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S&S Communications Corp.
Smart Network Solutions

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CLERK

04 MAY 18 AM 10:15
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Date, Saturday, May 15, 2004

VIA U.S. MAIL

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

**Reference: Application for ALEC License RIGHSOUTH TELECOM
CORP**

Dear Sir or Madam:

Enclosed please find a copy of the company I am working for on the application, RINGSOUTH TELECOM CORP, for an ALEC license. I am confident that a review of my application will prove to be well worth your time.

Please feel free to contact me at the above number or email address should you have any additional questions. Thank you for your time.

With best regards,

Sandra Ximena Diaz Hoyos
President – SMART NETWORK SOLUTIONS
Direct Telephone: +1 305 808.7354 x 111
Direct Fax: +1 305 402.5940
Email. sandra@snscomm.com

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

Enclosure as stated

Initials of person who forwarded check:

SMART NETWORK SOLUTION COMM.
444 Brickell Ave, Suite 612
Miami, FL 33131 – USA
Phone. 305-808 7361 / 54 – 305-532 5516
Fax. 305-402 5940
Email. sandra@snscomm.com

DOCUMENT NUMBER - DATE

05680 MAY 18 04

FPSC-COMMISSION CLERK

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

DIVISION OF COMPETITIVE MARKETS AND ENFORCEMENT
CERTIFICATION

APPLICATION FORM
for
AUTHORITY TO PROVIDE
ALTERNATIVE LOCAL EXCHANGE SERVICE
WITHIN THE STATE OF FLORIDA

Instructions

This form is used as an application for an original certificate and for approval of the 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 12).

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 the Commission Clerk and Administrative Services
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850
(850) 413-6770

If you have questions about completing the form, contact:

Florida Public Service Commission
Division of Competitive Markets and Enforcement
Certification
2540 Shumard Oak Blvd.
Tallahassee, Florida 32399-0850
(850) 413-6600

APPLICATION

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: RINGSOUTH TELECOM CORP

**3. Name under which the applicant will do business (fictitious name, etc.):
RINGSOUTH TELECOM CORP**

4. Official mailing address (including street name & number, post office box, city, state, zip code): 600 BRICKELL AVE, SUITE 300 B, MIAMI, FL 33131.

5. Florida address (including street name & number, post office box, city, state, zip code): 600 BRICKELL AVE, SUITE 300 B, MIAMI, FL 33131.

6. Structure of organization:

- | | |
|--|---|
| <input type="checkbox"/> Individual | <input checked="" type="checkbox"/> Corporation |
| <input type="checkbox"/> Foreign Corporation | <input type="checkbox"/> Foreign Partnership |
| <input type="checkbox"/> General Partnership | <input type="checkbox"/> Limited Partnership |
| <input type="checkbox"/> Other | |

7. If 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:
P04000066122.

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

(a) The Florida Secretary of State corporate registration number:

10. **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:

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): 57-1203580**

15. 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. Provide explanation. NO

(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. NO

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

(a) The application:

Name: JUAN A. GOMEZ

Title: President

Address: 600 BRICKELL AVE, SUITE 300B

City/State/Zip: Miami, FL 33131

Telephone No.: 305.377.0317 Fax No.: 305.377.0318

Internet E-Mail Address: igntscs@bellsouth.net

Internet Website Address: www.ringsouth.com

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

Name: JUAN A. GOMEZ

Title: President

Address: 600 BRICKELL AVE, SUITE 300B

City/State/Zip: Miami, FL 33131

Telephone No.: 305.377.0317 Fax No.: 305.377.0318

Internet E-Mail Address: igntscs@bellsouth.net

Internet Website Address: www.ringsouth.com

(c) Complaints/Inquiries from customers:

Name: JESUS SOLE

Title: MANAGER

Address: 600 BRICKELL AVE, SUITE 300B

City/State/Zip: Miami, FL 33131

Telephone No.: 305.377.0317 – 305 338.9341 Fax No.: 305.377.0318

Internet E-Mail Address: jesus.sole@dsl.com

Internet Website Address: www.ringsouth.com

17. List the states in which the applicant:

(a) has operated as an alternative local exchange company.

NONE

(b) has applications pending to be certificated as an alternative local exchange company.

NONE

(c) is certificated to operate as an alternative local exchange company.

NONE

- (d) has been denied authority to operate as an alternative local exchange 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

18. Submit the following:

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

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.

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:

1. **written explanation** that the applicant has sufficient financial capability to provide the requested service in the geographic area proposed to be served.
2. **written explanation** that the applicant has sufficient financial capability to maintain the requested service.
3. **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 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. **APPLICATION FEE:** I understand that a non-refundable application fee of \$250.00 must be submitted with the application.

UTILITY OFFICIAL:

JUAN A GOMEZ

Print Name



Signature

President

Title

Date May 17, 2004

305.377.0317
Telephone No.

305.377.0318
Fax No.

Address: 600 BRICKELL AVE, SUITE 300B, MIAMI, FLORIDA 33131

THIS PAGE MUST BE COMPLETED AND SIGNED

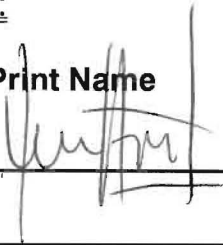
AFFIDAVIT

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:

JUAN A GOMEZ Print Name



Signature

President

Title

Date May 17, 2004

305.377.0317
Telephone No.

305.377.0318
Fax No.

Address: 600 BRICKELL AVE, SUITE 300B, MIAMI, FLORIDA 33131

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) 600 BRICKELL AVE, SUITE 300B, MIAMI, FL 33131

2. **SWITCHES:** Address where located, by type of switch, and indicate if owned or leased.
1) 600 BRICKELL AVE, SUITE 300B, MIAMI, FL 33131

3. **TRANSMISSION FACILITIES:** POP-to-POP facilities by type of facilities (microwave, fiber, copper, satellite, etc.) and indicate if owned or leased.

