

**OFFICIAL FILE
ILLINOIS COMMERCE COMMISSION**

ORIGINAL

ILLINOIS
COMMERCE COMMISSION

JUN 22 2 20 PM '00

CHIEF CLERK'S OFFICE

Docket No. _____

PEAK COMMUNICATIONS, INC. :
: Application for a certificate of local exchange authority :
to operate as both a reseller and facilities based carrier :
of telecommunications services; and, :
Application for a certificate of interexchange authority: :
to operate as a reseller of telecommunications services :
in the State of Illinois. :

00-0453

**APPLICATION FOR CERTIFICATE TO BECOME A
TELECOMMUNICATIONS CARRIER**

GENERAL

1. Applicant's Name(including d/b/a, if any): Peak Communication, Inc. FEIN # _____

Address: Street 6400 West Main Street Suite 1A
City Belleville
State/Zip IL 62223

2. Authority Requested: (Mark all that apply)

13-403 13-404 13-405

3. Request for waivers/variances: In applications for exchange service authority under Sections 13-404 or 13-405, waivers of Part 710 and of Section 735.180 of Part 735 are generally requested. In applications for interexchange service authority under Sections 13-403 and 13-404, waivers of Part 710 and Part 735 are generally requested. Please indicate which waivers Applicant is requesting.

Part 710 Part 735 Section 735.180 Other _____

4. In what area of the state does the Applicant propose to provide service?

Statewide in exchanges served by Ameritech and GTE

5. Please attach a sheet designating contact persons to work with Staff on the following:

- a) issues related to processing this application
- b) consumer issues
- c) customer complaint resolution
- d) technical and service quality issues
- e) "tariff" and pricing issues
- f) 9-1-1 issues
- g) security/law enforcement

Please see Attachment No. 1

6. Please check type of organization?

Individual

Partnership

Corporation: Date corporation was formed March 28, 2000

In what state? Illinois

Other (Specify)

7. Submit a copy of articles of incorporation and a copy of certificate of authority to transact business in Illinois.

Please see Attachment No. 2

8. List jurisdictions in which Applicant is offering service(s).

Not currently offering telecommunications services

9. Has the Applicant, or any principal in Applicant, been denied a Certificate of Service or had its certification revoked or suspended in any jurisdiction in this or another name?

YES (Please provide details) NO

10. Have there been any complaints against the Applicant in any other jurisdiction?

YES NO

If YES, describe fully. _____

11. Will the Applicant keep its books and records in Illinois?

YES NO

If NO, permission pursuant to 83 Ill. Adm Code Part 250 needs to be requested.

MANAGERIAL

12. Please attach evidence of the applicant's managerial and technical resources and ability to provide service. This may be in either narrative form, resumes of key personnel, or a combination of these forms.

Please see Attachment No. 3

13. List officers of Applicant.

Grant P. Wuller President/CEO

Michelle E. Wuller Vice President / Secretary

Ransom P. Wuller Treasurer/CFO

14. Does any officer of Applicant have an ownership or other interest in any other entity which has provided or is currently providing telecommunications services?

YES

NO

If YES, list entity. _____

15. How will Applicant bill for its service(s)?

Local service is billed in advance and Toll service is billed in rears

16. How does Applicant propose to handle service, billing, and repair complaints?

Personnel in Business office will be in Monday through Friday during normal business hours to deal with these issues

17. Will personnel be available at Applicant's business office during regular working hours to respond to inquiries about service or billing?

YES

NO

18. What telephone number(s) would a customer use to contact your company?

To be assigned when switch has been installed

19. What are your procedures to prevent unauthorized "slamming" of customers?

Customer's authorization required before services are switched

20. If granted authority to operate as a local exchange carrier, will the applicant abide by the following 83 Illinois Administrative Code Parts: 705, 710, 720, 725, 735, 755, 756, 757, 770, and 772?

YES

NO (If no, please provide an explanation.)

