

Transparent Technology Services Corporation  
dba North Palm Beach Telephone Company  
100 Village Square Crossing, Ste. 105  
Palm Beach Gardens, FL 33410  
(V) 561-207-6100  
(F) 561-207-6101

December 6, 2001

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

*(Handwritten scribble)*

*011628-TX*

Reference: Application Form for Authority To Provide Alternative Local  
Exchange Service Within The State Of Florida

To Whom It May Concern:

Enclosed please find our application accompanied with the appropriate  
documentation and application fee in the amount of \$250.00 for the above  
referenced certificate.

Nancy Pruitt has been extremely pleasant to talk with and invaluable in  
answering my questions as to the preparation of the attached form. However,  
should there be anything which needs clarification or should you have any  
questions whatsoever, please contact me at your convenience at 561-207-6100.

Thank you in advance for your time and consideration.

Sincerely,

*Casey Lynch*

Casey Lynch  
Bookkeeper

:enc.

DOCUMENT NUMBER-DATE  
15314 DEC-7 01  
FPSC-COMMISSION CLERK

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

**DIVISION OF REGULATORY OVERSIGHT**  
**CERTIFICATION SECTION**

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

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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 Records and Reporting***  
**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 Regulatory Oversight**  
**Certification Section**  
**2540 Shumard Oak Blvd.**  
**Tallahassee, Florida 32399-0850**  
**(850) 413-6480**

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## 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:

TRANSPARENT TECHNOLOGY SERVICES CORPORATION

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

NORTH PALM BEACH TELEPHONE COMPANY

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

100 VILLAGE SQUARE CROSSING, STE-105  
PALM BEACH GARDENS, FL 33410

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

100 VILLAGE SQUARE CROSSING, STE. 105  
PALM BEACH GARDENS, FL 33410

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:

797000 108679

**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:

\_\_\_\_\_ 601330900193 \_\_\_\_\_

**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): \_\_\_\_\_**

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.

N/A

(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.

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

(a) The application:

Name: CASEY LYNCH

Title: BOOKKEEPER

Address: 100 VILLAGE SQUARE CROSSING, STE 105

City/State/Zip: PALM BEACH GARDENS, FL 33410

Telephone No.: 561-207-6100 Fax No.: 561-207-6101

Internet E-Mail Address: CASEY@TRANSPARENT-TECHNOLOGY.COM

Internet Website Address: INFO@TRANSPARENT-TECHNOLOGY.COM

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

Name: SUSAN PALAIA  
Title: ADMINISTRATOR  
Address: 100 VILLAGE SQUARE CROSSING, STE 105  
City/State/Zip: PALM BEACH GARDENS, FL 33410  
Telephone No.: 561-207-6100 Fax No.: 561-207-6101

Internet E-Mail Address: SUSAN@TRANSPARENT-TECHNOLOGY.COM  
Internet Website Address: INFO@TRANSPARENT-TECHNOLOGY.COM

(c) Complaints/Inquiries from customers:

Name: SUSAN PALAIA  
Title: ADMINISTRATOR  
Address: 100 VILLAGE SQUARE CROSSING, STE. 105  
City/State/Zip: PALM BEACH GARDENS, FL 33410  
Telephone No.: 561-207-6100 Fax No.: 561-207-6101

Internet E-Mail Address: SUSAN@TRANSPARENT-TECHNOLOGY.COM  
Internet Website Address: INFO@TRANSPARENT-TECHNOLOGY.COM

**17. List the states in which the applicant:**

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

N/A

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

N/A

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

N/A

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(d) has been denied authority to operate as an alternative local exchange company and the circumstances involved.

N/A

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(e) has had regulatory penalties imposed for violations of telecommunications statutes and the circumstances involved.

N/A

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

N/A

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**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. GROSS RECEIPTS TAX:** I understand that all telephone companies must pay a gross receipts tax of two and one-half percent on all intra and interstate business.
- 3. SALES TAX:** I understand that a seven percent sales tax must be paid on intra and interstate revenues.
- 4. APPLICATION FEE:** I understand that a non-refundable application fee of \$250.00 must be submitted with the application.

**UTILITY OFFICIAL:**

THOMAS RIETWYK

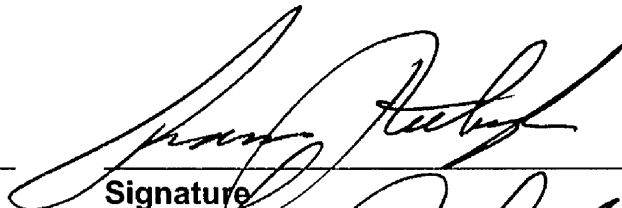
Print Name

CEO

Title

561-207-6100

Telephone No.



Signature

 12/6/01

Date

561-207-6101

Fax No.

Address:

100 VILLAGE SQUARE CROSSING, STE. 105

PALM BEACH GARDENS, FL 33410

**THIS PAGE MUST BE COMPLETED AND SIGNED**

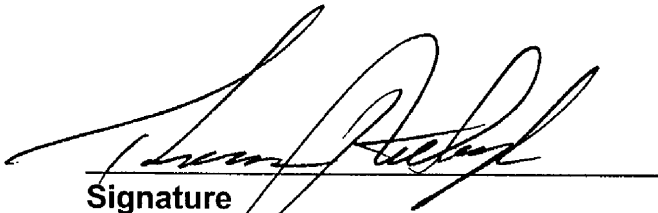
**AFFIDAVIT**

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:

THOMAS RIETWYK  
Print Name

  
Signature

CEO  
Title

12/6/01  
Date

561-207-6100  
Telephone No.

561-207-6101  
Fax No.

Address: 100 VILLAGE SQUARE CROSSING, STE-105  
PALM BEACH GARDENS, FL 33410

**INTRASTATE NETWORK (if available)**

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

**1. POP:** Addresses where located, and indicate if owned or leased.

1)_____	2)_____
_____	_____
3)_____	4)_____
_____	_____

**2. SWITCHES:** Address where located, by type of switch, and indicate if owned or leased.

1)_____	2)_____
_____	_____
3)_____	4)_____
_____	_____

**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)_____	_____
2)_____	_____
3)_____	_____
4)_____	_____

# CERTIFICATE SALE, TRANSFER, OR ASSIGNMENT STATEMENT

I, (Name) \_\_\_\_\_  
(Title) \_\_\_\_\_ of (Name of Company)

and current holder of Florida Public Service Commission Certificate Number # \_\_\_\_\_  
\_\_\_\_\_, have reviewed this application and join in the petitioner's request for a:

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

of the above-mentioned certificate.

## UTILITY OFFICIAL:

\_\_\_\_\_  
**Print Name**

\_\_\_\_\_  
**Signature**

\_\_\_\_\_  
**Title**

\_\_\_\_\_  
**Date**

\_\_\_\_\_  
**Telephone No.**

\_\_\_\_\_  
**Fax No.**

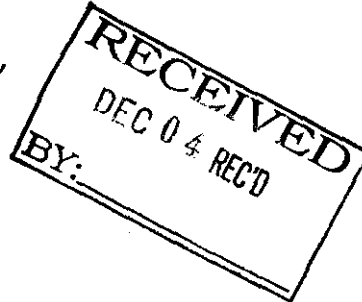
**Address:** \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_



FLORIDA DEPARTMENT OF STATE  
Katherine Harris  
Secretary of State

November 27, 2001

NORTH PALM BEACH TELEPHONE COMPANY  
100 VILLAGE SQUARE CROSSING, STE. 105  
PALM BEACH GARDENS, FL 33410



Subject: **NORTH PALM BEACH TELEPHONE COMPANY**

REGISTRATION NUMBER: **G01330900193**

This will acknowledge the filing of the above fictitious name registration which was registered on November 27, 2001. This registration gives no rights to ownership of the name.

Each fictitious name registration must be renewed every five years between January 1 and December 31 of the expiration year to maintain registration. Three months prior to the expiration date a statement of renewal will be mailed.

**IT IS THE RESPONSIBILITY OF THE BUSINESS TO NOTIFY THIS OFFICE IN WRITING IF THEIR MAILING ADDRESS CHANGES.** Whenever corresponding please provide assigned Registration Number.

Enclosed is your certificate(s) as requested.

Should you have any questions regarding this matter you may contact our office at (850) 488-9000.

/fv

Division of Corporations

Letter No. 001A00062859

# State of Florida



## Department of State

I certify that the attached is a true and correct copy of the Application For Registration of Fictitious Name of NORTH PALM BEACH TELEPHONE COMPANY, registered with the Department of State on November 27, 2001, as shown by the records of this office.

The Registration Number of this Fictitious Name is G01330900193.

Given under my hand and the  
Great Seal of the State of Florida  
at Tallahassee, the Capital, this the  
Twenty-seventh day of November, 2001



CR2EO22 (1-99)

*Katherine Harris*

Katherine Harris  
Secretary of State

Transparent Technology Services Corporation  
dba North Palm Beach Telephone Company  
100 Village Square Crossing, Ste. 105  
Palm Beach Gardens, FL 33410  
(V) 561-207-6100  
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December 6, 2001

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

Reference: Item 18 of ALEC Certificate Application  
A. Managerial Capability  
B. Technical Capability

To Whom It May Concern:

Following is the Professional Background of Thomas Rietwyk, CEO of North Palm Beach Telephone Company, and the resumes (9 total) of our employees which substantiate the sufficient experience we possess to provide and perform both technical and managerial services as they relate to the ALEC Certificate.

Sincerely,



Casey Lynch  
Bookkeeper

:enc.



Thomas Rietwyk  
12932 Inshore Drive  
Palm Beach Gardens, FL 33410

## **Professional Background**

Thomas Rietwyk has been in the technology arena approximately 30 years. He is a graduate of the RCA Institute, T3 Technology Program that was an intensified school of study in mathematics, physics and electronics.

Tom was invited by one of his instructors to do basic research work at Maimonides Medical Center, the Edward Nemeith Research Institute in Brooklyn, NY. Tom spent the next three years doing research and studying the effects of electromagnetic therapy on animals. This background was a natural for his next move into the field of sales.

Tom's sales career began with the sale of X-ray products such as processing solutions, development equipment, recovery, and technical sales. He then went to work for Gould Corp. selling portable defibrillators throughout the New York metropolitan area. He was top in sales in the country and ended up as a Regional Sales Manager over a three-year period.

Through his connection in Gould, Tom worked with manufacturer's reps and felt it would be a financially lucrative move to become a commission only direct rep. He went on and started his own company selling medical products and then ran into the opportunity to be a partner and co developer in the development of the Vitastat Blood Pressure Machine. This was a successful venture and Tom eventually sold his New York franchise of the Vitastat Blood Pressure Machine, moved to Florida and obtained the Florida franchise for this machine which he ended up selling after three years enabling him to retire for the first time.

Retirement wasn't enough so Tom then became a manufacturer's rep for TEC in California selling CRT terminals to original equipment manufacturers. After two years Tom went to Zentec as a salesman and ended up as Vice President of Sales.

Tom then started Transparent Technology in 1986, a full service company that sells and services quality communications equipment. Transparent Technology is an authorized reseller for major manufacturers such as Cisco Systems, Lucent Technologies, Juniper Networks, Alcatel Internetworking, Extreme Networks and the like. The company has been profitable since inception and continues to grow profitably even in the lean times of 2001.

**Jeff Blum**  
**Senior Consultant**  
**Transparent Technology, Inc.**

**Professional Background**

Jeff Blum has been working in the computer networking industry for twelve years. He became qualified as a Novell Certified NetWare Engineer (CNE) in 1991 after working on Novell and Lan Manager networks for three years at a large commercial real estate developer. He then worked at an interstate bank where he researched and designed a four state Wide Area Network (WAN) using NetWare for SAA to connect to multiple AS/400s, and a \$500,000 imaging project to automate the Loan Processing and Servicing Division. While employed at the bank, Jeff received the experience that later helped him to qualify as an Enterprise CNE and become a full-time network consultant.

In the summer of 1993, Jeff Blum worked toward and attained Certified NetWare Instructor (CNI) status. He was the primary instructor and one of the senior consultants for an NAEC and Novell Platinum Reseller located in Ft. Lauderdale, Florida. He consulted and taught for companies such as Office Depot, Coulter Corporation, and Burger King. Jeff then became a Microsoft Certified Trainer (MCT) and Microsoft Certified Systems Engineer (MCSE) through extensive experience with Microsoft Windows NT, Windows 95, MS Exchange and TCP/IP.

Jeff joined the BlockBuster Entertainment Group as a consultant in December 1996 to work in their Wide Area Network group. He helped manage and move a large Cisco Router network from Ft. Lauderdale, FL to Blockbuster's new offices in Dallas, TX. He was a lead designer and manager in a network that supported IP, IPX, Appletalk, SNA and DECNet traffic utilizing OSPF over a network of Point-to-Point T1s, Redundant Frame Relay routers, an ATM link, Token Ring Remote Source-Route Bridges, and Transparent Bridges. The infrastructure consisted of 7513 routers, 4500 routers, 2501/2502 routers, and Catalyst 1900/2900/5000 switches. He also utilized Distributed Network General Sniffers to solve SNA and Token Ring problems, managed and upgraded their corporate DNS structure, and designed/troubleshooted multiple WINS servers for the LAN department.

Jeff has helped many companies like ADT, American Media, Mayor's Jewelers, Mercantile Services ProxyMed and Pediatrix Medical Group grow and maintain their network by keeping long-term relationships with them. Acting in whatever capacity is required (designer, installer, project manager, business consultant and trainer/coach) Jeff has helped their employees overhaul, upgrade, and fine-tune their IS systems.

While still keeping 'hands on' with Windows NT and Novell NetWare servers, Jeff has been focusing on working with Cisco routers, switches, firewalls, and associated management software for the last 2 years. Among many recently completed projects, he designed and installed a new \$650,000 core network for the Sun-Sentinel, built a fully redundant office and web hosting network for Gerald Stevens, Inc., and designed/installed a 30+ router frame relay network for Jan-Bell Marketing. In February 2000, Jeff completed the Cisco CCIE certification process, he is now CCIE #5577. Jeff is very active with the local Cisco sales office and runs the monthly Cisco User Group (CUG) practice lab and training sessions.

**Napoleon E. Crowe**  
3970 NW Cinnamon Circle (temporary)  
Jensen Beach, FL 34957  
Home:(561) 692-8043 Cell:(303) 601-7862  
[lisauc@mindspring.com](mailto:lisauc@mindspring.com)

### *EDUCATION & SPECIAL PROFESSIONAL TRAINING*

- ◆ **PALM BEACH ATLANTIC COLLEGE B.S. May, 1991**  
Double Major: Computer Information Systems & Business Administration
- ◆ **FLORIDA ATLANTIC UNIVERSITY 1992 (Begin Masters Degree Program)**  
Software Engineering

### *CERTIFICATIONS*

Cisco Certified Network Professional - CCNP  
Cisco Certified Design Professional - CCDP  
Cisco Certified Design Associate - CCDA  
Cisco Certified Network Associate - CCNA  
Certified Novell Engineer - CNE - NetWare 3.1X, 4.X  
(Currently pursuing Cisco Certified Internetwork Expert - CCIE)

### *SPECIALTIES, OPERATING SYSTEMS, & PROTOCOLS*

Local/Wide Area Networks	Windows NT	Novell NetWare	NAI Sniffer
Multiprotocol Network Design	Cisco IOS	Catalyst OS	OSPF
Citrix Winframe	Frame Relay	TCP/IP	IPX
BGP	Firewall - 1	EIGRP	ATM

### *EXPERIENCE*

**SBC DATACOMM** **DENVER, CO**  
**Systems Engineer II** **2000 - present**

- ◆ Pre-sales Engineering for a nationwide, multibillion dollar, "Cisco preferred provider", company listed on the NYSE (also the largest reseller of Cisco and Nortel networks).
- ◆ Designed and implemented Cisco, Nortel and Extreme Networks solutions across the full network life cycle, from assessment through operational support.
- ◆ Assisted customers, of one of the largest network integration companies in the U.S, in optimizing networks, through careful assessment of the existing network environment and through analysis of unique business goals, IS resources, budget, time frames and technology needs.
- ◆ Designed and implemented comprehensive technology solutions including Cisco AVVID, campus LAN, content delivery networks, wireless LANs and MANs, firewalls, VoIP, and VPNs, to help customers achieve strategic objectives and grow into future requirements.
- ◆ Planned, designed, delivered and managed end-to-end data, network and e-business integration solutions and delivered open-standard New World broadband and next generation services to customers.
- ◆ Design includes: WAN and LAN design, Routing and Switching, Managed Services, Remote Access, Internet Access, Network Access and Addressing design, Network Assessment, Network Backbone design, Network Management design, Proof-of-Concept Testing and Vulnerability Assessment.
- ◆ Delivery includes: Bill of Material preparation, installation, Logistics coordination, Product Inventory and Procurement, Proposal development, Project Management and Staging.
- ◆ Management includes: Enterprise Network Management-LAN/WAN, Enterprise Network Support and On-Site Engineering.

**INTERLINK GROUP, INC.** **DENVER, CO**  
**Solutions Architect (Consultant)** **1998 - 2000 -**

- ◆ **Denver Health Hospital Authority**
  - Managed hospital LAN/WAN with over 2800 users, using Cisco 8510, 7200VXR, 55XX, 50XX, 29XX, 26XX, 25XX, PIX, and AS5300. Other products involved were HP's Network Node Manager and NAI's Distributed Sniffer.