<u>POP-to-POP</u>	<u>OWNERSHIP</u>
1) <u>600 BRICKELL AVE, SUITE 300B, MIAMI, FL 33131</u>	

CERTIFICATE SALE, TRANSFER, OR ASSIGNMENT STATEMENT

I, (Name) JUAN A. GOMEZ
(Title) President of RINGSOUTH TELECOM CORP (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:

- () sale
- () transfer
- () assignment

of the above-mentioned certificate.

UTILITY OFFICIAL:

JUAN A. GOMEZ



Print Name

Signature

PRESIDENT

05.17.2004

Title

Date

305.377.0317

305.377.0318

Telephone No.

Fax No.

Address: 600 BRICKELL AVE, SUITE 300B, MIAMI, FL 33131

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES

TITLE SHEET

FLORIDA TELECOMMUNICATIONS PRICE LIST

This price list contains the descriptions, regulations, and rates applicable to the furnishing of service and facilities for alternative local exchange telecommunications services provided by RINGSOUTH TELECOM CORP. With principal offices at 600 BRICKELL AVE, SUITE 300 B, MIAMI, FLORIDA 33131 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.

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES

CHECK SHEET

The sheets listed below, which are inclusive on this 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 at 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
19	Original
20	Original
21	Original

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES

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ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES

SYMBOLS SHEET

The following are the 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 A Rate Or Charge

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES**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 nine 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).
 - 2.1.1.A.1.(a).I.
 - 2.1.1.A.1.(a).I.(i).
 - 2.1.1.A.1.(a).I.(i).1

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES

PRICE LIST FORMAT SHEETS

- 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 sheet contained in the Price List, with a cross reference to the current revision number. When new pages are added, the check sheets are 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.

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES

SECTION 1 – TECHNICAL TERMS AND ABBREVIATIONS

Access Line: An arrangement which connects the customer's location to a RINGSOUTH TELECOM CORP. network switching center.

Company or Carrier: RINGSOUTH TELECOM CORP.

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 A.M. up to, but not including 5:00 P.M. local time, Saturday through Friday.

Evening: From 5:00 P.M. up to, but not including 11:00 P.M. local time, Saturday through Friday.

Holidays: RINGSOUTH TELECOM CORP. recognized holidays are: New Year's Day, Memorial Day, July 4th, Labor Day, Thanksgiving and Christmas Day.

Nights/Weekends: From 11:00 P.M. up to, but not including 8:00 A.M. Saturday through Friday, and 8:00 A.M. Saturday up to, but not including 5:00 P.M. Saturday

ISSUED: May 17th, 2004

EFFECTIVE: _____

By: **Sandra Ximena Diaz – Consultant – sandra@snscomm.com**
444 Brickell Ave. Suite 612 - Miami. Fl 33131

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES**SECTION 2 – RULES AND REGULATIONS**

2.1 OPERATOR SERVICES

The Company's own operator services are provided to residential and business customers who "presubscribed" to this service for intrastate calling. Operator services including the completion of collect, station-to-station, person-to-person, third party billing and credit card calls with the assistance of a Carrier Operator. Each completed operator assisted call consists of two charge elements (except as otherwise indicated herein): (i) a fixed operator charge, which will be dependent on the type of billing selected (e.g., calling card, collect or other) and/or the completion restriction selected (e.g. station-to-station or person-to-person); and (ii) a measured usage charge depending upon the duration, distance and/or time of day of the call.

2.2 OPERATOR DIALED SURCHARGE

This surcharge applies to Operator Station and Person-to Person rated calls when the customer has the capability of dialing all the digits necessary to complete a call, but elects to dial only the appropriate operator code and request the operator to dial the called station. The surcharge does not apply to:

- 1) Calls where a customer cannot otherwise dial the call due to defective equipment or trouble on RINGSOUTH TELECOM CORP.'s network; and
- 2) Calls in which a Company operator places a call for a calling party who is identified as handicapped and unable to dial the call because of his/her handicap.

The Operator Dialed Surcharge applies in addition to any other applicable operator charges.

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.

ISSUED: May 17th, 2004

EFFECTIVE: _____

By: **Sandra Ximena Diaz – Consultant – sandra@snscomm.com**
444 Brickell Ave. Suite 612 - Miami, FL 33131

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES**SECTION 2 – RULES AND REGULATIONS (Continued)**

The Company 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 an alternate basis, and are available twenty-four hours per day, seven days per week.

2.3 LIMITATIONS

2.3.1. Service is offered subject to the availability of facilities and provisions of this Price List.

2.3.2. 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 the service in violation of the law or provisions of this Price List.

2.3.3. 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 expressed 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.

2.3.4. Prior Written permission from the Company is required before any assignment or transfer is allowed. 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.

2.3.5. Customers reselling or rebilling services must have a Certificate of Public Convenience and Necessity as an interexchange carrier from the Florida Public Service Commission.

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES

SECTION 2 – RULES AND REGULATIONS (Continued)

2.4 LIABILITIES OF THE COMPANY

2.4.1 The Company’s entire liability for damages arising out of mistakes, interruptions, omissions, delays, errors, or defects in the transmission occurring in the course of furnishing services 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 occurred, and no action or proceeding against the Company shall be commenced more than one year after the service was rendered, unless ordered by the Commission.

2.4.2. 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.

2.5. INTERRUPTION OF SERVICE

2.5.1 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 this Section. 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/customer does not provide access to the Company for such repair or restoration work.

2.5.2 No credit shall be allowed for an interruption of a continuous duration of less than twenty-four hours after the subscriber/customer notifies the company.

SECTION 2 – RULES AND REGULATIONS (Continued)

2.5.3. The customer shall be credited for an interruption of more than twenty-four hours as follows:

Credit Formula:

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES

Credit = A/B X C

“A” = outage time in hours

“B” = total days in month

“C” = total monthly charge for affected facility

2.6. DISCONNECTION OF SERVICE BY CARRIER

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

2.6.1 Non-payment of any sum due to carrier for regulated services and for more than ten days beyond the date of rendition of the bill for such services.

