

TROUTMAN SANDERS LLP

A T T O R N E Y S A T L A
A LIMITED LIABILITY PARTNERSHIP

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May 23, 2008

VIA FEDERAL EXPRESS

Honorable Kelly Cashman Grant
Hearing Officer
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, TN 37243-9021

Re: Prayztel Communications LLC
Docket No. 08-00049


Dear Honorable Grant:

As you directed at yesterday's telephonic hearing regarding the captioned matter, enclosed you will find the following:

1. Income and expense projections of Prayztel Communications LLC for calendar years 2008 and 2009;
2. Witness Certification of Bruce Teitelbaum;
3. Witness Certification of Mark Goldsmith.

If you have any questions or require any additional information or documentation, please do not hesitate to contact me.

Very truly yours,



Mark A. Goldsmith, Esq.

Enclosures

ATLANTA • HONG KONG • LONDON • NEW YORK • NEWARK • NORFOLK • RALEIGH
RICHMOND • SHANGHAI • TYSONS CORNER • VIRGINIA BEACH • WASHINGTON, D.C.

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TROUTMAN SANDERS LLP
ATTORNEYS AT LAW
A LIMITED LIABILITY PARTNERSHIP

Honorable Kelly Cashman Grant
May 23, 2008
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cc w/o encl.: Lance J.M. Steinhart, PC
Bruce Teitelbaum
Jonathan Lieberman
Paul Leight

Praytel Communications LLC **Income and Expense Projections**

	Jan-08	Feb-08	Mar-08	Apr-08	May-08	Jun-08	Jul-08	Aug-08	Sep-08	Oct-08	Nov-08	Dec-08	Total 2008
Revenues : Customer Invoices Before Taxes							90,195	137,870	228,966	329,173	439,400	560,650	3,509,874
Cabs							5,250	8,025	13,328	19,160	25,576	32,634	204,300
Total Revenue							95,445	145,895	242,294	348,333	464,977	593,284	3,714,174
Disbursements :													
Local Service (Bell South)							46,200	70,620	117,282	168,610	225,071	287,178	914,962
Long Distance)							5,250	8,025	13,328	19,160	25,576	32,634	103,973
Voice mail							5,000	5,000	5,000	5,000	5,000	5,000	30,000
Gross Profit	0	0	0	0	0	0	38,995	62,250	106,684	155,563	209,329	268,472	1,677,034
Third party verification							1,125	1,125	2,250	2,250	2,250	2,250	11,250
Home phone repairs							5,000	5,000	5,000	5,000	5,000	5,000	30,000
Auto & Travel							3,000	3,000	3,000	3,000	3,000	3,000	18,000
Executive Salanes							20,833	20,833	20,833	20,833	20,833	20,833	125,000
Staff Salaries							44,760	49,800	69,600	82,200	94,800	94,800	435,960
Payroll Taxes							6,559	7,063	9,043	10,303	11,563	11,563	56,096
Bank & Credit card charges							2,863	4,377	7,269	10,450	13,949	17,799	56,707
Employee Benefit							3,280	3,532	4,522	5,152	5,782	5,782	28,048
Postage & Printing							1,785	2,729	4,531	6,514	8,686	11,086	35,351
Consultants							8,333	8,333	8,333	8,333	8,333	8,333	91,667
Legal	8,333	8,333	8,333	8,333	8,333	8,333	2,000	2,000	2,000	2,000	2,000	2,000	22,000
Accounting	2,000	2,000	2,000	2,000	2,000	2,000	500	500	500	500	500	500	5,500
Advertising	500	500	500	500	500	500	15,000	15,000	15,000	10,000	10,000	10,000	85,000
Insurance							2,000	2,000	2,000	2,000	2,000	2,000	14,000
Licenses							500	500	500	500	500	500	3,500
Rent							5,000	5,000	5,000	5,000	5,000	5,000	35,000
Office Expenses							5,000	5,000	5,000	5,000	5,000	5,000	30,000
Telephone							1,500	1,500	1,500	1,500	1,500	1,500	9,000
Total Expenses	0	10,833	10,833	10,833	10,833	28,333	129,039	137,292	165,882	180,536	200,707	206,956	1,092,078
EBITDA	0	(10,833)	(10,833)	(10,833)	(10,833)	(28,333)	(90,044)	(75,042)	(59,197)	(24,973)	8,622	61,516	147,468