- Project lead on new IP/IPX scheme for campus and remote sites. This included: IP/IPX/VLAN layout; capacity planning; overhaul of configurations on core and distribution routers/switches; reconfiguration of server farms connectivity; implementation of HSRP and DLsw; custom and fair-weighted queuing; and general updates on all routers and switches on the LAN/WAN.
  - Integrated multiple departments, including the emergency department, into the hospital network.
  - Along with other engineers helped acquire a 99.9% uptime compared to a 66% uptime 2 years previous.
  - Implemented new frame relay/ DSL layout for remote school clinics.
  - Project lead for implementation of dual SONET connections running multilink PPP, ATM for DSL connections, and Frame Relay to multiple vendors.
  - Setup test lab consisting of three Cisco 7206's, a 5005, two 2916's, and multiple 25XX's.
  - Assisted in setup of PIX, access firewall IOS on 7206VXR's, and security strategy for the hospital and it's multiple vendor connections.
  - Worked closely with two hospital employees training them on protocols, efficient routing/switching, concepts of best practices.
- ◆ **City and County of Denver**
    - Assistance with implementation/management of ATM backbone over OC-3 & DS-3 links, providing connectivity to over 5,600 users.
    - Implemented/configured HP Openview (NT) SNMP based network management consisting of 3Com Transcend.
    - Implemented/maintained more than 100 routers and switches, including 3Com CoreBuilder 3500's, 9600's, 7000's & 5000's; Netbuilder II's; Cisco 3640, 25XX & 16XX s; and others.
    - Implemented/configured/maintain Check Point Firewall-1 NT based VPN Firewall.
    - Managed IPX, TCP/IP, Netbios, Netbeui & Appletalk (Etalk) on NT, Netware 3.x, 4.x and 5.0 servers.
    - Managed two city employees in Communications Dept. including tutelage on protocol management, liaison with communication companies to acquire access for outlying areas via T1 & T3 connections, and serve as primary technical contact for all network data communications.
  - ◆ **Distribution Resources Corporation**
    - Design of Firewall-1 and Proxy strategies; Design and implementation of DHCP/DNS/WINS; Digital/analog dial-in access; Implementation of Cisco routers for Internet connectivity/WAN connectivity.

**MERCEDES HOMES, INC.**

**MELBOURNE, FL**

**Senior Network Specialist/Manager**

**1997 - 1998**

- ◆ Implementation/maintenance of: (1) a twelve site-250 node-22 server WAN running Cisco, Ascend, Adtran, NT, NetWare, SCO UNIX & Citrix, all using TCP/IP & IPX; (2) web servers; & (3) MIS standards and policies.
- ◆ Worked closely and shared space with company owned ISP and assisted ISP's business clients in connectivity and security.
- ◆ Directed company in current and future technologies, including Voice Over IP, network management software, Help Desk creation, network documentation, migration to new OS's, etc., and management of technical team of two PC Specialists and two Network Specialists.

**COMPUTER NETWORK ASSOCIATES, INC.**

**MELBOURNE, FL**

**Vice President/Technical Services Manager/Account Executive**

**1993 - 1997**

- ◆ Controlled all aspects of company (including clients and employees), directed company in applicable cutting edge technologies, and performed purchasing, inventory management and trade show exhibition functions.
- ◆ Implemented /maintained/consulted for networks with up to 900 users, remote access solutions, WAN solutions, e-mail, premise cabling, and hundreds of other solutions for networks and/or desktops.
- ◆ Created security, Internet access, web site design, and document imaging solutions.

**SofiCOMM**

**MELBOURNE, FL**

**Vice President/Technical Services Manager**

**1992 - 1993**

- ◆ Established company, performed purchasing, management, corporate alliance, inventory management, inside and outside sales, consulting and support;
- ◆ Provided NetWare and desktop consulting and all associated hardware services as well as implemented large scale groupware solution for a central Florida city.

**Eric T Rietwyk**  
**8650 Satelite Terrace**  
**Lake Park, FL 33408**  
**561 718-6937**

Transparent Technology, North Palm Beach, FL 33408 1997 - Current  
Office/Sales Manager

- Responsible for performance of our sales team against quota. (\$2.2 Million in Gross Margin YTD.)
- Oversee handling of key accounts, and generate new accounts for the sales team.
- Manage the customer service function and supervise our employees responsible for processing orders, corresponding with customers, and ensuring customer satisfaction.
- Plan, organize, and implement sales programs for the organization. (ie \$100 bonus for hitting quota, free lunches, BMW for the week, etc.)
- Coordinate forecasts and review reports to insure accuracy before presentation to CEO on weekly basis.
- Plan for and responsible for achieving overall sales objectives.
- Acts as a liaison between CEO, and Transparent Technology to allow him to pursue Real Estate, and other interests.
- Assume responsibility for A/R and collection of monies due to Transparent Technology.

Transparent Technology, North Palm Beach, FL  
Sales Manger

- LAN / Wan consultant and customer relations manager.
- Managed sales force and administrative team while increasing sales and exceeding set quotas.

ALLCAD Inc., North Palm Beach, FL 1995 - 1997  
Sales Executive and Account Manager

- Duties included (but not limited to) qualifying and selling high-speed Internet access (broadband, frame relay, ISDN, DSL), state-of-the-art website development, website hosting, Internet advertising and search engine submission campaigns.

Alamo, North Palm Beach, FL 1994-1995  
Rental Agent

Achieved awards and special recognition for performance and customer service, while increasing revenues.

**EDUCATION:**

Associate's Degree: Associate of Science with honors from PBCC.

# ULYSSES E. PACHECO

2234 N.W. 81 Terr., Sunrise, FL 33322

Phone: (954) 572-7191

## Employment

SALESPERSON/NETWORK ADMINISTRATOR

2001-Current

*Transparent Technology, North Palm Beach, Florida*

Original employment responsibilities for Sales included selling data routing equipment, developing client relationships, and heading up email campaign to consenting prospects & clients.

Currently, as Network Administrator, my responsibilities include establishing reliable & scalable data network & telecommunications systems for a new office building that Transparent Technology has purchased and moving in to.

- **Computer hardware** – data network cabling, printer troubleshooting, PC repair & upgrades, software installation & updating.
- **Network Administration** – Administer all user connectivity requirements, manage email, manage website configurations including IP addressing, ensure network backup reliability.
- **Software** – MS Office, Outlook & Outlook Express, MS Word, MS Excel, Windows 3.1/95/98/NT Server, Windows 2000 Professional & Server, MS Exchange Server, Frontpage 2000/Internet Mail Administrator.

COMPUTER TECHNICIAN

1997-2001

*Computer Link, Miami, Florida*

Employment responsibilities include building, repairing and upgrading PCs, installing and maintaining networks, software installation, and user support.

- **Computer hardware**, network & telephone cabling, printer troubleshooting.
- **Network Administration** – Contracted for initial network installation, upgrading, and periodic maintenance.
- **Software** - MS Office, Outlook & Outlook Express, Word Perfect, Windows 3.1/95/98/NT Server, Windows 2000 Professional, 3D Animation, audio & video editing software.
- **Networking** - cable connections, PC & server security configuration, TCP/IP, NetBEUI, IPX/SPX, routers, hubs, switches.
- **Projects** - Install a 30 workstation network at Tradewinds Power Corp. (Miami, FL), Install a 15 workstation network at Preferred National Investment (Coral Springs, FL), Ran network cabling for 50 PC's and terminals over 4 floors at T-Square (Miami, FL), Ran network & telephone cabling for 205 PC's and telephone over 2 floors at Miller Construction (Fort Lauderdale, FL), Networked all City of West Miami departments (City Hall, Police Dept., Public Works, & Community Center)

PHONE TECHNICAL SUPPORT

2000 (3 MONTHS)

*Cybergate Internet Service, Fort Lauderdale, Florida*

(Evenings)

Duties included customer technical support for various dial-up issues and new employee training while gaining experience with the following:

- DOS, Windows 3.1, 95, 98, NT Server and UNIX Operating Systems.
- Outlook, Outlook Express, Internet Explorer, Netscape and Lotus Notes.
- TCP/IP addressing, modems and bilingual phone support.

# ULYSSES E. PACHECO

COMPUTER TECHNICIAN

1996-1997

*Wilson Alvarez Consulting Group, Miami, Florida*

Responsibilities included building, repairing and upgrading PCs, software installation, user support.

- **Computer hardware**, network & telephone cabling, printer troubleshooting.
- **Software** - MS Office, Outlook & Outlook Express, Word Perfect, Windows 3.1/95, audio & video editing software.
- **Networking** - cable connections, PC & server security configuration, TCP/IP, NetBEUI, IPX/SPX, routers, hubs, switches.
- Upgraded 80 servers' operating system and troubleshoot some of the servers for existing problems. This job was done for the Bi-Lo Grocery Store chain in South Carolina, Maryland, Virginia, & Pennsylvania

## Education

Miami Springs Senior High School Diploma

1986

Florida International University (*Broadcast Production*)

1994 - 96

## Skills

- Fifteen years of experience with computer technology and its developments.
- Bilingual (English and Spanish).
- People skills developed from years of customer service positions.
- Public speaking and teaching.
- **A+ CERTIFIED** at *Sylvan Prometric in Plantation, Florida* on 4/28/1999.

*Susan R. Palaia*  
*1701 Marina Isle Way, #206*  
*Jupiter, FL 33477*  
*Phone: 561-624-4096*

Transparent Technology Services Corp., North Palm Beach, FL 33408  
Administrator

01/98-Current

- Liaison between Mr. Rietwyk and various other concerns be they internal or external.
- Oversee build out construction of new property, approve bills for payment against contracted work done, ensure that contracted work is carried out according to previously agreed upon requirements and time schedules. Maintain constant communication with contractors.
- Oversee customer service with all service related functions of the company. These functions are broad in scope and cover such areas as property rental and maintenance, advertising, web hosting, flight services, travel provisions,
- Process financial, legal, insurance or contractual forms relative to conducting business on daily basis.
- Produce invoices for services, reconcile bank statements to accounts, files sales tax report monthly, maintain all insurances on airplanes and cars.

Transparent Technology

- Receive mail, record accounts payable invoices, cash receipts, and process bank deposits.
- Prepare payments and submit for signature.
- Process payroll weekly, maintain employee files and all relative paperwork pertaining to employee hiring, health benefits, etc. Conduct interviews as needed.
- Oversee shipping and receiving functions.
- Prepare advertising copy as needed.

S & R Development, North Palm Beach, FL 33408

- Process sales contracts regarding property purchases.
- Implement and oversee maintenance and repairs on properties.
- Collect and maintain rental payments and related information.

Int'l. Software Systems Solutions, Inc., Palm Beach Gardens, FL

1996-1998

- Perform Administrative Assistant functions as well as keep and maintain company A/R, A/P and Payroll using Quick Books Pro.
- Responsible for computer program documentation.

Palaia Concepts Inc., Makati, Philippines

1986-1996

- Owned and operated Palaia Concepts, a company which started out in the restaurant business, offering chef cooking demonstrations, classes and catering contracts.
- Marketed a diverse range of merchandise to local patrons ranging from baked goods, ceramics and jewelry from local artists, sterling silver tableware and high quality partyware imported from Italy.
- Maintained all accounting, insurance, shipping, receiving, etc. myself.
- Closed the company to move back to the United States.



15257 Ixora Rd.  
Delray Beach, FL 33484

Home: 561-498-3118  
Email: [caseylynch@yahoo.com](mailto:caseylynch@yahoo.com)

### SUMMARY

Multi tasking, people oriented Office Manager/Bookkeeper with over 20 years experience in manufacturing, sales, and fund raising/not for profit fields. Office managerial functions range from Human Resources, Purchasing, Sales, Fund Raising Events, Research, and departmental liaison while the bookkeeping functions are inclusive through general ledger and federal/state quarterly taxes.

### PROFESSIONAL EXPERIENCE

#### **Temple Israel, Orlando, FL**

Feb. 2001 – Aug. 2001

**Full Charge Bookkeeper** responsible for revamping accounting procedures.

- Established new chart of accounts for the bookkeeping system to incorporate various levels of endowment funds and automatic tracking of same.
- Streamlined and updated procedures for receiving and billing donations.
- Responsible for all bookkeeping duties, i.e., receivables, payables, invoicing for dues and school tuition, collections, customer relations, purchasing, payroll.
- Prepared monthly financial and budgetary reports for the Board of Directors.
- Established cash status, income and budget reports which could be accessed by appropriate personnel on a daily basis with the push of a button.
- Attend and help organize various fund raising events.

#### **Valencia Community College Foundation Inc., Orlando, Florida**

1996-2001

**Office/Accounts Manager** responsible for human resource, purchasing, research, coordinating fund raising events and bookkeeping functions.

- Received all forms of donations, deposited to appropriate accounts within appropriate endowment funds, and maintained and tracked over \$30 million in assets located in various portfolios.
- Instituted more efficient procedures for receiving stock donations eliminating loss time for turning stock into cash.
- Established and maintained electronic filing system to enable direct deposit of employee paychecks, IRS tax payments, and electronic collection of receivables.
- Reorganized and maintained credit card receipt process.
- Implemented and maintained Budget processing and timely reporting system for all departments.
- Switched accounting system to new, more flexible accounting software which accommodated rapid growth the foundation was experiencing.
- Developed and maintained Access database with 15 to 20 search fields of several hundred donor accounts which reduced information retrieval from several hours to minutes.
- Responsible for all bookkeeping functions, i.e., invoicing, accounts receivable/payable, payroll, budgets, general journals, general ledger, quarterly state and federal tax reports and year end W2's.
- Human resource duties including maintaining personnel records; manage workman's comp, health, dental and life insurance programs; recruitment, hiring and termination of part time employees.
- Worked fund raising events which required receipt of cash and/or credit card donations and responsible for same.
- Arranged quarterly Board of Director's meetings from sending out invitations, ordering food, preparing and distributing financial statements to recording the minutes.

**Limited Gaming of America, Inc., Daytona Beach, FL 32118** 1993 - 1996

**Office Manager/Bookkeeper** responsible for the human resource functions, purchasing, research and bookkeeping functions.

- Set up new office in Daytona Beach for Management Holding Company relocating from Denver, CO inclusive of securing leases, insurance (liability and medical), purchasing furniture & fixtures, phone system, computers, supplies, etc.
- Took over books from CPA firm in Denver and implemented new accounting system. Setup and maintained books for anywhere from 3 to 5 separate companies at any one time, generate payroll, sales commissions, manage accounts receivable/payable, inventory, financials & reports, prepare quarterly taxes and work with outside CPA for fiscal year end taxes for all companies.
- Coordinated the purchase of materials, heavy equipment, labor and transportation for construction of a hunting camp on an island in the Mississippi River.
- Traveled occasionally to holding companies, selected advertising media, and prepared brochures.

**Laser Industries, Inc., Lawrence, MA**

1981 – 1993

**Manager, Administration**

- Coordinate Engineering, Manufacturing, Quality Control, Financial & Administrative Departments.
- Execute accounting & finance related functions; update manual accounting system to computer, prepare cash flows and manufacturing forecasts, general ledger, quarterly state & tax filing, payroll, purchasing, inventory, accounts payable/receivable, invoicing; establish credit terms with customers and vendors and responsible for credit collections.
- Coordinate customer service and support of sales process functions. Take active role in daily customer contact as well as in dispute settlements internally and externally. Follow up of sales quotes and delivery of incoming and outgoing materials.
- Supervision of clerical, order processing, and shipping/receiving departments.
- Perform human resource functions: recruiting & employment, personnel relations, compensation & benefits, and administration of state and federal regulatory requirements.

**Peabody Trading Company of Boston, Boston, MA**

1980 - 1981

**Office Manger/Accountant**

- Maintain General and Customer Segregated bank accounts as well as general ledgers for each of 15 commodity pools, audit monthly computer runs for daily trades against P&L Statements issued by the Chicago Mercantile & New York exchanges.
- Maintain Accounts Payable/Receivable, Payroll, and Personnel functions as well as Supervision of Computer & General Office departments.

**General Tire Plastics International Co., Lawrence, MA**

1976 – 1980

**Administrative Assistant** responsible for the department financial controls and distribution of financial information to Corporate Headquarters.

- Control of all interdivisional billings, disbursements, vendor invoicing, handling of international freight claims, computation of ProForma invoices for Import Permits and Letters of Credit. Computed and distributed semi-annual price lists per product category to clients and salesmen.
- Liaison with plant controllers throughout the U.S. to purchase their goods and sell them internationally.
- Set up and operated "freezone" warehouse in Germany for storage and distribution of products in Europe.

**EDUCATION**

Kent State University, Business Administration minor in Accounting  
New Hampshire College, Marketing

**SOFTWARE PROFICIENCY**

Microsoft Word, Access, Excel, Power Point; Lotus, Various Accounting software including but not limited to Peachtree, Quicken, Real World, MICRO/CFMS, Raiser's Edge, ChaverWare.

**OTHER**

Notary Public, Certified Senior Advisor, VITA Volunteer during tax season.

**REFERENCES**

Furnished upon request.

**REDACTED**

Transparent Technology, North Palm Beach, FL

1999-Current

**Purchasing Manager**

- Create purchase orders based on Sales Dept. requirements, track P.O.'s, maintain vendor database as well as correspond with vendors.
- Check vendor invoices for accuracy and then enter them into accounts payable, act as liaison for all vendor wire transfer transactions, and pursue credits due the company for mischarges and RMA's.
- Create packing slips and generate sales invoices and customer statements for either mail or email transmission, depending on customer request.
- Provide weekly A/R reports to sales reps showing each rep. and their deals, occasionally assist with A/R follow-up on past due funds, and enter all credit card transactions.
- Provide weekly reports regarding sales orders, backlogs, shipping, gross margin, commissions, sales rep. bonuses, open P.O.'s backorder status, RMA's, quote reports, loans, A/P, A/R and deposits.
- Track all maintenance contracts for vendors, activate all Cisco maintenance packages, assist with any defective/DOA equipment issues.
- Maintain database and filing system for P.O.'s, packing slips, invoices and credit memos. In addition, maintain database of all maintenance contracts with all vendors, i.e., Cisco, Foundry, Juniper, Lucent, Extreme, Riverside, and have information on hand for customer's who call requesting contract #, serial #, expiration, etc.
- Prepare monthly inventory report; track all equipment loaned/returned to company.
- Oversec shipping/receiving department.
- Enter petty cash checks, weekly payroll charges and customer payments into Peachtree accounting software.