2.6.2 Violation of any regulation governing the service under this Price List.

2.6.3 A violation of any law, rule, or regulation of any government authority having jurisdiction over such service.

2.6.4 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.

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES**SECTION 2 – RULES AND REGULATIONS (Continued)**

2.6.5 After a Customer has been disconnected for any of the above, the company may, in its sole judgment, reinstate service provided that the Customer agrees to a) remedy the reason service was originally disconnected, b) agree to pay for all contracted services from the date of disconnection to the date of reinstatement, and pay a Reconnection Fee, the amount of such fee being stated in Section 4 of this Price List.

2.6.6 Without incurring liability, the Company may interrupt service at any time in order to perform tests and inspections to assure compliance with Price List regulation(s) and the proper installation and operation of Customer's equipment and facilities until any items of non-compliance or improper equipment or equipment operation so identified are rectified.

2.7 DEPOSITS

The Company does not require a deposit from the customer.

2.8 ADVANCE PAYMENTS

2.8.1 For Non-PrePaid 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.

2.8.2 Pre-Paid Local Exchange Service will be charged on a monthly basis in advance. Upon payment a customer will have local dial tone access. Such access may be unlimited or metered. During the service period the customer will have unlimited access to 911, relay services and the operator. The customer may purchase intra lata, intra-state and other toll services from an Inter Exchange Carrier selected by the Company, such carrier will be certified by the Florida Public Service Commission.

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES**SECTION 2 – RULES AND REGULATIONS (Continued)****2.9 TAXES**

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

2.10 BILLING OF CALLS

2.10.1 All Charges due from the subscriber / customer are payable at any agency duly authorized to receive such or at the address stated on the customer's bill from the Company. Any objection(s) to billed charges should be reported to the company within 20 days of bill rendering. Adjustments to customer's bills shall be made when such claim reasonably indicates such charges are not in accordance with the approved rates or that an adjustment may, in the sole determination of the Company, be otherwise appropriate.

2.10.2 Bills are to be prepaid each month. The first payment is due in advance when the customer signs up for service – the activation date. All other payments are due monthly on the anniversary of the Customer's activation date for the ensuing month's service.

2.10.3 Payments shall be considered delinquent if payment has not been received at the offices of the Company within 10 days after the bill is sent or rendered to the Customer. Additionally, a non-recurring 1.5% percent per month penalty fee will accrue upon any unpaid amount after the customer's account becomes delinquent.

2.10.4 The customer is responsible for payment of all charges for service furnished to the customer, including, but not limited to all calls originated and / or received at the Customer's number(s). In the event that the blocking of certain call types is circumvented by the customer, or in the event of a temporary or other failure of the blocking mechanism, the customer is responsible for payment of any toll or other charges billed to the customer's number.

2.10.5 Customers may pay by credit card, an authorized agent or check.

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES**SECTION 2 – RULES AND REGULATIONS (Continued)**

2.10.6 Company will bill customer a one-time charge of \$25.00 or 5% of the amount of the check, whichever is greater, if Customer's check for payment of service is returned for insufficient or uncollected funds, closed account, or any other insufficiency or discrepancy necessitating return of the check at the discretion of the drawee bank or other financial institution.

2.11 EMERGENCY TELEPHONE NUMBER SERVICE (911 SERVICES)

Emergency Telephone Number Service (911 Service) is an arrangement of Company central office and trunking facilities whereby any telephone user who dial the number 911 will reach the emergency report center for the telephone from which the number is dialed or will be routed to an operator if all lines to an emergency report center are busy. If no emergency report center exists for a central office entity, a telephone user who dials 911 will be routed to an operator. The telephone user who dials the 911 numbers will not be charged for the call.

911 services will be maintained during temporary disconnections for non-payment of a residential subscriber's local service.

2.12 PROMOTIONAL OFFERINGS

The Company, from time to time, may make promotional offerings of its services which may include waiving or reducing the applicable charge for the promoted service. The promotional offerings may be limited as to duration, the date and times of the offerings and the locations where the offerings are made. Promotional offerings are subject to regulation of the Commission.

2.13 CANCELLATION OF SERVICE**2.13.1 CANCELLATION OF APPLICATION FOR SERVICE**

2.13.1.1 Applications for service are noncancellable unless the Company otherwise agrees. Where the Company permits the Customer to cancel an application for service prior to the start of service or prior to any special construction, no charges will be imposed except for those specified below.

SECTION 2 – RULES AND REGULATIONS (Continued)

ISSUED: May 17th, 2004

EFFECTIVE: _____

By: **Sandra Ximena Diaz – Consultant – sandra@snscomm.com**
444 Brickell Ave, Suite 612 - Miami, Fl 33131

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES

2.13.1.2 Where, prior to cancellation by the Customer, the Company incurs any expenses in installing the service or in preparing to install the service that it otherwise would not have incurred, a charge equal to the cost the Company incurred, less net salvage, shall apply, but in no case shall this charge exceed the charge for the minimum period of service ordered, including installation charges, and all charges others levy against the Company that would have been chargeable to the Customer had service begun.

2.13.1.3 The special charges described above will be calculated and applied on a case-by-case basis.

2.13.2 CANCELLATION OF SERVICE BY CUSTOMER

2.13.2.1 To cancel or terminate service, a Customer must provide the Company with (30) thirty days notice.

2.13.2.2 If a Customer cancels a Service Order or terminates services before the completion of the term for any reason whatsoever other than a service interruption (as defined in Section 2.5 above), Customer agrees to pay to Company the following sums which shall become due and owing as of the effective date of the cancellation or termination and be payable immediately. Such sums and fees will include all costs, fees and expenses incurred in connection with:

- A. all Non-Recurring Charges reasonably expended by Company to establish service to Customer, plus
- B. any disconnection, early cancellation or termination charges reasonably incurred and paid or are owing to third parties on behalf of Customer, plus
- C. All Recurring Charges for the applicable notice period.

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES

SECTION 2 – RULES AND REGULATIONS (Continued)

2.14 WARRENTIES

THE COMPANY MAKES NO WARRANTIES OR REPRESENTATIONS, EXPRESSED OR IMPLIED, INCLUDING WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR USE, EXCEPT THOES EXPRESSLY SET FORTH HEREIN.

