

TRS FUND PERFORMANCE STATUS REPORT

Funding Year July 2010 - June 2011

FUND STATUS AS OF JANUARY 31, 2011

| | | | |
|-------------------------------|----|-------|---------|
| Fund Balance | \$ | 300.1 | Million |
| Contributions Received | \$ | 286.6 | Million |
| Receivables | \$ | 144.9 | Million |
| Provider Payments | \$ | 391.6 | Million |

Investments

| | | | | |
|-----------------------|-----------|----|------|---------|
| Treasury Bill Matures | 2/17/2011 | \$ | 28.0 | million |
| Treasury Bill Matures | 2/24/2011 | \$ | 42.8 | million |
| Treasury Bill Matures | 3/24/2011 | \$ | 67.5 | million |
| Treasury Bill Matures | 4/21/2011 | \$ | 61.9 | million |
| Treasury Bill Matures | 5/19/2011 | \$ | 62.1 | million |
| Treasury Bill Matures | 6/23/2001 | \$ | 17.4 | million |

| | | | |
|---|----|----------|-------------------------------|
| Payments to NECA for Administrative Expenses | \$ | 1.12 | Million |
| - Council Expenses | \$ | 19.42 | Thousand |
| | | \$ 6.9 | Thousand member reimbursement |
| | | \$ 12.48 | Thousand meeting expenses |
| Payments for E911/10 Digit Numbering DB | \$ | 3.92 | Million |

November 2010 minutes reimbursed by January 21, 2011 - \$53.7M (Projection - \$52.8M)

| Category | Interstate TRS | Interstate CTS VCO | All IP (except int'l) | Interstate STS | All IP CTS | All VRS | VRS Minutes by Tier |
|--------------------------------------|---|---|---|---|--|---|---------------------|
| PROJECTED | 539,519 | 1,047,331 | 4,161,280 | 10,727 | 978,724 | 8,032,057 | 0-50,000 min |
| ACTUALS | 503,105 | 777,309 | 4,062,351 | 11,127 | 1,195,291 | 8,277,155 | 287,153 |
| DIFFERENCE | (36,414) | (270,022) | (98,929) | 400 | 216,567 | 245,098 | 50,001-500,000 min |
| % DIFFERENCE | -6.7% | -25.8% | -2.4% | 3.7% | 22.1% | 3.1% | 1,478,144 |
| RATE PER MINUTE | \$ 2.0256 | \$ 1.6951 | \$ 1.2985 | \$ 3.1566 | \$ 1.6951 | See note | >500,000 min |
| REIMBURSEMENT | \$ 1,019,089.48 | \$ 1,317,616.49 | \$ 5,274,962.76 | \$ 35,123.50 | \$ 2,026,137.78 | \$ 43,999,840.30 | 6,511,858 |
| # OF PROVIDERS PAID FROM FUND | 6 (Michigan Bell Tel Co., AT&T, Hamilton, KRSI, Sprint, Purple) | 4 (Hamilton, Sprint, Michigan Bell Tel Co., KRSI) | 7 (AT&T, Hamilton, Purple, Sorenson, Sprint, CAC, American Network) | 6 (AT&T, KRSI, Hamilton, Sprint, Michigan Bell Tel Co., Purple) | 3 (Hamilton, Sprint, American Network) | 10 (AT&T, CAC, Purple, Sorenson, Sprint, Healinc, SNAP, CSDVRS, American Network, Hawk) | |

Note: Twelve providers are reimbursed from the Fund.

VRS Tiered Rates: \$6.2390/min. for first 50,000 minutes, \$6.2335/min. for 50,001-500,000 minutes, \$5.0668/min. for minutes over 500,000

TOTAL PROVIDER PAYMENTS/MINUTES REIMBURSED

| Category | Interstate TRS | Interstate CTS VCO | All IP (except int'l) | Interstate STS | All IP CTS | All VRS | Total |
|-------------------------------|----------------|--------------------|-----------------------|----------------|---------------|----------------|----------------|
| JULY-JAN 2011 PAYMENTS | \$ 7,090,353 | \$ 9,023,391 | \$ 40,791,383 | \$ 280,415 | \$ 11,017,403 | \$ 323,437,481 | \$ 391,640,426 |
| MAY-NOV 2010 MINUTES | 3,602,158 | 5,338,919 | 31,543,631 | 90,266 | 6,514,520 | 58,077,489 | 105,166,983 |