The Cooker Bar & Grille

1992-1999

1992 - 1993 Ft. Myers location;

1993 - 1998 Altamonte Springs location

1998 - 1999 West Palm Beach location

1998 - 1999 Corporate Office (West Palm Beach)

**Accounts Payable Specialist (West Palm Beach)**

- Maintain vendor relations on behalf of store locations.
- Research vendor statements, questionable invoices, credit memos and payments.
- Examine and sort weekly incoming location mail containing A/P and departmental mail.
- Verify all weekly store invoice entries in accordance to Platinum general ledger reports; document and rekey any discovered entry errors.
- Code and key all A/P mail including all store location and corporate utilities, all remaining corporate invoices, and all payroll garnishes bi-weekly.
- Aid in completion of check runs, which involved remittance address verification and mass mailing.
- Establish new vendors by obtaining complete information to comply with 1099 requirements.
- Update and maintain entire Accounts Payable filing system.
- Relieve receptionist when necessary by handling main phone system to answer all incoming calls to Corp. Office.

**REDACTED**

**Computer Experience:** Microsoft Outlook, Excel and Word; Peachtree, QuickBooks, and Platinum SQL Accounting; Lotus 123, UPS On-Line; Fed-Ex On-line

**Education:** North Fort Myers High School, North Ft. Myers, FL  
Diploma with Honors, G.P.A. 3.79

Edison Community College, Ft. Myers, FL  
1991-1993, G.P.A. 3.48

**References:** Furnished upon request.

*Jessica A. Concepcion  
1850 N. Congress #F105  
West Palm Beach, FL 33415  
Phone: 561-682-1213*

Transparent Technology, North Palm Beach, FL 2000-Current  
Shipping/Receiving Clerk

- Receive, record and stock incoming equipment.
- Based on packing list, pull inventory from stock, pack equipment, prepare bills of lading, and arrange for carrier(s) to pick up shipment(s) according to customer instructions.
- Prepare daily shipping reports.
- Maintain stock room, perform monthly inventory count and submit end of month inventory reports.
- Order office supplies, pickup and distribute mail, keep files current and fill in wherever needed, i.e., answer phones, drop off bank deposits, submit payroll, act as "runner" for any requested errands or tasks.

A World of Learning, West Palm Beach, FL 1999-2000  
Pre School Teacher

- Responsible for 15 children on a daily basis including interacting with parents and the Board of Directors.
- Prepare curriculum and update monthly for submission and approval by management and the B.O.D.
- Guide the children daily through various educational, art, science, math, playtime, snack and nap routines.

Fred Astaire Dance Studio, Nyack, NY 1998-1999  
Receptionist

- Answer phones, schedule appointments between students and instructors.
- Prepare and send out invoices, receive payments and make bank deposits.
- Maintain inventory and condition of costumes.

The Great Wellington, Haverstraw, NY 1995-1998  
Girl Friday/Receptionist

- Girl Friday for a one girl office with duties ranging from answering phones, scheduling appointments, ordering supplies, maintaining inventory, preparing payroll and quarterly payroll taxes, making bank deposits, preparing checks and recording payables.

Cleats N Sneaks, Nanuet, NY 1994-1995  
Sales Clerk

- Cash register sales, credit card sales, and customer relations.
- Maintain sales floor and inventory.

**Education:**

John Jay College of Criminal Justice

Transparent Technology Services Corporation  
dba North Palm Beach Telephone Company  
100 Village Square Crossing, Ste. 105  
Palm Beach Gardens, FL 33410  
(V) 561-207-6100  
(F) 561-207-6101

December 6, 2001

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

Reference: Item 18 of ALEC Certificate Application  
C. Financial Capability

To Whom It May Concern:

Transparent Technology Services Corporation was incorporated 12/30/97 and received our Fictitious Name Registration as North Palm Beach Telephone Company on 11/27/01. We also just moved to our new physical location in November, 2001. Due to all the recent activity we will be supplying you with our 6/30/2001 year end balance sheet, income statement, and statement of retained earnings. They have been signed by the CEO, Thomas Rietwyk, to be true and correct to the best of his knowledge. Also attached to this letter are the Form 1120 U.S. Corporation Income Tax Returns for the past three years.

Should you have any questions or require further paperwork, please call 561-207-6100 at your convenience.

Sincerely,



Casey Lynch  
Bookkeeper

:Enclosures

TRANSPARENT TECHNOLOGY SERVICES CORP.

Balance Sheet  
June 30, 2001

ASSETS

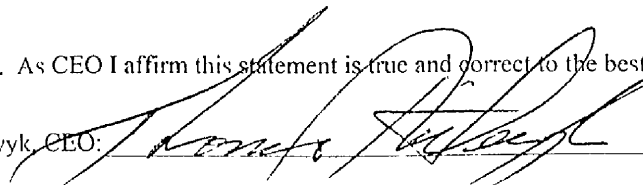
Current Assets		
MERRELL ACCOUNT	\$	2,696.25
CITIBANK OPERATING ACCOUNT		1,755.80
ACCOUNTS RECEIVABLE		300,096.46
Total Current Assets		304,548.51
Property and Equipment		
ACCUM. DEPRECIATION/AUTO		<18,886.00>
Total Property and Equipment		<18,886.00>
Other Assets		
AIRPLANES		377,721.25
Total Other Assets		377,721.25
Total Assets	\$	663,383.76

LIABILITIES AND CAPITAL

Current Liabilities		
SHAREHOLDER LOAN	\$	<16,659.20>
ACCOUNTS PAYABLE		50,634.35
TRANSPARENT LOAN		440,827.38
Income Taxes Payable		409.00
Total Current Liabilities		475,211.53
Long-Term Liabilities		
Total Long-Term Liabilities		0.00
Total Liabilities		475,211.53
Capital		
PAID-IN CAPITAL		500.00
RETAINED EARNINGS		56,264.86
Net Income		131,407.37
Total Capital		188,172.23
Total Liabilities & Capital	\$	663,383.76

This Balance Sheet is unaudited. As CEO I affirm this statement is true and correct to the best of my knowledge.

Thomas Rietwyk, CEO:

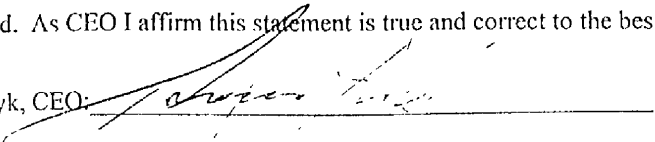




TRANSPARENT TECHNOLOGY SERVICES CORP.  
Income Statement  
For the Twelve Months Ending June 30, 2001

	Year to Date	
Revenues		
SALES-WEBSITE RENTAL	<3,734.97>	<1.21>
INSTALLATION INCOME	63,275.00	20.42
INTEREST INCOME	302.92	0.10
SERVICE CONTRACT INCOME	250,000.00	80.69
Total Revenues	309,842.95	100.00
Cost of Sales		
Total Cost of Sales	0.00	0.00
Gross Profit	309,842.95	100.00
Expenses		
ADVERTISING	195.00	0.06
AUTO EXPENSES	896.26	0.29
AIRPLANE EXPENSE	38,410.00	12.40
FORD 150 LEASE	6,014.25	1.94
BANK CHARGES	375.00	0.12
BONUS	2,000.00	0.65
DUES & SUBSCRIPTIONS	733.45	0.24
FREIGHT/SHIPPING	357.07	0.12
GIFT EXPENSE	73.14	0.02
INCOME TAX EXPENSE	11,134.00	3.59
INSTRUCTIONAL/TRAINING	7,275.50	2.35
INSURANCE	11,476.81	3.70
INTEREST	10,395.95	3.36
LEGAL/PROFESSIONAL FEES	10,466.21	3.38
LICENSE EXPENSE	10.00	0.00
MAINTENANCE	217.99	0.07
ENTERTAINMENT	1,184.58	0.38
OFFICE SUPPLIES	5,533.80	1.79
PAYROLL EXPENSE	2,500.00	0.81
PENALTIES & FINES	10.00	0.00
RENT/LEASE EXPENSE	3,675.00	1.19
REPAIRS	274.07	0.09
COMPUTER INSTALL./CONSULTATI	39,880.00	12.87
TELEPHONE EXPENSE	58.58	0.02
TRAVEL EXPENSE	16,722.45	5.40
TRAVEL (MEALS ONLY)	673.51	0.22
Other Expense	7,892.96	2.55
Total Expenses	178,435.58	57.59
Net Income	\$ 131,407.37	42.41

This Income Statement is unaudited. As CEO I affirm this statement is true and correct to the best of my knowledge.

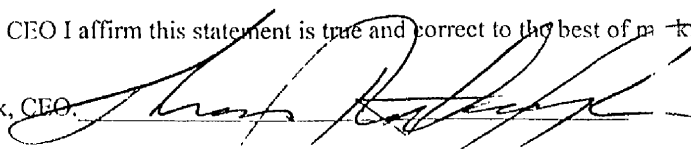
Thomas Rietwyk, CEO: 

TRANSPARENT TECHNOLOGY SERVICES CORP.  
Statement of Retained Earnings  
For the Twelve Months Ending June 30, 2001

Beginning Retained Earnings	\$	56,264.86
Adjustments To Date		0.00
Net Income		131,407.37
Subtotal		187,672.23
Ending Retained Earnings	\$	187,672.23

This Statement is unaudited. As CEO I affirm this statement is true and correct to the best of my knowledge.

Thomas Rietwyk, CEO



Form 1120

U. S. Corporation Income Tax Return

OMB No. 1545-0123

Department of the Treasury Internal Revenue Service

For calendar year 2000 or tax year beginning 7/01, 2000, ending 6/30, 2001

2000

Instructions are separate. See page 1 for Paperwork Reduction Act Notice.

- Check if a: consolidated return, personal holding co., personal service corp.

Use IRS label. Otherwise, print or type.

TRANSPARENT TECHNOLOGY SERVICES, INC. 631 US HIGHWAY 1 #312 WEST PALM BEACH, FL 33408

B Employer identification number 65-0824972 C Date incorporated 12/30/1997 D Total assets (see page 8 of instructions)

E Check applicable boxes: (1) Initial return (2) Final return (3) Change of address \$ 540,606

Table with 11 rows (1a-11) for Income. Includes Gross receipts/sales (357,290), Less returns & allowances, Balance (357,290), Dividends (303), Interest, Gross rents, Gross royalties, Capital gain net income, Net gain or (loss) from Form 4797, Other income, Total income (357,593).

Table with 12-29 rows for Deductions. Includes Compensation of officers, Salaries and wages, Repairs and maintenance, Bad debts, Rents, Taxes and licenses (SEE STATEMENT 1), Interest, Charitable contributions, Depreciation (144,406), Less depreciation claimed, Depletion, Advertising, Pension, profit-sharing, etc., Employee benefit programs, Other deductions (SEE STATEMENT 2), Total deductions (308,889), Taxable income before net operating loss deduction and special deductions (48,704), Less: a Net operating loss (NOL) deduction, b Special deductions.

Table with 30-36 rows for Tax and Payments. Includes Taxable income (48,704), Total tax (7,306), Payments: a 1999 overpayment credited to 2000, b 2000 estimated tax payments, c Less 2000 refund applied for on Form 4466, d Bal (0), e Tax deposited with Form 7004 (1,000), f Credit for tax paid on undistributed capital gains, g Credit for Federal tax on fuels, Estimated tax penalty (353), Tax due (6,796), Overpayment, Enter amount of line 35 you want: Credited to 2001 estimated tax, Refunded.

Sign H Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Signature of officer: [Signature] Date: 11/13/01 Title: PRESIDENT Preparer's signature: [Signature] Date: 11/2/01 Check if self-employed: [ ] Preparer's SSN or PTIN: P00087099 Firm's name (or yours if self-employed) address, and ZIP code: SUSAN SMITH, CPA, & ASSOC., PA 8895 N. MILITARY TRAIL, #202E PALM BEACH GARDENS, FL 33410 EIN: 65-0620269 Phone no.: (561) 775-2134

# Application for Automatic Extension of Time To File Corporation Income Tax Return

Department of the Treasury  
Internal Revenue Service

Name of corporation

**TRANSPARENT TECHNOLOGY SERVICES, INC.**

Employer identification number

**65-0824972**

Number, street, and room or suite no. (If a P.O. box or outside the United States, see instructions.)

**631 US HIGHWAY 1 #312**

City or town, state, and ZIP code

**WEST PALM BEACH, FL 33408**

Check type of return to be filed:

- |   |  |   |                                       |
|---|--|---|---------------------------------------|
| <input type="checkbox"/> Form 990-C           | <input type="checkbox"/> Form 1120-FSC | <input type="checkbox"/> Form 1120-PC   | <input type="checkbox"/> Form 1120S   |
| <input checked="" type="checkbox"/> Form 1120 | <input type="checkbox"/> Form 1120-H   | <input type="checkbox"/> Form 1120-POL  | <input type="checkbox"/> Form 1120-SF |
| <input type="checkbox"/> Form 1120-A          | <input type="checkbox"/> Form 1120-L   | <input type="checkbox"/> Form 1120-REIT |                                       |
| <input type="checkbox"/> Form 1120-F          | <input type="checkbox"/> Form 1120-ND  | <input type="checkbox"/> Form 1120-RIC  |                                       |

● Form 1120-F filers: Check here if the foreign corporation does not maintain an office or place of business in the United States

**1 Request for Automatic Extension** (see instructions)

- a Extension date.** I request an automatic 6-month (or, for certain corporations, 3-month) extension of time until 3/15, 2002, to file the income tax return of the corporation named above for  calendar year 2001 or  tax year beginning 7/01, 2000, and ending 6/30, 2001
- b Short tax year.** If this tax year is for less than 12 months, check reason:  
 Initial return       Final return       Change in accounting period       Consolidated return to be filed

**2 Affiliated group members** (see instructions). If this application also covers subsidiaries to be included in a consolidated return, provide the following information:

Name and address of each member of the affiliated group	Employer identification number	Tax period

**3 Tentative tax** (see instructions) ..... **3** **1,000**

<b>4 Payments and refundable credits:</b> (see instructions)	
<b>a Overpayment credited from prior year</b> ..... <b>4a</b>	[REDACTED]
<b>b Estimated tax payments for the tax year</b> ..... <b>4b</b>	
<b>c Less refund for the tax year applied for on Form 4466</b> ..... <b>4c</b> ( ) Bal ▶	
<b>d Credit for tax paid on undistributed capital gains (Form 2439)</b> ..... <b>4d</b>	
<b>e Credit for Federal tax on fuels (Form 4136)</b> ..... <b>4e</b>	
<b>f Credit for Federal tax on fuels (Form 4136)</b> ..... <b>4f</b>	

**5 Total.** Add lines 4d through 4f (see instructions) ..... **5** **0**

**6 Balance due.** Subtract line 5 from line 3. Deposit this amount using the Electronic Federal Tax Payment System (EFTPS) or with a Federal Tax Deposit (FTD) Coupon (see instructions) ..... **6** **1,000**

Signature. Under penalties of perjury, I declare that I have been authorized by the above-named corporation to make this application, and to the best of my knowledge and belief, the facts stated are true, correct, and complete.

*[Signature]* (Signature of officer or agent)      *CPA* (Title)      *9/5/01* (Date)

Schedule A Cost of Goods Sold (See page 14 of instructions.)

1 Inventory at beginning of year
2 Purchases
3 Cost of labor
4 Additional section 263A costs (attach schedule)
5 Other costs (attach schedule)
6 Total. Add lines 1 through 5
7 Inventory at end of year
8 Cost of goods sold. Subtract line 7 from line 6. Enter here and on line 2, page 1
9a Check all methods used for valuing closing inventory:
(i) Cost as described in Regulations section 1.471-3
(ii) Lower of cost or market as described in Regulations section 1.471-4
(iii) Other (Specify method used and attach explanation.)
b Check if there was a writedown of subnormal goods as described in Regulations section 1.471-2(c)
c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970)
d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO
e If property is produced or acquired for resale, do the rules of section 263A apply to the corporation?
f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation

Schedule C Dividends and Special Deductions (See page 15 of instructions.)

Table with 3 columns: (a) Dividends received, (b) %, (c) Special deductions (a) x (b). Rows include: 1 Dividends from less-than-20%-owned domestic corporations... 2 Dividends from 20%-or-more-owned domestic corporations... 3 Dividends on debt-financed stock of domestic and foreign corporations... 4 Dividends on certain preferred stock of less-than-20%-owned public utilities... 6 Dividends from less-than-20%-owned foreign corporations... 7 Dividends from 20%-or-more-owned foreign corporations... 8 Dividends from wholly owned foreign subsidiaries... 9 Total. Add lines 1 through 8... 10 Dividends from domestic corporations received by a small business investment company... 11 Dividends from certain FSCs... 12 Dividends from affiliated group members... 13 Other dividends from foreign corporations... 14 Income from controlled foreign corporations... 15 Foreign dividend gross-up... 16 IC-DISC and former DISC dividends... 17 Other dividends... 18 Deduction for dividends paid on certain preferred stock... 19 Total dividends. Add lines 1 through 17... 20 Total special deductions. Add lines 9, 10, 11, 12, and 18.

Schedule E Compensation of Officers (See instructions for line 12, page 1.)

Note: Complete Schedule E only if total receipts (line 1a plus lines 4 through 10 on page 1, Form 1120) are \$500,000 or more.