2.15 CUSTOMER PREMISES EQUIPMENT AND WIRING

The Company does not supply equipment of any kind to the Customer. The Company has no responsibility whatsoever for any Customer supplied Equipment or Customer's wiring inside his or her premises.

2.16 RESELLER SERVICE STANDARDS

As a Reseller, the Quality of Service (QOS) provided to the companies and end users will be equal to that received from the Company's underlying carrier(s).

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES**2.17 SECTION 3 – BASIC SERVICE DESCRIPTION****3.1 LOCAL EXCHANGE SERVICE**

The company's Local Telephone Service enables the Customer to:

- Place or receive calls to any calling station in the local exchange calling area
- Access basic 911 Emergency Service if available in the Customer's area.
- Where available, place or receive calls to 800 or 800 like telephone numbers.

The Company's service cannot be used to originate calls to other telephone companies' caller-paid information services (e.g. 900 or 976).

3.1.1 PREPAID LOCAL SERVICE

Prepaid Local Service is a service which is available for access by residential and business subscribers / customers on a full time basis. It consists of a dial tone and access to unlimited local calls, 911 calls, relay services and the operator. The basic service does not include any long distance or other toll services. The Company may offer access to Inter Exchange Services from a service provider approved by the Company; such offering will be from an Inter Exchange Service provider certificated by the Florida Public Service Commission. The customer may only utilize the 1+ Inter Exchange service provider approved by the Company. The customer will not have 1010XXX access.

3.1.2 APPLICABLE RATES FOR HEARING/SPEECH IMPAIRED PERSONS

For intrastate toll messages which are communicated using a telecommunication device for the deaf (TDD) by properly certified business establishments or individuals equipped with TDDs for communications with hearing or speech impaired persons, the rates shall be evening rates for daytime calls and night rates for evening and night calls.

Interstate toll calls received from the relay service, each local exchange and interexchange telecommunications company billing relay call will be discounted 50 percent of the 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 will be discounted 60 percent off the applicable rate for voice nonrelay calls.

Florida Public Service Commission Rules and Regulations require the Company to provide the first 50 directory assistance calls initiated per billing cycle by handicapped persons free of charge.

3.2 CUSTOM CALLING FEATURES

ISSUED: May 17th, 2004

EFFECTIVE: _____

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES

Customers of the Company subscribing to Local Exchange Services may, where technically available, obtain the following Optional Features:

- Call Forwarding:** Permits the Customer to automatically transfer all incoming calls to another telephone number of their choice and restore it to normal operation at their discretion. Calls may only be forwarded to other telephone numbers within the same local exchange calling area, unless otherwise permitted herein and under a separate agreement with an Inter Exchange Carrier.
- Busy/No Answer Call Forwarding:** Transfers incoming calls when the customer's line is busy. The telephone number calls are transferred to be fixed by the Customer. Calls may be transferred to other telephone numbers within the same local exchange calling area, unless otherwise permitted herein and under a separate agreement with an Inter Exchange Carrier.
- Call Waiting:** Notifies the Customer, engaged in a call, of an incoming call through a tone signal. Customers may place the first call on hold and answer the waiting call by operation of the switch hook, and may alternate between the two calls.
- Three-Way Calling:** Permits the Customer to add a third party to an established connection. The third party must be within the same local calling area, unless otherwise permitted herein and under a separate agreement with an Inter Exchange Carrier, and provided such is technically permitted.
- Speed Dialing:** Permits the Customer to place calls to other telephone numbers by dialing a one or two digit code rather than the complete telephone number.
- Caller ID:** Permits the Customer to see on a display the number and /or name (where such service is available) of the calling party. The Customer must supply, operate and maintain, at their own expense, Customer Premises Equipment (CPE) capable of receiving from the Company the number and or name (where such service is available) of the calling party. The Company has no responsibility whatsoever for any Customer Premises Equipment.

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES

SECTION 4 –RATES

4.1 RESIDENTIAL RATES

Customers are billed a one-time application charge for each Account or (BTN) Billed Telephone Number and a monthly reoccurring charge for usage.

4.1.1 Application Processing Fee (one time charge)

\$69.95

4.1.2 Monthly Usage Charge:

\$49.95

4.1.3 Optional Features:

	<u>Per Month</u>	<u>One time Set-up Fee</u>
Call Forwarding:	\$6.95	No Charge
Call Forwarding Busy/No Answer	\$6.95	No Charge
Call Waiting	\$6.95	No Charge
Three Way Calling	\$6.95	No Charge
Speed Dialing	\$6.95	No Charge
All five features	\$29.95	No Charge
Caller ID	\$10.00	\$10.00

4.1.4 Miscellaneous Charges

Reconnection Fee: \$55.00

4.2 BUSINESS RATES

Customers are billed a one-time application charge for each Account or

ALTERNATIVE LOCAL EXCHANGE TELECOMMUNICATION SERVICES

(BTN) Billed Telephone Number and a monthly reoccurring charge for usage.

4.2.1 Application Processing Fee (one time charge)

\$79.95

4.2.2 Monthly Usage Charge:

\$59.95

4.2.3 Optional Features:

	<u>Per Month</u>	<u>One time Set-up Fee</u>
Call Forwarding:	\$6.95	No Charge
Call Forwarding Busy/No Answer	\$6.95	No Charge
Call Waiting	\$6.95	No Charge
Three Way Calling	\$6.95	No Charge
Speed Dialing	\$6.95	No Charge
All five features	\$29.95	No Charge
Caller ID	\$10.00	\$10.00