21. Will the applicant sign and return membership forms to the Universal Telephone Assistance Corporation and the Illinois Telecommunications Access Corporation? YES NO

FINANCIAL

22. Please attach evidence of applicant's financial fitness through the submission of its most current income statement and balance sheet, or other appropriate documentation of applicant's financial resources and ability to provide service.

Please see Attachment No. 4

TECHNICAL

23. Does Applicant utilize its own equipment and/or facilities?

a. For Local Service:
 YES NO

If YES, please list:

Local exchange service will be offered by using both incumbent resell service and its own switch

b. For long Distance Service:
 YES NO

If NO, which facility provider(s)'s services does Applicant use?

Toll services will be offered using resell services. The facility provider has not been determined

24. Please describe the nature of service to be provided (e.g. operator services, internet, debt cards, long distance service, local service).

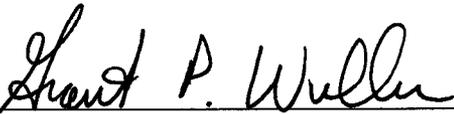
Services to be offered include but are not limited to local service including vertical services; long distance service; internet service (on a bundled basis) and data services.

25. Will technical personnel be available at all times to assist customers with service problems?

YES NO

26. If Applicant intends to provide payphone service, will the equipment utilized comply with FCC requirements and Finding (9) of the Commission Order entered in Docket No. 84-0442 on June 11, 1986, including, but not limited to: (a) touch dialing; (b) access to 9-1-1 and "0" operator dialing without use of a coin; (c) rules governing use of payphones by disabled persons; (d) ability to complete local and long-distance calls; (e) unlimited duration for local calls; and (f) a message explaining the telephone's general operations, dialing instructions for emergency assistance, payphone owner's name, method of reporting service problems and method of receiving credit for faulty calls?

YES NO



(Signature of Applicant)

VERIFICATION

This application shall be verified under oath.

OATH

State of ILLINOIS)
County of ST. CLAIR)ss

Grant Wuller makes oath and says that he is President
(Insert here the name of affiant) (Insert the official title of the affiant)
of Peak Communications Inc.
(Insert here the exact legal title or name of the Applicant)

that he has examined the foregoing application and that to the best of his knowledge, information, and belief, all statements of fact contained in the said application are true, and the said application is a correct statement of the business and affairs of the above-named applicant in respect to each and every matter set forth therein.

Grant A. Wuller
(Signature of affiant)

Subscribed and sworn to before me, a Notary Public/ _____
(Title of person authorized to administer oaths)

in the State and County above named, this 19th day of JUNE, 2000.

Todd C. Neighbors
(Signature of person authorized to administer oath)



Response to Question #5:

Please attach a sheet designating contact persons to work with Staff on the following:

a) issues related to processing this application

Primary: Fredric J. Zeigler
3313 Hulings Court
Plano, Texas 75023
Voice: (972) 867-3129
Fax: (972) 867-3129 (Manual)
E-mail: fjzeigler@mindspring.com

Secondary: Grant Wuller
Suite 1A
6400 West Main Street
Belleville, IL 62223
Voice: (618) 398-5612
Fax: (618) 398-5618
E-mail: gwuller@peaknet.net

b) consumer issues

Primary: Fredric J. Zeigler
Secondary: Grant Wuller

c) customer complaint resolution

Primary: Fredric J. Zeigler
Secondary: Grant Wuller

d) technical and service quality issues

Primary: Fredric J. Zeigler
Secondary: Grant Wuller

e) [tariff] and pricing issues

Primary: Fredric J. Zeigler
Secondary: Grant Wuller

f) 9-1-1 issues

Primary: Fredric J. Zeigler
Secondary: Grant Wuller

g) security/law enforcement

Primary: Grant Wuller

Secondary: Fredric J Zeigler

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BOOK 3423 PAGE 160
RECORDED

Levark, Harvey,
Lendillo, Dennis
Juller & Cain
E

State of Illinois Office of The Secretary of State

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Whereas,

ARTICLES OF INCORPORATION OF
PEAK COMMUNICATIONS, INC.