Table with 6 columns: (a) Name of officer, (b) Social security number, (c) Percent of time devoted to business, (d) Common, (e) Preferred, (f) Amount of compensation. Rows include: 1 (Header row), 2 Total compensation of officers, 3 Compensation of officers claimed on Schedule A and elsewhere on return, 4 Subtract line 3 from line 2. Enter the result here and on line 12, page 1

Schedule J Tax Computation (See page 17 of instructions.)			
1	Check if the corporation is a member of a controlled group (see sections 1561 and 1563) <input type="checkbox"/>		
<b>Important:</b> Members of a controlled group, see instructions on page 17.			
2a	If box on line 1 is checked, enter corp's share of \$50,000, \$25,000, & \$9,925,000 taxable inc brackets (in that order): (1) \$ _____ (2) \$ _____ (3) \$ _____		
b	Enter the corporation's share of: (1) Additional 5% tax (not more than \$11,750) .. \$ _____ (2) Additional 3% tax (not more than \$100,000) . \$ _____		
3	Income tax. Check if a qualified personal service corporation under section 448(d)(2) (see page 17) <input type="checkbox"/>	3	7,306
4	Alternative minimum tax (attach Form 4626) .....	4	
5	Add lines 3 and 4 .....	5	7,306
6a	Foreign tax credit (attach Form 1118) .....	6a	
b	Possessions tax credit (attach Form 5735) .....	6b	
c	Check: <input type="checkbox"/> Nonconventional source fuel credit <input type="checkbox"/> QEV credit (attach Form 8834) .....	6c	
d	General business credit. Enter here & check which forms are attached: <input type="checkbox"/> 3800 <input type="checkbox"/> 3468 <input type="checkbox"/> 5884 <input type="checkbox"/> 6478 <input type="checkbox"/> 6765 <input type="checkbox"/> 8586 <input type="checkbox"/> 8830 <input type="checkbox"/> 8826 <input type="checkbox"/> 8835 <input type="checkbox"/> 8844 <input type="checkbox"/> 8845 <input type="checkbox"/> 8846 <input type="checkbox"/> 8820 <input type="checkbox"/> 8847 <input type="checkbox"/> 8861	6d	
e	Credit for prior year minimum tax (attach Form 8827) .....	6e	
f	Qualified zone academy bond credit (attach Form 8860) .....	6f	
7	Total credits. Add lines 6a through 6f. ....	7	
8	Subtract line 7 from line 5 .....	8	7,306
9	Personal holding company tax (attach Schedule PH (Form 1120)) .....	9	
10	Recapture taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 .....	10	
11	Total tax. Add lines 8 through 10. Enter here & on line 31, page 1 .....	11	7,306

Schedule K Other Information (See page 19 of instructions.)						
1	Check method of accounting: a <input type="checkbox"/> Cash b <input checked="" type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) _____	Yes	No	If "Yes," file Form 5452, Corporate Report of Nondividend Distributions.	Yes	No
2	See page 21 of the instructions and enter the: a Business activity code no. <u>541519</u> b Business activity <u>ROUTER INST &amp; MAINT</u> c Product or service <u>SERVICE</u>			If this is a consolidated return, answer here for the parent corporation and on Form 851, Affiliations Schedule, for each subsidiary.		
3	At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) .....		X	7 At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of stock of the corporation entitled to vote or (b) the total value of all classes of stock of the corporation? .....		X
	If "Yes," attach a schedule showing: (a) name and employer identification number (EIN), (b) percentage owned, and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year.			If "Yes," a Enter percentage owned _____ b Enter owner's country _____		
4	Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? .....		X	8 Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/>		
	If "Yes," enter name and EIN of the parent corporation _____			If checked, the corporation may have to file Form 8281, Information Return for Publicly Offered Original Issue Discount Instruments.		
5	At the end of the tax year, did any individual, partnership, corporation, estate or trust own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) .....		X	9 Enter the amount of tax-exempt interest received or accrued during the tax year. .... \$ <u>NONE</u>		
	If "Yes," attach a schedule showing name and identifying no. (Do not include any information already entered in 4 above.) Enter percentage owned <u>100%</u>			10 Enter the number of shareholders at the end of the tax year (if 75 or fewer) <u>1</u>		
6	During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See secs. 301 and 316.) .....		X	11 If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here. <input type="checkbox"/>		
	<u>SEE STATEMENT 4</u>			12 Enter the available NOL carryover from prior tax years (Do not reduce it by any deduction on line 29a.) \$ _____		

Note: If the corporation, at any time during the tax year, had assets or operated a business in a foreign country or U.S. possession, it may be required to attach Schedule N (Form 1120), Foreign Operations of U.S. Corporations, to this return. See Schedule N for details.

Schedule L	Balance Sheets per Books	Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
<b>Assets</b>					
1	Cash		17,479		4,453
2a	Trade notes and accounts receivable	4,102		300,096	
b	Less allowance for bad debts	( )	4,102	( )	300,096
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities (see instructions)				
6	Other current assets (attach sch.) . . . STMT. 5		500		500
7	Loans to shareholders . . . . . STMT. 6		5,364		16,659
8	Mortgage and real estate loans				
9	Other investments (attach sch.)				
10a	Buildings and other depreciable assets	377,721		382,190	
b	Less accumulated depreciation	( 18,886)	358,835	( 163,292)	218,898
11a	Depletable assets				
b	Less accumulated depletion	( )		( )	
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization	( )		( )	
14	Other assets (attach schedule)				
15	<b>Total assets</b>		<b>386,280</b>		<b>540,606</b>
<b>Liabilities and Shareholders' Equity</b>					
16	Accounts payable		67,468		50,633
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (attach sch.)				
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach sch.) . . . . . STMT. 7		261,547		393,077
22	Capital stock: a Preferred stock				
b	Common stock	500	500	500	500
23	Additional paid-in capital				
24	Retained earnings - Appropriated				
25	Retained earnings - Unappropriated		56,765		96,396
26	Adjustments to shareholders' equity				
27	Less cost of treasury stock		( )		( )
28	<b>Total liabilities and shareholders' equity</b>		<b>386,280</b>		<b>540,606</b>

Note: The corporation is not required to complete Schedules M-1 and M-2 if the total assets on line 15, column (d) of Schedule L are less than \$25,000.

Schedule M-1		Reconciliation of Income (Loss) per Books With Income per Return (See page 20 of instructions.)		
1	Net income (loss) per books	39,631	7	Income recorded on books this year not included on this return (itemize):
2	Federal income tax	7,728	a	Tax-exempt interest \$
3	Excess of capital losses over capital gains			
4	Income subject to tax not recorded on books this year (itemize):		8	Deductions on this return not charged against book income this year (itemize):
5	Expenses recorded on books this year not deducted on this return (itemize):		a	Depreciation . . . . \$
a	Depreciation . . . . . \$		b	Contrib carryover \$
b	Contributions carryover . . . . \$			
c	Travel and entertainment . . . \$ 929		9	Add lines 7 and 8
	<b>STATEMENT 8</b> 416	1,345	10	Income (line 28, pg. 1) - line 6 less line 9
6	Add lines 1 through 5	48,704		48,704

Schedule M-2		Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)		
1	Balance at beginning of year	56,765	5	Distributions: a Cash
2	Net income (loss) per books	39,631	b	Stock
	Other increases (itemize):		c	Property
			6	Other decreases (itemize):
			7	Add lines 5 and 6
4	Add lines 1, 2, and 3	96,396	8	Balance at end of year (line 4 less line 7)
				96,396

# Underpayment of Estimated Tax by Corporations

Department of the Treasury  
Internal Revenue Service

▶ Instructions are separate. See page 4 for Paperwork Reduction Act Notice  
▶ Attach to the corporation's tax return.

**2000**

Name <b>TRANSPARENT TECHNOLOGY SERVICES, INC.</b>	Employer identification number <b>65-0824972</b>
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**Note:** In most cases, the corporation does not need to file Form 2220. (See Part I below for exceptions.) The IRS will figure any penalty owed and bill the corporation. If the corporation does not need to file Form 2220, it may still use it to figure the penalty. Enter the amount from line 34 on the estimated tax penalty line of the corporation's income tax return, but do not attach Form 2220.

**Part I** **Reasons For Filing** – Check the boxes below that apply to the corporation. If any boxes are checked, the corporation must file Form 2220, even if it does not owe the penalty. If the box on line 1 or line 2 applies, the corporation may be able to lower or eliminate the penalty. See page 1 of the instructions.

- 1  The corporation is using the annualized income installment method.
- 2  The corporation is using the adjusted seasonal installment method.
- 3  The corporation is a "large corporation" figuring its first required installment based on the prior year's tax.

**Note:** The corporation must also file Form 2220 if it has a research credit allowed for the current year. See the instructions for line 4 on page 2.

**Part II** **Figuring the Underpayment**

4 Total tax (see page 2 of the instructions) .....	4			7,306	
5a Personal holding company tax (Schedule PH (Form 1120), line 26) included on line 4 .....	5a				
b Interest included on line 4 due under the look-back method of section 460(b)(2) for completed long-term contracts or of section 167(g) for property depreciated under the income forecast method. ....	5b				
c Credit for Federal tax paid on fuels (see page 2 of the instructions) .....	5c				
d Total. Add lines 5a through 5c. ....	5d				
6 Subtract line 5d from line 4. If the result is less than \$500, do not complete or file this form. The corporation does not owe the penalty. ....	6			7,306	
Enter the tax shown on the corporation's 1999 income tax return. <b>Caution:</b> see page 2 of the instructions before completing this line .....	7			7,728	
8 Enter the smaller of line 6 or line 7. If the corporation must skip line 7, enter the amount from line 6 on line 8 .....	8			7,306	
9 <b>Installment due dates.</b> Enter in columns (a) through (d) the 15th day of the 4th (Form 990-PF filers: Enter 5th month), 6th, 9th, and 12th months of the corporation's tax year. ....	9	(a)	(b)	(c)	(d)
10 <b>Required installments.</b> If the box on line 1 and/or line 2 above is checked, enter the amounts from Schedule A, line 41. If the box on line 3 (but not 1 or 2) is checked, see page 3 of the instructions for the amounts to enter. If none of these boxes are checked, enter 25% of line 8 above in each column .....	10	10/15/00	12/15/00	3/15/01	6/15/01
11 Estimated tax paid or credited for each period (see page 3 of the instructions). For column (a) only, enter the amount from line 11 on line 15 .....	11				
<b>Complete lines 12 through 18 of one column before going to the next column.</b>					
12 Enter amount, if any, from line 18 of the preceding col. ....	12				
13 Add lines 11 and 12 .....	13				
14 Add amounts on lines 16 and 17 of the preceding col. ....	14		1,826	3,652	5,479
15 Subtract line 14 from line 13. If zero or less, enter -0-. ....	15	0	0	0	0
16 If the amount on line 15 is zero, subtract line 13 from line 14. Otherwise, enter -0- .....	16		1,826	3,652	
17 <b>Underpayment.</b> If line 15 is less than or equal to line 10, subtract line 15 from line 10. Then go to line 12 of the next column. Otherwise, go to line 18. ....	17	1,826	1,826	1,827	1,827
18 <b>Overpayment.</b> If line 10 is less than line 15, subtract line 10 from line 15. Then go to line 12 of the next col. ....	18				

**Complete Part III on page 2 to figure the penalty. If there are no entries on line 17, no penalty is owed.**



**Part III** Figuring the Penalty

	(a)	(b)	(c)	(d)
Enter the date of payment or the 15th day of the 3rd month after the close of the tax year, whichever is earlier (see page 3 of the instr). (Form 990-PF & Form 990-T filers: Use 5th month instead of 3rd month.)				
19	9/15/01	9/15/01	9/15/01	9/15/01
20 Number of days from due date of installment on line 9 to the date shown on line 19	335	274	184	92
21 No. of days on line 20 after 4/15/00 and before 1/1/01	77	16		
22 Underpayment on line 17 x $\frac{\text{No. of days on line 21}}{366} \times 9\%$	\$ 34.57	\$ 7.18	\$ .	\$ .
23 No. of days on line 20 after 12/31/00 and before 4/1/01	90	90	16	
24 Underpayment on line 17 x $\frac{\text{No. of days on line 23}}{365} \times 9\%$	\$ 40.52	\$ 40.52	\$ 7.21	\$ .
25 No. of days on line 20 after 3/31/01 and before 7/1/01	91	91	91	15
26 Underpayment on line 17 x $\frac{\text{No. of days on line 25}}{365} \times 9\%$	\$ 36.42	\$ 36.42	\$ 36.44	\$ 6.01
27 No. of days on line 20 after 6/30/01 and before 10/1/01	77	77	77	77
28 Underpayment on line 17 x $\frac{\text{No. of days on line 27}}{365} \times 9\%$	\$ 26.96	\$ 26.96	\$ 26.98	\$ 26.98
29 No. of days on line 20 after 9/30/01 & before 1/1/02				
30 Underpayment on line 17 x $\frac{\text{No. of days on line 29}}{365} \times 9\%$	\$ .	\$ .	\$ .	\$ .
31 No. of days on line 20 after 12/31/01 & before 2/16/02				
32 Underpayment on line 17 x $\frac{\text{No. of days on line 31}}{365} \times 9\%$	\$ .	\$ .	\$ .	\$ .
33 Add lines 22, 24, 26, 28, 30, and 32	\$ 138.47	\$ 111.08	\$ 70.63	\$ 32.99
34 <b>Penalty.</b> Add columns (a) through (d), of line 33. Enter the total here and on Form 1120, line 33; Form 1120-A, line 29; or the comparable line for other income tax returns.				\$ 353

\* For underpayments paid after March 31, 2001: For lines 26, 28, 30, and 32, use the penalty interest rate for each calendar quarter that the IRS will determine during the first month in the preceding quarter. These rates are published quarterly in an IRS News Release and in a revenue ruling in the Internal Revenue Bulletin. To obtain this information on the Internet, access the IRS Web Site at [www.irs.gov](http://www.irs.gov). You can also call 1-800-829-1040 to get interest rate information.

# Depreciation and Amortization

(Including Information on Listed Property)

Department of the Treasury  
Internal Revenue Service (99)

▶ See separate instructions.      ▶ Attach this form to your return.

Name(s) shown on return  
**TRANSPARENT TECHNOLOGY SERVICES, INC.**

Identifying number  
**65-0824972**

Business or activity to which this form relates

**FORM 1120**

**Part I Election To Expense Certain Tangible Property (Section 179)** Note: If you have any "listed property," complete Part V before you complete Part I.

1 Maximum dollar limitation. If an enterprise zone business, see page 2 of the instructions .....	1	\$20,000
2 Total cost of section 179 property placed in service. See page 2 of the instructions .....	2	
3 Threshold cost of section 179 property before reduction in limitation .....	3	\$200,000
4 Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0- .....	4	
5 Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see page 2 of the instructions .....	5	
<b>6 (a) Description of property (b) Cost (business use only) (c) Elected cost</b>		
7 Listed property. Enter amount from line 27 .....	7	
8 Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7 .....	8	
9 Tentative deduction. Enter the smaller of line 5 or line 8 .....	9	
10 Carryover of disallowed deduction from 1999. See page 3 of the instructions .....	10	
11 Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions) .....	11	
12 Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11 .....	12	
13 Carryover of disallowed deduction to 2001. Add lines 9 and 10, less line 12 .....	13	

**Note:** Do not use Part II or Part III below for listed property (automobiles, certain other vehicles, cellular telephones, certain computers, or property used for entertainment, recreation, or amusement). Instead, use Part V for listed property.

**Part II MACRS Depreciation for Assets Placed in Service Only During Your 2000 Tax Year** (Do not include listed property.)

**Section A - General Asset Account Election**

14 If you are making the election under section 168(i)(4) to group any assets placed in service during the tax year into one or more general asset accounts, check this box. See page 3 of the instructions .....

**Section B - General Depreciation System (GDS)** (See page 3 of the instructions.)

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
15a 3-year property		652	3	HY	S/L	109
b 5-year property		3,817	5	HY	200DB	763
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property			27.5 yrs	MM	S/L	
			27.5 yrs	MM	S/L	
i Nonresidential real property			39 yrs	MM	S/L	
				MM	S/L	

**Section C - Alternative Depreciation System (ADS)** (See page 5 of the instructions.)

16a Class life					S/L	
b 12-year			12 yrs		S/L	
c 40-year			40 yrs	MM	S/L	

**Part III Other Depreciation** (Do not include listed property.) (See page 5 of the instructions.)

17 GDS and ADS deductions for assets placed in service in tax years beginning before 2000 .....	17	
18 Property subject to section 168(f)(1) election .....	18	
19 ACRS and other depreciation .....	19	

**Part IV Summary** (See page 6 of the instructions.)

20 Listed property. Enter amount from line 26 .....	20	-143,534
Total. Add deductions from line 12, lines 15 and 16 in column (g), and lines 17 through 20. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instructions .....	21	144,406
22 For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs .....	22	

Part V

Listed Property (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 23a, 23b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A - Depreciation and Other Information (Caution: See page 7 of the instructions for limits for passenger automobiles.)

23a Do you have evidence to support the business/investment use claimed? [X] Yes [ ] No 23b If "Yes," is the evidence written? [X] Yes [ ] No

Table with 10 columns: (a) Type of property, (b) Date placed in service, (c) Business/investment use percentage, (d) Cost or other basis, (e) Basis for depreciation, (f) Recovery period, (g) Method/Convention, (h) Depreciation deduction, (i) Elected section 179 cost. Includes rows for AIRPLANE - N77 and AIRPLANE AC CO.

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer questions in Section C to see if you meet an exception to completing this section for those vehicles.

Table with 6 main columns for vehicle types (a-f) and sub-columns for Yes/No answers. Includes questions 28-34 regarding miles driven and personal use.

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons. See page 8 of the instructions.

Table with 2 columns: Yes, No. Includes questions 35-39 regarding written policies and requirements for qualified automobile demonstration use.

Part VI Amortization

Table with 6 columns: (a) Description of costs, (b) Date amortization begins, (c) Amortizable amount, (d) Code section, (e) Amortization period or percentage, (f) Amortization for this year. Includes rows for 2000 tax year and costs before 2000.

