,077,134	\$ 9,937,555	\$ 11,221,392	\$ 12,745,177	\$ 14,301,505	\$ 15,992,226	\$ 17,747,004

1 - Line Comm LLC
PROJECTED OPERATING RESULTS

Index Page	Jan-02 projected	Feb-02 projected	Mar-02 projected	Apr-02 projected	May-02 projected	Jun-02 projected	Jul-02 projected	Aug-02 projected	Sep-02 projected	Oct-02 projected	Nov-02 projected	Dec-02 projected
REVENUE												
Long Distance	\$ 10,021	\$ 27,057	\$ 50,105	\$ 78,164	\$ 120,853	\$ 171,660	\$ 228,328	\$ 290,984	\$ 359,804	\$ 435,011	\$ 516,657	\$ 604,742
Local	\$ -	\$ -	\$ -	\$ -	\$ 33,550	\$ 70,364	\$ 107,631	\$ 148,139	\$ 192,302	\$ 240,649	\$ 293,298	\$ 350,250
Access fees	\$ -	\$ -	\$ -	\$ -	\$ 18,750	\$ 44,063	\$ 51,638	\$ 73,406	\$ 97,268	\$ 123,525	\$ 152,246	\$ 183,431
	\$ 10,021	\$ 27,057	\$ 50,105	\$ 78,164	\$ 173,153	\$ 286,086	\$ 387,596	\$ 512,530	\$ 649,373	\$ 799,185	\$ 962,202	\$ 1,138,423
COST OF REVENUE												
Long Distance	\$ 4,202	\$ 11,344	\$ 21,008	\$ 32,773	\$ 49,027	\$ 68,108	\$ 89,442	\$ 113,060	\$ 139,007	\$ 167,341	\$ 198,074	\$ 231,207
Local	\$ -	\$ -	\$ -	\$ -	\$ 25,625	\$ 49,594	\$ 72,078	\$ 96,367	\$ 122,691	\$ 151,344	\$ 182,392	\$ 215,836
Access fees	\$ -	\$ -	\$ -	\$ -	\$ 3,000	\$ 7,050	\$ 11,475	\$ 16,313	\$ 21,615	\$ 27,450	\$ 33,833	\$ 40,763
	\$ 4,202	\$ 11,344	\$ 21,008	\$ 32,773	\$ 77,652	\$ 124,752	\$ 172,995	\$ 225,740	\$ 283,313	\$ 346,135	\$ 414,299	\$ 487,805
GROSS MARGIN	\$ 5,819	\$ 15,712	\$ 29,097	\$ 45,391	\$ 95,501	\$ 161,334	\$ 214,601	\$ 286,790	\$ 366,060	\$ 453,050	\$ 547,903	\$ 650,618
	0%	58%	58%	58%	55%	56%	55%	56%	56%	57%	57%	57%
SG&A	\$ 21,734	\$ 36,889	\$ 92,277	\$ 109,162	\$ 154,997	\$ 188,963	\$ 237,134	\$ 278,368	\$ 316,274	\$ 353,401	\$ 395,230	\$ 438,536
	0%	136%	184%	140%	90%	86%	81%	54%	49%	44%	41%	39%
EBITDA	\$ (15,915)	\$ (21,177)	\$ (63,180)	\$ (63,771)	\$ (59,495)	\$ (27,630)	\$ (22,532)	\$ 8,424	\$ 49,788	\$ 99,649	\$ 152,672	\$ 211,082
	0.00%	-78.27%	-126.10%	-81.59%	-34.38%	-9.66%	-5.81%	1.64%	7.67%	12.47%	15.87%	18.54%
Depreciation	\$ -	\$ (417)	\$ (667)	\$ (667)	\$ (944)	\$ (1,083)	\$ (1,250)	\$ (1,333)	\$ (1,333)	\$ (1,417)	\$ (1,417)	\$ (1,417)
Interest	\$ (150)	\$ (3,750)	\$ (3,750)	\$ (4,250)	\$ (6,750)	\$ (10,750)	\$ (14,250)	\$ (17,750)	\$ (20,750)	\$ (23,250)	\$ (25,750)	\$ (28,750)
Pre Tax Income (Loss)	\$ (16,065)	\$ (25,344)	\$ (67,597)	\$ (68,687)	\$ (67,190)	\$ (39,463)	\$ (38,032)	\$ (10,659)	\$ 27,703	\$ 74,982	\$ 125,506	\$ 182,815
		-93.67%	-134.91%	-87.88%	-38.80%	-13.79%	-9.81%	-2.08%	4.27%	9.38%	13.04%	16.07%

