

SCANNED

TELEPHONE SYSTEMS

July 7, 1999

Florida Public Service Commission  
Division of Communications  
Certification & Compliance Section  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399-0866

990881-TX

To Whom It May Concern:

Enclosed is our Application Form for Authority to provide Alternative Local Exchange Service within the State of Florida (original and six copies) and all required documentation, and, our Florida Price List (original and six copies). Our check #6736 in the amount of \$250.00 for our application fee is attached.

Yours truly,

Sharon Allen  
Secretary

enc: Application (6)  
Documentation (6)  
Price List (6)  
Check #6736

cc: file

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

Initials of person who forwarded check:  
*[Handwritten initials]*

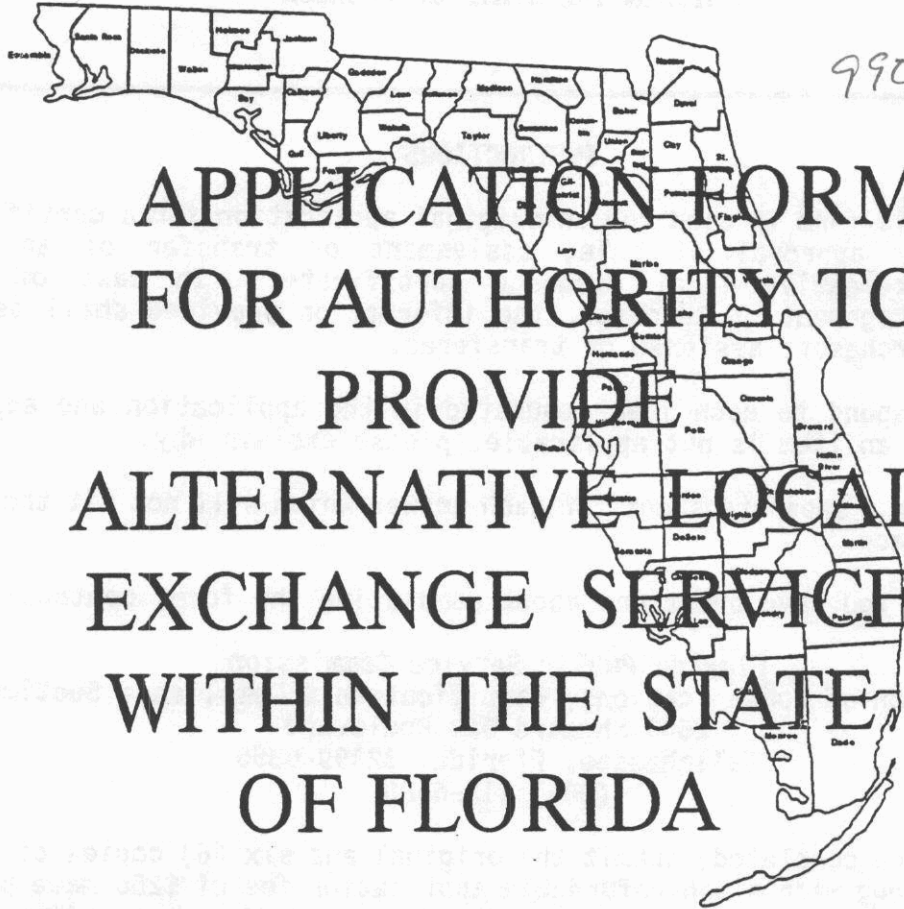
DOCUMENT NUMBER-DATE

00111 JUL-7 99

FPSC-RECORDS/REPORTING

1013 M.L. King Blvd. S.  
Tallahassee, FL 32301  
(850) 224-3918

ORIGINAL



990881-TX

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

DOCUMENT NUMBER-DATE

08111 JUL-78

FRSO RECORDS/REPORTING

JAM  
FLORIDA PUBLIC SERVICE COMMISSION  
CAPITAL CIRCLE OFFICE CENTER - 2540 SHUMARD OAK BOULEVARD  
TALLAHASSEE, FLORIDA 32399-0850

APPLICATION FORM  
for

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

XT-1880PP  

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**INSTRUCTIONS**

1. This form is used for an original application for a certificate and for approval of sale, assignment or transfer of an existing alternative local exchange certificate. In case of a sale, assignment or transfer, the information provided shall be for the purchaser, assignee or transferee.
2. Respond to each item requested in the application and appendices. If an item is not applicable, please explain why.
3. Use a separate sheet for each answer which will not fit the allotted space.
4. If you have questions about completing the form, contact:

Florida Public Service Commission  
Division of Communications, Certification & Compliance Section  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399-0866  
(904) 413-6600

5. Once completed, submit the original and six (6) copies of this form along with a non-refundable application fee of \$250 made payable to the Florida Public Service Commission at the above address.
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1. This is an application for (check one):

**Original authority (new company)**

**Approval of transfer (to another certificated company)**

Example, a certificated company purchases an existing company and desires to retain the original certificate authority.

**Approval of assignment of existing certificate (to a noncertificated company)**

Example, a non-certificated company purchases an existing company and desires to retain the certificate of authority rather than apply for a new certificate.

**Approval for transfer of control (to another certificated company)**

Example, a company purchases 51% of a certificated company. The Commission must approve the new controlling entity.

2. Name of applicant:

TELEPHONE SYSTEMS OF GEORGIA INC

3. A. National mailing address including street name, number, post office box, city, state, zip code, and phone number.

1013 M.L. King Blvd., S.  
Tallahassee, Florida 32301  
850 224-3918

B. Florida mailing address including street name, number, post office box, city, state, zip code, and phone number.

1013 M.L. King Blvd., S.  
Tallahassee, Florida 32301  
850 224-3918

C. Physical address of alternative local exchange service in Florida including street name, number, post office box, city, zip code and phone number.

1013 M.L. King Blvd., S.  
Tallahassee, Florida 32301  
850 224-3918

4. Structure of organization:

- Individual  Corporation  
 Foreign Corporation  Foreign Partnership  
 General Partnership  Limited Partnership  
 Joint Venture  Other, Please explain \_\_\_\_\_

5. If incorporated, please provide proof from the Florida Secretary of State that the applicant has authority to operate in Florida.

Corporate charter number: J01663

6. Name under which the applicant will do business (d/b/a):

Telephone Systems of Georgia, Inc.

7. If applicable, please provide proof of fictitious name (d/b/a) registration.

N/A  
Fictitious name registration number: \_\_\_\_\_

8. If applicant is an individual, partnership, or joint venture, please give name, title and address of each legal entity.

N/A

9. State whether any of the officers, directors, or any of the ten largest stockholders have previously been 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

10. Please provide the name, title, address, telephone number, internet address, and facsimile number for the person serving as ongoing liaison with the Commission, and if different, the liaison responsible for this application.

Sharon Allen, Secretary 850 224-3918 (voice)  
1013 M.L. King Blvd., S. 850 222-0356 (fax)  
Tallahassee, Fl. 32301 roballen@tsglobal.com

11. Please list other states in which the applicant is currently providing or has applied to provide local exchange or alternative local exchange service.

NONE

12. Has the applicant been denied certification in any other state? If so, please list the state and reason for denial.

NO

13. Have penalties been imposed against the applicant in any other state? If so, please list the state and reason for penalty.