4.2.4 Miscellaneous Charges

Reconnection Fee: \$55.00

	Month	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
TOTAL GROSS INCOME:		\$10,652	\$23,886	\$46,014	\$75,722	\$104,187	\$132,153	\$158,121	\$190,414	\$208,730	\$225,052	\$250,025	\$252,018	\$252,682	\$251,685	\$251,685	\$251,685	\$251,685
Expenses:																		
Cost Goods Sold:																		
Bell South Service Orders		\$525	\$788	\$1,313	\$1,838	\$1,925	\$1,925	\$1,838	\$2,100	\$1,488	\$1,225	\$1,575	\$525	\$175	\$0	\$0	\$0	\$0
Bell South Direct Install(non-re)	\$23.95	\$2,395	\$4,191	\$5,389	\$8,981	\$7,784	\$7,784	\$7,185	\$7,185	\$2,395	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Local Service Direct		\$1,129	\$2,823	\$5,081	\$9,032	\$12,419	\$15,806	\$19,193	\$22,580	\$23,709	\$23,709	\$23,709	\$23,709	\$23,709	\$23,709	\$23,709	\$23,709	\$23,709
Local Service Re-Billed		\$924	\$2,309	\$5,541	\$8,773	\$13,391	\$18,008	\$22,164	\$27,705	\$33,708	\$40,172	\$48,484	\$51,254	\$52,178	\$52,178	\$52,178	\$52,178	\$52,178
Long Distance		\$300	\$700	\$1,400	\$2,400	\$3,450	\$4,500	\$5,550	\$6,750	\$7,600	\$8,300	\$9,200	\$9,500	\$9,600	\$9,600	\$9,600	\$9,600	\$9,600
Dial-Up Internet		\$120	\$283	\$565	\$968	\$1,390	\$1,813	\$2,233	\$2,713	\$3,053	\$3,333	\$3,693	\$3,813	\$3,853	\$3,853	\$3,853	\$3,853	\$3,853
Broadband IP		\$117	\$273	\$546	\$936	\$1,346	\$1,755	\$2,165	\$2,633	\$2,964	\$3,237	\$3,588	\$3,705	\$3,744	\$3,744	\$3,744	\$3,744	\$3,744
Digital to Analogue Port Chg		\$5,833	\$8,750	\$11,667	\$20,417	\$17,500	\$17,500	\$17,500	\$17,500	\$5,833	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Cost to Collect Pre-Paid		\$0	\$100	\$200	\$300	\$400	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500
COST OF GOODS SOLD:		\$11,343	\$20,216	\$31,700	\$53,644	\$59,604	\$69,591	\$78,327	\$89,665	\$81,249	\$80,476	\$90,748	\$93,006	\$93,758	\$93,583	\$93,583	\$93,583	\$93,583
GROSS PROFIT:		-\$691	\$3,670	\$14,314	\$22,078	\$44,583	\$62,562	\$79,794	\$100,749	\$127,481	\$144,577	\$159,277	\$159,012	\$158,924	\$158,102	\$158,102	\$158,102	\$158,102
Operating Expenses:																		
Affinity & Sales Commissions	per unit																	
Affinity Commissions	\$3.00	\$150	\$375	\$975	\$1,650	\$2,325	\$3,000	\$3,675	\$4,425	\$4,950	\$5,250	\$5,700	\$6,150	\$6,300	\$6,300	\$6,300	\$6,300	\$6,300
Long Distance	\$4.00	\$200	\$500	\$1,300	\$2,200	\$3,100	\$4,000	\$4,900	\$5,900	\$6,600	\$7,000	\$7,600	\$8,200	\$8,400	\$8,400	\$8,400	\$8,400	\$8,400
Dial-Up Internet	\$3.00	\$60	\$150	\$390	\$660	\$930	\$1,200	\$1,470	\$1,770	\$1,980	\$2,100	\$2,280	\$2,460	\$2,520	\$2,520	\$2,520	\$2,520	\$2,520
Broadband IP	\$3.00	\$15	\$38	\$98	\$165	\$233	\$300	\$368	\$443	\$495	\$525	\$570	\$615	\$630	\$630	\$630	\$630	\$630
Sales Comm.-Direct Sales																		
Local Service	\$3.08	\$308	\$693	\$1,155	\$2,001	\$2,925	\$3,849	\$4,772	\$5,850	\$6,620	\$7,389	\$8,313	\$8,313	\$8,005	\$7,620	\$7,158	\$6,312	\$5,388
Long Distance	\$1.10	\$110	\$248	\$413	\$715	\$1,045	\$1,375	\$1,705	\$2,090	\$2,365	\$2,640	\$2,970	\$2,970	\$2,860	\$2,723	\$2,558	\$2,255	\$1,925
Dial-Up Internet	\$0.77	\$77	\$173	\$289	\$501	\$732	\$963	\$1,194	\$1,463	\$1,656	\$1,848	\$2,079	\$2,079	\$2,002	\$1,906	\$1,790	\$1,579	\$1,348
Broadband IP	\$2.20	\$220	\$495	\$825	\$1,430	\$2,090	\$2,750	\$3,410	\$4,180	\$4,730	\$5,280	\$5,940	\$5,940	\$5,720	\$5,445	\$5,115	\$4,510	\$3,850
Rent Homestead NOC		\$1,200	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200
Rent Homestead CO		\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$400
Rent Miami Office		\$1,300	\$1,300	\$1,300	\$1,300	\$1,300	\$1,300	\$1,300	\$1,300	\$1,300	\$1,300	\$1,300	\$1,300	\$1,300	\$1,300	\$1,300	\$1,300	\$1,300
Staff:	persons																	
Administrative	5	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932
Tech. & Clerical	9	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497
Employee Benefits		\$11,564	\$11,564	\$11,564	\$11,564	\$11,564	\$11,564	\$11,564	\$11,564	\$11,564	\$11,564	\$11,564	\$11,564	\$11,564	\$11,564	\$11,564	\$11,564	\$11,564
Insurance		\$1,000	\$1,025	\$1,051	\$1,077	\$1,104	\$1,131	\$1,160	\$1,189	\$1,218	\$1,249	\$1,280	\$1,312	\$1,345	\$1,379	\$1,413	\$1,448	\$1,485
Telephone		\$1,000	\$1,025	\$1,051	\$1,077	\$1,104	\$1,131	\$1,160	\$1,189	\$1,218	\$1,249	\$1,280	\$1,312	\$1,345	\$1,379	\$1,413	\$1,448	\$1,485
Electricity		\$1,000	\$1,025	\$1,051	\$1,077	\$1,104	\$1,131	\$1,160	\$1,189	\$1,218	\$1,249	\$1,280	\$1,312	\$1,345	\$1,379	\$1,413	\$1,448	\$1,485
Legal		\$1,250	\$1,375	\$1,513	\$1,664	\$1,830	\$2,013	\$2,214	\$2,436	\$2,679	\$2,947	\$3,242	\$3,566	\$3,923	\$4,315	\$4,747	\$5,222	\$5,744
Accounting		\$800	\$840	\$882	\$926	\$972	\$1,021	\$1,072	\$1,126	\$1,182	\$1,241	\$1,303	\$1,368	\$1,437	\$1,509	\$1,584	\$1,663	\$1,746
Regulatory Consul		\$1,250	\$1,250	\$1,250	\$1,250	\$1,250	\$1,250	\$1,250	\$1,250	\$1,250	\$1,250	\$1,250	\$1,250	\$1,250	\$1,250	\$1,250	\$1,250	\$1,250
Billing Costs		\$225	\$525	\$1,050	\$1,800	\$2,588	\$3,375	\$4,163	\$5,063	\$5,700	\$6,225	\$6,900	\$7,125	\$7,200	\$7,200	\$7,200	\$7,200	\$7,200
Tax Payment Dist.		\$150	\$350	\$700	\$1,200	\$1,725	\$2,250	\$2,775	\$3,375	\$3,800	\$4,150	\$4,600	\$4,750	\$4,800	\$4,800	\$4,800	\$4,800	\$4,800
Office Supplies		\$100	\$105	\$110	\$116	\$122	\$128	\$134	\$141	\$148	\$155	\$163	\$171	\$180	\$189	\$198	\$208	\$218
Printing		\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500
Travel		\$500	\$525	\$551	\$579	\$608	\$638	\$670	\$704	\$739	\$776	\$814	\$855	\$898	\$943	\$990	\$1,039	\$1,091
Advertising/Promo		\$1,000	\$1,075	\$1,156	\$1,242	\$1,335	\$1,436	\$1,543	\$1,659	\$1,783	\$1,917	\$2,061	\$2,216	\$2,382	\$2,560	\$2,752	\$2,959	\$3,181
Association Fees		\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000
Repair and Maintenance:		\$1,000	\$1,050	\$1,103	\$1,158	\$1,216	\$1,276	\$1,340	\$1,407	\$1,477	\$1,551	\$1,629	\$1,710	\$1,796	\$1,886	\$1,980	\$2,079	\$2,183
Debt Service:		\$0	\$18,555	\$18,555	\$18,555	\$18,555	\$18,555	\$18,555	\$18,555	\$18,555	\$18,555	\$18,555	\$18,555	\$18,555	\$18,555	\$18,555	\$18,555	\$18,555
Total Operational Expense:		\$70,808	\$73,234	\$77,303	\$82,880	\$88,729	\$94,611	\$100,527	\$107,239	\$112,203	\$116,385	\$121,648	\$124,068	\$124,730	\$124,724	\$124,605	\$123,663	\$122,621
MONTHLY CASH FLOW																		
PROFIT/LOSS:		-\$71,499	-\$69,564	-\$62,989	-\$60,802	-\$44,146	-\$32,049	-\$20,733	-\$6,491	\$15,278	\$28,191	\$37,629	\$34,944	\$34,194	\$33,378	\$33,497	\$34,438	\$35,481
Cummulative Profit/Loss:		-\$71,499	-\$141,063	-\$204,052	-\$264,854	-\$309,000	-\$341,049	-\$361,782	-\$368,273	-\$352,994	-\$324,803	-\$287,174	-\$252,230	-\$218,036	-\$184,658	-\$151,161	-\$116,722	-\$81,241
CASH ANALYSIS:	Starting:																	
Working Capital in Bank	\$375,000																	
Adjusted Cash Bal after P/L		\$303,501	\$233,937	\$170,948	\$110,146	\$66,000	\$33,951	\$13,218	\$6,727	\$22,006	\$50,197	\$87,826	\$122,770	\$156,964	\$190,342	\$223,839	\$258,278	\$293,759
Long Distance Prepayments	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000
Bell South Deposit	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000
Current Assets:	\$457,000	\$385,501	\$315,937	\$252,948	\$192,146	\$148,000	\$115,951	\$95,218	\$88,727	\$104,006	\$132,197	\$169,826	\$204,770	\$238,964	\$272,342	\$305,839	\$340,278	\$375,759