1 - Line Comm. LLC
PROJECTED OPERATING RESULTS

Index Page	Jan-03 projected	Feb-03 projected	Mar-03 projected	Apr-03 projected	May-03 projected	Jun-03 projected	Jul-03 projected	Aug-03 projected	Sep-03 projected	Oct-03 projected	Nov-03 projected	Dec-03 projected
REVENUE												
Long Distance	\$ 693,001	\$ 783,128	\$ 875,684	\$ 971,234	\$ 1,070,004	\$ 1,171,992	\$ 1,277,200	\$ 1,385,627	\$ 1,497,273	\$ 1,612,139	\$ 1,730,224	\$ 1,851,528
Local	\$ 407,311	\$ 466,169	\$ 526,973	\$ 589,868	\$ 654,915	\$ 722,113	\$ 791,462	\$ 862,962	\$ 936,614	\$ 1,012,417	\$ 1,090,371	\$ 1,170,476
Access fees	\$ 215,393	\$ 248,383	\$ 282,488	\$ 317,790	\$ 354,324	\$ 392,091	\$ 427,393	\$ 464,213	\$ 501,854	\$ 540,316	\$ 579,600	\$ 618,705
	\$ 1,315,705	\$ 1,497,680	\$ 1,685,144	\$ 1,878,892	\$ 2,079,243	\$ 2,286,195	\$ 2,496,054	\$ 2,712,802	\$ 2,945,941	\$ 3,194,872	\$ 3,400,194	\$ 3,640,709
COST OF REVENUE												
Long Distance	\$ 264,318	\$ 298,086	\$ 332,738	\$ 368,499	\$ 405,460	\$ 443,620	\$ 482,980	\$ 523,539	\$ 565,299	\$ 608,258	\$ 652,418	\$ 697,774
Local	\$ 248,472	\$ 282,109	\$ 316,828	\$ 352,713	\$ 389,795	\$ 428,074	\$ 467,552	\$ 508,227	\$ 550,099	\$ 593,170	\$ 637,438	\$ 682,003
Access fees	\$ 47,865	\$ 55,196	\$ 62,775	\$ 70,620	\$ 78,739	\$ 87,131	\$ 95,798	\$ 104,738	\$ 113,951	\$ 123,439	\$ 133,200	\$ 143,235
	\$ 560,655	\$ 635,391	\$ 712,341	\$ 791,832	\$ 873,993	\$ 958,825	\$ 1,046,329	\$ 1,136,503	\$ 1,229,349	\$ 1,324,866	\$ 1,423,054	\$ 1,523,012
GROSS MARGIN	\$ 755,050	\$ 862,289	\$ 972,803	\$ 1,087,061	\$ 1,205,250	\$ 1,327,370	\$ 1,309,725	\$ 1,428,298	\$ 1,546,392	\$ 1,670,006	\$ 1,797,141	\$ 1,927,706
	57%	58%	58%	58%	58%	58%	56%	56%	56%	56%	58%	58%
SG&A	\$ 488,261	\$ 524,295	\$ 561,141	\$ 596,400	\$ 635,175	\$ 674,941	\$ 710,884	\$ 751,291	\$ 792,854	\$ 833,973	\$ 877,447	\$ 921,877
	37%	35%	33%	32%	31%	30%	30%	29%	29%	28%	27%	27%
EBITDA	\$ 266,789	\$ 337,993	\$ 411,662	\$ 490,660	\$ 570,074	\$ 652,429	\$ 599,042	\$ 675,007	\$ 753,538	\$ 836,033	\$ 919,694	\$ 1,005,919
	20.28%	22.57%	24.43%	26.11%	27.42%	28.54%	25.43%	28.34%	27.15%	27.92%	28.56%	29.14%
Depreciation	\$ (1,500)	\$ (1,500)	\$ (1,500)	\$ (1,583)	\$ (1,583)	\$ (1,583)	\$ (1,583)	\$ (1,583)	\$ (1,583)	\$ (1,583)	\$ (1,583)	\$ (1,583)
Interest	\$ (26,750)	\$ (25,750)	\$ (23,750)	\$ (19,750)	\$ (14,750)	\$ (8,250)	\$ (3,750)	\$ (3,750)	\$ (3,750)	\$ (3,750)	\$ (3,750)	\$ (3,750)
Pre Tax Income (Loss)	\$ 238,539	\$ 310,743	\$ 386,412	\$ 469,327	\$ 553,741	\$ 642,595	\$ 593,708	\$ 669,674	\$ 748,205	\$ 830,700	\$ 914,360	\$ 1,000,585
	18.13%	20.75%	22.93%	24.98%	26.63%	28.11%	25.20%	26.13%	26.96%	27.74%	28.39%	28.99%