STATEMENT 1  
FORM 1120, LINE 17  
TAXES AND LICENSES

STATE TAX .....	\$	2,591
TOTAL	\$	<u>2,591</u>

STATEMENT 2  
FORM 1120, LINE 26  
OTHER DEDUCTIONS

AIRPLANE EXPENSE .....	\$	38,410
AUTO AND TRUCK .....		6,910
BANK CHARGES .....		375
DELIVERY AND FREIGHT .....		357
DUES AND SUBSCRIPTIONS .....		733
EMPLOYEE EDUCATION EXPENSE .....		7,276
EMPLOYEE LEASING EXPENSE .....		2,500
INSURANCE .....		11,477
LEGAL AND PROFESSIONAL .....		10,466
MEALS AND ENTERTAINMENT .....		929
OFFICE EXPENSE .....		9,307
OUTSIDE SERVICES .....		41,880
TRAVEL .....		16,722
TOTAL	\$	<u>147,342</u>

STATEMENT 3  
FORM 1120  
ADDITIONAL CHARGES

INTEREST .....	\$	74
LATE PAYMENT OF TAX .....		63
TOTAL	\$	<u>137</u>

STATEMENT 4  
FORM 1120, SCHEDULE K, LINE 5  
50% OR MORE OWNERS

NAME : THOMAS RIETWYK  
 ID NUMBER : 072-38-4286  
 PERCENTAGE OWNED : 100.00%

## TRANSPARENT TECHNOLOGY SERVICES, INC.

65-0824972

STATEMENT 5  
FORM 1120, SCHEDULE L, LINE 6  
OTHER CURRENT ASSETS

	<u>BEGINNING</u>	<u>ENDING</u>
STOCK SUBSCRIPTION RECEIVABLE .....	\$ 500	\$ 500
TOTAL	<u>\$ 500</u>	<u>\$ 500</u>

STATEMENT 6  
FORM 1120, SCHEDULE L, LINE 7  
LOANS TO SHAREHOLDERS

	<u>BEGINNING</u>	<u>ENDING</u>
SHAREHOLDER LOAN .....	\$ 5,364	\$ 16,659
TOTAL	<u>\$ 5,364</u>	<u>\$ 16,659</u>

STATEMENT 7  
FORM 1120, SCHEDULE L, LINE 21  
OTHER LIABILITIES

	<u>BEGINNING</u>	<u>ENDING</u>
DUE TO TRANSPARENT TECHNOLOGIES, INC .....	\$ 261,547	\$ 393,077
TOTAL	<u>\$ 261,547</u>	<u>\$ 393,077</u>

STATEMENT 8  
FORM 1120, SCHEDULE M-1, LINE 5  
BOOK EXPENSES NOT DEDUCTED

PENALTIES .....	\$ 416
TOTAL	<u>\$ 416</u>

TRANSPARENT TECHNOLOGY SERVICES, INC.

65-0824972

## FEDERAL TAX COMPUTATION

1. TAXABLE INCOME (LINE 30, PAGE 1, FORM 1120)	\$	48,704
2. SHARE OF \$50,000 TAX BRACKET		48,704
3. SUBTRACT LINE 2 FROM LINE 1		0
4. LESSER OF LINE 3 OR SHARE OF \$25,000 TAX BRACKET		0
5. SUBTRACT LINE 4 FROM LINE 3		0
6. LESSER OF LINE 5 OR SHARE OF \$9,925,000 TAX BRACKET		0
7. SUBTRACT LINE 6 FROM LINE 5		0
8. MULTIPLY LINE 2 BY 15%		7,306
9. MULTIPLY LINE 4 BY 25%		0
10. MULTIPLY LINE 6 BY 34%		0
11. MULTIPLY LINE 7 BY 35%		0
12. ADDITIONAL 5% TAX NOT TO EXCEED \$11,750		0
13. ADDITIONAL 3% TAX NOT TO EXCEED \$100,000		0
14. ADD LINES 8 THROUGH 13. SCHEDULE J, LINE 3		7,306

## LATE PAYMENT PENALTY

TAX DUE		6,306
2 MONTHS LATE X 0.005 (0.250 MAX)	X	.010
LATE PAYMENT PENALTY		<u>63</u>

## INTEREST ON FEDERAL LATE FILING

TAX DUE		6,306
LATE FILING PENALTY		0
TOTAL AMOUNT SUBJECT TO INTEREST		<u>6,306</u>
<u>9/15/01 - 9/30/01 (15 DAYS @ 7%)</u>		
AMOUNT SUBJECT TO INTEREST		6,306.00
RATE FACTOR	X	<u>.002880577</u>
INTEREST		18.16
<u>10/01/01 - 11/15/01 (46 DAYS @ 7%)</u>		
AMOUNT SUBJECT TO INTEREST		6,324.16
RATE FACTOR	X	<u>.008860092</u>
INTEREST		56.03
TOTAL INTEREST ON LATE FILING (ROUNDED)		<u><u>74</u></u>

6/30/01

## 2000 FEDERAL DEPRECIATION SCHEDULE

PAGE 1

TRANSPARENT TECHNOLOGY SERVICES, INC.

65-0824972

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	PRIOR 179 BONUS	PRIOR DEC. BAL. DEPR.	BASIS REDUCTN	SALVAGE VALUE	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
FORM 1120																
AUTO / TRANSPORT EQUIPMENT																
1	AIRPLANE - N777VK	4/21/00		367,000						367,000	18,350	200DB MQ	5	.38000	139,460	
2	AIRPLANE AC COOL SYSTEM	6/01/00		10,721						10,721	536	200DB MQ	5	.38000	4,074	
TOTAL AUTO / TRANSPORT EQUIPMENT				377,721		0	0	0	0	0	377,721	18,886				143,534
MACHINERY AND EQUIPMENT																
4	SOFTWARE-OFFICE 98	9/29/00		473						473		S/L HY	3	.16670	79	
5	COMPUTER CD BURNER	9/29/00		380						380		200DB HY	5	.20000	76	
6	SOFTWARE-VIRTUAL PC	9/29/00		179						179		S/L HY	3	.16670	30	
7	COMPUTER MONITOR	10/31/00		1,140						1,140		200DB HY	5	.20000	228	
8	LAPTOP COMPUTER	1/31/01		2,297						2,297		200DB HY	5	.20000	459	
TOTAL MACHINERY AND EQUIPMENT				4,469		0	0	0	0	0	4,469	0				872
TOTAL DEPRECIATION				382,190		0	0	0	0	0	382,190	18,886				144,406
GRAND TOTAL DEPRECIATION				382,190		0	0	0	0	0	382,190	18,886				144,406

APPORTIONMENT PLAN  
FOR TAXABLE YEARS INCLUDING  
THE COMMON DECEMBER 31, 2000

<u>MEMBERS AND ADDRESSES</u>	<u>FEIN</u>	<u>YEAR ENDED</u>
Transparent Technology, Inc. 12932 Inshore Drive Palm Beach Gardens, FL 33410	59-2757514	December 31, 2000
Transparent Technology Services, Inc. 631 US Highway 1, Suite 312 North Palm Beach, FL 33408	65-0824972	June 30, 2001

The above referenced controlled group consents to an apportionment plan providing an unequal allocation as follows:

Transparent Technology, Inc. - EIN: 59-2757514

1. None of the amount pursuant to IRC §11(b) under IRC §1561(a)(1) to which a corporation which is not a member of a controlled group is entitled.
2. None of the amount pursuant to IRC §535(c) under IRC §1561(a)(2).
3. All of the amount pursuant to IRC §179(b).
4. None of the amount pursuant to IRC §55(d) under IRC §1561(a)(3).
5. None of the amount pursuant to IRC §59A under IRC §1561(a)(4).
6. None of the amount pursuant to IRC §6655(g).

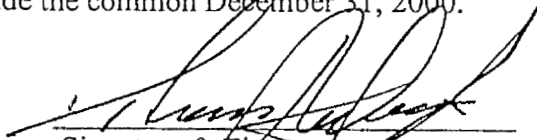
Transparent Technology Services, Inc. - EIN: 65-0824972

1. All of the amount pursuant to IRC §11(b) under IRC §1561(a)(1) to which a corporation which is not a member of a controlled group is entitled.
2. All of the amount pursuant to IRC §535(c) under IRC §1561(a)(2).
3. None of the amount pursuant to IRC §179(b).
4. All of the amount pursuant to IRC §55(d) under IRC §1561(a)(3).
5. All of the amount pursuant to IRC §59A under IRC §1561(a)(4).
6. All of the amount pursuant to IRC §6655(g).



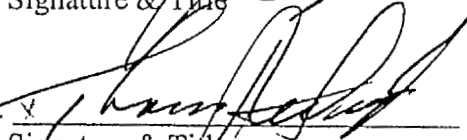
The undersigned taxpayers hereby adopt and consent to the above apportionment plan effective for their taxable years which include the common December 31, 2000.

Transparent Technology, Inc.

  
\_\_\_\_\_  
Signature & Title

11/13/01  
Date

Transparent Technology Services, Inc.

  
\_\_\_\_\_  
Signature & Title

11/13/01  
Date

U. S. Corporation Income Tax Return

Department of the Treasury Internal Revenue Service

For calendar year 1999 or tax year beginning 7/01, 1999, ending 6/30, 2000

1999

Instructions are separate. See page 1 for Paperwork Reduction Act Notice.

- A Check if a: 1 Consolidated return (attach Form 990) [ ] 2 Personal holding company (attach Sch. PH) [ ] 3 Personal service corp. (as defined in Temporary Regs. sec. 1.441-4T - see instructions) [ ]

Use IRS label. Otherwise, please print or type.

TRANSPARENT TECHNOLOGY SERVICES, INC. 631 US HIGHWAY 1 #312 WEST PALM BEACH, FL 33408

B Employer identification number 65-0824972

C Date incorporated 12/30/1997

D Total assets (see page 6 of instructions)

E Check applicable boxes: (1) [ ] Initial return (2) [ ] Final return (3) [ ] Change of address

\$ 386,280

Table with 11 rows (1a-11) and 3 columns (a, b, c). 1a Gross receipts/sales 260,422; 1c Balance 260,422; 11 Total income 261,165.

Table with 12 rows (12-29) and 3 columns (a, b, c). 12 Compensation of officers; 13 Salaries and wages; 14-16 Deductions; 17-19 Charitable contributions; 20-22 Depreciation; 23-26 Other deductions; 27 Total deductions 210,253; 28 Taxable income before net operating loss deduction 50,912.

Table with 7 rows (30-36) and 3 columns (a, b, c). 30 Taxable income 50,912; 31 Total tax 7,728; 32 Payments; 33 Estimated tax penalty 406; 34 Tax due 9,866; 35 Overpayment 9,866; 36 Enter amount of line 35 you want credited to 1999 estimated tax 9,866.

Sign Here: Signature of officer [Signature], Date 11/3/00, Title PRESIDENT. Preparer's signature [Signature], Date 11-2-00, Preparer's SSN or PTIN P00087100, Firm's name SUSAN SMITH, CPA, & ASSOC., PA, 8895 N. MILITARY TRAIL, #202E, PALM BEACH GARDENS, FL, EIN 65-0620269, ZIP code 33410.

# Application for Automatic Extension of Time To File Corporation Income Tax Return

Department of the Treasury  
Internal Revenue Service

Name of corporation

INSPARENT TECHNOLOGY SERVICES, INC.

Employer identification number

65-0824972

Number, street, and room or suite no. (If a P.O. box or outside the United States, see instructions.)

631 US HIGHWAY 1 #312

City or town, state, and ZIP code

WEST PALM BEACH, FL 33408

Check type of return to be filed:

- Form 1120       Form 1120-FSC       Form 1120-ND       Form 1120-REIT       Form 1120-SF
  - Form 1120-A       Form 1120-H       Form 1120-PC       Form 1120-RIC
  - Form 1120-F       Form 1120-L       Form 1120-POL       Form 1120S
  - Form 990-C       Form 990-T
- Note:** Other 990 filers (i.e., Form 990, 990-EZ, 990-BL, 990-PF, and certain filers of Form 990-T (see instructions)) must use Form 2758 to request an extension of time to file.

**Form 1120-F filers:** Check here if you do not have an office or place of business in the United States

**1a** I request an automatic 6-month (or, for certain corporations, 3-month) extension of time until 3/15, 2001, to file the income tax return of the corporation named above for  calendar year \_\_\_\_\_ or  tax year beginning 7/01, 1999, and ending 6/30, 2000.

**b** If this tax year is for less than 12 months, check reason:

- Initial return       Final return       Change in accounting period       Consolidated return to be filed

**2** If this application also covers subsidiaries to be included in a consolidated return, complete the following:

Name and address of each member of the affiliated group	Employer identification number	Tax period

**3** Tentative tax (see instructions) ..... **3** 18,000

**4 Credits:**

<b>a</b> Overpayment credited from prior year .....	<b>4a</b>			
<b>b</b> Estimated tax payments for the tax year .....	<b>4b</b>			
<b>c</b> Less refund for the tax year applied for on Form 4466 .....	<b>4c</b>	(	<b>Bal</b>	<b>4d</b> <u>0</u>
<b>e</b> Credit for tax paid on undistributed capital gains (Form 2439) .....	<b>4e</b>			
<b>f</b> Credit for Federal tax on fuels (Form 4136) .....	<b>4f</b>			

**5** Total. Add lines 4d through 4f ..... **5** 0

**6** Balance due. Subtract line 5 from line 3. Deposit this amount electronically or with a Federal Tax Deposit (FTD) Coupon (see instructions) ..... **6** 18,000

Signature. Under penalties of perjury, I declare that I have been authorized by the above-named corporation to make this application, and to the best of my knowledge and belief, the statements made are true, correct, and complete.

Susan M. Smith  
(Signature of officer or agent)

CPA  
(Title)

9-13-00  
(Date)

Schedule A Cost of Goods Sold (See page 12 of instructions.)

1 Inventory at beginning of year... 2 Purchases... 3 Cost of labor... 4 Additional section 263A costs... 5 Other costs... 6 Total. Add lines 1 through 5... 7 Inventory at end of year... 8 Cost of goods sold... 9a Check all methods used for valuing closing inventory: (i) Cost as described... (ii) Lower of cost or market... (iii) Other... b Check if there was a writedown... c Check if the LIFO inventory method... d If the LIFO inventory method... e If property is produced or acquired for resale... f Was there any change in determining quantities, cost, or valuations...

Schedule C Dividends and Special Deductions (See page 13 of instructions.)

Table with 4 columns: (a) Dividends received, (b) %, (c) Special deductions (a) x (b). Rows include: 1 Dividends from less-than-20%-owned domestic corporations... 2 Dividends from 20%-or-more-owned domestic corporations... 3 Dividends on debt-financed stock... 4 Dividends on certain preferred stock... 7 Dividends from 20%-or-more-owned foreign corporations... 8 Dividends from wholly owned foreign subsidiaries... 10 Dividends from domestic corporations received by a small business investment company... 11 Dividends from certain FSCs... 12 Dividends from affiliated group members... 13 Other dividends from foreign corporations... 14 Income from controlled foreign corporations... 15 Foreign dividend gross-up... 16 IC-DISC and former DISC dividends... 17 Other dividends... 18 Deduction for dividends paid on certain preferred stock... 19 Total dividends... 20 Total special deductions...

Schedule E Compensation of Officers (See instructions for line 12, page 1.)

Note: Complete Schedule E only if total receipts (line 1a plus lines 4 through 10 on page 1, Form 1120) are \$500,000 or more.

Table with 6 columns: (a) Name of officer, (b) Social security number, (c) Percent of time devoted to business, (d) Common, (e) Preferred, (f) Amount of compensation. Rows include: 2 Total compensation of officers... 3 Compensation of officers claimed on Schedule A and elsewhere on return... 4 Subtract line 3 from line 2. Enter the result here and on line 12, page 1...