	18	19	20	21	22	23	24
TOTAL GROSS INCOME:	\$251,685	\$251,685	\$251,685	\$251,685	\$251,685	\$251,685	\$251,685
Expenses:							
Cost Goods Sold:							
Bell South Service Orders	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Bell South Direct Install(non-re)	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Local Service Direct	\$23,709	\$23,709	\$23,709	\$23,709	\$23,709	\$23,709	\$23,709
Local Service Re-Billed	\$52,178	\$52,178	\$52,178	\$52,178	\$52,178	\$52,178	\$52,178
Long Distance	\$9,600	\$9,600	\$9,600	\$9,600	\$9,600	\$9,600	\$9,600
Dial-Up Internet	\$3,853	\$3,853	\$3,853	\$3,853	\$3,853	\$3,853	\$3,853
Broadband IP	\$3,744	\$3,744	\$3,744	\$3,744	\$3,744	\$3,744	\$3,744
Digital to Analogue Port Chg	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Cost to Collect Pre-Paid	\$500	\$500	\$500	\$500	\$500	\$500	\$500
COST OF GOODS SOLD:	\$93,583	\$93,583	\$93,583	\$93,583	\$93,583	\$93,583	\$93,583
GROSS PROFIT:	\$158,102	\$158,102	\$158,102	\$158,102	\$158,102	\$158,102	\$158,102
Operating Expenses:							
Affinity & Sales Commissions							
Affinity Commissions	\$6,300	\$6,300	\$6,300	\$6,300	\$6,300	\$6,300	\$6,300
Long Distance	\$8,400	\$8,400	\$8,400	\$8,400	\$8,400	\$8,400	\$8,400
Dial-Up Internet	\$2,520	\$2,520	\$2,520	\$2,520	\$2,520	\$2,520	\$2,520
Broadband IP	\$630	\$630	\$630	\$630	\$630	\$630	\$630
Sales Comm.-Direct Sales							
Local Service	\$4,464	\$3,541	\$2,463	\$1,693	\$924	\$0	\$0
Long Distance	\$1,595	\$1,265	\$880	\$605	\$330	\$0	\$0
Dial-Up Internet	\$1,117	\$886	\$616	\$424	\$231	\$0	\$0
Broadband IP	\$3,190	\$2,530	\$1,760	\$1,210	\$660	\$0	\$0
Rent Homestead NOC	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200	\$1,200
Rent Homestead CO	\$400	\$400	\$400	\$400	\$400	\$400	\$400
Rent Miami Office	\$1,300	\$1,300	\$1,300	\$1,300	\$1,300	\$1,300	\$1,300
Staff:							
Administrative	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932	\$21,932
Tech. & Clerical	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497	\$22,497
Employee Benefits	\$11,564	\$11,564	\$11,564	\$11,564	\$11,564	\$11,564	\$11,564
Insurance	\$1,522	\$1,560	\$1,599	\$1,639	\$1,680	\$1,722	\$1,765
Telephone	\$1,522	\$1,560	\$1,599	\$1,639	\$1,680	\$1,722	\$1,765
Electricity	\$1,522	\$1,560	\$1,599	\$1,639	\$1,680	\$1,722	\$1,765
Legal	\$6,318	\$6,950	\$7,645	\$8,409	\$9,250	\$10,175	\$11,193
Accounting	\$1,834	\$1,925	\$2,022	\$2,123	\$2,229	\$2,340	\$2,457
Regulatory Consul	\$1,250	\$1,250	\$1,250	\$1,250	\$1,250	\$1,250	\$1,250
Billing Costs	\$7,200	\$7,200	\$7,200	\$7,200	\$7,200	\$7,200	\$7,200
Tax Payment Dist.	\$4,800	\$4,800	\$4,800	\$4,800	\$4,800	\$4,800	\$4,800
Office Supplies	\$229	\$241	\$253	\$265	\$279	\$293	\$307
Travel	\$500	\$500	\$500	\$500	\$500	\$500	\$500
Travel	1,146	1,203	1,263	1,327	1,393	1,463	1,536
Advertising/Promo	3,419	3,676	3,951	4,248	4,566	4,909	5,277
Association Fees	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000
Repair and Maintenance:	\$2,292	\$2,407	\$2,527	\$2,653	\$2,786	\$2,925	\$3,072
Debt Service:	\$18,555	\$18,555	\$18,555	\$18,555	\$18,555	\$18,555	\$18,555
Total Operational Expense:	\$121,662	\$120,795	\$119,669	\$119,366	\$119,180	\$118,763	\$120,629
MONTHLY CASH FLOW							
PROFIT/LOSS:	\$36,439	\$37,307	\$38,432	\$38,735	\$38,922	\$39,339	\$37,473
Cummulative Profit/Loss:	-\$44,802	-\$7,496	\$30,937	\$69,672	\$108,594	\$147,933	\$185,406
CASH ANALYSIS:							
Working Capital in Bank							
Adjusted Cash Bal after P/L	\$330,198	\$367,504	\$405,937	\$444,672	\$483,594	\$522,933	\$560,406
Long Distance Prepayments	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000	\$40,000
Bell South Deposit	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000	\$42,000
Current Assets:	\$412,198	\$449,504	\$487,937	\$526,672	\$565,594	\$604,933	\$642,406