1 - Line Comm. LLC
PROJECTED OPERATING RESULTS

Index_Page	Jan-04 projected	Feb-04 projected	Mar-04 projected	Apr-04 projected	May-04 projected	Jun-04 projected	Jul-04 projected	Aug-04 projected	Sep-04 projected	Oct-04 projected	Nov-04 projected	Dec-04 projected
REVENUE												
Long Distance	\$ 1,976,051	\$ 2,103,794	\$ 2,234,755	\$ 2,368,936	\$ 2,506,337	\$ 2,640,956	\$ 2,790,795	\$ 2,937,853	\$ 3,088,130	\$ 3,241,627	\$ 3,398,342	\$ 3,558,277
Local	\$ 1,252,732	\$ 1,337,140	\$ 1,423,699	\$ 1,512,409	\$ 1,603,270	\$ 1,696,283	\$ 1,791,447	\$ 1,888,762	\$ 1,988,228	\$ 2,089,845	\$ 2,193,614	\$ 2,299,534
Access fees	\$ 460,631	\$ 492,379	\$ 524,948	\$ 558,338	\$ 592,549	\$ 627,581	\$ 663,435	\$ 700,110	\$ 737,608	\$ 775,924	\$ 815,063	\$ 855,023
	\$ 3,689,415	\$ 3,933,312	\$ 4,183,402	\$ 4,439,683	\$ 4,702,156	\$ 4,970,820	\$ 5,245,677	\$ 5,526,725	\$ 5,813,964	\$ 6,107,396	\$ 6,407,019	\$ 6,712,834
COST OF REVENUE												
Long Distance	\$ 744,332	\$ 792,090	\$ 841,047	\$ 891,204	\$ 942,561	\$ 995,117	\$ 1,048,873	\$ 1,103,828	\$ 1,159,984	\$ 1,217,339	\$ 1,275,893	\$ 1,335,648
Local	\$ 729,566	\$ 777,427	\$ 826,486	\$ 876,742	\$ 928,196	\$ 980,848	\$ 1,034,697	\$ 1,089,744	\$ 1,145,988	\$ 1,203,430	\$ 1,262,070	\$ 1,321,908
Access fees	\$ 153,544	\$ 164,126	\$ 174,983	\$ 186,113	\$ 197,516	\$ 209,194	\$ 221,145	\$ 233,370	\$ 245,868	\$ 258,641	\$ 271,688	\$ 285,008