NO

14. Please indicate how a customer can file a service complaint with your company.

BY PHONE:	BY MAIL:
Customer Service	Customer Service
1/800/999-1579	1013 M.L. King Blvd., S.
	Tallahassee, Fl. 32301

15. Please provide all available documentation demonstrating that the applicant has the following capabilities to provide alternative local exchange service in Florida.

A. Financial capability.

Regarding the showing of financial capability, the following applies:

The application should contain the applicant's financial statements for the most recent 3 years, including:

SEE  
ATTACHED

1. the balance sheet
2. income statement
3. statement of retained earnings.

Further, a written explanation, which can include supporting documentation, regarding the following should be provided to show financial capability.

1. Please provide documentation that the applicant has sufficient financial capability to provide the requested service in the geographic area proposed to be served.
2. Please provide documentation that the applicant has sufficient financial capability to maintain the requested service.
3. Please provide documentation that the applicant has sufficient financial capability to meet its lease or ownership obligations.

**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.

If available, the financial statements should be audited financial statements.

If the applicant does not have audited financial statements, it shall be so stated. The unaudited financial statements should then be signed by the applicant's chief executive officer and chief financial officer. The signatures should attest that the financial statements are true and correct.

**B. Managerial capability.**

SEE ATTACHED

**C. Technical capability.**

SEE ATTACHED

SEE ATTACHED

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 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".

Official: Sharon Green 7/7/99  
Signature Date

Title: Secretary/Treasurer 850 224 3918  
Telephone Number

Address: 1013 M.L. King Blvd., S.  
Tallahassee, Florida 32301



LAW, REDD, CRONA & MUNROE, P.A., CPA'S  
2727 APALACHEE PARKWAY  
TALLAHASSEE, FLORIDA 32301

ACCOUNTANT'S COMPILATION REPORT

TELEPHONE SYSTEMS OF GEORGIA, INC.  
1013 MARTIN LUTHER KING BLVD. S.  
TALLAHASSEE, FLORIDA 32301

WE HAVE COMPILED THE ACCOMPANYING STATEMENT OF ASSETS, LIABILITIES AND EQUITY - CASH BASIS OF TELEPHONE SYSTEMS OF GEORGIA, INC. (AN S CORPORATION) AS OF DECEMBER 31, 1997, THE RELATED STATEMENT OF REVENUES AND EXPENSES - CASH BASIS FOR THE 12 MONTHS THEN ENDED, AND THE ACCOMPANYING SUPPLEMENTARY INFORMATION CONTAINED IN SCHEDULE 1, WHICH IS PRESENTED FOR SUPPLEMENTARY ANALYSIS PURPOSES, IN ACCORDANCE WITH STATEMENTS ON STANDARDS FOR ACCOUNTING AND REVIEW SERVICES ISSUED BY THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS. THE FINANCIAL STATEMENTS HAVE BEEN PREPARED ON THE CASH BASIS OF ACCOUNTING, WHICH IS A COMPREHENSIVE BASIS OF ACCOUNTING OTHER THAN GENERALLY ACCEPTED ACCOUNTING PRINCIPLES.

A COMPILATION IS LIMITED TO PRESENTING IN THE FORM OF FINANCIAL STATEMENTS INFORMATION THAT IS THE REPRESENTATION OF MANAGEMENT. WE HAVE NOT AUDITED OR REVIEWED THE ACCOMPANYING FINANCIAL STATEMENTS, AND ACCORDINGLY, DO NOT EXPRESS AN OPINION OR ANY OTHER FORM OF ASSURANCE ON THEM.

MANAGEMENT HAS ELECTED TO OMIT SUBSTANTIALLY ALL OF THE DISCLOSURES ORDINARILY INCLUDED IN THE FINANCIAL STATEMENTS PREPARED ON THE CASH BASIS OF ACCOUNTING. IF THE OMITTED DISCLOSURES WERE INCLUDED IN THE FINANCIAL STATEMENTS, THEY MIGHT INFLUENCE THE USER'S CONCLUSIONS ABOUT THE COMPANY'S ASSETS, LIABILITIES, EQUITY, REVENUES AND EXPENSES. ACCORDINGLY, THESE FINANCIAL STATEMENTS ARE NOT DESIGNED FOR THOSE WHO ARE NOT INFORMED ABOUT SUCH MATTERS.


LAW, REDD, CRONA & MUNROE, P.A., CPA'S

JUNE 25, 1999

6/29/99

The below signed corporate officers attest that the financial statements attached are true and correct.

  
Robert Allen, Chief Executive Officer

  
Sharon Allen, Chief Financial Officer

TELEPHONE SYSTEMS OF GEORGIA, INC.  
STATEMENT OF ASSETS, LIABILITIES AND EQUITY  
DECEMBER 31, 1997

ASSETS

CURRENT ASSETS

CASH IN BANK - CHECKING \$ 54,106.04

TOTAL CURRENT ASSETS \$ 54,106.04

FIXED ASSETS

LEASEHOLD IMPROVEMENTS 1,352.97

FURNITURE, FIXTURES & EQUIP. 102,324.81

AIRPLANE 19,541.59

ACCUMULATED DEPRECIATION (106,509.51)

NET FIXED ASSETS 16,709.86

TOTAL ASSETS \$ 70,815.90

SEE ACCOUNTANT'S COMPILATION REPORT

TELEPHONE SYSTEMS OF GEORGIA, INC.  
STATEMENT OF ASSETS, LIABILITIES AND EQUITY  
DECEMBER 31, 1997

LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES		
FL SALES TAX PAYABLE	\$	472.34
EXCISE TAX PAYABLE		1,081.99
LOT TAX PAYABLE		29.43
BONUS PAYABLE		2,007.50
L/P - TSI/SWITCH UPGRADE		13,000.00
PENSION/PROFIT SHARING PAYABL		<u>6,075.00</u>
TOTAL CURRENT LIABILITIES	\$	22,666.26
LONG-TERM LIABILITIES		
LOANS PAYABLE - TSI		5,483.95
LOANS PAYABLE - STOCKHOLDERS		<u>5,560.64</u>
TOTAL LONG-TERM LIABILITIES		11,044.59
STOCKHOLDERS' EQUITY		
CAPITAL STOCK		1,000.00
ADDITIONAL PAID-IN CAPITAL		18,134.02
RETAINED EARNINGS		7,952.93
NET INCOME (LOSS)		<u>10,018.10</u>
TOTAL STOCKHOLDERS' EQUITY		<u>37,105.05</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$	<u>70,815.90</u>