Schedule J		Tax Computation (See page 15 of instructions.)	
1	Check if the corporation is a member of a controlled group (see sections 1561 and 1563) <input checked="" type="checkbox"/>		
<b>Important:</b> Members of a controlled group, see instructions on page 15.			
2a	If box on line 1 is checked, enter corp's share of \$50,000, \$25,000, & \$9,925,000 taxable inc brackets (in that order):		
	(1) \$ 50,000 (2) \$ 25,000 (3) \$ 9,925,000		
b	Enter the corporation's share of: (1) Additional 5% tax (not more than \$11,750) ..	\$ 0	
	(2) Additional 3% tax (not more than \$100,000) ..	\$ 0	
3	Income tax. Check if a qualified personal service corporation under section 448(d)(2) (see page 15) S.T. ... 4 <input type="checkbox"/>	3	7,728
4a	Foreign tax credit (attach Form 1118) .....	4a	
b	Possessions tax credit (attach Form 5735) .....	4b	
c	Check: <input type="checkbox"/> Nonconventional source fuel credit <input type="checkbox"/> QEV credit (attach Form 8834) .....	4c	
d	General business credit. Enter here & check which forms are attached: <input type="checkbox"/> 3800 <input type="checkbox"/> 3468 <input type="checkbox"/> 5884 <input type="checkbox"/> 6478 <input type="checkbox"/> 6765 <input type="checkbox"/> 8586 <input type="checkbox"/> 8830 <input type="checkbox"/> 8826 <input type="checkbox"/> 8835 <input type="checkbox"/> 8844 <input type="checkbox"/> 8845 <input type="checkbox"/> 8846 <input type="checkbox"/> 8820 <input type="checkbox"/> 8847 <input type="checkbox"/> 8861	4d	
e	Credit for prior year minimum tax (attach Form 8827) .....	4e	
5	Total credits. Add lines 4a through 4e .....	5	
6	Subtract line 5 from line 3 .....	6	7,728
7	Personal holding company tax (attach Schedule PH (Form 1120)) .....	7	
8	Recapture taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 .....	8	
9	Alternative minimum tax (attach Form 4626) .....	9	
10	Add lines 6 through 9 .....	10	7,728
11	Qualified zone academy bond credit (attach Form 8860) .....	11	
12	Total tax. Subtract line 11 from line 10. Enter here & on line 31, page 1 .....	12	7,728

Schedule K		Other Information (See page 17 of instructions.)	
	Yes	No	
1	Check method of accounting: a <input type="checkbox"/> Cash b <input checked="" type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶ _____		
	See page 19 of the instructions and enter the: a Business activity code no. ▶ 541519 b Business activity ▶ ROUTER INST & MAINT c Product or service ▶ SERVICE		
3	At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) .....		X
	If "Yes," attach a schedule showing: (a) name and employer identification number (EIN), (b) percentage owned, and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year.		
4	Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? .....		X
	If "Yes," enter name and EIN of the parent corporation ▶ _____		
5	At the end of the tax year, did any individual, partnership, corporation, estate or trust own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) .....		X
	If "Yes," attach a schedule showing name and identifying no. (Do not include any information already entered in 4 above.) Enter percentage owned ▶ 100% SEE STATEMENT 5 During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See secs. 301 and 316.) .....		X
	If "Yes," file Form 5452. If this is a consolidated return, answer here for the parent corporation and on Form 851, Affiliations Schedule for each subsidiary		
7	Was the corporation a U.S. shareholder of any controlled foreign corporation? (See sections 951 and 957.) .....		X
	If "Yes," attach Form 5471 for each such corporation. Enter number of Forms 5471 attached ▶ _____		
8	At any time during the 1999 calendar year, did the corporation have an interest in or a signature or other authority over a financial account (such as a bank account, securities account, or other financial account) in a foreign country? .....		X
	If "Yes," the corporation may have to file Form TD F 90-22.1. If "Yes," enter name of foreign country ▶ _____		
9	During the tax year, did the corporation receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the corporation may have to file Form 3520 .....		X
10	At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of: (a) the total voting power of all classes of stock of the corporation entitled to vote, or (b) the total value of all classes of stock of the corporation? If "Yes,"		X
	a Enter percentage owned ▶ _____ b Enter owner's country ▶ _____ c The corporation may have to file Form 5472. Enter number of Forms 5472 attached ▶ _____		
11	Check this box if the corporation issued publicly offered debt instruments with original issue discount .....		<input type="checkbox"/>
	If checked, the corporation may have to file Form 8281.		
12	Enter the amount of tax-exempt interest received or accrued during the tax year. .... ▶ \$ _____		
13	If there were 75 or fewer shareholders at the end of the tax year, enter the number ▶ 1		
14	If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here .....		<input type="checkbox"/>
15	Enter the available NOL carryover from prior tax years (Do not reduce it by any deduction on line 29a.) ▶ \$ _____		

Schedule L	Balance Sheets per Books	Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
<b>Assets</b>					
1	Cash		5,939		17,479
2a	Trade notes and accounts receivable	1,390		4,102	
b	Less allowance for bad debts	( )	1,390	( )	4,102
3	Inventories				
4	U.S. government obligations				
5	Tax-exempt securities (see instructions)				
6	Other current assets (attach sch.) SEE ST 6		5,997		500
7	Loans to stockholders				5,364
8	Mortgage and real estate loans				
9	Other investments (attach sch.)				
10a	Buildings and other depreciable assets			377,721	
b	Less accumulated depreciation	( )		( 18,886)	358,835
11a	Depletable assets				
b	Less accumulated depletion	( )		( )	
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization	( )		( )	
14	Other assets (attach schedule)				
15	<b>Total assets</b>		13,326		386,280
<b>Liabilities and Stockholders' Equity</b>					
16	Accounts payable				67,468
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (attach sch.)				
19	Loans from stockholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach sch.) SEE ST 7				261,547
22	Capital stock: a Preferred stock				
	b Common stock	500	500	500	500
	Additional paid-in capital				
24	Retained earnings - Appropriated				
25	Retained earnings - Unappropriated		12,826		56,765
26	Adjustments to shareholder's equity				
27	Less cost of treasury stock		( )		( )
28	<b>Total liabilities and stockholders' equity</b>		13,326		386,280

Note: The corporation is not required to complete Schedules M-1 and M-2 if the total assets on line 15, column (d) of Schedule L are less than \$25,000.

Schedule M-1		Reconciliation of Income (Loss) per Books With Income per Return (See page 18 of instructions.)	
1	Net income (loss) per books	43,939	7 Income recorded on books this year not included on this return (itemize):
2	Federal income tax	4,939	a Tax-exempt interest \$ _____
3	Excess of capital losses over capital gains		
4	Income subject to tax not recorded on books this year (itemize): _____		8 Deductions on this return not charged against book income this year (itemize):
5	Expenses recorded on books this year not deducted on this return (itemize):		a Depreciation . . . . \$ _____
a	Depreciation . . . . . \$ _____		b Contrib carryover \$ _____
b	Contributions carryover . . . . \$ _____		
c	Travel and entertainment . . . \$ 1,114		9 Add lines 7 and 8 . . . . . 0
	STATEMENT 8 920	2,034	10 Income (line 28, pg. 1) - line 6 less line 9 50,912
6	Add lines 1 through 5	50,912	

Schedule M-2		Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)	
1	Balance at beginning of year	12,826	5 Distributions: a Cash
2	Net income (loss) per books	43,939	b Stock
	Other increases (itemize): _____		c Property
	_____		
	_____		6 Other decreases (itemize): _____
	_____		
4	Add lines 1, 2, and 3	56,765	7 Add lines 5 and 6 . . . . .
			8 Balance at end of year (line 4 less line 7) 56,765

# Underpayment of Estimated Tax by Corporations

Department of the Treasury  
Internal Revenue Service

▶ Instructions are separate. See page 4 for Paperwork Reduction Act Notice  
▶ Attach to the corporation's tax return.

**1999**

N <b>TRANSPARENT TECHNOLOGY SERVICES, INC.</b>	Employer identification number <b>65-0824972</b>
--	---

**Note:** In most cases, the corporation does not need to file Form 2220. (See Part I below for exceptions.) The IRS will figure any penalty owed and bill the corporation. If the corporation does not need to file Form 2220, it may still use it to figure the penalty. Enter the amount from line 34 on the estimated tax penalty line of the corporation's income tax return, but do not attach Form 2220.

**Part I** **Reasons For Filing** - Check the boxes below that apply to the corporation. If any box or the note below applies, the corporation must file Form 2220, even if it does not owe the penalty. If the box on line 1 or line 2 or the waiver applies, the corporation may be able to lower or eliminate the penalty. See page 1 of the instructions.

- 1  The corporation is using the annualized income installment method.
- 2  The corporation is using the adjusted seasonal installment method.
- 3  The corporation is a "large corporation" figuring its first required installment based on the prior year's tax.

**Note:** The corporation must also file Form 2220 if it is claiming a waiver of the penalty. See Waiver of penalty for corporations claiming the research credit on page 3 of the instructions.

**Part II** **Figuring the Underpayment**

4 Total tax (see page 2 of the instructions) .....	4				7,728
5a Personal holding company tax (Schedule PH (Form 1120), line 26) included on line 4 .....	5a				
b Interest due under the look-back method of section 460(b)(2) for completed long-term contracts included on line 4 .....	5b				
c Credit for Federal tax paid on fuels (see page 2 of the instructions) .....	5c				
d Total. Add lines 5a through 5c .....	5d				
6 Subtract line 5d from line 4. If the result is less than \$500, do not complete or file this form. The corporation does not owe the penalty. ....	6				7,728
7 Enter the tax shown on the corporation's 1998 income tax return. (CAUTION: See page 2 of the instructions before completing this line.) .....	7				
8 Enter the smaller of line 6 or line 7. If the corporation must skip line 7, enter the amount from line 6 on line 8 .....	8				7,728
9 <b>Installment due dates.</b> Enter in columns (a) through (d) the 15th day of the 4th (Form 990-PF filers: Enter 5th month), 6th, 9th, and 12th months of the corporation's tax year. ....	9	(a)	(b)	(c)	(d)
		10/15/99	12/15/99	3/15/00	6/15/00
10 <b>Required installments.</b> If the box on line 1 and/or line 2 above is checked, enter the amounts from Schedule A, line 41. If the box on line 3 (but not 1 or 2) is checked, see page 2 of the instructions for the amounts to enter. If none of these boxes are checked, enter 25% of line 8 above in each column .....	10	1,932	1,932	1,932	1,932
11 Estimated tax paid or credited for each period (see page 2 of the instructions). For column (a) only, enter the amount from line 11 on line 15 .....	11				
<b>Complete lines 12 through 18 of one column before going to the next column.</b>					
12 Enter amount, if any, from line 18 of the preceding col. ....	12				
13 Add lines 11 and 12 .....	13				
14 Add amounts on lines 16 and 17 of the preceding col. ....	14		1,932	3,864	5,796
15 Subtract line 14 from line 13. If zero or less, enter -0- .....	15	0	0	0	0
16 If the amount on line 15 is zero, subtract line 13 from line 14. Otherwise, enter -0- .....	16		1,932	3,864	
17 <b>Underpayment.</b> If line 15 is less than or equal to line 13, subtract line 15 from line 10. Then go to line 12 of the next column. Otherwise, go to line 18. ....	17	1,932	1,932	1,932	1,932
18 <b>Overpayment.</b> If line 10 is less than line 15, subtract line 10 from line 15. Then go to line 12 of the next col. ....	18				

**Complete Part III on page 2 to figure the penalty. If there are no entries on line 17, no penalty is owed.**

**Part III Figuring the Penalty**

	(a)	(b)	(c)	(d)
19 After the date of payment or the 15th day of the 3rd month after the close of the tax year, whichever is earlier (see page 3 of the instr). (Form 990-PF & Form 990-T filers: Use 5th month instead of 3rd month.)	9/15/00	9/15/00	9/15/00	9/15/00
20 Number of days from due date of installment on line 9 to the date shown on line 19	336	275	184	92
21 No. of days on line 20 after 4/15/99 and before 1/1/00	77	16		
22 Underpayment on line 17 x $\frac{\text{No. of days on line 21} \times 8\%}{365}$	\$ 32.61	\$ 6.78	\$	\$
23 No. of days on line 20 after 12/31/99 and before 4/1/00	91	91	16	
24 Underpayment on line 17 x $\frac{\text{No. of days on line 23} \times 8\%}{366}$	\$ 38.43	\$ 38.43	\$ 6.76	\$
25 No. of days on line 20 after 3/31/00 and before 7/1/00	91	91	91	15
26 Underpayment on line 17 x $\frac{\text{No. of days on line 25} \times \text{\%}}{366}$	\$ 43.23	\$ 43.23	\$ 43.23	\$ 7.13
27 No. of days on line 20 after 6/30/00 and before 10/1/00	77	77	77	77
28 Underpayment on line 17 x $\frac{\text{No. of days on line 27} \times \text{\%}}{366}$	\$ 36.58	\$ 36.58	\$ 36.58	\$ 36.58
29 No. of days on line 20 after 9/30/00 & before 1/1/01				
30 Underpayment on line 17 x $\frac{\text{No. of days on line 29} \times \text{\%}}{366}$	\$	\$	\$	\$
31 No. of days on line 20 after 12/31/00 & before 2/16/01				
32 Underpayment on line 17 x $\frac{\text{No. of days on line 31} \times \text{\%}}{365}$	\$	\$	\$	\$
33 Add lines 22, 24, 26, 28, 30, and 32	\$ 150.85	\$ 125.02	\$ 86.57	\$ 43.71
34 <b>Penalty.</b> Add columns (a) through (d), of line 33. Enter the total here and on Form 1120, line 33; Form 1120-A, line 29; or the comparable line for other income tax returns.			\$	\$ 406

\* For underpayments paid after March 31, 2000: For lines 26, 28, 30, and 32 use the penalty interest rate for each calendar quarter that the IRS will determine during the first month in the preceding quarter. These rates are published quarterly in an IRS News Release and in a revenue ruling in the Internal Revenue Bulletin. To obtain this information on the Internet, access the IRS's Web Site at [www.irs.gov](http://www.irs.gov). You can also call 1-800-829-1040 to get interest rate information.



Depreciation and Amortization (Including Information on Listed Property)

1999

Department of the Treasury Internal Revenue Service (99)

See separate instructions. Attach this form to your return.

Attachment Sequence No. 67

Name(s) shown on return

Identifying number

TRANSPARENT TECHNOLOGY SERVICES, INC.

65-0824972

Business or activity to which this form relates

FORM 1120

Part I Election To Expense Certain Tangible Property (Section 179) (Note: If you have any "listed property," complete Part V before you complete Part I)
1 Maximum dollar limitation. If an enterprise zone business, see page 2 of the instructions 1 \$19,000
2 Total cost of section 179 property placed in service. See page 2 of the instructions 2
3 Threshold cost of section 179 property before reduction in limitation 3 \$200,000
4 Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0- 4
5 Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see page 2 of the instructions 5
6 (a) Description of property (b) Cost (business use only) (c) Elected cost
7 Listed property. Enter amount from line 27 7
8 Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7 8
9 Tentative deduction. Enter the smaller of line 5 or line 8 9
10 Carryover of disallowed deduction from 1998. See page 2 of the instructions 10
11 Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions) 11
12 Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11 12
13 Carryover of disallowed deduction to 2000. Add lines 9 and 10, less line 12 13

Note: Do not use Part II or Part III below for listed property (automobiles, certain other vehicles, cellular telephones, certain computers, or property used for entertainment, recreation, or amusement). Instead, use Part V for listed property.

Part II MACRS Depreciation For Assets Placed in Service ONLY During Your 1999 Tax Year (Do Not Include Listed Property.)

Section A - General Asset Account Election

If you are making the election under section 168(i)(4) to group any assets placed in service during the tax year into one or more general asset accounts, check this box. See page 3 of the instructions

Section B - General Depreciation System (GDS) (See page 3 of the instructions.)

Table with 7 columns: (a) Classification of property, (b) Month and year placed in service, (c) Basis for depreciation, (d) Recovery period, (e) Convention, (f) Method, (g) Depreciation deduction. Rows include 15a-g (3-25 year property), h (Residential rental property), and i (Nonresidential real property).

Section C - Alternative Depreciation System (ADS): (See page 5 of the instructions.)

Table with 7 columns: (a) Class life, (b) 12-year, (c) 40-year, (d) Recovery period, (e) Convention, (f) Method, (g) Depreciation deduction. Rows include 16a (Class life), b (12-year), and c (40-year).

Part III Other Depreciation (Do Not Include Listed Property.) (See page 5 of the instructions.)

Table with 3 columns: Line number, Description, and Amount. Rows include 17 (GDS and ADS deductions for assets placed in service in tax years beginning before 1999), 18 (Property subject to section 168(f)(1) election), and 19 (ACRS and other depreciation).

Part IV Summary (See page 6 of the instructions.)

Table with 3 columns: Line number, Description, and Amount. Rows include 20 (Listed property. Enter amount from line 26), 21 (Total. Add deductions on line 12, lines 15 and 16 in column (g), and lines 17 through 20. Enter here and on the appropriate lines of your return. Partnerships & S corporations - see instructions), and 22 (For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs).

Part V Listed Property - Automobiles, Certain Other Vehicles, Cellular Telephones, Certain Computers, and Property Used for Entertainment, Recreation, or Amusement

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 23a, 23b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A - Depreciation and Other Information (Caution: See page 7 of the instructions for limits for passenger automobiles.)

Table with 9 columns: (a) Type of property, (b) Date placed in service, (c) Business/investment use percentage, (d) Cost or other basis, (e) Basis for depreciation, (f) Recovery period, (g) Method/Convention, (h) Depreciation deduction, (i) Elected section 179 cost. Includes rows for AIRPLANE AC CO and AIRPLANE - N77.

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer questions in Section C to see if you meet an exception to completing this section for those vehicles.

Table with 6 columns: (a) Vehicle 1, (b) Vehicle 2, (c) Vehicle 3, (d) Vehicle 4, (e) Vehicle 5, (f) Vehicle 6. Rows include 28-34 regarding miles driven and personal use availability.

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons.

Table with 2 columns: Yes, No. Rows include 35-39 regarding written policy statements and information retention.

Part VI Amortization

Table with 6 columns: (a) Description of costs, (b) Date amortization begins, (c) Amortizable amount, (d) Code section, (e) Amortization period or percentage, (f) Amortization for this year. Includes rows 40-42.

## TRANSPARENT TECHNOLOGY SERVICES, INC.

65-0824972

STATEMENT 1  
FORM 1120, LINE 10  
OTHER INCOME

AUTO LEASE INCLUSION .....	\$	98
TOTAL	\$	<u>98</u>

STATEMENT 2  
FORM 1120, LINE 17  
TAXES AND LICENSES

LICENSES AND PERMITS .....	\$	564
STATE TAX .....		1,203
TOTAL	\$	<u>1,767</u>

STATEMENT 3  
FORM 1120, LINE 26  
OTHER DEDUCTIONS

AIRPLANE EXPENSE .....	\$	51,167
AUTO AND TRUCK .....		6,327
BANK CHARGES .....		395
EMPLOYEE EDUCATION EXPENSE .....		500
EMPLOYEE LEASING EXPENSE .....		11,250
INSURANCE .....		6,980
LEGAL AND PROFESSIONAL .....		2,478
MEALS AND ENTERTAINMENT .....		1,114
OFFICE EXPENSE .....		2,685
OUTSIDE SERVICES .....		92,750
TRAVEL .....		7,033
TOTAL	\$	<u>182,679</u>

STATEMENT 4  
FORM 1120, SCHEDULE J, LINE 3  
COMPUTATION OF CONTROLLED GROUP TAX

1. TAXABLE INCOME (LINE 30, PAGE 1, FORM 1120) .....	\$	50,912
2. SHARE OF \$50,000 TAX BRACKET .....		50,000
3. SUBTRACT LINE 2 FROM LINE 1 .....		912
4. LESSER OF LINE 3 OR SHARE OF \$25,000 TAX BRACKET .....		912
5. SUBTRACT LINE 4 FROM LINE 3 .....		0
6. LESSER OF LINE 5 OR SHARE OF \$9,925,000 TAX BRACKET .....		0
7. SUBTRACT LINE 6 FROM LINE 5 .....		0
8. MULTIPLY LINE 2 BY 15% .....		7,500
9. MULTIPLY LINE 4 BY 25% .....		228
10. MULTIPLY LINE 6 BY 34% .....		0
11. MULTIPLY LINE 7 BY 35% .....		0

TRANSPARENT TECHNOLOGY SERVICES, INC.