	\$ 1,627,442	\$ 1,733,643	\$ 1,842,516	\$ 1,954,059	\$ 2,068,273	\$ 2,185,158	\$ 2,304,715	\$ 2,428,942	\$ 2,551,841	\$ 2,679,410	\$ 2,809,651	\$ 2,942,563
GROSS MARGIN												
	\$ 2,061,972	\$ 2,199,669	\$ 2,340,886	\$ 2,485,624	\$ 2,633,883	\$ 2,785,662	\$ 2,940,962	\$ 3,099,783	\$ 3,262,124	\$ 3,427,986	\$ 3,597,368	\$ 3,770,271
	56%	56%	56%	56%	56%	56%	56%	56%	56%	56%	56%	56%
SG&A												
	\$ 987,221	\$ 1,033,654	\$ 1,081,045	\$ 1,127,394	\$ 1,176,701	\$ 1,226,966	\$ 1,280,188	\$ 1,338,369	\$ 1,391,508	\$ 1,445,805	\$ 1,500,660	\$ 1,556,874
	27%	26%	26%	25%	25%	25%	25%	24%	24%	24%	23%	23%
EBITDA												
	\$ 1,074,751	\$ 1,166,015	\$ 1,259,841	\$ 1,358,231	\$ 1,457,182	\$ 1,558,697	\$ 1,654,774	\$ 1,761,413	\$ 1,870,615	\$ 1,982,380	\$ 2,098,707	\$ 2,213,597
	29.13%	29.64%	30.12%	30.59%	30.99%	31.36%	31.55%	31.87%	32.17%	32.46%	32.73%	32.98%
Depreciation												
	\$ (1,583)	\$ (1,583)	\$ (1,583)	\$ (1,583)	\$ (1,583)	\$ (1,583)	\$ (1,583)	\$ (1,583)	\$ (1,583)	\$ (1,583)	\$ (1,583)	\$ (1,583)
Interest												
	\$ (3,750)	\$ (3,750)	\$ (3,750)	\$ (3,750)	\$ (3,750)	\$ (3,750)	\$ (3,750)	\$ (3,750)	\$ (3,750)	\$ (3,750)	\$ (3,750)	\$ (3,750)
Pre Tax Income (Loss)												
	\$ 1,069,418	\$ 1,160,681	\$ 1,254,508	\$ 1,352,897	\$ 1,451,849	\$ 1,553,363	\$ 1,649,440	\$ 1,756,080	\$ 1,865,282	\$ 1,977,047	\$ 2,091,374	\$ 2,208,264
	28.99%	29.51%	29.99%	30.47%	30.88%	31.25%	31.44%	31.77%	32.08%	32.37%	32.64%	32.90%