SEE ACCOUNTANT'S COMPILATION REPORT

TELEPHONE SYSTEMS OF GEORGIA, INC.  
STATEMENT OF INCOME  
FOR PERIOD ENDING DECEMBER 31, 1997

	<u>12 MONTHS ENDED</u> <u>DECEMBER 31, 1997</u>	<u>PCT</u>
INCOME		
LONG DISTANCE CHARGES	\$ 559,432.70	100.00
TOTAL INCOME	<u>559,432.70</u>	<u>100.00</u>
DIRECT COST OF USAGE		
THOMASVILLE ROTARY	57.87	0.01
BAINBRIDGE ROTARY	113,712.47	20.33
FLORIDA - OUT WATS	19,592.01	3.50
MCI 800	36,514.54	6.53
T1 CIRCUIT	16,913.20	3.02
FIBERNET SERVICE	<u>216,792.76</u>	<u>38.75</u>
TOTAL DIRECT COST OF USAGE	<u>403,582.85</u>	<u>72.14</u>
GROSS PROFIT (LOSS)	<u>155,849.85</u>	<u>27.86</u>
GENERAL OPERATING EXPENSE		
OFFICE PHONE EXPENSE	7,631.30	1.36
AUTO EXPENSE	2,285.74	0.41
AIRPLANE EXPENSE	1,539.65	0.28
ACCOUNTING AND LEGAL	2,694.00	0.48
RENT/MAINTENANCE	9,455.35	1.69
DEPRECIATION	17,320.18	3.10
POSTAGE AND FREIGHT	1,440.86	0.26
UTILITIES	2,721.81	0.49
TAXES	13,868.00	2.48
LICENSES AND PERMITS	614.25	0.11
SECURITY	951.22	0.17
INSURANCE EXPENSE	3,272.77	0.59
OFFICE & COMP MAINT/SUP	1,494.87	0.27
BILLING EXPENSE	1,840.83	0.33
SALARIES	339.06	0.06
OFFICER SALARIES	72,076.22	12.88
BANK CHARGES	34.90	0.01
DUES AND SUBSCRIPTIONS	973.20	0.17
NEW SITE EXPENSE	2,639.00	0.47
PROFIT SHARING	<u>6,075.00</u>	<u>1.09</u>
TOTAL GENERAL EXPENSES	<u>\$ 149,268.21</u>	<u>26.68</u>

SEE ACCOUNTANT'S COMPILATION REPORT

TELEPHONE SYSTEMS OF GEORGIA, INC.  
STATEMENT OF INCOME  
FOR PERIOD ENDING DECEMBER 31, 1997

	<u>12 MONTHS ENDED</u> <u>DECEMBER 31, 1997</u>	<u>PCT</u>
OTHER INCOME		
CONSULTING	\$ 114.12	0.02
LABOR REIMBURSEMENT	<u>12,062.62</u>	<u>2.16</u>
TOTAL OTHER INCOME	<u>12,176.74</u>	<u>2.18</u>
OTHER EXPENSES		
LOSS ON ABANDONED ASSET	<u>8,740.28</u>	<u>1.56</u>
TOTAL OTHER EXPENSES	<u>8,740.28</u>	<u>1.56</u>
NET INCOME (LOSS)	<u>\$ 10,018.10</u>	<u>1.79</u>

SEE ACCOUNTANT'S COMPILATION REPORT

SCHEDULE 1TELEPHONE SYSTEMS OF GEORGIA, INC.  
SCHEDULE OF SUBSIDIARY ACCOUNTS  
FOR THE PERIOD ENDING DECEMBER 31, 1997

	12 MONTHS ENDED DECEMBER 31, 1997	PCT
AUTO EXPENSE		
GAS/MAINTENANCE	\$ 64.50	0.01
MILEAGE CHARGES	2,207.00	0.39
AUTO REIMBURSEMENT-EMPLOYEES	<u>14.24</u>	<u>0.00</u>
TOTAL AUTO EXPENSE	<u>\$ 2,285.74</u>	<u>0.41</u>
AIRPLANE EXPENSE		
RENT	\$ 1,448.28	0.26
GAS/MAINTENANCE	<u>91.37</u>	<u>0.02</u>
TOTAL AIRPLANE EXPENSE	<u>\$ 1,539.65</u>	<u>0.28</u>
RENT		
BLDG RENT/MAINTENANCE-TLH	\$ 6,455.35	1.15
BLDG RENT/MAINTENANCE-ALB	<u>3,000.00</u>	<u>0.54</u>
TOTAL RENT	<u>\$ 9,455.35</u>	<u>1.69</u>
EQUIPMENT REPAIR/INSTALLATION		
OFFICE & COMPUTER MAINT/SUP		
OFFICE MAINTENANCE/SUPPLIES	\$ 457.97	0.08
COMPUTER MAINTENANCE/SUPPLIES	<u>1,036.90</u>	<u>0.19</u>
TOTAL OFFICE & COMPUTER	<u>\$ 1,494.87</u>	<u>0.27</u>

SEE ACCOUNTANT'S COMPILATION REPORT

LAW, REDD, CRONA & MUNROE, P.A., CPA'S  
2727 APALACHEE PARKWAY  
TALLAHASSEE, FLORIDA 32301

ACCOUNTANT'S COMPILATION REPORT

TELEPHONE SYSTEMS OF GEORGIA, INC.  
1013 MARTIN LUTHER KING BLVD. S.  
TALLAHASSEE, FLORIDA 32301

WE HAVE COMPILED THE ACCOMPANYING STATEMENT OF ASSETS, LIABILITIES AND EQUITY - CASH BASIS OF TELEPHONE SYSTEMS OF GEORGIA, INC. (AN S CORPORATION) AS OF DECEMBER 31, 1998, THE RELATED STATEMENT OF REVENUES AND EXPENSES - CASH BASIS FOR THE 12 MONTHS THEN ENDED, AND THE ACCOMPANYING SUPPLEMENTARY INFORMATION CONTAINED IN SCHEDULE 1, WHICH IS PRESENTED FOR SUPPLEMENTARY ANALYSIS PURPOSES, IN ACCORDANCE WITH STATEMENTS ON STANDARDS FOR ACCOUNTING AND REVIEW SERVICES ISSUED BY THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS. THE FINANCIAL STATEMENTS HAVE BEEN PREPARED ON THE CASH BASIS OF ACCOUNTING, WHICH IS A COMPREHENSIVE BASIS OF ACCOUNTING OTHER THAN GENERALLY ACCEPTED ACCOUNTING PRINCIPLES.

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LAW, REDD, CRONA & MUNROE, P.A., CPA'S

JUNE 25, 1999

6/29/99

The below signed corporate officers attest that the financial statements attached are true and correct.

  
Robert Allen, Chief Executive Officer

  
Sharon Allen, Chief Financial Officer

TELEPHONE SYSTEMS OF GEORGIA, INC.  
STATEMENT OF ASSETS, LIABILITIES AND EQUITY  
DECEMBER 31, 1998

ASSETS

CURRENT ASSETS

CASH IN BANK - CHECKING \$ 11,870.81

TOTAL CURRENT ASSETS \$ 11,870.81

FIXED ASSETS

LEASEHOLD IMPROVEMENTS 1,352.97

FURNITURE, FIXTURES & EQUIP. 88,754.61

AIRPLANE 19,541.59

ACCUMULATED DEPRECIATION (103,000.97)

NET FIXED ASSETS 6,648.20

TOTAL ASSETS \$ 18,519.01

SEE ACCOUNTANT'S COMPILATION REPORT



TELEPHONE SYSTEMS OF GEORGIA, INC.  
STATEMENT OF ASSETS, LIABILITIES AND EQUITY  
DECEMBER 31, 1998

LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES		
FL SALES TAX PAYABLE	\$	633.42
EXCISE TAX PAYABLE		<u>896.82</u>
TOTAL CURRENT LIABILITIES	\$	1,530.24
LONG-TERM LIABILITIES		
LOANS PAYABLE - TSI		5,483.95
LOANS PAYABLE - STOCKHOLDERS		<u>935.83</u>
TOTAL LONG-TERM LIABILITIES		6,419.78
STOCKHOLDERS' EQUITY		
CAPITAL STOCK		1,000.00
ADDITIONAL PAID-IN CAPITAL		18,134.02
RETAINED EARNINGS		17,971.03
NET INCOME (LOSS)		<u>(26,536.06)</u>
TOTAL STOCKHOLDERS' EQUITY		<u>10,568.99</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$	<u>18,519.01</u>