INCORPORATED UNDER THE LAWS OF THE STATE OF ILLINOIS HAVE BEEN
FILED IN THE OFFICE OF THE SECRETARY OF STATE AS PROVIDED BY THE
BUSINESS CORPORATION ACT OF ILLINOIS, IN FORCE JULY 1, A.D. 1984.

Now Therefore, I, Jesse White, Secretary of State of the State of Illinois, by virtue of the powers vested in me by law, do hereby issue this certificate and attach hereto a copy of the Application of the aforesaid corporation.

In Testimony Whereof, I hereto set my hand and cause to be affixed the Great Seal of the State of Illinois, at the City of Springfield, this 10TH day of MARCH A.D. 2000 and of the Independence of the United States the two hundred and 24TH .



Jesse White

Secretary of State

Form **BCA-2.10** | **ARTICLES OF INCORPORATION**

(Rev. Jan. 1995)

George H. Ryan
Secretary of State
Department of Business Services
Springfield, IL 62756

This space for use by Secretary of State

FILED

MAR 10 2000

JESSE WHITE
SECRETARY OF STATE

SUBMIT IN DUPLICATE!

This space for use by Secretary of State

Date 3-10-00
Franchise Tax \$ 25.00
Filing Fee \$ 75.00
Approved: BR 100.00

Payment must be made by certified check, cashier's check, Illinois attorney's check, Illinois C.P.A.'s check or money order, payable to "Secretary of State."

1. CORPORATE NAME: Peak Communications, Inc.

(The corporate name must contain the word "corporation", "company," "incorporated," "limited" or an abbreviation thereof.)

2. Initial Registered Agent:	Grant	P.	Wuller
	<i>First Name</i>	<i>Middle Initial</i>	<i>Last name</i>
Initial Registered Office:	6400	W. Main St.	1A
	<i>Number</i>	<i>Street</i>	<i>Suite #</i>
	Belleville	IL 62223	St. Clair
	<i>City</i>	<i>Zip Code</i>	<i>County</i>

3. Purpose or purposes for which the corporation is organized:
(If not sufficient space to cover this point, add one or more sheets of this size.)

See Attached Sheet

4. Paragraph 1: Authorized Shares, Issued Shares and Consideration Received:

Class	Par Value per Share	Number of Shares Authorized	Number of Shares Proposed to be Issued	Consideration to be Received Therefor
Common	\$ No Par	1,000,000	1,000	\$ 1,000
TOTAL = \$1,000				

Paragraph 2: The preferences, qualifications, limitations, restrictions and special or relative rights in respect of the shares of each class are:
(If not sufficient space to cover this point, add one or more sheets of this size.)

5. **OPTIONAL:** (a) Number of directors constituting the initial board of directors of the corporation: _____
 (b) Names and addresses of the persons who are to serve as directors until the first annual meeting of shareholders or until their successors are elected and qualify:

Name	Residential Address	City, State, ZIP
Grant P. Wuller	2837 Fairway Dr.	Belleville, IL 62222
Michelle E. Wuller	2837 Fairway Dr.	Belleville, IL 62220
Ransom P. Wuller	404 Oak Hill Dr.	Belleville, IL 62223

6. **OPTIONAL:** (a) It is estimated that the value of all property to be owned by the corporation for the following year wherever located will be: \$ _____
 (b) It is estimated that the value of the property to be located within the State of Illinois during the following year will be: \$ _____
 (c) It is estimated that the gross amount of business that will be transacted by the corporation during the following year will be: \$ _____
 (d) It is estimated that the gross amount of business that will be transacted from places of business in the State of Illinois during the following year will be: \$ _____

7. **OPTIONAL: OTHER PROVISIONS**

Attach a separate sheet of this size for any other provision to be included in the Articles of Incorporation, e.g., authorizing preemptive rights, denying cumulative voting, regulating internal affairs, voting majority requirements, fixing a duration other than perpetual, etc.