65-0824972

STATEMENT 4 (CONTINUED)  
FORM 1120, SCHEDULE J, LINE 3  
COMPUTATION OF CONTROLLED GROUP TAX

12. ADDITIONAL 5% TAX NOT TO EXCEED \$11,750 .....	0
13. ADDITIONAL 3% TAX NOT TO EXCEED \$100,000 .....	0
14. ADD LINES 8 THROUGH 13. SCHEDULE J, LINE 3 .....	7,728

STATEMENT 5  
FORM 1120, SCHEDULE K, LINE 5  
50% OR MORE OWNERS

NAME : THOMAS RIETWYK  
ID NUMBER : 072-38-4286  
PERCENTAGE OWNED : 100%

STATEMENT 6  
FORM 1120, SCHEDULE L, LINE 6  
OTHER CURRENT ASSETS

	BEGINNING	ENDING
DUE FROM TRANSPARENT TECHNOLOGY, INC .....	\$ 5,497	\$ 0
STOCK SUBSCRIPTION RECEIVABLE .....	500	500
TOTAL	<u>\$ 5,997</u>	<u>\$ 500</u>

STATEMENT 7  
FORM 1120, SCHEDULE L, LINE 21  
OTHER LIABILITIES

	BEGINNING	ENDING
DUE TO TRANSPARENT TECHNOLOGIES, INC .....	\$ 0	\$ 261,547
TOTAL	<u>\$ 0</u>	<u>\$ 261,547</u>

STATEMENT 8  
FORM 1120, SCHEDULE M-1, LINE 5  
BOOK EXPENSES NOT DEDUCTED

AUTO LEASE INCLUSION .....	\$ 98
STATE UNDERPAYMENT PENALTY .....	822
TOTAL	<u>\$ 920</u>

TRANSPARENT TECHNOLOGY SERVICES, INC.

65-0824972

DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	CUR BUS. PCT.	PRIOR 179 BONUS	PRIOR DEC. BAL. DEPR.	BASIS REDUCTN	SALVAGE VALUE	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
FORM 1120														
AUTO / TRANSPORT EQUIPMENT														
1 AIRPLANE - N777VK	4/21/00		367,000						367,000		200DB MQ	5	.05000	18,350
2 AIRPLANE AC COOL SYSTEM	6/01/00		10,721						10,721		200DB MQ	5	.05000	536
TOTAL AUTO / TRANSPORT EQUIPMENT			377,721	0	0	0	0	0	377,721	0				18,886
TOTAL DEPRECIATION			377,721	0	0	0	0	0	377,721	0				18,886
GRAND TOTAL DEPRECIATION			377,721	0	0	0	0	0	377,721	0				18,886

TRANSPARENT TECHNOLOGY SERVICES, INC.

65-0824972

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	AMT BASIS	AMT PRIOR DEPR.	AMT METHOD	AMT LIFE	AMT RATE	AMT DEPR.	REG. DEPR.	OWNR. PCT.	POST-86 DEPR ADJ.	REAL PROP PREF.	LEAS PROP PREF.	PERS
FORM 1120															
AUTO / TRANSPORT EQUIPMENT															
1	AIRPLANE - N777VK	4/21/00		367,000		150DB MQ	5	.03750	13,763	18,350		4,587			
2	AIRPLANE AC COOL SYSTEM	6/01/00		10,721		150DB MQ	5	.03750	402	536		134			
TOTAL AUTO / TRANSPORT EQUIPMENT				377,721	0				14,165	18,886		4,721	0	0	
TOTAL DEPRECIATION				377,721	0				14,165	18,886		4,721	0	0	
GRAND TOTAL DEPRECIATION				377,721	0				14,165	18,886		4,721	0	0	

APPORTIONMENT PLAN  
FOR TAXABLE YEARS INCLUDING  
THE COMMON DECEMBER 31, 1999

<u>MEMBERS AND ADDRESSES</u>	<u>FEIN</u>	<u>YEAR ENDED</u>
Transparent Technology, Inc. 12932 Inshore Drive Palm Beach Gardens, FL 33410	59-2757514	December 31, 1999
Transparent Technology Services, Inc. 631 US Highway 1, Suite 312 North Palm Beach, FL 33408	65-0824972	June 30, 2000

The above referenced controlled group consents to an apportionment plan providing an unequal allocation as follows:

Transparent Technology, Inc. - EIN: 59-2757514

1. None of the amount pursuant to IRC §11(b) under IRC §1561(a)(1) to which a corporation which is not a member of a controlled group is entitled.
2. None of the amount pursuant to IRC §535(c) under IRC §1561(a)(2).
3. \$19,000 pursuant to IRC §179(b).
4. None of the amount pursuant to IRC §55(d) under IRC §1561(a)(3).
5. None of the amount pursuant to IRC §59A under IRC §1561(a)(4).
6. None of the amount pursuant to IRC §6655(g).

Transparent Technology Services, Inc. - EIN: 65-0824972

1. All of the amount pursuant to IRC §11(b) under IRC §1561(a)(1) to which a corporation which is not a member of a controlled group is entitled.
2. All of the amount pursuant to IRC §535(c) under IRC §1561(a)(2).
3. None of the amount pursuant to IRC §179(b).
4. All of the amount pursuant to IRC §55(d) under IRC §1561(a)(3).
5. All of the amount pursuant to IRC §59A under IRC §1561(a)(4).
6. All of the amount pursuant to IRC §6655(g).

The undersigned taxpayers hereby adopt and consent to the above apportionment plan effective for their taxable years which include the common December 31, 1999.

Transparent Technology, Inc. \_\_\_\_\_  
Signature & Title Date

Transparent Technology Services, Inc. \_\_\_\_\_  
Signature & Title Date



U. S. Corporation Income Tax Return

Department of the Treasury Internal Revenue Service

For calendar year 1998 or tax year beginning 7/01, 1998, ending 6/30, 1999

1998

Instructions are separate. See page 1 for Paperwork Reduction Act Notice.

**A** Check if a

1  Consolidated return (with Form 951)

2  Qualifying holding company (attach Schedule PH)

3  Personal service corporation (as defined in Temporary Regs. sec. 1.441-4T - see instructions)

**Use IRS label. Otherwise, please print or type.**

**TRANSPARENT TECHNOLOGY SERVICES, INC**  
**631 US HIGHWAY 1 #312**  
**WEST PALM BEACH, FL 33408**

**B** Employer identification number  
65-0824972

**C** Date incorporated  
12/30/97

**D** Total assets (see page 7 of instructions)

**E** Check applicable boxes (1)  Initial return (2)  Final return (3)  Change of address

**\$** 13,326

<b>INCOME</b>	1a	Gross receipts/sales	14,549	b	Less returns & allowances		c	Balance	1c	14,549
	2	Cost of goods sold (Schedule A, line 8)							2	
	3	Gross profit. Subtract line 2 from line 1c							3	14,549
	4	Dividends (Schedule C, line 19)							4	
	5	Interest							5	
	6	Gross rents							6	
	7	Gross royalties							7	
	8	Capital gain net income (attach Schedule D (Form 1120))							8	
	9	Net gain or (loss) from Form 4797, Part II, line 18 (attach Form 4797)							9	754
	10	Other income (see page 6 of instructions - attach schedule)							10	
	11	<b>Total income.</b> Add lines 3 through 10							11	15,303

<b>DEDUCTIONS</b>	12	Compensation of officers (Schedule E, line 4)							12	
	13	Salaries and wages (less employment credits)							13	
	14	Repairs and maintenance							14	
	15	Bad debts							15	
	16	Rents							16	
	17	Taxes and licenses							17	
	18	Interest							18	
	19	Charitable contributions (see page 8 of instructions for 10% limitation)							19	
	20	Depreciation (attach Form 4562)	20	2,599						
	21a	Less depreciation claimed on Schedule A and elsewhere on return	21a						21b	2,599
22	Depletion							22		
23	Advertising							23		
24	Pension, profit-sharing, etc., plans							24		
25	Employee benefit programs							25		
26	Other deductions (attach schedule)		SEE STATEMENT	1				26	18,846	
27	<b>Total deductions.</b> Add lines 12 through 26							27	21,445	
28	Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11							28	-6,142	
29	Less: a Net operating loss deduction (see page 9 of instr.)	29a								
	b Special deductions (Schedule C, line 20)	29b						29c		

<b>TAX AND PAYMENTS</b>	30	Taxable income. Subtract line 29c from line 28							30	-6,142
	31	<b>Total tax</b> (Schedule J, line 12)							31	0
	32	<b>Payments:</b>								
	a	1997 overpayment credited to 1998	32a							
	b	1998 estimated tax payments	32b							
	c	Less 1998 refund applied for on Form 4466	32c	(		)	d	Bal	32d	0
	e	Tax deposited with Form 7004	32e							
	f	Credit for tax paid on undistributed capital gains (attach Form 2439)	32f							
	g	Credit for Federal tax on fuels (attach Form 4136). See instructions	32g						32h	0
	33	Estimated tax penalty (see page 10 of instructions). Check if Form 2220 is attached							33	
34	Tax due. If line 32h is smaller than the total of lines 31 and 33, enter amount owed							34	0	
35	Overpayment. If line 32h is larger than the total of lines 31 and 33, enter amount overpaid							35		
36	Enter amount of line 35 you want: Credited to 1999 estimated tax							Refunded	36	

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer: \_\_\_\_\_ Date: \_\_\_\_\_ Title: \_\_\_\_\_

Preparer's signature: *Susan M. Smith* Date: 5-24-00 Check if self-employed  Preparer's social security number: 363-58-7770

Firm's name (or yours, if self-employed) and address: **SUSAN SMITH, CPA, & ASSOC., PA**  
**8895 N. MILITARY TRAIL, #202E**  
**PALM BEACH GARDENS, FL**

EIN: 65-0620269 ZIP code: 33410

# Application for Automatic Extension of Time To File Corporation Income Tax Return

Department of the Treasury  
Internal Revenue Service

Name of corporation: **TRANSPARENT TECHNOLOGY SERVICES** Employer identification number: **65-0824972**

Address: **1108 ELIZABETH AVENUE**  
City or town, state, and ZIP code: **WEST PALM BEACH, FL 33401**

- Check type of return to be filed:
- Form 1120
  - Form 1120-FSC
  - Form 1120-ND
  - Form 1120-REIT
  - Form 1120-SF
  - Form 1120-A
  - Form 1120-H
  - Form 1120-PC
  - Form 1120-RIC
  - Form 1120-F
  - Form 1120-L
  - Form 1120-POL
  - Form 1120S
  - Form 990-C
  - Form 990-T
- Note:** Other 990 filers (i.e., Form 990, 990-EZ, 990-BL, 990-PF, and certain filers of Form 990-T (see instructions)) must use Form 2758 to request an extension of time to file.

Form 1120-F filers: Check here if you do not have an office or place of business in the United States

1a I request an automatic 6-month (or, for certain corporations, 3-month) extension of time until 3/15, 2000, to file the income tax return of the corporation named above for  calendar year \_\_\_\_\_ or  tax year beginning 7/01, 1998 and ending 6/30, 1999.

b If this tax year is for less than 12 months, check reason:  
 Initial return       Final return       Change in accounting period       Consolidated return to be filed

2 If this application also covers subsidiaries to be included in a consolidated return, complete the following:

Name and address of each member of the affiliated group	Employer identification number	Tax period

3 Tentative tax (see instructions) .....	3	0
4 Credits:		
a Overpayment credited from prior year .....	4a	
b Estimated tax payments for the tax year .....	4b	
c Less refund for the tax year applied for on Form 4466 .....	4c	
Bal		0
e Credit for tax paid on undistributed capital gains (Form 2439) .....	4e	
f Credit for Federal tax on fuels (Form 4136) .....	4f	
5 Total. Add lines 4d through 4f .....	5	0
6 Balance due. Subtract line 5 from line 3. Deposit this amount electronically or with a Federal Tax Deposit (FTD) Coupon (see instructions) .....	6	0

Signature: Under penalties of perjury, I declare that I have been authorized by the above-named corporation to make this application, and to the best of my knowledge and belief, the statements made are true, correct, and complete.

Susan M. Smith (Signature of officer or agent)      CPA (Title)      9-10-99 (Date)

<b>Schedule C</b>	<b>Cost of Goods Sold</b> (See page 10 of instructions.)			
1	Inventory at beginning of year	1		
2	Purchases	2		
	Cost of labor	3		
	Additional section 263A costs (attach schedule)	4		
5	Other costs (attach schedule)	5		
6	<b>Total.</b> Add lines 1 through 5	6		
7	Inventory at end of year	7		
8	<b>Cost of goods sold.</b> Subtract line 7 from line 6. Enter here and on page 1, line 2	8		
9a Check all methods used for valuing closing inventory:				
(i) <input type="checkbox"/> Cost as described in Regulations section 1.471-3				
(ii) <input type="checkbox"/> Lower of cost or market as described in Regulations section 1.471-4				
(iii) <input type="checkbox"/> Other (Specify method used and attach explanation.) ▶				
b Check if there was a writedown of subnormal goods as described in Regulations section 1.471-2(c) ▶ <input type="checkbox"/>				
c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶ <input type="checkbox"/>				
d If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO 9d <input type="text"/>				
e If property is produced or acquired for resale, do the rules of section 263A apply to the corporation? <input type="checkbox"/> Yes <input type="checkbox"/> No				
f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation <input type="checkbox"/> Yes <input type="checkbox"/> No				

<b>Schedule C</b>	<b>Dividends and Special Deductions</b> (See page 11 of instructions.)	(a) Dividends received	(b) %	(c) Special deductions (a) x (b)
1	Dividends from less-than-20%-owned domestic corporations that are subject to the 70% deduction (other than debt-financed stock)		70	
2	Dividends from 20%-or-more-owned domestic corporations that are subject to the 80% deduction (other than debt-financed stock)		80	
3	Dividends on debt-financed stock of domestic and foreign corporations (section 246A)		see instr	
4	Dividends on certain preferred stock of less-than-20%-owned public utilities		42	
	Dividends on certain preferred stock of 20%-or-more-owned public utilities		48	
5	Dividends from less-than-20%-owned foreign corporations and certain FSCs that are subject to the 70% deduction		70	
7	Dividends from 20%-or-more-owned foreign corporations and certain FSCs that are subject to the 80% deduction		80	
8	Dividends from wholly owned foreign subsidiaries subject to the 100% deduction (section 245(b))		100	
9	<b>Total.</b> Add lines 1 through 8. See page 12 of instructions for limitation.			
10	Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100	
11	Dividends from certain FSCs that are subject to the 100% deduction (section 245(c)(1))		100	
12	Dividends from affiliated group members subject to the 100% deduction (section 243(a)(3))		100	
13	Other dividends from foreign corporations not included on lines 3, 6, 7, 8, or 11			
14	Income from controlled foreign corporations under subpart F (attach Form(s) 5471)			
15	Foreign dividend gross-up (section 78)			
16	IC-DISC and former DISC dividends not included on lines 1, 2, or 3 (section 246(d))			
17	Other dividends			
18	Deduction for dividends paid on certain preferred stock of public utilities			
19	<b>Total dividends.</b> Add lines 1 through 17. Enter here and on line 4, page 1. ▶			
20	<b>Total special deductions.</b> Add lines 9, 10, 11, 12, and 18. Enter here and on line 29b, page 1. ▶			

<b>Schedule E Compensation of Officers</b> (See instructions for line 12, page 1.)					
Complete Schedule E only if total receipts (line 1a plus lines 4 through 10 on page 1, Form 1120) are \$500,000 or more.					
(a) Name of officer	(b) Social security number	(c) Percent of time devoted to business	Percent of corporation stock owned		(f) Amount of compensation
			(d) Common	(e) Preferred	
		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
		%	%	%	
2	<b>Total compensation of officers.</b>				
3	<b>Compensation of officers claimed on Schedule A and elsewhere on return</b>				
4	<b>Subtract line 3 from line 2. Enter the result here and on line 12, page 1</b>				