SEE ACCOUNTANT'S COMPILATION REPORT

TELEPHONE SYSTEMS OF GEORGIA, INC.  
STATEMENT OF INCOME  
FOR PERIOD ENDING DECEMBER 31, 1998

	<u>12 MONTHS ENDED</u> <u>DECEMBER 31, 1998</u>	<u>PCT</u>
INCOME		
LONG DISTANCE CHARGES	\$ 390,495.98	100.00
TOTAL INCOME	<u>390,495.98</u>	<u>100.00</u>
DIRECT COST OF USAGE		
BAINBRIDGE ROTARY	81,554.54	20.88
FLORIDA - OUT WATS	48,589.98	12.44
MCI 800	25,112.32	6.43
FEATURE GROUP "B" CIRCUIT	1,576.87	0.40
T1 CIRCUIT	13,206.44	3.38
FIBERNET SERVICE	<u>159,248.64</u>	<u>40.78</u>
TOTAL DIRECT COST OF USAGE	<u>329,288.79</u>	<u>84.33</u>
GROSS PROFIT (LOSS)	<u>61,207.19</u>	<u>15.67</u>
GENERAL OPERATING EXPENSE		
OFFICE PHONE EXPENSE	5,165.70	1.32
AUTO EXPENSE	1,789.10	0.46
AIRPLANE EXPENSE	1,448.28	0.37
ACCOUNTING AND LEGAL	2,674.00	0.68
RENT/MAINTENANCE	5,400.00	1.38
DEPRECIATION	3,311.66	0.85
INTEREST	570.20	0.15
EQUIPMENT REPAIR/INSTALL	1,530.05	0.39
POSTAGE AND FREIGHT	1,219.99	0.31
UTILITIES	3,201.24	0.82
TAXES	10,940.22	2.80
SECURITY	940.28	0.24
INSURANCE EXPENSE	3,256.34	0.83
OFFICE & COMP MAINT/SUP	2,016.38	0.52
BILLING EXPENSE	1,470.66	0.38
OFFICER SALARIES	48,500.00	12.42
DONATIONS	900.00	0.23
MISCELLANEOUS EXPENSE	9.15	0.00
ADMIN FEES - PROFIT SHARING	<u>150.00</u>	<u>0.04</u>
TOTAL GENERAL EXPENSES	<u>\$ 94,493.25</u>	<u>24.20</u>

SEE ACCOUNTANT'S COMPILATION REPORT

TELEPHONE SYSTEMS OF GEORGIA, INC.  
STATEMENT OF INCOME  
FOR PERIOD ENDING DECEMBER 31, 1998

	<u>12 MONTHS ENDED</u> <u>DECEMBER 31, 1998</u>	<u>PCT</u>
OTHER INCOME		
GAIN ON SALE OF ASSETS	\$ <u>6,750.00</u>	<u>1.73</u>
TOTAL OTHER INCOME	<u>6,750.00</u>	<u>1.73</u>
OTHER EXPENSES		
NET INCOME (LOSS)	\$ <u>(26,536.06)</u>	<u>(6.80)</u>

SEE ACCOUNTANT'S COMPILATION REPORT

SCHEDULE 1TELEPHONE SYSTEMS OF GEORGIA, INC.  
SCHEDULE OF SUBSIDIARY ACCOUNTS  
FOR THE PERIOD ENDING DECEMBER 31, 1998

	12 MONTHS ENDED DECEMBER 31, 1998	PCT
AUTO EXPENSE		
AUTO REIMBURSEMENT-EMPLOYEES	\$ 1,789.10	0.46
TOTAL AUTO EXPENSE	<u>\$ 1,789.10</u>	<u>0.46</u>
AIRPLANE EXPENSE		
RENT	\$ 1,448.28	0.37
TOTAL AIRPLANE EXPENSE	<u>\$ 1,448.28</u>	<u>0.37</u>
RENT		
BLDG RENT/MAINTENANCE-TLH	\$ 2,475.00	0.63
BLDG RENT/MAINTENANCE-ALB	<u>2,925.00</u>	<u>0.75</u>
TOTAL RENT	<u>\$ 5,400.00</u>	<u>1.38</u>
EQUIPMENT REPAIR/INSTALLATION		
SWITCH REPAIR/INSTALL	\$ 323.95	0.08
TOTAL EQUIP REPAIR/INST	<u>\$ 323.95</u>	<u>0.08</u>
OFFICE & COMPUTER MAINT/SUP		
OFFICE MAINTENANCE/SUPPLIES	\$ 374.78	0.10
COMPUTER MAINTENANCE/SUPPLIES	<u>1,395.65</u>	<u>0.36</u>
TOTAL OFFICE & COMPUTER	<u>\$ 1,770.43</u>	<u>0.45</u>

SEE ACCOUNTANT'S COMPILATION REPORT

LAW, REDD, CRONA & MUNROE, P.A., CPA'S  
2727 APALACHEE PARKWAY  
TALLAHASSEE, FLORIDA 32301

ACCOUNTANT'S COMPILATION REPORT

TELEPHONE SYSTEMS OF GEORGIA, INC.  
1013 MARTIN LUTHER KING BLVD. S.  
TALLAHASSEE, FLORIDA 32301

WE HAVE COMPILED THE ACCOMPANYING STATEMENT OF ASSETS, LIABILITIES AND EQUITY - CASH BASIS OF TELEPHONE SYSTEMS OF GEORGIA, INC. (AN S CORPORATION) AS OF DECEMBER 31, 1996, THE RELATED STATEMENT OF REVENUES AND EXPENSES - CASH BASIS FOR THE 12 MONTHS THEN ENDED, AND THE ACCOMPANYING SUPPLEMENTARY INFORMATION CONTAINED IN SCHEDULE 1, WHICH IS PRESENTED FOR SUPPLEMENTARY ANALYSIS PURPOSES, IN ACCORDANCE WITH STATEMENTS ON STANDARDS FOR ACCOUNTING AND REVIEW SERVICES ISSUED BY THE AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS. THE FINANCIAL STATEMENTS HAVE BEEN PREPARED ON THE CASH BASIS OF ACCOUNTING, WHICH IS A COMPREHENSIVE BASIS OF ACCOUNTING OTHER THAN GENERALLY ACCEPTED ACCOUNTING PRINCIPLES.

A COMPILATION IS LIMITED TO PRESENTING IN THE FORM OF FINANCIAL STATEMENTS INFORMATION THAT IS THE REPRESENTATION OF MANAGEMENT. WE HAVE NOT AUDITED OR REVIEWED THE ACCOMPANYING FINANCIAL STATEMENTS, AND ACCORDINGLY, DO NOT EXPRESS AN OPINION OR ANY OTHER FORM OF ASSURANCE ON THEM.