8. **NAME(S) & ADDRESS(ES) OF INCORPORATOR(S)**

The undersigned incorporator(s) hereby declare(s), under penalties of perjury, that the statements made in the foregoing Articles of Incorporation are true.

Dated February 22, ~~19~~ 2000

Signature and Name	Address
1. <u></u> Signature Grant P. Wuller	1. <u>2837 Fairway Dr.</u> <u>Street</u> Belleville IL 62220 <u>City/Town State Zip Code</u>
2. <u></u> Signature Michelle E. Wuller (Type or Print Name)	2. <u>2837 Fairway Dr.</u> <u>Street</u> Belleville IL 62220 <u>City/Town State Zip Code</u>
3. _____ Signature (Type or Print Name)	3. _____ <u>Street</u> <u>City/Town State Zip Code</u>

(Signatures must be in **BLACK INK** on original document. Carbon copy, photocopy or rubber stamp signatures may only be used on conformed copies.)

NOTE: If a corporation acts as incorporator, the name of the corporation and the state of incorporation shall be shown and the execution shall be by its president or vice president and verified by him, and attested by its secretary or assistant secretary.

FEE SCHEDULE

- The initial franchise tax is assessed at the rate of 15/100 of 1 percent (\$1.50 per \$1,000) on the paid-in capital represented in this state, with a minimum of \$25.
- The filing fee is \$75.
- The **minimum total due** (franchise tax + filing fee) is **\$100**.
(Applies when the Consideration to be Received as set forth in Item 4 does not exceed \$16,667)
- The Department of Business Services in Springfield will provide assistance in calculating the total fees if necessary.
Illinois Secretary of State Springfield, IL 62756
Department of Business Services Telephone (217) 782-9522 or 782-9523

ARTICLE THREE

To provide local, long distance and cellular telephone, paging, Internet access; worldwide web page design; consulting and support for communication and computer services and consulting and support for computer usage. To buy, sell, exchange and deal in any type of equipment, materials and supplies related to the business and the corporation; to buy, lease, contract for, invest in or otherwise require, any real or personal property, including securities, money market funds, certificates of deposit, savings accounts, notes, bonds, or other instruments, or any interest therein or all or any part of the goodwill, rights, franchises, property and business of any person, entity, partnership, association or corporation, to pay for the same in cash or in stock of any class, bonds or other obligations of the corporation or other, to hold, utilize and in any manner dispose of the whole or any part of the rights and property so acquired, to assume, in connection therewith, any liabilities of any such person, entity, partnership, association, or corporation, and conduct in any lawful manner the whole or any part of the business acquired; to sell, lease, exchange, convey, mortgage, pledge, transfer, assign and deliver and otherwise dispose of all or any part of the property, assets, and effects of the corporation and receive in payment thereof cash or stocks, bonds, notes, debentures, or other securities or evidence of indebtedness or obligations of any individual, firm, corporation, company, association, trust or organization on such terms and conditions as the shareholders of the corporation shall determine, subject to the limitations, restrictions or requirements imposed by law; to dispose of the income from, to sell, assign, transfer, mortgage, pledge or otherwise dispose of, and to exercise all the rights of corporations with respect to any bonds, securities, and evidence of indebtedness of, or shares of stock in any corporation or joint stock company of any state, territory or country and while the owner of said stock to exercise all the rights, powers and privileges of ownership, including the rights to vote thereon; to purchase, incorporate and/or cause to be merged, consolidated, reorganized or liquidated, and to promote, take charge of and aid, in any way permitted by law, the incorporation, merger, consolidation or liquidation of any corporation, association or entity; to borrow monies or raise monies for any of the purposes of the corporation and from time to time, without limit as to amount, to draw, make, accept, endorse, execute and issue promissory notes, drafts, warrants, bonds, debentures, convertible or non-convertible, and other negotiable or non-negotiable instruments in evidence of indebtedness, and to secure the payment thereof and of the interest thereon by mortgage on, or pledge, or conveyance or assignment in trust of the whole or any part of the assets of the corporation, real, personal or mixed, including contract rights, whether at the time owned or thereafter acquired, and to sell, pledge, or otherwise dispose of such securities or other obligations of the corporation for its corporate purposes; to conduct business in all other states, the District of Columbia, the territories, possessions and dependencies of the United States and in any or all foreign countries, to have one or more offices out of the State of Illinois, and to hold, purchase, lease, let, mortgage, and convey real and personal property out of said state as well as therein; to do things and to have and to exercise any and all powers which are necessary and convenient to execute any and all of the foregoing purposes and any and all powers which are or may be conferred on or permitted like corporations formed under the Corporation Act of Illinois.