Praytel Communications LLC **Income and Expense Projections**

	Jan-09	Feb-09	Mar-09	Apr-09	May-09	Jun-09	Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09	Total 2009
Revenues : Customer Invoices Before Taxes	732,680	921,914	1,130,070	1,359,042	1,610,911	1,926,622	2,273,904	2,655,915	3,076,126	3,538,359	4,046,815	4,606,116	27,878,475
Cabs	42,647	53,662	65,778	79,106	93,767	112,143	132,358	154,593	179,053	205,958	235,554	268,109	1,622,728
Total Revenue	775,328	975,576	1,195,848	1,438,148	1,704,678	2,038,765	2,406,262	2,810,508	3,255,179	3,744,317	4,282,369	4,874,226	29,501,203
Disbursements :													
Local Service (Bell South)	375,296	472,226	578,848	696,133	825,147	986,861	1,164,747	1,360,422	1,575,664	1,812,431	2,072,874	2,369,361	14,280,010
Long Distance)	42,647	53,662	65,778	79,106	93,767	112,143	132,358	154,593	179,053	205,958	235,554	268,109	1,622,728
VoiceMail	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	60,000
Gross Profit	352,384	444,688	546,222	657,909	780,765	934,761	1,104,157	1,290,493	1,495,462	1,720,928	1,968,941	2,241,755	13,538,464
Third party verification	3,375	3,375	3,375	3,375	3,375	4,500	4,500	4,500	4,500	4,500	4,500	4,500	48,375
Home phone repairs	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	60,000
Auto & Travel	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	36,000
Executive Salaries	20,833	20,833	20,833	20,833	20,833	20,833	20,833	20,833	20,833	20,833	20,833	20,833	250,000
Staff Salaries	102,000	102,000	102,000	139,800	139,800	147,000	147,000	147,000	147,000	147,000	147,000	147,000	1,614,600
Payroll Taxes	12,283	12,283	12,283	16,063	16,063	16,783	16,783	16,783	16,783	16,783	16,783	16,783	186,460
Bank & Credit card charges	23,260	29,267	35,875	43,144	51,140	61,163	72,188	84,315	97,655	112,330	128,471	146,227	885,036
Employee Benefit	6,142	6,142	6,142	8,032	8,032	8,392	8,392	8,392	8,392	8,392	8,392	8,392	93,230
Postage & Printing	14,500	18,245	22,365	26,896	31,881	38,129	45,002	52,562	60,878	70,026	80,088	91,157	551,728
Consultants	8,333	10,122	10,526	10,970	11,459	12,071	12,745	13,486	14,302	15,199	16,185	17,270	152,670
Legal	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	24,000
Accounting	500	500	500	500	500	500	500	500	500	500	500	500	6,000
Advertising	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	120,000
Insurance	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	24,000
Licenses	500	500	500	500	500	500	500	500	500	500	500	500	6,000
Rent	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	60,000
Office Expenses	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	60,000
Telephone	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	18,000
Total Expenses	225,227	236,768	247,899	303,614	317,083	343,371	361,943	382,372	404,843	429,562	456,753	486,663	4,196,099
EBITDA	127,158	207,920	298,522	354,295	463,681	591,389	742,214	908,121	1,080,619	1,291,366	1,512,188	1,755,093	9,342,366

**STATE OF TENNESSEE
BEFORE THE TENNESSEE PUBLIC SERVICE COMMISSION**

In re:)	
)	
Application of)	
Prayzel Communications LLC)	
)	DOCKET NO. 08-00049
For a Certificate of Public)	
Convenience and Necessity to)	
Provide Competing)	
Local Exchange And Interexchange)	
Telecommunications Services)	

WITNESS CERTIFICATION

I attest and certify that I provided testimony via telephone before the Tennessee Regulatory Authority at the Hearing on the date referenced below. I have read the below Affidavit and further acknowledge and agree that the testimony I provided proceeded as stated herein.

May 22, 2008

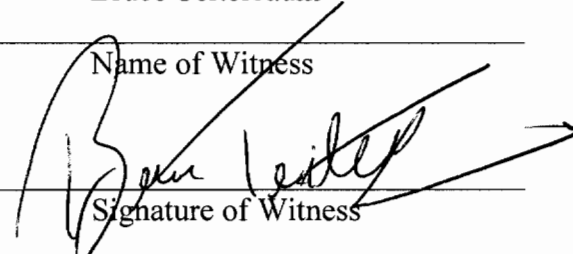
Date of Hearing

May 22, 2008

Date of Signing

Bruce Teitelbaum

Name of Witness



Signature of Witness

WITNESS CERTIFICATION

Affiant, after first being duly sworn according to law, deposes and states as follows:

1. I am Robert J. Libonati, a Notary Public in good standing in the State of New York, County of Westchester. All statements set out in this Affidavit are made of my own personal knowledge.

2. My business address and telephone number where I may be contacted is: c/o Troutman Sanders LLP, 405 Lexington Avenue, New York, NY 10174, (212) 704-6000.

3. Mr. Bruce Teitelbaum ("Witness") personally appeared before me and provided a drivers license (type of identification) which I verified, on the 22nd day of May, 2008 for the purpose of providing sworn testimony via telephone at a Hearing before the Tennessee Regulatory Authority.

4. During the Hearing, on the record, I administered the Oath to Witness prior to the Witness providing testimony via telephone before the Tennessee Regulatory Authority.

5. I remained physically present with the Witness at all times during the Witness' testimony until such Witness was excused from examination by the Hearing Officer.

6. The testimony I observed being given by the Witness was in accordance with the highest ethical and legal standards.

FURTHER AFFIANT SAITH NOT.

WITNESS my hand, at office, this 22nd day of May, 2008.

(OFFICIAL SEAL)



Notary Public

My Commission Expires:

2-7-2010

ROBERT J. LIBONATI
Notary Public, State of New York
No. 01LI5023347
Qualified in Westchester County
Commission Expires Feb. 7, 2010

**STATE OF TENNESSEE
BEFORE THE TENNESSEE PUBLIC SERVICE COMMISSION**

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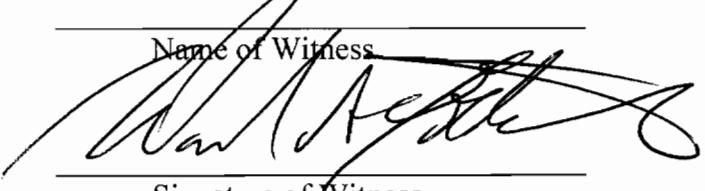
Date of Hearing

May 22, 2008

Date of Signing

Mark A. Goldsmith

Name of Witness



Signature of Witness

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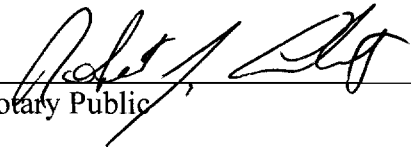
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(OFFICIAL SEAL)



Notary Public

My Commission Expires:

2-7-2010

ROBERT J. LIBONATI
Notary Public, State of New York
No. 01LI5023347
Qualified in Westchester County
Commission Expires Feb. 7, 2010