Data Request Responses #2
Docket No. TC13-034
Date: May 24, 2013

2-1)   The G&A expense account number 7014 should not be included in the 12-month income statement. It is used as a placeholder account throughout the year until year-end , where the expenses are reclassified into their proper category such as payroll expense, etc.

2-2)   The asset classification "Current Contracts Net Present Value" reflects the internal company valuation of their current contracts. The company's contracts with the various prisons are calculated out for their term and the results are incorporated in this figure.

2-3)   After additional review of ARSD 20:10:24:05 (11) the Company certifies its compliance with all of the federal requirements established under the Telephone Operator Consumer Services Improvement Act of 1990, 47 U.S.C. § 226. However, the Company wishes to request a waiver the first sentence of ARSD 20:10:24:05 (11) for the provision of AOS to inmate customers in correctional facilities.

2-4)   The Company is willing to secure a $25,0000 surety bond to cover customer deposits and advanced payments. Counsel will contact SD PUC Staff to obtain the latest bond language.

2-5)   The correct registered agent for Consolidated is: CT Corporation System, 319 S. Coteau Street, Pierre, SC 57501. A change of registered agent was filed by CT at the SD Secretary of State.

2-6)   Consolidated Telecom, Inc. was not involved in any lawsuits as a third party, to their knowledge. The suit appears to have been a Class Action against AT&T for third party billing.

2-7)   The inmate's family member who has a prepaid account with Consolidated has an option on every call to hear, through IVR prompt, the rates for the call before accepting the call and after the completion of the call. Consolidated will send a blast email to all family member account contacts, or in the alternative, a notification by mail, of any materially adverse changes in rates, terms and conditions of service 30 days in advance of changes pursuant to ARSD 20:20:24:02 (14).