Business

Response to Question #12:

Please attach evidence of the applicant's managerial and technical resources and ability to provide service. This may be in either narrative form, resumes of key personnel, or a combination of these forms.

- a) Managerial resources will be provided by the following individuals:
 - Operations will be handled by Grant Wuller, President/CEO whose resume is attached as Exhibit No. 1.
 - Financial issues will be handled by Ransom Wuller, CFO/ Treasurer whose resume is attached as Exhibit No. 2.

- b) Technical resources will be provided by Fredric J. Zeigler whose resume is attached as Exhibit No. 3.

FREDRIC J. ZEIGLER

3313 Hulings Court, Plano, Texas 75023

E-mail: fjzeigler@mindspring.com

Telephone: 972-867-3129

Fax: 972-867-3129

PROFESSIONAL PROFILE:

Extensive management and financial consulting experience in various segments of the telecommunications and related industries including competitive local exchange companies, toll service providers, and Internet service providers. Experience also includes general management, international development projects, testimony in state and federal venues, facilitating acquisitions and mergers and litigation support.

AREAS of EXPERTISE:

- | | |
|-------------------------------|------------------------|
| 1. Startup/Project Management | 6. New Market Analysis |
| 2. New Business Development | 7. Business Valuations |
| 3. Operations Management | 8. Business Strategies |
| 4. Regulatory Experience | 9. Project Funding |
| 5. Financial Cost Control | 10. Accounting |

SELECTED CAREER HIGHLIGHTS:

1. Owned, managed and grew, along with business partners, a small regional telecommunications consultancy into one of the top firms of its kind in the country with multi-million dollar annual fees. The Firm was merged with another consultancy in 1999 with combined revenues of approximately \$30,000,000. Also started with the same business partners a customized software applications company in 1995 that today has a value of \$25,000,000.
2. Provided assistance to Incumbent Local Exchange Carriers to successfully start subsidiary CLEC operations. Work included but was not limited to:
 - a. Set up subsidiary operations and transfer pricing
 - b. Strategic planning with senior officers and Boards of Directors
 - c. Internal financial controls
 - d. New business development
 - e. Project and construction funding

3. Managed a small, specialized staff that closed acquisition and merger projects totaling more than \$750 million. Specialized work included:
 - a. Formulated and implemented the successful defense of a hostile takeover attempt.
 - b. Completed the quick private sale of a subsidiary for \$20,000,000 to provide immediate funding for the client's other interests.

4. Managed a project that implemented a privatization plan for the government's telecommunications operation in the Republic of the Marshall Islands. Work included:
 - a. Assisted in the issuance and sale of its stock.
 - b. Set up the internal accounting system.
 - c. Constructed job descriptions and salary structure for all job classes.
 - d. Generated and produced an employee policies manual.

5. Developed a robust financial model used to conduct cost feasibility studies and business risk assessments that reduced analysis time by 25%. Model is used for:
 - a. Fiber optic route leasing
 - b. Switch capacity leasing
 - c. Competitive local exchange operations
 - d. Wireless operations

6. Expert witness related to regulated utility operations. Testified in the following jurisdictions:
 - a. U.S. House of Representatives - Ways and Means Committee
 - b. Alabama Public Service Commission
 - c. Mississippi Public Service Commission
 - d. Tennessee Regulatory Authority (Formerly the Tennessee Public Service Commission)

7. Provided unique solution concerning utility regulation and Telecommunications Company financing which resulted in successful civil litigation.