1 - Line Comm LLC
PROJECTED BALANCE SHEETS

Index Page	Jan-02 projected	Feb-02 projected	Mar-02 projected	Apr-02 projected	May-02 projected	Jun-02 projected	Jul-02 projected	Aug-02 projected	Sep-02 projected	Oct-02 projected	Nov-02 projected	Dec-02 projected
Assets												
Cash and equivalents	\$ 4,133	\$ 195,620	\$ 120,713	\$ 50,542	\$ 47,795	\$ 49,327	\$ 43,180	\$ 56,521	\$ 54,058	\$ 50,937	\$ 82,859	\$ 82,361
Accounts receivable - net	\$ 10,021	\$ 37,078	\$ 77,162	\$ 128,269	\$ 251,317	\$ 459,239	\$ 673,682	\$ 900,126	\$ 1,161,902	\$ 1,448,558	\$ 1,781,386	\$ 2,100,825
Total current assets	\$ 14,154	\$ 232,697	\$ 197,875	\$ 178,811	\$ 299,112	\$ 508,566	\$ 716,862	\$ 956,647	\$ 1,215,960	\$ 1,499,494	\$ 1,844,245	\$ 2,182,986
Property and equipment	\$ -	\$ 15,000	\$ 24,000	\$ 24,000	\$ 34,000	\$ 39,000	\$ 45,000	\$ 48,000	\$ 48,000	\$ 51,000	\$ 51,000	\$ 51,000
Accumulated depreciation	\$ -	\$ (417)	\$ (1,083)	\$ (1,750)	\$ (2,694)	\$ (3,778)	\$ (5,028)	\$ (6,361)	\$ (7,894)	\$ (9,111)	\$ (10,528)	\$ (11,944)
Net property	\$ -	\$ 14,583	\$ 22,917	\$ 22,250	\$ 31,306	\$ 35,222	\$ 39,972	\$ 41,639	\$ 40,306	\$ 41,889	\$ 40,472	\$ 39,056
Other assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ 14,154	\$ 247,281	\$ 220,791	\$ 201,061	\$ 330,418	\$ 543,789	\$ 756,834	\$ 998,286	\$ 1,256,266	\$ 1,541,383	\$ 1,884,718	\$ 2,202,042
Liabilities & Equity												
Accounts payable	\$ 15,069	\$ 29,789	\$ 67,147	\$ 87,354	\$ 155,150	\$ 219,234	\$ 291,562	\$ 364,923	\$ 441,450	\$ 522,838	\$ 611,914	\$ 707,573
Line of Credit	\$ -	\$ -	\$ -	\$ 25,000	\$ 150,000	\$ 350,000	\$ 525,000	\$ 700,000	\$ 850,000	\$ 975,000	\$ 1,100,000	\$ 1,150,000
Accrued Interest on Sub Debt	\$ 150	\$ 3,900	\$ 7,850	\$ 11,400	\$ 15,150	\$ 3,900	\$ 7,850	\$ 11,400	\$ 16,150	\$ 18,900	\$ 22,650	\$ 11,400
Total current liabilities	\$ 15,219	\$ 33,689	\$ 74,797	\$ 123,754	\$ 320,300	\$ 573,134	\$ 824,212	\$ 1,078,323	\$ 1,306,600	\$ 1,516,738	\$ 1,734,564	\$ 1,868,973
Sub Debt	\$ 10,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000
Capital stock	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000
Retained earnings (deficit)	\$ (16,065)	\$ (41,408)	\$ (109,005)	\$ (177,693)	\$ (244,882)	\$ (284,345)	\$ (322,378)	\$ (333,037)	\$ (305,334)	\$ (230,352)	\$ (104,847)	\$ 78,089
Total equity	\$ (11,065)	\$ (36,408)	\$ (104,005)	\$ (172,693)	\$ (239,882)	\$ (279,345)	\$ (317,378)	\$ (328,037)	\$ (300,334)	\$ (225,352)	\$ (99,847)	\$ 83,089
	\$ 14,154	\$ 247,281	\$ 220,791	\$ 201,061	\$ 330,418	\$ 543,789	\$ 756,834	\$ 998,286	\$ 1,256,266	\$ 1,541,383	\$ 1,884,718	\$ 2,202,042
check sum	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