MANAGEMENT HAS ELECTED TO OMIT SUBSTANTIALLY ALL OF THE DISCLOSURES ORDINARILY INCLUDED IN THE FINANCIAL STATEMENTS PREPARED ON THE CASH BASIS OF ACCOUNTING. IF THE OMITTED DISCLOSURES WERE INCLUDED IN THE FINANCIAL STATEMENTS, THEY MIGHT INFLUENCE THE USER'S CONCLUSIONS ABOUT THE COMPANY'S ASSETS, LIABILITIES, EQUITY, REVENUES AND EXPENSES. ACCORDINGLY, THESE FINANCIAL STATEMENTS ARE NOT DESIGNED FOR THOSE WHO ARE NOT INFORMED ABOUT SUCH MATTERS.

LAW, REDD, CRONA & MUNROE, P.A., CPA'S

MARCH 11, 1997

6/29/99

The below signed corporate officers attest that the financial statements attached are true and correct.

  
Robert Allen, Chief Executive Officer

  
Sharon Allen, Chief Financial Officer

TELEPHONE SYSTEMS OF GEORGIA, INC.  
STATEMENT OF ASSETS, LIABILITIES AND EQUITY  
CASH BASIS  
DECEMBER 31, 1996

ASSETS

CURRENT ASSETS

CASH IN BANK - CHECKING \$ 35,330.31

TOTAL CURRENT ASSETS \$ 35,330.31

FIXED ASSETS

LEASEHOLD IMPROVEMENTS 1,352.97

FURNITURE, FIXTURES & EQUIP. 112,849.17

AIRPLANE 19,541.59

ACCUMULATED DEPRECIATION (109,418.33)

NET FIXED ASSETS 24,325.40

TOTAL ASSETS \$ 59,655.71

SEE ACCOUNTANT'S COMPILATION REPORT

TELEPHONE SYSTEMS OF GEORGIA, INC.  
STATEMENT OF ASSETS, LIABILITIES AND EQUITY  
CASH BASIS  
DECEMBER 31, 1996

LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES

SOCIAL SECURITY PAYABLE	\$ 612.00
WITHHOLDING TAX PAYABLE	920.00
FL SALES TAX PAYABLE	140.05
EXCISE TAX PAYABLE	1,195.16
LOT TAX PAYABLE	70.55
L/P - TSI/SWITCH UPGRADE	13,000.00
PENSION/PROFIT SHARING PAYABL	<u>5,586.41</u>

TOTAL CURRENT LIABILITIES \$ 21,524.17

LONG-TERM LIABILITIES

LOANS PAYABLE - TSI	5,483.95
LOANS PAYABLE - STOCKHOLDERS	<u>5,560.64</u>

TOTAL LONG-TERM LIABILITIES 11,044.59

STOCKHOLDERS' EQUITY

CAPITAL STOCK	1,000.00
ADDITIONAL PAID-IN CAPITAL	18,134.02
RETAINED EARNINGS	(9,040.58)
NET INCOME (LOSS)	<u>16,993.51</u>

TOTAL STOCKHOLDERS' EQUITY 27,086.95

TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY \$ 59,655.71

SEE ACCOUNTANT'S COMPILATION REPORT

TELEPHONE SYSTEMS OF GEORGIA, INC.  
STATEMENT OF REVENUES AND EXPENSES  
CASH BASIS  
FOR PERIOD ENDING DECEMBER 31, 1996

	<u>12 Months Ended</u> <u>Dec. 31, 1996</u>	<u>Pct</u>
REVENUES		
LONG DISTANCE CHARGES	\$ 634,845.28	100.00
TOTAL REVENUES	<u>634,845.28</u>	<u>100.00</u>
DIRECT COST OF USAGE		
PIC CHANGE CHARGES	409.46	0.06
ACCESS CHARGES	151,081.38	23.80
800 WILTEL 183138	41,691.22	6.57
SPECIAL CIRCUITS	16,567.87	2.61
1+ SWITCHED/DEDICATED	<u>275,632.30</u>	<u>43.42</u>
TOTAL DIRECT COST OF USAGE	<u>485,382.23</u>	<u>76.46</u>
GROSS PROFIT (LOSS)	<u>149,463.05</u>	<u>23.54</u>
GENERAL OPERATING EXPENSE		
OFFICE PHONE EXPENSE	8,457.00	1.33
AUTO EXPENSE	6,021.20	0.95
AIRPLANE EXPENSE	2,283.13	0.36
ACCOUNTING AND LEGAL	2,854.07	0.45
RENT/MAINTENANCE	9,017.57	1.42
DEPRECIATION	12,457.20	1.96
FINES AND PENALTIES	5.52	0.00
INTEREST	0.55	0.00
EQUIPMENT REPAIR/INSTALL	680.56	0.11
POSTAGE AND FREIGHT	1,840.76	0.29
UTILITIES	2,949.05	0.46
TAXES	6,524.59	1.03
LICENSES AND PERMITS	280.20	0.04
SECURITY	860.28	0.14
INSURANCE EXPENSE	6,045.90	0.95
OFFICE & COMP MAINT/SUP	2,347.77	0.37
BILLING EXPENSE	3,232.70	0.51
SALARIES	15,502.70	2.44
OFFICER SALARIES	60,745.61	9.57
COMMISSIONS	2,562.18	0.40
DUES AND SUBSCRIPTIONS	467.00	0.07
ENTERTAINMENT AND MEALS	37.18	0.01
TRAVEL	798.57	0.13
PROFIT SHARING	5,586.41	0.88
ADMIN FEES - PROFIT SHARING	<u>75.00</u>	<u>0.01</u>
TOTAL GENERAL EXPENSES	<u>\$ 151,632.70</u>	<u>23.88</u>

SEE ACCOUNTANT'S COMPILATION REPORT



TELEPHONE SYSTEMS OF GEORGIA, INC.  
STATEMENT OF REVENUES AND EXPENSES  
CASH BASIS  
FOR PERIOD ENDING DECEMBER 31, 1996

	<u>12 Months Ended</u> <u>Dec. 31, 1996</u>	<u>Pct</u>
OTHER REVENUES		
MISCELLANEOUS REVENUES	\$ <u>19,163.16</u>	<u>3.02</u>
TOTAL OTHER REVENUES	<u>19,163.16</u>	<u>3.02</u>
OTHER EXPENSES		
EXCESS OF REVENUES OVER EXPENSES	<u>\$ 16,993.51</u>	<u>2.68</u>

SEE ACCOUNTANT'S COMPILATION REPORT

## FINANCIAL CAPABILITY

Telephone Systems of Georgia, Inc., has sufficient financial capability to provide and maintain local resold services as evidenced by our existing long distance service business that has been in operation in Florida since 1992. Local resold services will be an addition to our current services.

Our switch infrastructure is in place and will accommodate 2,000 lines. All equipment is paid in full and future upgrades can be financed if necessary through Tallahassee State Bank where we have had a banking relationship since 1989.

Approximately 90% of our existing customer base has indicated a desire to use our company to handle their local phone service.

## TECHNICAL CAPABILITY

Telephone Systems of Georgia, Inc., is fully capable to handle the technical aspects of a local service provider as evidenced by our capability as a interexchange carrier. We have provided long distance services for seventeen years as a facilities based carrier. All equipment used in the long distance resale side of our business will be utilized by the local service side of the business. All technicians installing and maintaining our switching equipment have been manufacture certified on the equipment and are required to have additional training every two years.

In addition, Telephone Systems of Georgia, Inc., handles all billing functions in house. All billing software was written specifically for and by our company.