8. Developed and presented training courses related to FCC regulatory accounting to over 50 telecommunications companies. Courses included:
 - a. Conversion to new FCC mandated accounting systems resulting from AT&T divestiture
 - b. FCC Part 64 Nonregulated Cost Allocations
 - c. Telecommunications Industry Cost Allocation Procedures

EDUCATION:

ATTACHMENT No. 3

Exhibit No. 3

College: Bachelor of Business Administration in Accounting (With Honors),
University of Texas at Arlington (1971)

Professional: Certified Public Accountant for 15 years

Grant P. Wuller

2837 Fairway Drive
Belleville, Illinois 62220
618-398-5612 (W) 618-234-8007 (H)

Professional Experience

1991 to 2000

November, 1990 to Present**Peak Internet Access & Computer Systems, Inc.*****Belleville, Illinois***

President/ CEO. Manages the day to day operations, including sales, installation, training of new systems & software in multi state area. Internet access, web page design, technical support Networking: Novell, LANtastic, UNIX, Windows 95/98 Peer to Peer, Windows NT Software: MS Office, Netscape 2.x-4.7, Internet Explorer

October, 1984 to November, 1990 Mayberry Systems, Inc***Belleville, Illinois***

Customer Service Manager. Handled all aspects of customer service, including installations, training, support in 13 state area. Programming: Basic, Cobol , C++ Operating systems: Dos, Turbo Dos, Ms-Dos Hardware: Z80 CPU, XT(8088), AT(80286), 80386 processors Networking: Novell, LANtastic

Education

1981 to 1984

Control Data Institute***St. Louis Missouri***

Associates Degree in Computer technology

St. Louis University 2 years***St. Louis Missouri***

Accounting

References

Available upon request

Michelle Elizabeth Wuller
2837 Fairway Drive
Belleville, IL 62220

Education

Southern Illinois University at Edwardsville
Edwardsville, IL
Bachelors of Science in Nursing
Graduated March 1988

Professional Experience

Peak Internet Access and Computer Systems
May 1997-present
Director of Marketing
Responsibilities: Involved with all aspects of sales and marketing. Human resource management, including benefits, new employee hiring, and orientation.

Saint Louis University Hospital
St. Louis, Missouri
March 1988-present
Cardiac Intensive Care RN 1988-1990, and 1993-1997
Responsibilities: Caring for critically ill cardiac patients, precepting new employees, charge nurse.

Assistant Head Nurse 1990-1993
Cardiac Step-Down Unit
Responsibilities:
Responsible for all scheduling, employee evaluations, continuing education of staff, assisting with annual budget, and customer relations of unit.

CURRICULUM VITAE

RANSOM P. WULLER
404 OAK HILL DRIVE
BELLEVILLE, IL 62223

Personal

Date of Birth : 4/18/54

Marital Status: Married, two children

Education

College 1972-1976	St. Louis University St. Louis, Missouri BSBA, Summa Cum Laude
1976-1979	St. Louis University Masters of Business Administration
1976-1979	St. Louis University JD, Cum Laude

Occupation

Active Trial Lawyer
Freeark, Harvey, Mendillo, Dennis
& Wuller, P.C.
115 West Washington St.
Belleville, IL 62220

Ransom Wuller is a licensed, practicing attorney with seven years experience in tax law, a certified public accountant, and has an M.B.A. Mr. Wuller is a trial attorney and partner in the law firm of Freeark, Harvey, Mendillo, Dennis, Wuller & Cain, P.C., in Belleville, Illinois

Mr. Wuller began his law career as a tax attorney with Arthur Anderson & Company in 1979. During that time he completed the requirements for and became a certified public accountant. In 1981 he took a position with Chromalloy American Corporation, a Fortune 300 company, with headquarters in Clayton, Missouri. During his tenure with Chromalloy from 1981 to 1985, he managed Chromalloy's tax department. In 1985 he entered private legal practice in Belleville and has been litigating major civil cases with his current firm since that time.