Schedule J		Tax Computation (See page 13 of instructions.)	
1	Check if the corporation is a member of a controlled group (see sections 1561 and 1563) <input type="checkbox"/>		
<b>Important:</b> Members of a controlled group, see instructions on page 13.			
2a	If box on line 1 is checked, enter corp's share of \$50,000, \$25,000, & \$9,925,000 taxable inc brackets (in that order):		
	(1) \$	(2) \$	(3) \$
	j Enter the corporation's share of: (1) Additional 5% tax (not more than \$11,750) . . .		\$
	(2) Additional 3% tax (not more than \$100,000) . . .		\$
3	Income tax. Check if a qualified personal service corporation under section 448(d)(2) (see page 13) <input type="checkbox"/>	3	0
4a	Foreign tax credit (attach Form 1118) . . . . .	4a	
b	Possessions tax credit (attach Form 5735) . . . . .	4b	
c	Check <input type="checkbox"/> Nonconventional source fuel credit <input type="checkbox"/> QEV credit (attach Form 8834) . . . . .	4c	
d	General business credit. Enter here & check which forms are attached: <input type="checkbox"/> 3800 <input type="checkbox"/> 3468 <input type="checkbox"/> 5884 <input type="checkbox"/> 6478 <input type="checkbox"/> 6765 <input type="checkbox"/> 8586 <input type="checkbox"/> 8830 <input type="checkbox"/> 8826 <input type="checkbox"/> 8835 <input type="checkbox"/> 8844 <input type="checkbox"/> 8845 <input type="checkbox"/> 8846 <input type="checkbox"/> 8820 <input type="checkbox"/> 8847 <input type="checkbox"/> 8861	4d	
e	Credit for prior year minimum tax (attach Form 8827) . . . . .	4e	
5	Total credits. Add lines 4a through 4e . . . . .	5	
6	Subtract line 5 from line 3 . . . . .	6	
7	Personal holding company tax (attach Schedule PH (Form 1120)) . . . . .	7	
8	Recapture taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 . . . . .	8	
9	Alternative minimum tax (attach Form 4626) . . . . .	9	
10	Add lines 6 through 9 . . . . .	10	
11	Qualified zone academy bond credit (attach Form 8860) . . . . .	11	
12	Total tax. Subtract line 11 from line 10. Enter here & on line 31, page 1 . . . . .	12	0

Schedule K		Other Information (See page 15 of instructions.)	
1	Check method of accounting: a <input type="checkbox"/> Cash    b <input checked="" type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶ _____	Yes	No
See page 17 of the instructions and state the principal: a Business activity code no. (NEW) ▶ 541519 b Business activity ▶ ROUTER INST & MAINT c Product or service ▶ SERVICE			
3	At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) . . . . .  If "Yes," attach a schedule showing: (a) name and identifying number, (b) percentage owned, and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year.	X	
4	Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? . . . . .  If "Yes," enter employer identification number and name of the parent corporation ▶ _____	X	
5	At the end of the tax year, did any individual, partnership, corporation, estate or trust own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) . . . . .  If "Yes," attach a schedule showing name and identifying no. (Do not include any information already entered in 4 above.) Enter percentage owned ▶ 100%  SEE STATEMENT 2 During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See secs. 301 and 316) . . . . .  If "Yes," file Form 5452. If this is a consolidated return, answer here for the parent corporation and on Form 851, Affiliations Schedule for each subsidiary	X	
7	Was the corporation a U.S. shareholder of any controlled foreign corporation? (See sections 951 and 957.) . . . . .  If "Yes," attach Form 5471 for each such corporation. Enter number of Forms 5471 attached ▶ _____		X
8	At any time during the 1998 calendar year, did the corporation have an interest in or a signature or other authority over a financial account (such as a bank account, securities account, or other financial account) in a foreign country? . . . . .  If "Yes," the corporation may have to file Form TD F 90-22.1. If "Yes," enter name of foreign country ▶ _____		X
9	During the tax year, did the corporation receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the corporation may have to file Form 3520 . . . . .		X
10	At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of: (a) the total voting power of all classes of stock of the corporation entitled to vote, or (b) the total value of all classes of stock of the corporation? if "Yes," a Enter percentage owned ▶ _____ b Enter owner's country ▶ _____ c The corporation may have to file Form 5472. Enter number of Forms 5472 attached ▶ _____		X
11	Check this box if the corporation issued publicly offered debt instruments with original issue discount . . . . . <input type="checkbox"/> If so, the corporation may have to file Form 8281.		
12	Enter the amount of tax-exempt interest received or accrued during the tax year. . . . . ▶ \$ _____		
13	If there were 35 or fewer shareholders at the end of the tax year, enter the number ▶ 1		
14	If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here . . . . . <input type="checkbox"/>		
15	Enter the available NOL carryover from prior tax years (Do not reduce it by any deduction on line 29a.) ▶ \$ _____		

Schedule L	Balance Sheets per Books	Beginning of tax year		End of tax year	
		(a)	(b)	(c)	(d)
<b>Assets</b>					
1	Cash		5,000		5,939
2a	Trade notes and accounts receivable	39,225		1,390	
b	Less allowance for bad debts	( )	39,225	( )	1,390
Inventories					
4	U.S. government obligations				
5	Tax-exempt securities (see instructions)				
6	Other current assets (attach sch.) SEE ST 3		500		5,997
7	Loans to stockholders				
8	Mortgage and real estate loans				
9	Other investments (attach sch.)				
10a	Buildings and other depreciable assets	16,240			
b	Less accumulated depreciation	( 1,895)	14,345	( )	
11a	Depletable assets				
b	Less accumulated depletion	( )		( )	
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization	( )		( )	
14	Other assets (attach schedule)				
15	<b>Total assets</b>		<b>59,070</b>		<b>13,326</b>
<b>Liabilities and Stockholders' Equity</b>					
16	Accounts payable				
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (attach sch.) SEE ST 4		39,602		
19	Loans from stockholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach sch.)				
22	Capital stock: a Preferred stock				
b	Common stock	500	500	500	500
Additional paid-in capital					
24	Retained earnings - Appropriated				
25	Retained earnings - Unappropriated		18,968		12,826
26	Adjustments to shareholder's equity				
27	Less cost of treasury stock		( )		( )
28	<b>Total liabilities and stockholders' equity</b>		<b>59,070</b>		<b>13,326</b>

Note: You are not required to complete Schedules M-1 and M-2 below if the total assets on line 15, column (d) of Schedule L are less than \$25,000.

Schedule M-1		Reconciliation of Income (Loss) per Books With Income per Return (See page 16 of instructions.)	
1	Net income (loss) per books	-6,142	7 Income recorded on books this year not included on this return (itemize):
2	Federal income tax		a Tax-exempt interest \$
3	Excess of capital losses over capital gains		
4	Income subject to tax not recorded on books this year (itemize)		8 Deductions on this return not charged against book income this year (itemize):
5	Expenses recorded on books this year not deducted on this return (itemize):		a Depreciation . . . \$
a	Depreciation . . . \$		b Contrib carryover \$
b	Contributions carryover . . . \$		
c	Travel and entertainment . \$		9 Add lines 7 and 8
6	Add lines 1 through 5	-6,142	10 Income (line 28, pg. 1) - line 6 less line 9
			0
			-6,142

Schedule M-2		Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)	
1	Balance at beginning of year	18,968	5 Distributions: a Cash
2	Net income (loss) per books	-6,142	b Stock
	Other increases (itemize):		c Property
			6 Other decreases (itemize):
4	Add lines 1, 2, and 3	12,826	7 Add lines 5 and 6
			8 Balance at end of year (line 4 less line 7)
			12,826

Depreciation and Amortization (Including Information on Listed Property)

Department of the Treasury Internal Revenue Service (99)

See separate instructions.

Attach this form to your return.

Name(s) shown on return

TRANSPARENT TECHNOLOGY SERVICES, INC

Identifying number

65-0824972

Business or activity to which this form relates

FORM 1120

Part I Election To Expense Certain Tangible Property (Section 179) (Note: If you have any "listed property," complete Part V before you complete Part I.)

Note: Do not use Part II or Part III below for listed property (automobiles, certain other vehicles, cellular telephones, certain computers, or property used for entertainment, recreation, or amusement). Instead, use Part V for listed property.

Part II MACRS Depreciation For Assets Placed in Service ONLY During Your 1998 Tax Year (Do Not Include Listed Property.) Section A - General Asset Account Election

14 If you are making the election under section 168(i)(4) to group any assets placed in service during the tax year into one or more general asset accounts, check this box. See page 3 of the instructions

Section B - General Depreciation System (GDS) (See page 3 of the instructions.) Table with columns: (a) Classification of property, (b) Month and year placed in service, (c) Basis for depreciation, (d) Recovery period, (e) Convention, (f) Method, (g) Depreciation deduction

Section C - Alternative Depreciation System (ADS): (See page 5 of the instructions.) Table with columns: (a) Class life, (b) Recovery period, (c) Convention, (d) Method, (e) Depreciation deduction

Part III Other Depreciation (Do Not Include Listed Property.) (See page 6 of the instructions.)

Part IV Summary (See page 6 of the instructions.)

**Sales of Business Property**  
 (Also Involuntary Conversions and Recapture Amounts  
 Under Sections 179 and 280F(b)(2))  
 ▶ Attach to your tax return. ▶ See separate instructions.

Name(s) shown on return: **TRANSPARENT TECHNOLOGY SERVICES, INC** Identifying number: **65-0824972**

Enter here the gross proceeds from the sale or exchange of real estate reported to you for 1998 on Form(s) 1099-S (or a substitute statement) that you will be including on line 2, 10, or 20: **1** **12,500**

**Part I Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty or Theft - Property Held More Than 1 Year**

(a) Desc. of property	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Gross sales price	(e) Depreciation allowed or allowable since acquisition	(f) Cost or other basis, plus improvements and expense of sale	(g) GAIN or LOSS Subtract (f) from the sum of (d) and (e)	(h) 28% RATE GAIN or (LOSS) (see inst. below)
3	Gain, if any, from Form 4684, line 39					3	
4	Section 1231 gain from installment sales from Form 6252, line 26 or 37					4	
5	Section 1231 gain or (loss) from like-kind exchanges from Form 8824					5	
6	Gain, if any, from line 32, from other than casualty or theft					6	
7	Combine lines 2 through 6 in columns (g) and (h). Enter gain or (loss) here, and on the appropriate line as follows: <b>Partnerships</b> - Report the gain or (loss) following the instructions for Form 1065, Schedule K, line 6. Skip lines 8, 9, 11, and 12 below. <b>S corporations</b> - Report the gain or (loss) following the instructions for Form 1120S, Schedule K, lines 5 and 6. Skip lines 8, 9, 11, and 12 below, unless line 7, column (g) is a gain and the S corporation is subject to the capital gains tax. <b>All others</b> - If line 7, column (g) is zero or a loss, enter that amount on line 11 below and skip lines 8 and 9. If line 7, column (g) is a gain and you did not have any prior year section 1231 losses, or they were recaptured in an earlier year, enter the gain (loss) in each column as a long-term capital gain or (loss) on Schedule D and skip lines 8, 9, and 12 below.					7	
8	Nonrecaptured net section 1231 losses from prior years (see instructions)					8	
9	Subtract line 8 from line 7. For column (g) only, if the result is zero or less, enter -0-. Enter here and on the appropriate line(s) as follows (see instructions): <b>S corporations</b> - Enter only the gain in column (g) on Schedule D (Form 1120S), line 14 and skip lines 11 and 12 below. <b>All others</b> - If line 9, column (g) is zero, enter the gain from line 7, column (g) on line 12 below. If line 9, column (g) is more than zero, enter the amount from line 8, column (g) on line 12 below, and enter the gain or (loss) in each column of line 9 as a long-term capital gain or (loss) on Schedule D.					9	0

\*Corporations (other than S corporation) should not complete column (h). Partnerships and S corporations must complete column (h). All others must complete column (h) only if line 7, column (g), is a gain. Use column (h) only to report pre-1998 28% rate gain (or loss) from a 1997-98 fiscal year partnership or S corporation.

**Part II Ordinary Gains and Losses**

10 Ordinary gains and losses not included on lines 11 through 17 (include property held 1 year or less):

	(b)	(c)	(d)	(e)	(f)	(g)
VAN	12/30/97	7/21/98	12,500	4,494	16,240	754

11	Loss, if any, from line 7, column (g)					11	
12	Gain, if any, from line 7, column (g) or amount from line 8, column (g) if applicable					12	
13	Gain, if any, from line 31					13	
14	Net gain or (loss) from Form 4684, lines 31 and 38a					14	
15	Ordinary gain from installment sales from Form 6252, line 25 or 36					15	
16	Ordinary gain or (loss) from like-kind exchanges from Form 8824					16	
17	Recapture of section 179 expense deduction for partners and S corporation shareholders from property dispositions by partnerships and S corporations (see instructions)					17	
18	Combine lines 10 through 17 in column (g). Enter gain or (loss) here, and on the appropriate line as follows: a For all except individual returns: Enter the gain or (loss) from line 18 on the return being filed. b For individual returns: If the loss on line 11 includes a loss from Form 4684, line 35, column (b)(ii), enter that part of the loss here. Enter the part of the loss from income-producing property on Schedule A (Form 1040), line 27, and the part of the loss from property used as an employee on Schedule A (Form 1040), line 22. Identify as from "Form 4797, line 18b(1)." See instructions					18	754
	(2) Redetermine the gain or (loss) on line 18, excluding the loss, if any, on line 18b(1). Enter here and on Form 1040, line 14					18b(1)	
						18b(2)	

TRANSPARENT TECHNOLOGY SERVICES, INC

65-0824972

STATEMENT 1  
FORM 1120, LINE 26  
OTHER DEDUCTIONS

EMPLOYEE LEASING EXPENSE .....	\$	17,929
LEGAL AND PROFESSIONAL .....		917
TOTAL	\$	<u>18,846</u>

STATEMENT 2  
FORM 1120, SCHEDULE K, LINE 5  
50% OR MORE OWNERS

NAME : THOMAS RIETWYK  
 ID NUMBER : 072-38-4286  
 PERCENTAGE OWNED : 100%

STATEMENT 3  
FORM 1120, SCHEDULE L, LINE 6  
OTHER CURRENT ASSETS

	BEGINNING	ENDING
DUE FROM TRANSPARENT TECHNOLOGY, INC .....	\$ 0	\$ 5,497
STOCK SUBSCRIPTION RECEIVABLE .....	500	500
TOTAL	<u>\$ 500</u>	<u>\$ 5,997</u>

STATEMENT 4  
FORM 1120, SCHEDULE L, LINE 18  
OTHER CURRENT LIABILITIES

	BEGINNING	ENDING
DUE TO TRANSPARENT TECHNOLOGY, INC .....	\$ 39,602	\$ 0
TOTAL	<u>\$ 39,602</u>	<u>\$ 0</u>



TRANSPARENT TECHNOLOGY SERVICES, INC

65-0824972

Q.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	PRIOR 179 BONUS	PRIOR DEC. BAL. DEPR.	BASIS REDUCTN	SALVAGE VALUE	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
	DRM 1120															
	1 VAN	12/30/97	7/21/98	16,240							16,240	1,895	200DB HY	5	.32000	2,599
	TOTAL			16,240		0	0	0	0	0	16,240	1,895				2,599
	TOTAL DEPRECIATION			16,240		0	0	0	0	0	16,240	1,895				2,599
	GRAND TOTAL DEPRECIATION			16,240		0	0	0	0	0	16,240	1,895				2,599
	DEPRECIATION ASSETS SOLD			16,240		0	0	0	0	0	16,240	1,895				2,599
	DEPR REMAINING ASSETS			0		0	0	0	0	0	0	0				0

TRANSPARENT TECHNOLOGY SERVICES, INC

65-0824972

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	AMT BASIS	AMT PRIOR DEPR.	AMT METHOD	AMT LIFE	AMT RATE	AMT DEPR.	REG. DEPR.	OWNER. PCT.	POST-86 DEPR ADJ.	REAL PROP. PREF.	LEAS PROP. PREF.	PERS PROP. PREF.
FORM 1120															
1	VAN	12/30/97	7/21/98	16,240	1,421	150DB	HY	5	.25500	2,071	2,599		528		
TOTAL				16,240	1,421					2,071	2,599		528	0	0
TOTAL DEPRECIATION				16,240	1,421					2,071	2,599		528	0	0
GRAND TOTAL DEPRECIATION				16,240	1,421					2,071	2,599		528	0	0

TRANSPARENT TECHNOLOGY SERVICES, INC

65-0824972

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	ACE BASIS	PRIOR ACE DEPR	ACE METHOD	ACE LIFE	ACE RATE	ACE DEPR.	POST 1993 PROPERTY	POST 1989 PRE 1994	PRE 1990 MACRS PRP	PRE 1990 ACRS PRP.	SECT. 168 PROPERTY	OTHER PROPERTY
FORM 1120															
1	VAN	12/30/97	7/21/98	16,240	1,421				2,071	2,071					
				TOTAL					2,071	2,071	0	0	0	0	0
				TOTAL DEPRECIATION					2,071	2,071	0	0	0	0	0
				GRAND TOTAL DEPRECIATION					2,071	2,071	0	0	0	0	0

Transparent Technology Services Corporation  
dba North Palm Beach Telephone Company  
100 Village Square Crossing, Ste. 105  
Palm Beach Gardens, FL 33410  
(V) 561-207-6100  
(F) 561-207-6101

December 6, 2001

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

Reference: Explanation of Sufficient Financial Capability

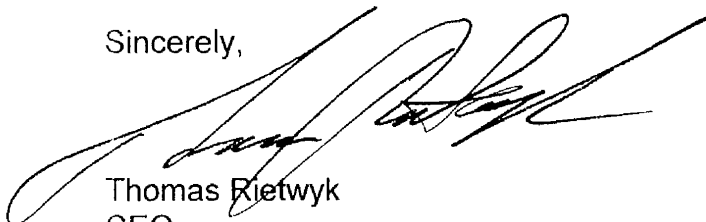
To Whom It May Concern:

The financial statements for Transparent Technology Services Corporation's most recent year end, 6/30/01, and the tax returns for the past three years have been submitted with this application.

Should you decide that the above referenced information does not provide the sufficient financial capability to maintain the requested service, meet our lease or ownership obligations, and provide the requested service in the geographic area proposed; I would be willing to arrange for my personal guarantee of same.

As the owner of Transparent Technology, Inc., Transparent Technology Services Corp. dba North Palm Beach Telephone Company, S&R Development Association, and Gemini Property Management, my total net worth as of September 2001 is approximately \$13,000,000.00. I would guarantee financial stability to North Palm Beach Telephone Company with the infusion of any necessary funds from one of my other endeavors.

Sincerely,



Thomas Rietwyk  
CEO

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