## MANAGERIAL CAPABILITY

The principals of Telephone Systems of Georgia, Inc., have operated a long distance resale company in Florida on two separate occasions; first from 1982 to 1986 as Telephone Systems Long Distance Service, Inc., and currently from 1992 to present as Telephone Systems of Georgia, Inc. Between the years of 1986 to present we have maintained a long distance resale operation in the State of Georgia.

We have experience in the financial management of the company involving purchasing and maintaining facilities and dealing with LEC's and Carrier's in contracting for and provisioning services. We have managed employees in varying numbers in these businesses for seventeen years; both for office staff, customer service support positions, inside and outside technical positions and sales staff.

**TITLE SHEET**

**FLORIDA**

**ALTERNATIVE LOCAL EXCHANGE SERVICES**

This price list contains the descriptions, regulations, and rates applicable to the furnishing of service and facilities for telecommunications services provided by Telephone Systems of Georgia, Inc., with principal offices at 1013 Martin Luther King Blvd., S., Tallahassee, Florida 32301. 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.

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Issued: June 21, 1999

Effective: July 21, 1999

Issued By:

Robert Allen, President  
1013 M.L. King Blvd., S.  
Tallahassee, Florida 32301

**CHECK SHEET**

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

<u>SHEET</u>	<u>REVISION</u>
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
22	Original
23	Original
24	Original

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**TABLE OF CONTENTS**

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Section 3 - Service Description and Rates . . . . . 21

## **SYMBOLS**

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

**D** - Delete or Discontinue

**I** - Change Resulting In An Increase to a Customer's Bill

**M** - Moved From Another Price List Location

**N** - New

**R** - Change Resulting In a Reduction to a Customer's Bill

**T** - Change in Text or Regulation But No Change In Rate or Charge

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**FORMAT**

**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.(i).
- 2.1.1.A.1.(a).i.(i).(1).

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

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**SECTION 1 - TECHNICAL TERMS AND ABBREVIATIONS**

**Call Forwarding** - Allows calls directed to a telephone number to be routed to another user defined telephone number.

**Call Waiting** - Permits a line in the talking state to be alerted by a tone when another call is attempting to complete to the line.

**Caller ID** - A feature that delivers the originating number of an incoming call to the customer.

**Company** - Telephone Systems of Georgia, Inc., the issuer of this tariff.

**Hunting** - A line feature that routes a call to an idle station in a prearranged group when the called line is busy.

**Kb** - Kilobits per second; denotes thousands of bits per second.

**LEC** - The local exchange carrier.

**Local Access Channel** - A circuit that is required in conjunction with a Point to Point T1 for local inbound/outbound calling.

**Measured Local Service** - A service option used in conjunction with dedicated facilities to replace flat rate local access channel service.

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SECTION 1 - TECHNICAL TERMS AND ABBREVIATIONS (cont.)

**Nonrecurring Charges** - One time charges most often associated with installation, ordering, or account establishment.

**Recurring Charges** - The monthly charges to the Customer for services, facilities and equipment, that continue for the agreed upon duration of the service.

**Speed Dial** - A feature that permits a customer to dial selected numbers by using abbreviated codes. Selected numbers are customer changeable.

**T1** - A dedicated facility between the Customer and Telephone Systems of Georgia, Inc.

**Three Way Calling** - A feature that allows a customer to add a third party to an existing conversation.

**Touch Tone** - Tone type address signaling.

**TSG** - Used throughout this tariff to refer to Telephone Systems of Georgia, Inc.

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SECTION 2 - RULES AND REGULATIONS

2.1. Undertaking of the Company

Telephone Systems of Georgia's services and facilities are furnished for communications within the State of Florida under the terms of this price list.

The Company installs, operates and maintains the communications provided herein in accordance with the terms and conditions set forth in 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 the basis of a minimum period of at least one month, unless otherwise provided, and are available twenty-four hours a day, seven days a week. For the purpose of computing charges in this tariff, a month is considered to have 30 days.

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## SECTION 2 - RULES AND REGULATIONS

### 2.2. Limitations

2.2.1. The Company reserves the right to limit or to allocate the use of existing facilities, or of additional facilities offered by the Company when necessary because of lack of facilities, or due to some other cause beyond the Company's control.

2.2.2. The furnishing of service under this tariff is subject to the availability on a continuing basis of all the necessary facilities and is limited to the capacity of the Company's facilities as well as facilities the Company may obtain from other carriers to furnish service from time to time as required at the sole discretion of the company.

2.2.3. All facilities provided under this price list are directly controlled by the Company and the customer may not transfer or assign the use of service or facilities, except with the express written consent of the Company. Such transfer or assignment shall only apply where there is no interruption of the use or location of service. All regulations and conditions contained in this price list shall apply to all such permitted transferees or assignees, as well as all conditions for service.

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

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## SECTION 2 - RULES AND REGULATIONS

### 2.3. Terms and Conditions

2.3.1. Service is provided on the basis of a minimum period of at least one month, 24-hours per day. For the purpose of computing charges in this tariff, a month is considered to have 30 days.

2.3.2. Customers may be required to enter written service orders which shall contain or reference a specific description of the service ordered, the rates to be charged, the duration of the services, and the terms and conditions in this tariff.

2.3.3. Service may be terminated upon verbal request by the customer to the Company.

2.3.4. The Company reserves the right to change the Customer's local services from the resold local services platform to the facilities-based local services platform without notice to or consent of the Customer. In the event that the Company elects to provide local services to the Customer through the Company's facilities-based platform, the Customer agrees to be bound by the terms and conditions of those services contained in this tariff. In the event that a switch in service platforms results in a rate change to the Customer, the Company will comply with the appropriate customer notice regulations.

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## SECTION 2 - RULES AND REGULATIONS

### 2.4. Limitations on Liability

2.4.1. The liability of the Company for damages arising out of either: (1) the furnishing of its services, including but not limited to mistakes, omissions, interruptions, delays, or errors, or other defects, representatives, or use of these services or (2) the failure to furnish its service, whether caused by acts or omission, shall not exceed an amount equal to the charges applicable under this price list (calculated on a proportionate basis where appropriate) to the period during which such error, mistake, omission, interruption or delay occurs.

2.4.2. The Company shall not be liable to a Customer or third party for any direct, indirect, special, incidental, reliance, consequential, exemplary or punitive damages whatsoever, including, but not limited to any act or omission, failure to perform, delay, interruption, failure to provide any service or any failure in or breakdown of facilities associated with the service.

2.4.3. The Company shall not be liable for any delay or failure of performance or equipment due to causes beyond the Company's control, including but not limited to , acts of God, fires, floods, earthquakes, hurricanes, or other catastrophes; national emergencies, insurrections, riots, wars or other civil commotions; strikes, lockouts, work stoppages or other labor difficulties; criminal actions taken against the Company; unavailability, failure or malfunction of equipment or facilities provided by the Customer or third parties; any law, order, regulation or other action of any governing authority or agency thereof; or any unlawful or unauthorized use of the Company's facilities and services.

2.4.4. The Company shall not be liable for any unlawful or unauthorized use of the Company's facilities and services.

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## SECTION 2 - RULES AND REGULATIONS

### 2.4. Limitations on Liability (cont)

2.4.5. The Customer shall indemnify, defend and hold harmless the Company (including the costs of reasonable attorney's fees) against:

2.4.5.A. Claims for libel, slander, invasion of privacy or infringement of patents or copyrights arising from or in connection with the transmission of communications by means of Company provided facilities or services;

2.4.5.B. Any intentional, wrongful act of a Company employee when such act is not within the scope of the employee's responsibilities for the Company and/or is not authorized by the Company; or any representations made by Company employees that are inconsistent with the provisions of this tariff.