COMPANY: Peak Communications, Inc.
 DATE: 15-Jun-00
 PURPOSE: Cash Flow Statement

	Year 1	Year 2	Year 3	Year 4	Year 5
OPERATING ACTIVITIES:					
Net income (loss)	(54,289)	149,822	181,938	161,419	176,486
Adjustments to reconcile net income:					
Depreciation and Amortization	45,000	65,000	100,000	120,000	145,000
Provision for Uncollectibles	698	3,864	5,348	6,709	7,946
Deferred Income Taxes	0	0	0	0	0
Decrease (Increase) in Accounts Receivable	(13,967)	(63,314)	(29,685)	(27,212)	(24,738)
Decrease (Increase) in Inventories	(5,000)	(500)	(550)	(605)	(666)
Changes in Other Operating Assets	(1,500)	(150)	(165)	(182)	(200)
Increase (decrease) in Accounts Payable	67,606	98,138	52,167	90,600	66,169
Changes in Other Operating Liabilities	1,000	50	53	55	58
Other Adjustments - Credits	0	0	0	0	0
Other Adjustments - Debits	0	0	0	0	0
CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	39,548	252,910	309,105	350,785	370,055
INVESTING ACTIVITIES:					
Capital Expenditures	(450,000)	(200,000)	(350,000)	(200,000)	(250,000)
Proceeds from the Disposal of Property	0	0	0	0	0
Other Investing Activities	0	0	0	0	0
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	(450,000)	(200,000)	(350,000)	(200,000)	(250,000)
FINANCING ACTIVITIES:					
Issuance of Long-term Debt	500,000	0	0	0	0

Repayments of Long-term Debt	(9,913)	(40,908)	(46,096)	(51,942)	(58,530)
Proceeds from Issuance of Preferred Stock	0	0	0	0	0
Proceeds from Issuance of Common Stock	2,000	0	0	0	0
Dividends Paid	0	0	0	0	0
Increase (Decrease) in Short-term Borrowings	0	0	70,558	(33,175)	(37,383)
Other Financing Activities	0	0	0	0	0
NET CASH PROVIDED BY (USED IN) FINANCING ACTVIT	492,087	(40,908)	24,462	(85,117)	(95,913)
Net (decrease) increase in cash and cash equivalents	81,636	12,002	(16,433)	65,668	24,142
Cash and cash equivalents at beginning of period	0	81,636	93,637	77,204	142,872
CASH AND CASH EQUIVALENTS AT END OF PERIOD	81,636	93,637	77,204	142,872	167,014

COMPANY: Peak Communications, Inc.
 DATE: 15-Jun-00
 PURPOSE: Balance Sheet Statement

	Year 1	Year 2	Year 3	Year 4	Year 5
ASSETS					
Cash and Cash Equivalents	81,636	93,637	77,204	142,872	167,014
Accounts Receivables	13,967	77,281	106,966	134,178	158,916
Less Allowances	(698)	(4,562)	(9,911)	(16,620)	(24,565)
Net Accounts Receivables	13,269	72,718	97,055	117,558	134,350
Inventories	5,000	5,500	6,050	6,655	7,321
Other Current Assets	1,500	1,650	1,815	1,997	2,196
TOTAL CURRENT ASSETS	101,404	173,506	182,125	269,082	310,881
Property, Plant and Equipment:	450,000	650,000	1,000,000	1,200,000	1,450,000
Depreciation & Amortization	(45,000)	(110,000)	(210,000)	(330,000)	(475,000)
Net Property, Plant & Equipment	405,000	540,000	790,000	870,000	975,000
Other Assets	0	0	0	0	0
TOTAL ASSETS	506,404	713,506	972,125	1,139,082	1,285,881
LIABILITIES					
Accounts Payable	67,606	165,744	217,911	308,510	374,679
Other Current Liabilities	1,000	1,050	1,103	1,158	1,216
TOTAL CURRENT LIABILITIES	68,606	166,794	219,013	309,668	375,894
Long-term Debt	490,087	449,179	403,083	351,141	292,611
Short-Term Debt	0	0	70,558	37,383	0
Other Liabilities	0	0	0	0	0
TOTAL LIABILITIES	558,693	615,973	692,654	698,191	668,505