P04000066/22

(Requestor's Name)

(Address)

(Address)

(City/State/Zip/Phone #)

PICK-UP WAIT MAIL

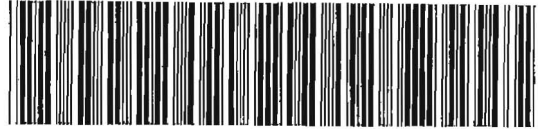
(Business Entity Name)

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LAZARUS CORPORATE FILING SERVICE

3320 S.W. 87 AVENUE

MIAMI, FLORIDA (305)552-5973

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CORPORATION NAME(S) & DOCUMENT NUMBER(S) (if known):

1. RINGSOUTH TELECOM, CORP.
(Corporation Name) (Document #)
2. _____
(Corporation Name) (Document #)
3. _____
(Corporation Name) (Document #)
4. _____
(Corporation Name) (Document #)

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 Pick up time 2.00
 Certified Copy
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 Will wait
 Photocopy
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NEW FILINGS	
<input checked="" type="checkbox"/>	Profit
<input type="checkbox"/>	NonProfit
<input type="checkbox"/>	Limited Liability
<input type="checkbox"/>	Domestication
<input type="checkbox"/>	Other

AMENDMENTS	
<input type="checkbox"/>	Amendment
<input type="checkbox"/>	Resignation of R.A., Officer/Director
<input type="checkbox"/>	Change of Registered Agent
<input type="checkbox"/>	Dissolution/Withdrawal
<input type="checkbox"/>	Merger

OTHER FILINGS	
<input type="checkbox"/>	Annual Report
<input type="checkbox"/>	Fictitious Name
<input type="checkbox"/>	Name Reservation

REGISTRATION/QUALIFICATION	
<input type="checkbox"/>	Foreign
<input type="checkbox"/>	Limited Partnership
<input type="checkbox"/>	Reinstatement
<input type="checkbox"/>	Trademark
<input type="checkbox"/>	Other

Examiner's Initials

ARTICLES OF INCORPORATION

The undersigned Incorporator(s), for the purpose of forming a corporation under the Florida Business Corporation Act, hereby adopt(s) the following Articles of Incorporation.