2.4.5.C. All other claims (including, without limitation, claims for damage to any business or property, or injury to, or death of, any person) arising out of any act or omission of the Customer, the Customer's agents or Authorized Users, in connection with any service or facilities or equipment provided by the Company.

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## SECTION 2 - RULES AND REGULATIONS

### 2.5. Provision of Equipment and Facilities

2.5.1. Except as otherwise indicated, customer provided station equipment at the Customer's premises for use in connection with this service shall be so constructed, maintained and operated as to work satisfactorily with the facilities of the Company.

2.5.2. The Company shall not be responsible for the installation, operation or maintenance of any Customer provided equipment. Where such equipment is connected to service furnished pursuant to this tariff, the responsibility of the Company shall be limited to the furnishing of services under this tariff and to the maintenance and operation of such services in the proper manner. Subject to this responsibility, the Company shall not be responsible for:

2.5.2.A. The through transmission of signals generated by Customer provided equipment or for the quality of, or defects in, such transmission; or

2.5.2.B. The reception of signals by Customer provided equipment; or Network control signalling where such signalling is performed by Customer provided network control signalling equipment.

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## SECTION 2 - RULES AND REGULATIONS

### 2.6. Interconnection of Facilities

2.6.1. Any special interface equipment necessary to achieve compatibility between the facilities and equipment of the Company used for furnishing Communications Services and the channels, facilities, or equipment of others shall be provided at the Customer's expense.

2.6.2. Communications Services may be connected to the services or facilities of other communications carriers only when authorized by, and in accordance with, the terms and conditions of the tariffs of the other communications carriers which are applicable to such connections.

2.6.3. Facilities furnished under this tariff may be connected to customer provided terminal equipment in accordance with the provisions of this tariff. All such terminal equipment shall be registered by the Federal Communications Commission pursuant to Part 68 of Title 47, Code of Federal Regulations; and all User-provided wiring shall be installed and maintained in compliance with those regulations.

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## SECTION 2 - RULES AND REGULATIONS

### 2.7. Inspections

2.7.1. Upon suitable notification to the Customer, and at a reasonable time, the Company may make such tests and inspections as may be necessary to determine that the Customer is complying with the requirements of this tariff for the installation, operation and maintenance of Customer provided facilities, equipment and wiring in the connection of Customer provided facilities and equipment to Company owned facilities and equipment.

2.7.2. If the protective requirements for Customer provided equipment are not being complied with, the Company may take such action as it deems necessary to protect its facilities, equipment and personnel. The Company will notify the Customer promptly if there is any need for further corrective action. Within ten days of receiving this notice, the Customer must take this corrective action and notify the Company of the action taken. If the Customer fails to do this, the Company may take whatever additional action is deemed necessary, including the suspension of service, to protect its facilities, equipment and personnel from harm.

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SECTION 2 - RULES AND REGULATIONS

2.8. Allowances for Interruptions in Service

2.8.1. Credit allowances for interruptions of service which are not due to the Company's inspection or testing, to the negligence of the Customer, or to the failure of channels, equipment and/or communications systems provided by the Customer, are subject to the general liability provisions set forth in this tariff. 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 within his or her control, or is not in wiring or equipment, if any, furnished by Customer.

2.8.2. No credits will be given for usage sensitive or message rated toll charges due to interruption of service. For services with a monthly recurring charge, no credit shall be allowed for an interruption of continuous duration of less than twenty-four hours.

For purposes of credit computation every month shall be considered to have 30 days. The Customer shall be credited for an interruption of one day (24 hours) or more at the rate of 1/30th of the monthly charge for the services affected for each day that the interruption continues.

**Credit Formula:**

$$\text{Credit} = A/30 \times B$$

**"A"** - outage time in days

**"B"** - total monthly charge for affected service

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## SECTION 2 - RULES AND REGULATIONS

### 2.9. Billing and Payment for Service

The Customer is responsible for the payment of all charges for facilities and services furnished by the Company to the Customer. Charges for installations, service connections, moves or rearrangements are payable upon demand to the Company. Billing thereafter will include recurring charges as defined in this price list.

Service is provided and billed on a monthly basis. Bills are due and payable upon receipt.

#### 2.9.1. Taxes

The Customer is responsible for payment of any fees (including franchise and right-of-way fees), charges, surcharges and taxes (however designated) including without limitation sales, use, gross receipts, excise, access or other taxes, but excluding taxes on the Company's net income, imposed by any local, state or federal government on or based upon the provision, sale or use of Network Services. Fees, charges and taxes imposed by a city, county, or other political subdivision will be collected only from those Customers receiving service within the boundaries of that subdivision.

#### 2.9.2. Late Payment Fees

The Company reserves the right to assess a late payment fee to Customers of 1.5% per month on any past due balance. A balance is considered past due if unpaid thirty (30) days following the date of the bill listing amounts owed by the Customer. Any applicable late payment fees will be assessed according to the terms and conditions of the Company or its billing agent and pursuant to Florida state law.

#### 2.9.3. Return Check Charge

The Company reserves the right to assess a return check charge of \$20.00 whenever a check or draft presented for payment of service is not accepted by the institution upon which it is written. Any applicable return check charges will be assessed according to the terms and conditions of the Company or its billing agent and pursuant to Florida state law.

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## SECTION 2 - RULES AND REGULATIONS

### 2.10. Deposits

The Company does not collect deposits.

### 2.11. Advance Payments

To safeguard its interests, the Company may require a Customer to make an advance payment before services and facilities are furnished. The advance payment will not exceed an amount up to two months of estimated monthly charges. The advance payment will be credited to the Customer's initial bill.

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SECTION 2 - RULES AND REGULATIONS

2.12. Discontinuance of Service for Cause

The Company may discontinue service under the following conditions provided that, unless otherwise stated, the Customer shall be given proper notice to comply with any rule or remedy any deficiency:

2.12.1. For noncompliance with or violation of any State, municipal, or Federal law, ordinance, or regulation pertaining to telephone service.

2.12.2. A violation of any regulation governing the service under this tariff.

2.12.3. Upon nonpayment of any amounts owing to the Company for regulated service for more than 30 days beyond the date of rendition of the bill for such service, or, upon return of a check or draft unpaid for any reason.

2.12.4. Without notice in the event of tampering with the equipment or services provided by Company; in the event of Customer use of equipment or services in such a manner as to adversely affect the Company's service to others; or in the event of any other unauthorized or fraudulent use of service.

2.12.5. For the Customer's breach of contract for service between the Company and Customer.

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Robert Allen, President  
1013 M.L. King Blvd., S.  
Tallahassee, Florida 32301

SECTION 2 - RULES AND REGULATIONS

2.13. Cancellation by Customer

The Customer may have service discontinued upon verbal notice, followed by a written notice to the Company from an authorized Customer representative. The Company shall hold the Customer responsible for payment of all bills for service furnished until the cancellation date specified by the Customer.