1 - Line Comm LLC
PROJECTED BALANCE SHEETS

Index Page	Jan-03 projected	Feb-03 projected	Mar-03 projected	Apr-03 projected	May-03 projected	Jun-03 projected	Jul-03 projected	Aug-03 projected	Sep-03 projected	Oct-03 projected	Nov-03 projected	Dec-03 projected
Assets												
Cash and equivalents	\$ 46,859	\$ 46,349	\$ 83,945	\$ 51,513	\$ 68,037	\$ 73,378	\$ 275,983	\$ 784,862	\$ 1,232,341	\$ 1,752,380	\$ 2,347,545	\$ 3,004,701
Accounts receivable - net	\$ 2,454,128	\$ 2,813,385	\$ 3,182,824	\$ 3,564,036	\$ 3,958,135	\$ 4,365,438	\$ 4,642,250	\$ 4,918,856	\$ 5,338,543	\$ 5,770,613	\$ 6,215,086	\$ 6,671,903
Total current assets	\$ 2,500,987	\$ 2,859,734	\$ 3,246,769	\$ 3,615,549	\$ 4,026,172	\$ 4,438,816	\$ 4,918,233	\$ 5,703,718	\$ 6,570,883	\$ 7,522,993	\$ 8,562,612	\$ 9,676,604
Property and equipment	\$ 54,000	\$ 54,000	\$ 54,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 57,000
Accumulated depreciation	\$ (13,444)	\$ (14,944)	\$ (16,444)	\$ (18,028)	\$ (19,611)	\$ (21,194)	\$ (22,778)	\$ (24,361)	\$ (25,944)	\$ (27,528)	\$ (29,111)	\$ (30,694)
Net property	\$ 40,556	\$ 39,056	\$ 37,556	\$ 38,972	\$ 37,389	\$ 35,806	\$ 34,222	\$ 32,639	\$ 31,056	\$ 29,472	\$ 27,889	\$ 26,306
Other assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ 2,541,543	\$ 2,898,790	\$ 3,284,324	\$ 3,654,521	\$ 4,063,561	\$ 4,474,622	\$ 4,952,455	\$ 5,736,357	\$ 6,601,939	\$ 7,552,465	\$ 8,590,500	\$ 9,702,910
Liabilities & Equity												
Accounts payable	\$ 804,786	\$ 897,539	\$ 992,912	\$ 1,090,032	\$ 1,181,581	\$ 1,296,296	\$ 1,401,871	\$ 1,512,149	\$ 1,625,776	\$ 1,741,852	\$ 1,861,777	\$ 1,984,851
Line of Credit	\$ 1,150,000	\$ 1,100,000	\$ 1,000,000	\$ 800,000	\$ 550,000	\$ 225,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Interest on Sub Debt	\$ 15,150	\$ 18,900	\$ 22,650	\$ 26,400	\$ 30,150	\$ 18,800	\$ 22,650	\$ 28,400	\$ 30,150	\$ 33,900	\$ 37,650	\$ 26,400
Total current liabilities	\$ 1,969,936	\$ 2,016,439	\$ 2,015,562	\$ 1,916,432	\$ 1,771,731	\$ 1,540,196	\$ 1,424,321	\$ 1,538,549	\$ 1,655,926	\$ 1,775,752	\$ 1,899,427	\$ 2,011,251
Sub Debt	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000
Capital stock	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000
Retained earnings (deficit)	\$ 316,607	\$ 627,351	\$ 1,013,763	\$ 1,483,090	\$ 2,036,830	\$ 2,679,426	\$ 3,273,134	\$ 3,942,808	\$ 4,691,013	\$ 5,521,713	\$ 6,436,073	\$ 7,436,659
Total equity	\$ 321,607	\$ 632,351	\$ 1,018,763	\$ 1,488,090	\$ 2,041,830	\$ 2,684,426	\$ 3,278,134	\$ 3,947,808	\$ 4,696,013	\$ 5,526,713	\$ 6,441,073	\$ 7,441,659
	\$ 2,541,543	\$ 2,898,790	\$ 3,284,324	\$ 3,654,521	\$ 4,063,561	\$ 4,474,622	\$ 4,952,455	\$ 5,736,357	\$ 6,601,939	\$ 7,552,465	\$ 8,590,500	\$ 9,702,910
check sum	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