ARTICLE I - NAME

The name of the corporation shall be:

RINGSOUTH TELECOM, CORP

ARTICLE II - PRINCIPAL OFFICE

The principal place of business and mailing of this corporation shall be:

1403 W FLAGLER ST
MIAMI, FLORIDA, 33135

ARTICLE III - SHARES

The number of shares of stock that this corporation is authorized to have outstanding at any one time is:

100

ARTICLES IV - INITIAL REGISTERED AGENT AND STREET ADDRESS

The name and address of the initial registered agent is:

JUAN A. GOMEZ
1403 W FLAGLER ST
MIAMI, FLORIDA, 33135

2009 APR 21 A 9 44
SECRETARY OF STATE
TALLAHASSEE, FLORIDA

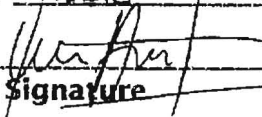
FILED

ARTICLE V - INCORPORATOR

The name and street address of the incorporator to these Articles of Incorporation is:

JUAN A. GOMEZ
1403 W FLAGLER ST
MIAMI, FLORIDA, 33135

The undersigned incorporator has executed these Articles of Incorporation this 20 day of ABRIL 2004


Signature

ARTICLE VI- DIRECTOR(S)

The name(s) and street address(es) of the director(s) to these Articles of Incorporation is (are):

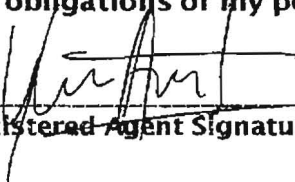
JUAN A. GOMEZ PRESIDENT
1403 W FLAGLER ST
MIAMI, FLORIDA, 33135

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SECRETARY OF STATE
TALLAHASSEE, FLORIDA

FILED

CERTIFICATE OF DESIGNATION OF REGISTERED AGENT /REGISTERED OFFICE

Having been named as Registered Agent and to accept service of process for the above stated corporation at place designated in this certificate, I hereby accept the appointment as Registered Agent and agree to act in this capacity. I further agree to comply with the provisions of all statutes related to the proper and complete performance of my duties, and I am familiar with and accept the obligations of my position as Registered Agent.


Registered Agent Signature



FLORIDA DEPARTMENT OF STATE
Glenda E. Hood
Secretary of State

April 22, 2004

LAZARUS

The Articles of Incorporation for RINGSOUTH TELECOM, CORP were filed on April 21, 2004 and assigned document number P04000066122. Please refer to this number whenever corresponding with this office regarding the above corporation. The certification you requested is enclosed.

PLEASE NOTE: Compliance with the following procedures is essential to maintaining your corporate status. Failure to do so may result in dissolution of your corporation.

A corporation annual report must be filed with this office between January 1 and May 1 of each year beginning with the calendar year following the year of the filing/effective date noted above and each year thereafter. Failure to file the annual report on time may result in administrative dissolution of your corporation.

A federal employer identification (FEI) number must be shown on the annual report form prior to its filing with this office. Contact the Internal Revenue Service to insure that you receive the FEI number in time to file the annual report. To obtain a FEI number, contact the IRS at 1-800-829-3676 and request form SS-4.

Should your corporate mailing address change, you must notify this office in writing, to insure important mailings such as the annual report notices reach you.

Should you have any questions regarding corporations, please contact this office at the address given below.

Loria Poole, Document Specialist
New Filings Section

Letter Number: 904A00026663

State of Florida



Department of State

I certify the attached is a true and correct copy of the Articles of Incorporation of RINGSOUTH TELECOM, CORP, a Florida corporation, filed on April 21, 2004, as shown by the records of this office.

The document number of this corporation is P04000066122.

Given under my hand and the
Great Seal of the State of Florida
at Tallahassee, the Capitol, this the
Twenty-second day of April, 2004



CR2EO22 (2-03)

Glenda E. Hood
Glenda E. Hood
Secretary of State

ARTICLES OF INCORPORATION

The undersigned Incorporator(s), for the purpose of forming a corporation under the Florida Business Corporation Act, hereby adopt(s) the following Articles of Incorporation.

ARTICLE I - NAME

The name of the corporation shall be:

RINGSOUTH TELECOM, CORP

ARTICLE II - PRINCIPAL OFFICE

The principal place of business and mailing of this corporation shall be:

1408 W FLAGLER ST
MIAMI, FLORIDA, 33135

ARTICLE III - SHARES

The number of shares of stock that this corporation is authorized to have outstanding at any one time is:

100

ARTICLES IV - INITIAL REGISTERED AGENT AND STREET ADDRESS

The name and address of the initial registered agent is:

JUAN A. GOMEZ
1408 W FLAGLER ST
MIAMI, FLORIDA, 33135

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SECRETARY OF STATE
TALLAHASSEE, FLORIDA

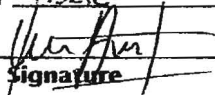
FILED

ARTICLE V - INCORPORATOR

The name and street address of the incorporator to these Articles of Incorporation is:

JUAN A. GOMEZ
1403 W FLAGLER ST
MIAMI, FLORIDA, 33135

The undersigned incorporator has executed these Articles of Incorporation this 20 day of APRIL 2004


Signature

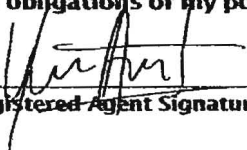
ARTICLE VI- DIRECTOR(S)

The name(s) and street address(es) of the director(s) to these Articles of Incorporation is (are):

JUAN A. GOMEZ PRESIDENT
1403 W FLAGLER ST
MIAMI, FLORIDA, 33135

CERTIFICATE OF DESIGNATION OF REGISTERED AGENT /REGISTERED OFFICE

Having been named as Registered Agent and to accept service of process for the above stated corporation at place designated in this certificate, I hereby accept the appointment as Registered Agent and agree to act in this capacity. I further agree to comply with the provisions of all statutes related to the proper and complete performance of my duties, and I am familiar with and accept the obligations of my position as Registered Agent.


Registered Agent Signature

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