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SECTION 3 - SERVICE DESCRIPTIONS AND RATES

3.1. Telephone Systems of Georgia, Inc., is a reseller of local exchange service providing basic local communications services within geographically defined Local Calling Areas. The Local Calling Areas are the same as the Local Calling Areas specified by the incumbent local exchange carrier in the same areas served by the Company. Resold local exchange services include the resale of access lines, local calling and optional calling features. Service is available to business and residential subscribers.

3.2. Basic Local Line Rates and Charges

A subscriber will be charged applicable recurring monthly charges and non-recurring charges as specified below for Basic Local Lines for either Business or Residential use:

3.2.1. New Line Installation Charge

This charge is applied to initial new Basic Local Line installations on each order for service. A separate charge will apply for each new line installed as part of the same service order. All new lines will be assigned a telephone number by the Carrier.

<u>First Line</u>	<u>Each Additional</u>
\$75.00	\$32.75

3.2.2. Monthly Recurring Charges

Customers will be charged a monthly recurring charge for each Basic Local Line plus all applicable Federal and State mandated telecommunications taxes and surcharges as specified below:

<u>Residential</u>	<u>Business</u>
\$9.65	\$21.75

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## SECTION 3 - SERVICE DESCRIPTION AND RATES (cont.)

## 3.2.3. Conversion Charge

This charge is applied to existing Basic Local Service Lines converted to the Carrier's service. All lines will retain their current Local Exchange Carrier assigned telephone numbers.

<u>First Line</u>	<u>Each Additional</u>
\$14.00	\$14.00

## 3.3. Optional Service Features

The following charges apply to features that are not included as part of Basic Local service and are ordered as optional features. Non-recurring installation and monthly recurring charges apply to all orders for optional service features as outlined below:

## 3.3.1. Non-Recurring Installation Charges

Per line unless otherwise noted - \$18.00

## 3.3.2. Monthly charges per Optional Feature

<u>Optional Feature</u>	<u>Monthly Charge</u>
1) Call Waiting	\$ 4.65
2) Call Forwarding	\$ 4.15
3) Three-Way Calling	\$ 3.75
4) Speed Dial	\$ 2.75
5) Caller ID	\$ 9.25
6) Touch Tone	\$ 1.00
7) Hunting (per line)	\$10.90

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## SECTION 3 - SERVICE DESCRIPTION AND RATES (cont.)

## 3.4. Directory Listings

The Company shall provide for a single directory listing (termed the primary listing), in the telephone directory published by the dominant exchange service provider in the Customer's exchange area of the Station number which is designated as the Customer's main billing number.

3.4.1. The Company reserves the right to limit the length of any listing in the directory by abbreviations; refuse a listing which is known not to constitute a legally authorized or adopted name; refuse a listing which contains obscenities in the name; or, refuse a listing which will mislead or deceive calling persons as to the identity of the listed party.

3.4.2. In order for listings to appear in an upcoming directory, the Customer must furnish the listings to the Company in time to meet the directory publishing schedule.

3.4.3. Directory Listing non-recurring and monthly recurring charges are listed below:

<u>Listing</u>	<u>Non-Recurring</u>	<u>Recurring</u>
Non Published Number	\$14.50	\$2.10
Non Directory Listed	\$14.50	\$1.15
Initial White Pages	N/C	N/C
Additional White Pages	\$14.50	\$1.15

## 3.5 Emergency Services (Enhanced 911)

Allows customers to reach appropriate emergency services including police, fire and medical services. Enhanced 911 has the ability to selectively route an emergency call to the primary E911 provider so that it reaches the correct emergency service located closest to the caller. In addition, the customer's address and telephone information will be provided to the primary E911 provider for display at the Public Service Answering Point.

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SERVICE DESCRIPTION AND RATES (cont.)

3.6. Temporary Promotional Programs

The Company may establish temporary promotional programs wherein it may waive or reduce non-recurring or recurring charges, to introduce present or potential Customers to a service not previously received by the Customer.

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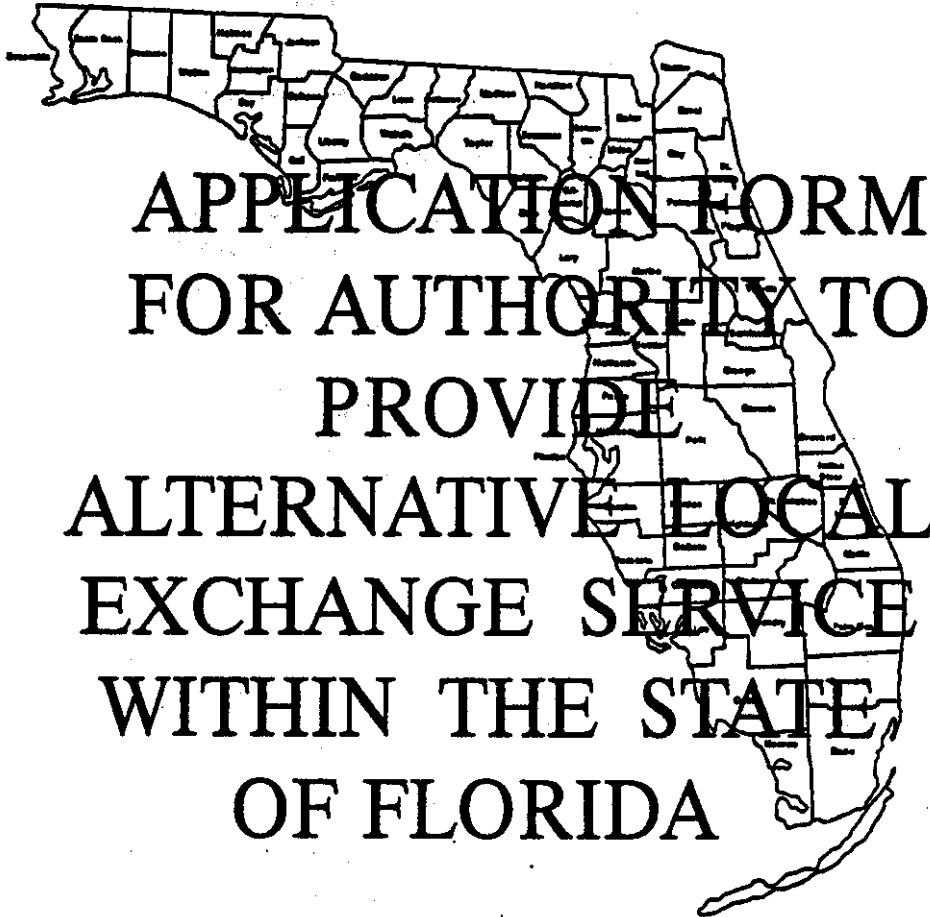
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Tallahassee, Florida 32301

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

TELEPHONE SYSTEMS OF GEORGIA, INC.  
PHONE 850-224-3918  
1013 MARTIN LUTHER KING BLVD., SOUTH  
TALLAHASSEE, FL 32301

6736

63-992/631

7/7 19 99

PAY TO THE ORDER OF

FLORIDA PUBLIC SERVICE COMMISSION

\$ 250.00

Two hundred fifty XX/100

DOLLARS

Security features included. Details on back.

TALLAHASSEE STATE BANK  
TALLAHASSEE OFFICE  
2720 W. TENNESSEE ST.  
TALLAHASSEE, FL 32304

ROBERT OR SHARON ALLEN

FOR APPLICATION FEE

Sharon Allen

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