1 - Line Comm. LLC
PROJECTED BALANCE SHEETS

Index Page	Jan-04	Feb-04	Mar-04	Apr-04	May-04	Jun-04	Jul-04	Aug-04	Sep-04	Oct-04	Nov-04	Dec-04
	projected											
Assets												
Cash and equivalents	\$ 3,746,434	\$ 4,560,262	\$ 5,458,684	\$ 6,445,261	\$ 7,522,557	\$ 8,677,134	\$ 9,937,555	\$ 11,291,382	\$ 12,745,177	\$ 14,301,505	\$ 15,962,926	\$ 17,717,004
Accounts receivable - net	\$ 7,141,123	\$ 7,622,727	\$ 8,116,714	\$ 8,623,085	\$ 9,141,839	\$ 9,672,976	\$ 10,216,497	\$ 10,772,402	\$ 11,340,689	\$ 11,921,360	\$ 12,514,415	\$ 13,119,653
Total current assets	\$ 10,887,557	\$ 12,182,989	\$ 13,575,398	\$ 15,068,346	\$ 16,664,396	\$ 18,350,111	\$ 20,154,052	\$ 22,063,783	\$ 24,085,867	\$ 26,222,865	\$ 28,477,341	\$ 30,836,658
Property and equipment	\$ 57,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 57,000	\$ 57,000
Accumulated depreciation	\$ (32,278)	\$ (33,861)	\$ (35,444)	\$ (37,028)	\$ (38,611)	\$ (40,194)	\$ (41,778)	\$ (43,361)	\$ (44,944)	\$ (46,528)	\$ (48,111)	\$ (49,694)
Net property	\$ 24,722	\$ 23,139	\$ 21,556	\$ 19,972	\$ 18,389	\$ 16,806	\$ 15,222	\$ 13,639	\$ 12,056	\$ 10,472	\$ 8,889	\$ 7,306
Other assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ 10,912,279	\$ 12,206,128	\$ 13,596,954	\$ 15,088,319	\$ 16,682,785	\$ 18,366,916	\$ 20,169,274	\$ 22,077,422	\$ 24,097,922	\$ 26,233,337	\$ 28,486,230	\$ 30,844,162
Liabilities & Equity												
Accounts payable	\$ 2,121,053	\$ 2,250,471	\$ 2,383,038	\$ 2,517,756	\$ 2,656,623	\$ 2,798,641	\$ 2,947,809	\$ 3,098,127	\$ 3,247,595	\$ 3,402,213	\$ 3,559,961	\$ 3,720,900
Line of Credit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Interest on Sub Debt	\$ 30,150	\$ 33,900	\$ 37,650	\$ 41,400	\$ 45,150	\$ 33,900	\$ 37,650	\$ 41,400	\$ 45,150	\$ 48,900	\$ 52,650	\$ 41,400
Total current liabilities	\$ 2,151,203	\$ 2,284,371	\$ 2,420,688	\$ 2,559,156	\$ 2,701,773	\$ 2,832,541	\$ 2,985,459	\$ 3,137,527	\$ 3,292,745	\$ 3,451,113	\$ 3,612,611	\$ 3,762,300
Sub Debt	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000
Capital stock	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000
Retained earnings (deficit)	\$ 8,506,076	\$ 9,666,758	\$ 10,921,266	\$ 12,274,163	\$ 13,726,012	\$ 15,279,375	\$ 16,928,616	\$ 18,684,895	\$ 20,550,177	\$ 22,527,224	\$ 24,618,598	\$ 26,826,862
Total equity	\$ 8,511,076	\$ 9,671,758	\$ 10,926,266	\$ 12,279,163	\$ 13,731,012	\$ 15,284,375	\$ 16,933,616	\$ 18,689,895	\$ 20,555,177	\$ 22,532,224	\$ 24,623,598	\$ 26,831,862
	\$ 10,912,279	\$ 12,206,128	\$ 13,596,954	\$ 15,088,319	\$ 16,682,785	\$ 18,366,916	\$ 20,169,274	\$ 22,077,422	\$ 24,097,922	\$ 26,233,337	\$ 28,486,230	\$ 30,844,162
check sum	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

EXHIBIT E

CAPABILITY STATEMENTS

1. Although a start-up corporation, 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 ongoing operations. The Company is in the process of obtaining certification in approximately 10 states which will generate revenue in those states. In addition, the Company's owner and Manager/Member has extensive experience in successfully operating a telecommunications company.
3. The Company has sufficient financial capability to meet any lease and ownership obligations.