STOCKHOLDER'S EQUITY:

Preferred Stock	0	0	0	0	0
Common Stock	2,000	2,000	2,000	2,000	2,000
Additional Paid-in Capital	0	0	0	0	0
Retained Earnings Beginning Balance	0	(54,289)	95,533	277,471	438,890
Net Income (Loss)	(54,289)	149,822	181,938	161,419	176,486
Less: Dividends	0	0	0	0	0
Retained Earnings Ending Balance	(54,289)	95,533	277,471	438,890	615,376
TOTAL SHAREOWNERS' EQUITY	(52,289)	97,533	279,471	440,890	617,376
TOTAL LIABILITIES AND SHAREOWNERS' EQUITY	506,404	713,506	972,125	1,139,082	1,285,881

COMPANY: Peak Communications, Inc.
 DATE: 15-Jun-00
 PURPOSE: Income Statement

	Year 1	Year 2	Year 3	Year 4	Year 5
REVENUES					
Local Network Service Revenue	46,222	255,745	353,983	444,034	525,899
Inter-Company Revenue	78,000	85,800	94,380	103,818	114,200
Network Access Revenue	80,197	445,795	617,036	774,006	916,707
Long Distance Revenue	334	1,857	2,571	3,225	3,820
Miscellaneous Revenue	12,975	72,126	99,831	125,227	148,315
Uncollectible Revenue	(698)	(3,864)	(5,348)	(6,709)	(7,946)
Total Net Revenues	217,030	857,459	1,162,452	1,443,602	1,700,995
EXPENSES					
Plant Specific Expense	37,500	78,750	82,688	173,644	182,326
Labor	3,850	8,470	9,317	20,497	22,547
All Other	41,350	87,220	92,005	194,141	204,873
Total Plant Non-specific Expense	82,700	174,440	183,610	388,282	409,746
Labor	0	37,500	78,750	82,688	86,822
Network Administration	0	0	1,100	1,210	1,331
Network Expense	78,903	209,689	289,942	368,419	445,122
Depreciation & Amortization	45,000	65,000	100,000	120,000	145,000
Total Customer Operations Expense	123,903	312,189	469,792	572,317	678,275
Labor	0	60,000	94,500	198,450	312,559
All Other	1,100	2,420	3,993	8,785	14,495
Total Corporate Operations Expense	1,100	62,420	98,493	207,235	327,053

Labor	48,750	97,500	102,375	107,494	112,868
All Other	2,750	3,025	5,823	6,405	7,046
Total	51,500	100,525	108,198	113,899	119,914
Other Operating Income & Expense	52,500	55,125	57,881	60,775	63,814
Total Operating Expenses	270,353	617,479	826,368	1,148,367	1,393,930
OPERATING INCOME (Loss)	(53,323)	239,980	336,084	295,235	307,065
OTHER					
Other Income-Net	0	0	(10,416)	(6,682)	(2,474)
Other Taxes	0	0	0	0	0
Interest Expense	(28,933)	(55,352)	(50,004)	(43,978)	(37,188)
Income (Loss) Before Income Taxes	(82,256)	184,628	275,664	244,575	267,403
Provision (Benefit) for Income Taxes	(27,967)	34,807	93,726	83,155	90,917
NET INCOME (Loss)	(54,289)	149,822	181,938	161,419	176,486